



**BLOOD: WATER MISSION, INC.
INDEPENDENT AUDITOR'S REPORT
AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED
DECEMBER 31, 2024
(WITH SUMMARIZED COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2023)**

**BLOOD: WATER MISSION, INC.
INDEPENDENT AUDITOR'S REPORT
AND FINANCIAL STATEMENTS
ROSTER OF OFFICIALS**

<u>Member Name</u>	<u>Title</u>
Chris Hobday	Chair
Liz Chamberlain	Treasurer
Collin Brown	Secretary
Katherine Carpenter	Director
Ruth Doane	Director
Tim Lupinacci	Director
Julius Mbeya	Director
Eve Omala	Director
Hannah Umphress	Director
Steve Garber	Director (Emeritus)
Nadia Kist	President (Executive Director)

**BLOOD: WATER MISSION, INC.
INDEPENDENT AUDITOR’S REPORT
AND FINANCIAL STATEMENTS
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Phone 615.321.7333 | Fax 615.523.1868

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors and Management of
Blood: Water Mission, Inc.
1108 McKennie Ave., Ste. 260
Nashville, TN 37206

Opinion

We have audited the accompanying financial statements of Blood: Water Mission, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2024, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Blood: Water Mission, Inc. as of December 31, 2024, and the changes in its net assets for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Blood: Water Mission, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Blood: Water Mission, Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Blood: Water Mission, Inc.'s ability to continue as a going concern for a reasonable period of time.

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

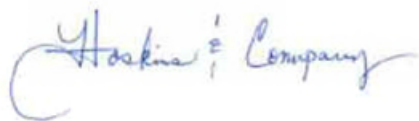
Other Information

Management is responsible for the other information. The other information comprises the roster of officials on page i but does not include the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Report on Summarized Comparative Information

We have previously audited Blood: Water Mission, Inc.'s 2023 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated July 2, 2024. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2023, is consistent, in all material respects, with the audited financial statements from which it has been derived.

A handwritten signature in blue ink that reads "Hoskins & Company". The signature is written in a cursive, flowing style.

Hoskins & Company
Nashville, TN
September 17, 2025

BLOOD: WATER MISSION, INC.
STATEMENT OF FINANCIAL POSITION
AS OF DECEMBER 31, 2024
(WITH SUMMARIZED COMPARATIVE INFORMATION AS OF DECEMBER 31, 2023)

	<u>2024</u>	<u>2023</u>
Assets		
Current Assets		
Cash and cash equivalents	\$ 303,256	\$ 498,458
Investments (Note 3)	600,147	617,835
Other receivable (Note 4)	97,218	145,194
Prepaid expense	-	34,565
Inventory	9,543	9,889
Total Current Assets	<u>1,010,164</u>	<u>1,305,941</u>
Noncurrent Assets		
Property & equipment, net of accumulated depreciation (Note 5)	7,454	9,790
Security deposits	3,000	3,000
Total Noncurrent Assets	<u>10,454</u>	<u>12,790</u>
Total Assets	<u><u>\$1,020,618</u></u>	<u><u>\$1,318,731</u></u>
Liabilities and net assets		
Current Liabilities		
Accounts payable and accrued expenses	\$ 7,247	\$ 13,360
Credit cards	9,939	14,000
Accrued payroll	25,908	28,730
Total Liabilities	<u>43,094</u>	<u>56,090</u>
Net Assets		
Net assets without donor restrictions	827,524	1,262,641
Net assets with donor restrictions (Note 7)	150,000	-
Total Net Assets	<u>977,524</u>	<u>1,262,641</u>
Total liabilities and net assets	<u><u>\$1,020,618</u></u>	<u><u>\$1,318,731</u></u>

The accompanying notes are an integral part of these financial statements

BLOOD: WATER MISSION, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2024
(WITH SUMMARIZED COMPARATIVE INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2023)

	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	2024 Total	2023 Total
Support and revenues:				
Contributions	\$ 1,580,768	\$ 422,977	\$ 2,003,745	\$ 1,767,481
Government grants and contributions	7,462	-	7,462	270,218
Merchandise, net	207	-	207	169
Net assets released from restriction	272,977	(272,977)	-	-
Total revenue and support	1,861,414	150,000	2,011,414	2,037,868
Expenses				
Program Services	1,749,280	-	1,749,280	1,723,295
Fundraising	352,754	-	352,754	358,075
Management and general	227,130	-	227,130	233,641
Total expenses	2,329,164	-	2,329,164	2,315,011
Nonoperating activities:				
Other income				
Interest income	8,947	-	8,947	19,232
Net unrealized and realized gain on investments	23,686	-	23,686	-
	32,633	-	32,633	19,232
Change in net assets	(435,117)	150,000	(285,117)	(257,911)
Net assets at beginning of year	1,262,641	-	1,262,641	1,520,552
Net assets at end of year	<u>\$ 827,524</u>	<u>\$ 150,000</u>	<u>\$ 977,524</u>	<u>\$ 1,262,641</u>

The accompanying notes are an integral part of these financial statements

BLOOD: WATER MISSION, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2024
(WITH SUMMARIZED COMPARATIVE INFORMATION FOR THE YEAR ENDED DECEMBER 31,
2023)

	Program Services	Fundraising	Management and General	2024 Total	2023 Total
Accounting	\$ 10,266	\$ -	\$ 15,500	\$ 25,766	\$ 22,265
Advertising and promotion	-	23,289	-	23,289	41,852
Conferences, conventions, and meetings	-	-	2,217	2,217	1,276
Creative	-	8,625	-	8,625	21,280
Depreciation	1,640	457	239	2,336	2,336
Employee benefits	88,106	22,792	12,185	123,083	105,707
Grants and other assistance	699,074	-	-	699,074	809,071
Employee retention credit fees	-	-	-	-	69,420
Legal	1,908	-	188	2,096	1,979
Interest	-	-	3,798	3,798	-
Membership dues	4,000	1,953	2,361	8,314	6,918
Occupancy	51,789	19,349	32,244	103,382	99,378
Office expenses	38,185	3,368	11,709	53,262	48,506
Professional fees and services	47,958	28,329	12,611	88,898	95,532
Payroll taxes	41,661	10,777	5,473	57,911	52,557
Pension plan contributions	12,275	3,175	1,612	17,062	16,750
Printing and publications	13,118	2,952	328	16,398	26,965
Salaries	681,183	176,214	89,480	946,877	784,179
State registration fees	-	-	12,975	12,975	11,924
Technology	1,912	27,946	10,308	40,166	40,244
Travel	56,205	23,528	13,902	93,635	56,872
Total Expenses	<u>\$ 1,749,280</u>	<u>\$ 352,754</u>	<u>\$ 227,130</u>	<u>\$ 2,329,164</u>	<u>\$ 2,315,011</u>

The accompanying notes are an integral part of these financial statements

BLOOD: WATER MISSION, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2024
(WITH SUMMARIZED COMPARATIVE INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2023)

	<u>2024</u>	<u>2023</u>
Cash flows from operating activities		
Change in net assets	\$ (285,117)	\$ (257,911)
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Depreciation	2,336	2,336
Net unrealized and realized gain on investments	(32,312)	-
Decrease (increase) in inventory	346	(2,110)
Decrease (increase) in prepaids	34,565	(2,991)
Decrease (increase) in other receivable	47,976	(25,653)
(Decrease) increase in accounts payable	(6,113)	13,025
(Decrease) increase in credit cards	(4,061)	(2,135)
(Decrease) increase in accrued payroll	<u>(2,822)</u>	<u>4,741</u>
Net cash used by operating activities	(245,202)	(270,698)
Cash flows from investing activities		
Proceeds from investments	50,000	-
Purchase of fixed assets	<u>-</u>	<u>(5,238)</u>
Net cash provided by (used in) investing activities	50,000	(5,238)
Net decrease increase in cash and cash equivalents	(195,202)	(275,936)
Cash and cash equivalents, beginning of year	<u>498,458</u>	<u>774,394</u>
Cash and cash equivalents, end of year	<u>\$ 303,256</u>	<u>\$ 498,458</u>
Supplemental information:		
Interest paid	\$ 3,798	\$ -

The accompanying notes are an integral part of these financial statements

BLOOD: WATER MISSION, INC.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024
(WITH SUMMARIZED COMPARATIVE INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2023)

NOTE 1---NATURE OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Organization

Blood: Water Mission, Inc. (the Organization) is a not-for-profit organization located in Nashville, Tennessee that operates an international nonprofit that partners with African community-driven organizations to end water and HIV/AIDS health disparities through organizational strengthening and financial support.

Basis of Presentation

The financial statements of the Organization have been prepared on the accrual basis of accounting, and accordingly, revenue is recognized when earned, and expenses are recorded when incurred.

The financial statement presentation follows the recommendations of the Financial Accounting Standards Board's Accounting Standard Codification (FASB ASC 958). Under FASB ASC 958, the Organization is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Financial position and activities are classified based on the existence or absence of donor restrictions as follows:

Net Assets Without Donor Restrictions — Net assets without donor restrictions are free of donor-imposed restrictions. All revenues, gains, and losses that are not restricted by donors are included in this classification. All expenditures are reported in the without donor restrictions class of net assets, including expenditures funded by restricted contributions. Expenditures funded by restricted contributions are reported in the without donor restrictions net asset class because the use of restricted contributions in accordance with donors' stipulations results in the release of such restrictions.

Net Assets With Donor Restrictions — Net assets with donor restrictions are limited as to use by donor-imposed stipulations that may expire with the passage of time or that may be satisfied by action of the Organization. Net assets with donor restrictions are designated by donors for specific purposes and include unconditional pledges. Some net assets with donor restrictions are required by donors to be held in perpetuity. The donors of substantially all net assets to be held in perpetuity permit the Organization to use a portion of the income earned on the related investments for specified purposes. Expirations of restrictions on net assets as the result of the passage of time and/or fulfilling donor-imposed stipulations are reported as net assets released from restrictions between the applicable classes of net assets in the statements of activities.

Donated Services

Donated services that require specialized skills and would be purchased if not provided by the donor are recognized as support and expenses based on the fair value of the services received. From time to time the Organization receives donated services from professional musicians for which the value is difficult to estimate. No amounts have been reflected in the financial statements for these services since they do not meet the criteria for recognition under the Financial Accounting Standard Board's Accounting Standard Codification 958 (FASB ASC 958).

BLOOD: WATER MISSION, INC.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024
(WITH SUMMARIZED COMPARATIVE INFORMATION FOR THE YEAR ENDED DECEMBER 31,
2023)

NOTE 1---NATURE OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES-continued

Revenue, Support, and Expenses

The Organization receives its contributions and donations from individuals, foundations, churches and businesses, and recognizes revenue when cash is received. Expenses are classified functionally as a measure of service efforts and accomplishments. Direct expenses, incurred for a single function, are allocated entirely to that function. Joint expenses applicable to more than one function are allocated on the basis of objectively summarized information or management estimates.

Use of Estimates

The preparation of financial statements in conformity with the accrual 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 of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash Equivalents

Cash and cash equivalents consist principally of checking and savings account balances maintained at a financial institution. For purposes of the statement of cash flows, the Organization considers cash and all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

Compensated Absences

Employees of the Organization are entitled to paid vacation and paid sick days depending on job classification, length of service, and other factors. It is practicable for the Organization to estimate the amount of compensation for future absences; accordingly, the liability for compensated absences has been recorded in the accompanying financial statements under accrued liabilities.

Income Tax Status

The Organization is exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provisions for income taxes are applicable.

Functional Allocation of Expenses

Management allocates expenses on a functional basis among its various programs, including support services and fundraising activities. Expenses and support services that can be identified with a specific program are allocated directly to their natural expenditure classification. Other expenses that are common to several programs are allocated based on various relationships.

Contributions

Contributions and grants received are recorded as with donor restrictions or without donor restrictions, depending on the existence and/or nature of any donor restrictions. All donor-restricted contributions and grants 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 restriction are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

BLOOD: WATER MISSION, INC.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024
(WITH SUMMARIZED COMPARATIVE INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2023)

NOTE 1---NATURE OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES-continued

Property, Plant, and Equipment

Fixed assets, consisting of office equipment and furniture and fixtures over \$700, are reflected in the statement of financial position at cost if purchased or fair value if contributed. Donated assets with donor stipulations as to specific purpose(s) are reported as restricted contributions until it is placed in the service for which it is restricted. Depreciation, which is reflected as an expense in the statement of activities, is computed on the straight-line method over the following estimated useful lives:

	<u>Years</u>
Leasehold improvements	1
Furniture and equipment	5-7
Intangibles (Software & Website)	3

Merchandise Inventory

Merchandise inventory consists of items purchased for resale and are stated at lower of cost or market determined by the first-in-first-out (FIFO) method.

Right-of-Use Assets

As of December 31, 2024, and December 31, 2023, the Organization had no significant right-of-use assets or liabilities that extended beyond 12 months. From time-to-time, new accounting pronouncements are issued by the FASB or other standards setting bodies that the Organization adopts as of the specified effective date. Unless otherwise discussed, management believes the impact of any other recently issued standards that are not yet effective are either not applicable at this time or will not have a material impact on the financial statements upon adoption.

NOTE 2---LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The Organization regularly monitors the availability of resources required to meet its operating needs and other contractual commitments, while also striving to maximize the investment of its available funds. For purposes of analyzing resources available to meet general expenditures over a 12-month period, the Organization considers all expenditures related to its ongoing mission related activities as well as the conduct of services undertaken to support those activities to be general expenditures. Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, comprise the following:

	<u>2024</u>	<u>2023</u>
Cash and cash equivalents	\$303,256	\$ 498,458
Investments	600,147	617,835
Other receivables	97,218	145,194
Total financial assets	\$1,000,621	\$ 1,261,487
Less assets unavailable for general expenditures within one year:	<u>150,000</u>	<u>-</u>
Financial assets available to meet cash needs for general expenditures within one year:	<u>\$ 850,621</u>	<u>\$ 1,261,487</u>

BLOOD: WATER MISSION, INC.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024
(WITH SUMMARIZED COMPARATIVE INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2023)

NOTE 3---INVESTMENTS/FAIR VALUE MEASUREMENT

The Organization maintains an investment account with which principally consist of commercial notes, stocks, special savings and United States Treasury notes and bills, are carried at market value. Net appreciation or depreciation in the fair value of investments consists of unrealized appreciation or depreciation on those investments and is recognized in the statement of activities.

ASC 820 establishes a three-level hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). If the inputs used to measure the assets or liabilities fall within different levels of the hierarchy, the classification is based on the lowest level input that is significant to the fair value measurement of the asset or liability. Classification of assets and liabilities within the hierarchy considers the markets in which the assets and liabilities are traded, and the reliability and transparency of the assumptions used to determine fair value. The hierarchy requires the use of observable market data when available.

Each asset or liability is assigned a level based upon the observability of significant inputs into its valuation, a summary of which is:

- Level 1 – Quoted prices in active markets for identical assets or liabilities with the ability to access at measurement date.
- Level 2 – Other significant observable inputs, including quoted prices for similar assets or liabilities.
- Level 3 – Significant unobservable inputs

The following is a summarization of the Organization's financial assets measured at fair value:

Fair Value Measurements at 12/31/24

	Total	Quoted price in active markets for identical assets (Level 1)	Other significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)
Money Market	\$ 152,359	\$ 152,359	\$ -	\$ -
U.S. Treasury Bonds	447,788	447,788	-	-
Total investments	<u>\$ 600,147</u>	<u>\$ 600,147</u>	<u>\$ -</u>	<u>\$ -</u>

BLOOD: WATER MISSION, INC.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024
(WITH SUMMARIZED COMPARATIVE INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2023)

NOTE 3---INVESTMENTS/FAIR VALUE MEASUREMENT - continued

Fair Value Measurements at 12/31/23

	Total	Quoted price in active markets for identical assets (Level 1)	Other significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)
Money Market	\$ 73,067	\$ 73,067	\$ -	\$ -
U.S. Treasury Bonds	544,768	544,768	-	-
Total investments	<u>\$ 617,835</u>	<u>\$ 617,835</u>	<u>\$ -</u>	<u>\$ -</u>

The fair values of investments in publicly traded U. S. Treasury Bonds are determined based upon quoted market closing prices, using a market approach.

NOTE 4---OTHER RECEIVABLE

Other receivable represents donations received during the period and received via third party processor, PayPal or Classy. These donations are available for transfer to the Organization's bank account within 2-3 business days of request. The balances as of December 31, 2024, and December 31, 2023, were \$97,218 and \$145,194, respectively.

NOTE 5---PROPERTY AND EQUIPMENT

The Organization has property and equipment recorded at cost at the time of acquisition or at the fair market value at the time of purchase or donation.

Property and equipment consist of the following:

	2024	2023
Equipment, furniture, and fixtures	\$45,346	\$45,346
Intangibles	\$2,502	\$2,502
Less: accumulated depreciation	(40,394)	(38,058)
Property and equipment, net	<u>\$7,454</u>	<u>\$9,790</u>

Depreciation expense for the years ended December 31, 2024, and December 31, 2023, were \$2,336 and \$2,336, respectively.

BLOOD: WATER MISSION, INC.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024
(WITH SUMMARIZED COMPARATIVE INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2023)

NOTE 6---LINE OF CREDIT

The Organization has a line of credit that allows for maximum borrowings of \$250,000 and bears a variable interest rate that is subject to change based on changes in an index which is the Prime Rate of the Lender. The index is currently at 7.5% per annum. The Organization had no outstanding balance on the line of credit as of December 31, 2024, and December 31, 2023, respectively.

NOTE 7---NET ASSETS WITH DONOR RESTRICTIONS

During the year ended December 31, 2024, the Organization received contributions totaling \$422,977 from several donors stipulating that the funds be used exclusively to support the Organization's community education initiatives, including workshops, materials, and outreach efforts. The Organization tracks restricted funds separately to ensure compliance with donor intent and provides regular reports to the donor on the use and impact of the funds.

Net assets with donor restrictions activities during the year ending December 31, 2024, were as follows:

Beginning Balance	\$ -
Add:	
New Partner Launch	250,000
Malachi 3 Foundation	50,000
Renown Collective	20,000
Race for Clean Water	4,088
2023 World Water Day	<u>98,889</u>
Total contributions received	<u>422,977</u>
Less expended in accordance with donor stipulations	<u>(272,977)</u>
Ending Balance	<u>\$ 150,000</u>

NOTE 8---LEASE AGREEMENTS

The Organization has elected not to adopt the provisions of ASC 842 for leases that are short-term in nature. Short-term leases are defined as leases with a term of 12 months or less. The Organization entered into two separate leases for office space as follows:

On January 1, 2024, the Organization entered into a twelve-month lease agreement for office space in Nairobi, Kenya with a monthly expense of \$2,737. The total lease expense for the office was \$35,107.

On January 9, 2024, the Organization entered into a twelve-month lease agreement for office space in Nashville, Tennessee with a monthly expense of \$3,200. The total lease expense for the office was \$38,200.

Lease payments under these arrangements are recognized as expenses on a straight-line basis over the lease term. The total lease expense for the year ended December 31, 2024, and December 31, 2023, was \$73,307 and \$69,922 respectively.

BLOOD: WATER MISSION, INC.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024
(WITH SUMMARIZED COMPARATIVE INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2023)

NOTE 8---LEASE AGREEMENTS - continued

The Organization maintains lease agreements for office equipment. Total lease expense for office equipment for the years ended December 31, 2024, and December 31, 2023, was \$11,959 and \$9,039 respectively.

NOTE 9---RETIREMENT PLAN

The Organization provides a 403(b)-retirement plan that allows eligible employees to make pre-tax contributions from their salary. In addition, the Organization may contribute to the plan on behalf of the employee. Specifically, the Organization matches employee contributions dollar for dollar, up to a defined percentage of each qualified employee's base salary. For the years ended December 31, 2024, and December 31, 2023, the Organization made matching contributions totaling \$17,063 and \$16,742 respectfully.

NOTE 10--- GOVERNMENT GRANTS AND CONTRIBUTIONS

During the year ended December 31, 2024, the Organization recognized revenue of \$7,462 related to the Employee Retention Credit (ERC) under the Coronavirus Aid, Relief, and Economic Security (CARES) Act. The ERC is a refundable payroll tax credit provided to eligible employers that retained employees during the COVID-19 pandemic.

The Organization determined it met the eligibility criteria under the CARES Act, including:

- Experiencing a significant decline in gross receipts during the qualifying periods.
- Incurring qualified wages for retained employees.
- Not using the same wages for both ERC and other federal assistance programs (e.g., PPP).

In accordance with FASB ASC 958-605, the ERC was accounted for as a conditional contribution, and revenue was recognized when the conditions for entitlement were substantially met. The amount recognized is included in "Government Grants and Contributions" on the Statement of Activities.

As of December 31, 2024, the Organization had received the full amount of the credit and no receivable remained outstanding.

NOTE 11---CONCENTRATION OF CREDIT RISK

As of December 31, 2024, and December 31, 2023, the Organization held a total of \$1,000,621 and \$1,261,487 respectively in cash deposits and money market accounts at various financial institutions. The balance held at First Horizon exceeded the Federal Deposit Insurance Corporation (FDIC) coverage limit of \$250,000 per institution, resulting in uninsured amounts of \$350,147 and \$613,428 as of December 31, 2024, and December 31, 2023, respectively.

NOTE 12---CONCENTRATION OF REVENUE

The Organization's primary source of revenue is contributions. Continuation of current programs and services is dependent upon the renewal or replacement of these funding sources.

BLOOD: WATER MISSION, INC.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024
(WITH SUMMARIZED COMPARATIVE INFORMATION FOR THE YEAR ENDED DECEMBER 31,
2023)

NOTE 13---SUBSEQUENT EVENTS

There were no subsequent events requiring disclosure as of September 17, 2025, the date management evaluated such events. September 17, 2025, is the date the financial statements were available to be issued.