CANCER SUPPORT COMMUNITY SAN FRANCISCO BAY AREA

Cancer Support Community San Francisco Bay Area

Financial Statements

For the Year Ended December 31, 2025

With Comparative Financial Information for 2024

With Independent Auditor's Report Thereon

(A California nonprofit public benefit corporation)

Mission

Cancer Support Community (CSC) uplifts and strengthens people impacted by cancer by providing support, fostering compassionate communities, and breaking down barriers to care.

CSC provides comprehensive integrative care — including counseling, support groups, nutrition, exercise, financial assistance, and patient education programs — for people with cancer and their families or caregivers. Our services enable cancer patients to partner with their treatment team to manage their treatment and recover most effectively, increase their chances for survival, reduce their chances of recurrence, and provide for the highest possible quality of life.

Our services are always provided free of charge to be readily accessible to people facing cancer in their time of need.

All our programs and services are delivered by professionals who are licensed or certified in their area of expertise:

- Weekly support groups for people with any type of cancer, family members and caregivers.
- Specialized support groups for people with breast cancer, colorectal cancer, prostate cancer, brain cancer, gynecologic/ovarian cancer, lung cancer, carcinoid/neuroendocrine and other cancers.
- Specialized groups and programs for those in survivorship.
- Individual and family counseling for those in crisis.
- Decisional counseling for those with complex or difficult treatment decisions.
- Counseling and other programs for children whose parents have cancer.
- Specialized exercise and mind-body programs, such as yoga and guided imagery.
- Workshops on topics such as nutrition, treatment advances, and complementary therapies.
- Symposia developed by national experts on critical topics for people with cancer and educational series for intensive training on managing treatment and recovery.
- Emergency Financial Assistance for low-income cancer patients.

Organization

Cancer Support Community San Francisco Bay Area was founded in 1990 as The Wellness Community San Francisco East Bay and has provided free support to thousands of cancer patients and their loved ones. Our founder, Shannon McGowan, served as the Program Director for the first Wellness Community, based in West Los Angeles, which began the integrative therapies and cancer patient empowerment movement in the United States.

Cancer Support Community San Francisco Bay Area is an affiliate of the international Cancer Support Community organization, the largest provider of support services for cancer patients and their loved ones in the US, and adheres to the highest quality standards of practice. We operate as an independent nonprofit organization which means we do not receive funding from the international Cancer Support Community organization and all the donations we raise support programs and services in our local community.

Board of Directors for the Year Ended December 31, 2025	
Position	**Name**
President	Donald Duggan
Vice President	Patricia Falconer
Treasurer	Matt Petroski
Secretary	Aeysha Corio
Director	Daejin Abidoye, MD
Director	Katy Armstrong
Director	Nicole Barr, RN, FNP-C, LMFT
Director	Christina Chavez
Director	Eric Eisenberg
Director	Miriam Gonzalez-White
Director	Melissa Harbourne
Director	Stephan Hwang
Director	Mitchell Reed
Director	Eric Rudney
Director	Ron Schwab
Director	Joseph Severson
Director	Todd Skrinar
Director	Rocio van Nierop
Director	Xueni Zhong, RN
Chief Executive Officer: Lucinda Bazile, MPH	

Management Discussion & Analysis

Every day, 5,600 people in the US are diagnosed with cancer and by the year 2050, this number is anticipated to increase by 49%. In the Bay Area, there are 34,000 new cancer cases diagnosed each year

The impact of a cancer diagnosis extends far beyond medical treatment. As many as three out of every four cancer survivors experience symptoms of psychological distress or cognitive concerns and are more than twice as likely to declare bankruptcy than those without a cancer diagnosis. Distressed patients experience greater mortality and morbidity, poorer immune function, greater healthcare expenditures and greater use of medical services.

Unfortunately, these types of non-medical issues are generally not addressed by medical professionals. Appointments with physicians are more focused on physical symptoms and treatments even though research has shown that the incidence of psychological disorders, including depression and anxiety, is between 30% and 60%. Despite this, it is estimated that fewer than 10% of cancer patients are referred for support. The CSC Cancer Registry 2020 found that 49% of patients are at risk for clinical anxiety, 38% are at risk for clinical depression, and 40% are unprepared to manage side effects. The lack of support and disparities in health is even more pronounced among cancer patients from communities of color and patients who have lower incomes. In addition, availability of mental health services, which was already at a crisis point prior to 2020, was made worse by the COVID-19 pandemic.

CSC SF Bay Area has provided free psychosocial, integrative care for people facing cancer since 1990. Our mission is to support people facing cancer in our community to become healthier, live longer, and live better. To achieve that goal, CSC provides free comprehensive integrative care including individual, spousal or family counseling, support groups, nutrition, exercise, emergency financial assistance and patient education programs including special programs for teens and children. Our evidence-based programs enable cancer patients to partner with their treatment team to manage their treatment and improve health related outcomes and quality of life. Programs are currently offered in-person at our center in Walnut Creek virtually and hybrid, making them accessible to anyone.

The type of evidence-based support programs offered by CSC SF Bay Area have clear benefits in terms of health outcomes and quality of life. Research shows that support programs addressing social, educational, psychological, and financial needs of cancer patients can improve health outcomes and quality of life for both patients and their loved ones while also reducing hospital utilization. Support services are recognized as a vital, effective, and necessary part of cancer care by the Institute of Medicine, National Cancer Institute, American Society of Clinical Oncology, and the Oncology Nursing Society.

Management Discussion & Analysis – (continued)

Our work spans across the Bay Area and beyond in Northern California given we are the only Cancer Support Community affiliate in the Northern California region above Monterey County. It is important that anyone who can benefit from our services is aware of the free resources that can be available to them, if not in person, virtually, hybrid and now on demand.

CSC SF Bay Area publishes an annual impact report which is distributed to more than 12,000 people throughout the community. In addition, we email quarterly Impact Newsletters, and weekly program calendars to our community as well as mail quarterly program calendars to our partnering community-based organizations and medical community partners. Key partners include EPIC Care, John Muir Health, East Contra Costa County Community Alliance, Contra Costa County Regional Medical Center and Bass Medical Group.

CSC SF Bay Area supports all cancer types including but not limited to brain, breast, colorectal, head & neck, kidney, leukemia/blood, lung, lymphoma, melanoma/skin, ovarian/gynecologic, pancreatic and prostate.

In 2025, CSC SF Bay Area provided the following imperative services:

- Individuals served: 2,352
- First-time attendees: 1,354
- Visits: 33,449
- Support group session visits: 7,785
- Nutrition & educational program visits: 4,067
- Social activity visits: 1,588
- Exercise & mindfulness program visits: 8,564
- Children, Family, Teen Program visits: 1,010
- Individual Counseling sessions: 1,684

As our current five (5) year strategic plan ends in 2027, we are ensuring that we:
1) expand and increase our programming for quality impact;
2) provide HOPE (healing-oriented programming for Equity/Everyone) to ensure our demographics truly reflect all the communities we serve;
3) we ensure the sustainability of our free services for another 35 years and more; and
4) we take care of the committed staff and volunteers who make our free services available

In 2025, we began construction of a new, state of the art cancer support center on nearly six acres of land in Lafayette that was gifted by a generous donor to help meet the growing number of cancer patients and their loved ones. This new cancer support center will be completed at the end of the year in 2026 and will vastly expand our capacity to meet the needs of the growing number of cancer patients and their loved ones.

Management Discussion & Analysis – (continued)

We have consistently received Charity Navigator's highest 4-star rating, GuideStar's Platinum Transparency Rating and conduct an annual audit which is available for the public on our website along with our 990 tax returns. We receive support from all the major medical centers, companies, foundations as well as generous individuals in our community which makes it possible for CSC SF Bay Area to provide programs to cancer patients and their loved ones at no cost. Additionally, in 2025 we were recognized as Non-Profit of the Year by California State Senator Grayson.

It is vital that support programs such as those offered by CSC SF Bay Area are universally offered as part of the cancer treatment standard of care and accessible to all cancer patients, including those from underserved communities whose members are disproportionately affected by cancer. As the number of cancer survivors grows, addressing their psychological and social concerns will become even more urgent.

(A California nonprofit public benefit corporation)

Contents

INDEPENDENT AUDITOR'S REPORT

The Board of Directors
Cancer Support Community San Francisco Bay Area

Opinion
We have audited the accompanying financial statements of Cancer Support Community San Francisco Bay Area (a California nonprofit public benefit corporation) which comprise the statement of financial position as of December 31, 2025 and the related statements of activities and changes in net assets, cash flows, and functional expenses for the year then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Cancer Support Community San Francisco Bay Area as of December 31, 2025 and the changes in its net assets and its cash flows 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 Cancer Support Community San Francisco Bay Area 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 Cancer Support Community San Francisco Bay Area's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

INDEPENDENT AUDITOR'S REPORT *(continued)*

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 Cancer Support Community San Francisco Bay Area'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 Cancer Support Community San Francisco Bay Area'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.

Report on Summarized Comparative Information

We have previously audited Cancer Support Community San Francisco Bay Area's 2024 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated April 23, 2025. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2024, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Regalia Berger & Berger

Danville, California
May 13, 2026

Statement of Financial Position
As of December 31, 2025
(With Comparative Totals as of December 31, 2024)

	2025	2024
ASSETS		
Current Assets:		
Cash and cash equivalents	$ 7,251,221	$ 7,473,327
Contributions receivable, net (Note 4)	14,274,224	7,228,320
Investments	4,453,552	3,896,024
Prepaid expenses	29,849	35,521
Total current assets	26,008,846	18,633,192
Noncurrent Assets:		
Contributions receivable, net (Note 4)	72,986	6,433,359
Investment in limited partnership	363,706	342,152
Property and equipment, net	523,795	599,149
Construction in process - Lafayette campus development	9,895,755	4,284,436
Operating right of use asset - premises	-	204,622
Deposits	7,156	7,156
Total noncurrent assets	10,863,398	11,870,874
Total assets	$ 36,872,244	$ 30,504,066
LIABILITIES AND NET ASSETS		
Current Liabilities:		
Accounts payable and accrued liabilities	$ 677,605	$ 62,969
Accrued payroll liabilities	148,040	141,634
Deferred revenue	3,420	-
Operating lease liability, current	-	36,212
Total current liabilities	829,065	240,815
Noncurrent Liabilities:		
Operating lease liability, net of current portion	-	186,326
Total noncurrent liabilities	-	186,326
Total liabilities	829,065	427,141
Net Assets:		
Without donor restrictions	8,919,038	9,723,977
With donor restrictions	27,124,141	20,352,948
Total net assets	36,043,179	30,076,925
Total liabilities and net assets	$ 36,872,244	$ 30,504,066

Statement of Activities and Changes in Net Assets
For the Year Ended December 31, 2025
(With Comparative Totals for the Year Ended December 31, 2024)

	Without Donor Restrictions	With Donor Restrictions	2025	2024
Revenue and support:				
Capital campaign gifts	$ -	$ 5,728,708	$ 5,728,708	$ 1,263,639
Individual contributions and legacy gifts	644,044	3,500	647,544	666,359
Grants	229,009	18,750	247,759	202,537
Special events	1,020,072	-	1,020,072	804,300
Interest and investment income, net	583,182	371,648	954,830	606,312
Net assets released from restriction	48,152	(48,152)	-	-
Provision for uncollectable contributions receivable	-	(28,000)	(28,000)	-
Write-off of uncollectable contribution receivable	-	(4,000)	(4,000)	-
Change in present value of long-term contributions receivable	-	728,739	728,739	531,922
Employee retention tax credit	-	-	-	318,955
Loss on derecognition of operating lease	(27,518)	-	(27,518)	-
Total revenue and support	2,496,941	6,771,193	9,268,134	4,394,024
Expenses:				
Program	2,196,471	-	2,196,471	1,878,673
Lafayette campus development	762,376	-	762,376	458,230
Management and general	209,028	-	209,028	297,276
Fundraising	166,005	-	166,005	132,737
Total expenses	3,333,880	-	3,333,880	2,766,916
Change in net assets, before allowance reclassification	(836,939)	6,771,193	5,934,254	1,627,108
Allowance reclassification (Note 4)	32,000	-	32,000	-
Change in net assets	(804,939)	6,771,193	5,966,254	1,627,108
Net assets at beginning of year	9,723,977	20,352,948	30,076,925	28,449,817
Net assets at end of year	$ 8,919,038	$ 27,124,141	$ 36,043,179	$ 30,076,925

Statement of Cash Flows
For the Year Ended December 31, 2025
(With Comparative Totals for the Year Ended December 31, 2024)

	2025	2024
Operating activities:		
Change in net assets	$ 5,966,254	$ 1,627,108
Adjustments to reconcile changes in net assets to net cash provided by (used for) operating activities:		
Depreciation	42,758	45,800
Loss on abandonment of Antioch project	32,596	-
Loss on derecognition of operating lease	27,518	-
Change in allowance for uncollectable contributions receivable	(9,168)	(5,068)
Change in discount related to long-term contributions receivable	(728,739)	(531,922)
Net investment return	(658,098)	(327,140)
Changes in:		
Contributions receivable	52,376	5,226
Prepaid expenses	5,672	(20,208)
Accounts payable and accrued liabilities	614,636	324
Accrued payroll liabilities	6,406	8,095
Deferred revenue	3,420	(10,000)
Operating lease assets and liabilities	(45,434)	884
Net cash provided by operating activities	5,310,197	793,099
Investing activities:		
Purchases of investments	(5,163,743)	(62,798)
Sale of investments	5,242,759	565,604
Purchases of property and equipment	(5,611,319)	(1,312,904)
Net cash used for investing activities	(5,532,303)	(810,098)
Decrease in cash and cash equivalents	(222,106)	(16,999)
Cash and cash equivalents at beginning of year	7,473,327	7,490,326
Cash and cash equivalents at end of year	$ 7,251,221	$ 7,473,327

Statement of Functional Expenses
For the Year Ended December 31, 2025
(With Comparative Totals for the Year Ended December 31, 2024)

	Program Services		Support Services			
	General Program	Lafayette Campus Development	Management and General	Fundraising	2025 Total	2024 Total
Salaries and wages	$ 1,472,503	$ 324,394	$ 54,094	$ 54,095	$ 1,905,086	$ 1,687,751
Employee benefits	71,206	14,166	8,901	8,900	103,173	74,746
Payroll taxes	93,920	23,956	11,740	11,740	141,356	113,004
Total personnel	1,637,629	362,516	74,735	74,735	2,149,615	1,875,501
Outreach and marketing	83,567	394,086	-	26,114	503,767	120,855
Special events	130,982	-	17,464	26,196	174,642	195,130
Program supplies and expenses	100,128	-	-	-	100,128	74,788
Professional services	-	-	66,307	-	66,307	51,586
Utilities and maintenance	44,506	-	5,934	8,901	59,341	70,674
Information technology	42,072	-	5,610	8,415	56,097	49,887
Occupancy	4,756	-	634	950	6,340	53,960
Depreciation	32,069	-	4,275	6,414	42,758	45,800
Insurance	30,804	-	4,107	6,160	41,071	34,111
Loss on write-off of Antioch project	32,596	-	-	-	32,596	-
Consultants	-	5,774	24,550	-	30,324	128,267
National program dues	26,900	-	-	-	26,900	27,555
Staff development	14,577	-	1,944	2,915	19,436	8,054
Bank fees and service charges	10,921	-	1,456	2,185	14,562	17,945
Transportation and travel	10,829	-	1,443	2,166	14,438	7,546
Dues and subscriptions	4,270	-	569	854	5,693	5,257
Allowance correction	(10,135)	-	-	-	(10,135)	-
Total Expenses	$ 2,196,471	$ 762,376	$ 209,028	$ 166,005	$ 3,333,880	$ 2,766,916

Notes to Financial Statements
December 31, 2025 and 2024

1. Organization

Cancer Support Community San Francisco Bay Area ("CSC") is a California nonprofit public benefit corporation exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code and classified as a public charity under Section 509(a)(2). CSC provides free comprehensive support programs including counseling, support groups, nutrition, exercise, emergency financial assistance and patient education programs as well as special programs for teens and children. CSC's evidence-based programs enable cancer patients and their loved ones to partner with their treatment team to manage their treatment and improve health outcomes and quality of life.

2. Summary of Significant Accounting Policies

Basis of Accounting – The financial statements of CSC have been prepared on the accrual basis of accounting in accordance with U.S. generally accepted accounting principles ("U.S. GAAP"); consequently, revenues and gains are recognized when earned, and expense and losses are recognized when incurred regardless of the timing of cash flows.

Use of Estimates – The preparation of financial statements in conformity with generally accepted accounting principles requires CSC to make estimates and assumptions that affect the reported amounts of 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, and those differences could be material.

Comparative Financial Information – The accompanying financial statements include certain prior year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with U.S. GAAP. Accordingly, such information should be read in conjunction with CSC's audited financial statements for the year ended December 31, 2024, from which the summarized information was derived. Certain prior-year disclosures have been omitted because they are not required for the current-year presentation.

Reclassifications – Certain reclassifications of amounts previously reported have been made to the accompanying financial statements to maintain consistency between periods presented. The reclassifications had no impact on previously reported net assets.

Cash and Cash Equivalents – All cash and highly liquid financial instruments with original maturities of three months or less are considered to be cash and cash equivalents. Such amounts may include cash and highly liquid funds maintained in bank and brokerage accounts. Certain cash and cash equivalents are donor-restricted for the building project and other specified purposes and, accordingly, are not available for general expenditure, as outlined in Note 3.

Concentration of Credit Risk – Concentration risk is managed by placing cash and cash equivalents with financial institutions and brokerage firms believed by CSC to be creditworthy. Bank deposit accounts are insured by the FDIC up to $250,000 per depositor, per insured bank, for each account ownership category. As of December 31, 2025 and 2024, CSC did not have cash deposits in excess of FDIC insurance limits.

2. Summary of Significant Accounting Policies (continued)

Concentration of Credit Risk (continued) – CSC also held $5,936,474 and $2,081,902, respectively, in a brokerage money market mutual fund designated for the building project. These balances are classified as cash and cash equivalents in the accompanying statement of financial position because they are held for liquidity purposes and are available to fund near-term building project expenditures. These balances are not bank deposits and are not insured by the FDIC. Brokerage accounts may be protected by Securities Investor Protection Corporation coverage, subject to applicable limits, in the event of broker-dealer failure; however, such coverage does not protect against investment losses, changes in market value, or the credit risk of the underlying money market mutual fund. To date, no losses have been experienced in these accounts.

Contributions Receivable – CSC records contributions receivable that are expected to be collected within one year at net realizable value. Contributions receivable expected to be collected in future years are initially recorded at fair value using present value techniques incorporating risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the asset. In subsequent years, amortization of the discounts is included in contribution revenue in the statement of activities and changes in net assets. Any allowance for uncollectable contributions receivable is determined based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Contributions receivable are written off when deemed uncollectable. Management has determined that an allowance for doubtful accounts of $29,944 and $39,112 was necessary as of December 31, 2025, and 2024, respectively, for contributions receivable, as detailed in Note 4.

Investments – Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at fair value. Unrealized gains and losses are reported as increases or decreases in net assets without donor restrictions or net assets with donor restrictions depending on whether their use is restricted by donor stipulations or law. Net investment return is reported in the statements of activities and changes in net assets and consists of interest and dividend income, realized and unrealized capital gains and losses, less external and direct internal investment expenses.

Limited Partnership Investment – CSC holds a 1.2% investment in a limited partnership administered by Sequoia Equities. The investment represents an ownership interest in a portfolio of real estate properties, and was received as a legacy gift. The investment does not confer significant influence over the financial or operating policies of the partnership and is therefore not accounted for under the equity method. In accordance with *ASC 958-320*, the investment is reported at fair value. The fair value of the investment is measured annually based on market appraisals provided by Sequoia Equities, which incorporate assumptions about market comparable properties, capitalization rates, and other unobservable inputs.

Financial Instruments and Credit Risk – CSC's investments are exposed to various risks, such as interest rate, credit, and overall market volatility. Management and the Finance Committee monitor investment performance and believe that, as of December 31, 2025 and 2024, there were no significant concentrations of investment risk that would materially affect CSC's financial position. While market conditions may cause fluctuations in fair value, such fluctuations are reflected in the accompanying financial statements.

Construction in progress – Lafayette Campus – Costs incurred in connection with the development and construction of CSC's Lafayette campus are capitalized as construction in progress. Construction in progress includes the cost of land, site development, design, architectural and engineering services, permits and fees, legal and other professional services directly attributable to the project, construction and contractor costs, and payroll and related benefit costs for employees whose time is directly identifiable with and devoted to the project.

2. Summary of Significant Accounting Policies (continued)

Construction in progress – Lafayette Campus (continued) – General and administrative costs and other overhead not directly attributable to the project are expensed as incurred. Construction in progress is not depreciated until the asset is substantially complete and placed in service, at which time the related costs are reclassified to buildings and improvements and depreciation begins. Interest, property taxes, and insurance, if material and directly associated with an active construction period, are capitalized in accordance with applicable guidance.

Property and Equipment – Property and equipment are recorded at cost when purchased and at their estimated fair market value when received as a donation. Improvements and major repairs which extend the useful life of the asset are capitalized. Costs of maintenance and repairs are expensed currently. Depreciation is computed using the straight-line method over the estimated useful lives of the assets. The useful lives range from three to seven years. The costs and accumulated depreciation of assets sold or retired are removed from the respective accounts and any resulting gain or loss is reflected in the change in net assets.

CSC reviews the carrying values of all assets for impairment whenever events or circumstances indicate that the carrying value of an asset may not be recoverable from the estimated economic utility and/or future cash flows expected to result from its use and eventual disposition. When considered impaired, an impairment loss is recognized to the extent carrying value exceeds the fair value of the asset. CSC recorded an impairment loss of $32,596 for the year ended December 31, 2025. CSC determined that no long-lived assets were impaired during the year ended December 31, 2024.

Leases – CSC recognizes right of use assets and lease liabilities for leases at the commencement date based on the present value of future lease payments over the lease term. Lease expense for operating leases is recognized on a straight-line basis over the lease term. CSC has elected the short-term lease exemption for leases with an initial term of 12 months or less. During 2025, CSC terminated its Antioch operating lease and wrote off the related right-of-use asset and lease liabilities as discussed in Note 11.

Payroll Liabilities – CSC records payroll and related liabilities as incurred. Full-time employees accrue paid vacation time in accordance with CSC's personnel policies, subject to a maximum accrual limit. Accrued and unused vacation time is paid out upon termination of employment. Sick leave and holiday benefits are provided in accordance with organizational policy and applicable California state law. As of December 31, 2025 and 2024, management has determined that all accrued paid time off obligations have been properly recorded within accrued payroll and related liabilities on the statement of financial position.

Net Assets – Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor-imposed restrictions. Thus, net assets and changes therein are classified and reported as follows:

<u>Net Assets Without Donor Restrictions</u>
Net assets without donor restrictions represent funds which are available for use in general operations and not subject to donor (or certain grantor) restrictions. The governing board has the ability to designate, from net assets without donor restrictions, net assets for any particular purpose, such as an operating reserve and has opted to do so as further outlined in Note 6.

2. Summary of Significant Accounting Policies (continued)

Net Assets With Donor Restrictions
Net assets with donor restrictions consist of funds which are subject to donor- (or certain grantor-) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those restrictions which will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions can be perpetual in nature, where the donor stipulates resources be maintained in perpetuity. CSC reports contributions restricted by donors as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. Gifts of long-lived assets and gifts of cash or unconditional promises to give restricted for the acquisition or construction of long-lived assets are recognized as donor-restricted support when received or promised. The related donor restrictions are released to net assets without donor restrictions when the long-lived assets are placed in service, unless otherwise stipulated by the donor. When a donor 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 statements of activities as net assets released from restrictions.

Revenue and Revenue Recognition – CSC generates revenue primarily from contributions, special events, and investment income. Revenue is recognized in accordance with U.S. GAAP applicable to contributions and exchange transactions, including *ASC 958, Not-for-Profit Entities*, and *ASC 606, Revenue from Contracts with Customers*. Revenue from contracts with customers is recognized when CSC's related performance obligations are satisfied, either over time or at a point in time. Collections in advance of revenue recognition are recorded as deferred revenue. Contributions, including unconditional promises to give, are recognized as revenue when received or unconditionally promised and are recorded based on the existence and nature of any donor restrictions.

CSC's significant revenue streams and the related revenue recognition policies are as follows:

- **Contributions** – CSC recognizes all contributions when they are received or unconditionally promised, regardless of compliance with restrictions. Contributions without donor-imposed restrictions are reported as net assets without donor restrictions. Contributions with donor-imposed restrictions are reported as net assets with donor restrictions. When the time or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported as net assets released from restriction.

- **Special Events** – CSC hosts various fundraising events and community-based campaigns throughout the year. Revenue from special events is recognized on the date the event occurs. CSC presents gross special event revenue on the statement of activities and changes in net assets, with the cost of direct donor benefits reported separately on the statement of functional expenses. Direct donor benefits represent the costs of goods and services provided to attendees, such as meals, merchandise, entertainment, and other attendee benefits. Sponsorship revenue received in connection with special events is recognized when the event takes place, unless the sponsorship agreement includes a distinct exchange element, in which case revenue is recognized over the period the benefits are provided to the sponsor. Amounts received in advance of an event or performance of services are recorded as deferred revenue until the event occurs or the services are rendered.

Certain payments received include both elements of contributed income and earned income, and these transactions are evaluated to determine the proper revenue rules to apply and to bifurcate the revenue components.

2. Summary of Significant Accounting Policies (continued)

Functional Allocation of Expenses – The costs of providing program and other activities have been summarized on a functional basis in the statement of activities and changes in net assets in accordance with the requirements of *ASC 958-205 - Not-for-Profit Entities - Presentation of Financial Statements.* The statement of functional expenses presents the natural classification detail of expenses by function. Expenses that can be directly identified with a specific program or supporting service are charged directly to that function. Other costs that benefit more than one function have been allocated among the programs and supporting services on an equitable basis, as determined by management. Personnel expenses are allocated based on estimated time and effort, supported by CSC's payroll records and allocation methodology. To the extent certain personnel and other costs are directly attributable to the development of the Lafayette center, such amounts are capitalized as construction in progress rather than expensed in the current period.

Outreach and Marketing – The costs of outreach and marketing are charged to expense as incurred. Marketing and outreach expense amounted to $503,767 and $120,855 for the years ended December 31, 2025 and 2024, respectively.

Income Taxes – CSC has received determination letters from the Internal Revenue Service and the California Franchise Tax Board recognizing it as exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code and Section 23701d of the California Revenue and Taxation Code, respectively. CSC's tax-exempt status remains in effect so long as it continues to comply with the applicable requirements of those provisions. CSC is subject to income taxes on income derived from activities unrelated to its exempt purpose, if any. Management has evaluated CSC's tax positions in accordance with *ASC 740-10, Income Taxes*, and determined that there are no material uncertain tax positions requiring recognition or disclosure in the financial statements as of December 31, 2025 and 2024.

3. Cash and Cash Equivalents

Cash and cash equivalents consist of demand deposits, money market accounts, and other highly liquid financial instruments with original maturities of three months or less. Amounts subject to donor-imposed restrictions are included in cash and cash equivalents when held in demand deposits or highly liquid instruments and available for use in accordance with the related donor restrictions.

As of December 31, 2025 and 2024, cash and cash equivalents included $149,637 and $508,708, respectively, held in a board-designated operating reserve. These amounts are not subject to donor-imposed restrictions; however, they have been designated by the Board of Directors for operating reserve purposes and are not available for general expenditure within one year unless appropriated by the Board. Accordingly, these amounts have been excluded from financial assets available for general expenditure within one year. See Note 6 for additional information regarding the board-designated operating reserve.

Notes to Financial Statements
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4. Contributions Receivable

Contributions receivable consist solely of amounts due from individuals, including certain board members, related to the capital campaign and are restricted to the Lafayette new center development. Contributions receivable are expected to be collected as follows at December 31:

Year Ending December 31:	2025	2024
2025	$ -	$ 7,267,432
2026	14,304,168	6,071,500
2027	49,824	1,070,796
2028	26,637	23,000
2029	-	277
Total contributions receivable, gross	14,380,629	14,433,005
Less: allowance for uncollectable contributions receivable	(29,944)	(39,112)
Less: discount on long-term contributions receivable	(3,475)	(732,214)
Total contributions receivable, net	$ 14,347,210	$ 13,661,679

Amounts due in less than one year have been presented net of the allowance for uncollectable contributions. Amounts due in less than one year as presented on the statement of financial position are as follows as of December 31:

	2025	2024
Amounts due in less than one year, gross	$ 14,304,168	$ 7,267,432
Less: allowance for uncollectable contributions receivable	(29,944)	(39,112)
Amounts due in less than one year, net	$ 14,274,224	$ 7,228,320

Amounts due in more than one year have been presented at net present value utilizing a discount rate of 4.43% at December 31, 2025 and 2024. The discount rate approximates the yield on U.S. Treasury securities with an average maturity consistent with the expected timing of collections. Amortization of the discount is included in contribution revenue on the statement of activities and changes in net assets.

Amounts due in more than one year as presented on the statement of financial position are as follows as of December 31:

	2025	2024
Amounts due in more than one year, gross	$ 76,461	$ 7,165,573
Less: discount on long-term contributions receivable	(3,475)	(732,214)
Amounts due in more than one year, net	$ 72,986	$ 6,433,359

During the year ended December 31, 2025, management wrote off $4,000 of contributions receivable deemed uncollectable. In addition, management reduced the allowance for uncollectable contributions receivable by $5,168 based on current collection experience, subsequent receipts, and its evaluation of remaining outstanding receivables.

4. Contributions Receivable (continued)

During the year ended December 31, 2025, CSC recorded an allowance reclassification of $32,000 related to donor-restricted contributions receivable recognized in prior years. The reclassification relates to the provision for uncollectable contributions receivable and contribution receivable write-off presented as reductions of net assets with donor restrictions in the statement of activities and changes in net assets. The allowance is presented as a reduction of contributions receivable. In addition, CSC reversed $10,135 of an allowance for uncollectable contributions receivable that had been recorded in error. The correction is presented separately in the statement of functional expenses as allowance correction.

5. Investments

CSC has an investment committee which has the responsibility to oversee CSC's investment objectives, risk parameters, and investment performance. The committee routinely reviews investment performance and considers cash flows necessary to sustain CSC's operating activities in connection with CSC's overall investment strategy.

CSC's marketable investments are designated by the Board of Directors to function as a quasi-endowment. These amounts are not subject to donor-imposed restrictions and may be made available for operations or other purposes at the discretion of the Board. However, management considers the investments to be designated for long-term support of CSC's mission and programs. See Note 6 for additional information regarding the quasi-endowment and board-designated net assets.

CSC's investment in limited partnership consists of CSC's 1.2% ownership interest in a limited partnership. The investment represents an ownership interest in a portfolio of real estate properties and was received as a legacy gift. The investment does not provide CSC with significant influence over the financial or operating policies of the partnership and is therefore not accounted for under the equity method.

Investments consist of the following at December 31:

	2025	2024
Cash and sweep	**$ 73,564**	$ 44,687
U.S. Treasury money funds	**645,956**	-
Equities	**531,486**	490,650
Mutual funds	**1,840,931**	2,178,966
Exchange-traded funds	**1,358,160**	1,177,926
Real estate investment trusts (REITs)	**3,455**	3,795
Limited partnership	**363,706**	342,152
Total investments	**$ 4,817,258**	$ 4,238,176

Current investments of $4,453,552 and $3,896,024, respectively, and the noncurrent limited partnership investment of $363,706 and $342,152, respectively, are presented separately on the statement of financial position. Investments are reported at fair value in the accompanying financial statements. Investment income or loss, including realized and unrealized gains and losses, interest, dividends, and investment fees, is reported in the statement of activities and changes in net assets. See Note 8 for additional information regarding fair value measurements and the fair value hierarchy.

6. Board-Designated Net Assets

CSC's board-designated net assets consist of amounts designated by the Board of Directors for a quasi-endowment and an operating reserve. These amounts are classified as net assets without donor restrictions because they are not subject to donor-imposed restrictions. The Board of Directors may appropriate amounts from the quasi-endowment or operating reserve for operations or other purposes and may revise or remove the designations at its discretion. The quasi-endowment is intended to provide long-term support for CSC's mission and programs. The Board of Directors does not maintain a formal spending rate policy for the quasi-endowment. Appropriations from the quasi-endowment are authorized by the Board and are determined based on CSC's cash flow requirements, investment performance, and the long-term sustainability of the fund.

Board-designated net assets consisted of the following at December 31:

	2025	2024
Quasi-endowment	$ 4,453,552	$ 3,896,024
Operating reserve	149,637	508,708
Total board-designated net assets	$ 4,603,189	$ 4,404,732

Board-designated net assets are included in the accompanying statements of financial position as follows as of December 31:

	2025	2024
Investments	$ 4,453,552	$ 3,896,024
Cash and cash equivalents	149,637	508,708
Total board-designated net assets	$ 4,603,189	$ 4,404,732

7. Liquidity and Availability

The following table reflects CSC's financial assets available within one year of the statement of financial position date, reduced by amounts that are not available for general expenditures because of donor restrictions or Board designations. Financial assets are considered unavailable for general expenditures when they are subject to donor-imposed restrictions for specific purposes, designated by the Board for long-term purposes, or otherwise not expected to be used to meet general expenditures within one year.

	2025	2024
Cash and cash equivalents	**$ 7,251,221**	$ 7,473,327
Gross contributions receivable, current portion	**14,304,168**	7,267,432
Investments, current portion	**4,453,552**	3,896,024
Financial assets available within one year	**26,008,941**	18,636,783
Less: amounts not available to be used within one year:		
Current financial assets restricted for Lafayette campus development	**(21,207,217)**	(13,673,605)
Donor-restricted for programs	**(23,400)**	(49,302)
Board-designated investments	**(4,453,552)**	(3,896,024)
Board-designated cash and cash equivalents	**(149,637)**	(508,708)
Financial assets available to meet general expenditures within one year	**$ 175,135**	$ 509,144

7. Liquidity and Availability (continued)

Current financial assets restricted for the Lafayette campus development include cash and contributions receivable expected to be collected within one year that are restricted by donors for the Lafayette campus development and, therefore, are not available for general expenditures. The total donor-restricted resources related to the Lafayette campus development also include long-term contributions receivable and amounts already invested in construction in progress. Those amounts are excluded from the liquidity table because they are not financial assets available within one year, although the related donor restrictions remain in place until the Lafayette campus development is completed and placed in service.

CSC's current investments are designated by the Board of Directors to function as a quasi-endowment. Although these investments are not donor-restricted and may be made available for operations or other purposes at the discretion of the Board, they are excluded from financial assets available for general expenditures within one year because the Board has designated them for long-term support of CSC's mission and programs. CSC regularly monitors liquidity to manage operating needs, capital campaign commitments, and program obligations. As part of its liquidity management, CSC reviews cash flows, expected contributions, and available operating resources to ensure that general expenditures, liabilities, and other obligations are met as they come due.

8. Fair Value Measurements

Certain assets are reported at fair value on the financial statements. Fair value is the price that would be received to sell an asset at the measurement date under current market conditions regardless of whether that price is directly observable or estimated using another valuation technique. Inputs used to determine fair value refer broadly to the assumptions that market participants would use in pricing the asset, including assumptions about risk. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from sources independent of the reporting entity.

Unobservable inputs are inputs that reflect CSC's own assumptions about the assumptions market participants would use in pricing the asset based on the best information available. U.S. GAAP establishes a fair value hierarchy that prioritizes investments based on those assumptions.

The fair value hierarchy gives the highest priority to quoted prices in active markets (observable inputs) and the lowest priority to an entity's assumptions (unobservable inputs). CSC groups assets at fair value in three levels, based on the markets in which the assets and liabilities are traded and the reliability of the assumptions used to determine fair value. These levels are:

Level 1: Unadjusted quoted market prices for identical assets or liabilities in active markets as of the measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset, either directly or indirectly. These include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets in markets that are not active, inputs other than quoted prices that are observable for the asset, and market-corroborated inputs.

Level 3: Unobservable inputs that cannot be corroborated by observable market data. In these situations, inputs are developed using the best information available in the circumstances.

8. Fair Value Measurements (continued)

In some cases, the input used to measure the fair value of an asset may fall within more than one level of the fair value hierarchy. In those cases, the fair value measurement is classified in its entirety within the same level as the lowest level input that is significant to the measurement. The classification of an asset within the fair value hierarchy is based on the inputs used to value the asset and does not necessarily correspond to CSC's assessment of the quality, risk, or liquidity of the asset.

CSC's current investments are classified within Level 1 because they consist of equities, mutual funds, exchange-traded funds, and REITs with readily determinable fair values based on quoted prices in active markets or published redemption values. Money market mutual funds, including those classified as cash equivalents, are included in the fair value hierarchy tables below. Cash and brokerage sweep balances that are not measured at fair value are excluded from the fair value hierarchy tables.

The fair value of CSC's limited partnership investment is measured annually based on market appraisals provided by Sequoia Equities, which incorporate assumptions about comparable market properties, capitalization rates, and other unobservable inputs. The investment is not valued based on net asset value per share or unit. Accordingly, this investment is classified as a Level 3 fair value measurement within the fair value hierarchy.

The following table presents CSC's assets measured at fair value on a recurring basis at December 31, 2025:

	Total	Level 1	Level 2	Level 3
U.S. Treasury money funds	$ 6,582,430	$ 6,582,430	$ -	$ -
Equities	531,486	531,486	-	-
Mutual funds	1,840,931	1,840,931	-	-
Exchange-traded funds	1,358,160	1,358,160	-	-
REITs	3,455	3,455	-	-
Limited partnership	363,706	-	-	363,706
Total	$ 10,680,168	$ 10,316,462	$ -	$ 363,706

The following table presents CSC's assets measured at fair value on a recurring basis at December 31, 2024:

	Total	Level 1	Level 2	Level 3
U.S. Treasury money funds	$ 2,081,902	$ 2,081,902	$ -	$ -
Equities	490,650	490,650	-	-
Mutual funds	2,178,966	2,178,966	-	-
Exchange-traded funds	1,177,926	1,177,926	-	-
REITs	3,795	3,795	-	-
Limited partnership	342,152	-	-	342,152
Total	$ 6,275,391	$ 5,933,239	$ -	$ 342,152

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8. Fair Value Measurements (continued)

The following table presents changes in CSC's Level 3 investment measured at fair value on a recurring basis for the years ended December 31:

	2025	2024
Beginning balance	$ 342,152	$ 371,775
Change in fair value included in interest and investment income, net	21,554	(29,623)
Ending balance	$ 363,706	$ 342,152

9. Construction in Progress – Lafayette Campus Development

In 2016, CSC entered into an agreement to acquire approximately 5.75 acres of land in Lafayette, California as the site of its new permanent support center. During the year ended December 31, 2018, the land was received as an in-kind contribution and was capitalized at its appraised value.

Costs that are directly attributable to the acquisition, development, and construction of the Lafayette campus are capitalized as construction in progress. Costs related to fundraising, outreach, general planning, transition activities, or other activities that do not qualify for capitalization are expensed as incurred and are included in Lafayette campus development expenses in the statement of activities and changes in net assets and statement of functional expenses.

Amounts capitalized to the Lafayette New Center Development consisted of the following at December 31:

	2025	2024
Land	**$ 2,613,552**	$ 2,613,552
Professional services	**1,044,651**	791,093
Construction	**5,273,845**	752,781
Furniture and equipment	**315,715**	-
Permits, fees, and property taxes	**647,992**	127,010
Total Lafayette new center development	**$ 9,895,755**	$ 4,284,436

10. Property and Equipment

Property and equipment consist of the following at December 31:

	2025	2024
Land	**$ 253,969**	$ 253,969
Antioch Expansion	**-**	42,002
Building and improvements	**1,337,770**	1,337,770
Office furniture and equipment	**239,174**	229,768
Property and equipment, gross	**1,830,913**	1,863,509
Less: accumulated depreciation	**(1,307,118)**	(1,264,360)
Total property and equipment, net	**$ 523,795**	$ 599,149

10. Property and Equipment (continued)

Depreciation expense amounted to $42,758 and $45,800 for the years ended December 31, 2025 and 2024, respectively. During the year ended December 31, 2025, CSC evaluated costs previously capitalized related to the Antioch expansion project. Management determined that $32,596 of such costs no longer had future economic benefit and wrote off those amounts, which are included on the statement of functional expenses. The remaining $9,406 represented furniture and equipment that was transferred for use at the Walnut Creek campus and is included in office furniture and equipment at December 31, 2025.

11. Leases

CSC previously leased office and program space in Antioch, California under a long-term operating lease that was reflected on the statement of financial position as of December 31, 2024. During the year ended December 31, 2025, CSC entered into an agreement with the lessor to terminate the lease and made a final settlement payment of $45,242, which represented the settlement of remaining amounts due under the lease. In connection with the termination, CSC was released from its remaining obligations under the lease.

Accordingly, CSC derecognized the related operating lease right-of-use asset and lease liabilities during the year ended December 31, 2025. CSC recognized a loss on lease termination of $27,518, which is included in the statement of activities and changes in net assets for the year ended December 31, 2025. No operating lease right-of-use asset or related lease liability remained outstanding as of December 31, 2025.

12. Net Assets

Net assets without donor restrictions are available for use in general operations and are not subject to donor-imposed restrictions. Certain net assets without donor restrictions have been designated by the Board of Directors for specific purposes. See Note 6 for additional information regarding board-designated net assets.

Net assets without donor restrictions consisted of the following at December 31:

	2025	2024
Undesignated	**$ 4,315,849**	$ 5,319,245
Board-designated	**4,603,189**	4,404,732
Total net assets without donor restrictions	**$ 8,919,038**	$ 9,723,977

Net assets with donor restrictions consist of the following at December 31:

	2025	2024
Program	**$ 23,400**	$ 49,302
Capital Campaign: Lafayette Campus	**27,132,216**	21,035,860
Less: donor-restricted allowance for uncollectable contributions receivable	**(28,000)**	-
Less: discount on long-term contributions receivable	**(3,475)**	(732,214)
Total net assets with donor restrictions	**$ 27,124,141**	$ 20,352,948

12. Net Assets (continued)

The allowance presented represents the portion of the total allowance for uncollectable contributions receivable classified within net assets with donor restrictions. The remaining $1,944 of the allowance as of December 31, 2025 is reflected within net assets without donor restrictions. See Note 4.

Contributions that are donor-restricted for construction of the new Lafayette campus will be released from restriction when construction is complete and the Lafayette campus is placed into service. The Lafayette campus is currently under development and is expected to be placed into service during calendar year 2026.

13. Special Events

CSC held fundraising events during the years ended December 31, 2025 and 2024. CSC presents gross special event revenue on the statement of activities and changes in net assets, with the cost of direct donor benefits reported separately on the statement of functional expenses. Direct donor benefits represent actual costs incurred by CSC to provide meals, entertainment and other goods and services to attendees.

The following schedule presents the components of gross special event revenue and the related direct donor benefit costs for the years ended December 31:

	2025	2024
Ticket sales, sponsorships, and other contributions	**$ 1,020,072**	$ 804,300
Less: cost of direct donor benefits	**(174,642)**	(195,130)
Special events revenue, net of direct donor benefit costs	**$ 854,430**	$ 609,170

14. Revenue Concentration

During the years ended December 31, 2025 and 2024, approximately 53% and 22%, respectively, of CSC's total revenue and support was provided by anonymous donors. Such support related primarily to the Lafayette center project.

15. Related Party Transactions

In compliance with *ASC 850, Related Party Disclosures*, CSC has evaluated its related party transactions. Certain board members made monetary contributions totaling $146,933 and $224,947 during the years ended December 31, 2025 and 2024, respectively. These amounts are included with individual contributions on the statement of activities and changes in net assets. As of December 31, 2025, gross contributions receivable from board members totaled $123,024 and are included in contributions receivable, net, on the statement of financial position.

Notes to Financial Statements
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16. Retirement Plan

CSC offers employees the opportunity for participation in a salary reduction retirement plan qualified under Internal Revenue Code Section 401(k). The plan has certain eligibility requirements (such as age and length of service requirements) and accepts rollover contributions, allows distributions, and offers a loan option. At its discretion, CSC may make matching employer contributions to the Plan, but is not required to do so. During the year ended December 31, 2025, CSC did not make any contributions to the Plan. During the year ended December 31, 2024, CSC made contributions totaling $29,020 to the Plan.

17. Commitments and Contingencies

In the normal course of business, CSC could be subject to certain commitments and contingencies which might not be fully reflected in the financial statements. Such commitments and contingencies also include risks associated with various economic and operating factors, which include (a) grant restrictions and donor conditions which obligate CSC to fulfill certain requirements as set forth in grant instruments, (b) funding levels which vary based on factors beyond CSC's control, such as generosity of donors and general economic conditions, (c) employment contracts and service agreements with outside contractors, and (d) financial risks associated with funds on deposit at bank accounts. Management believes such commitments or contingencies have been properly addressed, appropriate amounts have been accrued (where necessary), and there will not be any resolution with a material adverse effect on the financial statements. Certain of the grants and contracts (including current and prior costs) are subject to audit and final acceptance by the granting agencies.

As of December 31, 2025, CSC had no material unconditional construction commitments related to the Lafayette campus beyond amounts accrued in the accompanying financial statements.

18. Subsequent Events

In compliance with *ASC 855, Subsequent Events*, CSC has evaluated subsequent events through May 13, 2026, the date the financial statements were available to be issued. In the opinion of management, there are no subsequent events which necessitate disclosure.