Ukrainian American House

Financial Statements and Independent Auditor's Report
For the Year Ended December 31, 2024

E.G. SANCHEZ
&
ASSOCIATES
An Accountancy Corporation

Ukrainian American House

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To the Board of Directors of
Ukrainian American House
Rancho Cordova, California

Opinion

We have audited the accompanying financial statements of Ukrainian American House (a nonprofit organization), which comprise the statement of financial position as of December 31, 2024, and the related statements of activities 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 Ukrainian American House as of December 31, 2024, 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 Ukrainian American House 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 Ukrainian American House'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.

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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 Ukrainian American House'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 Ukrainian American House'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.

E.G. Sanchez & Associates, CPAs, APC

E.G. Sanchez & Associates, CPAs, APC
Murrieta, California
August 19, 2025

UKRAINIAN AMERICAN HOUSE
STATEMENT OF FINANCIAL POSTION
December 31, 2024

		2024
ASSETS		
Current assets:		
Cash and cash equivalents	$	77,950
Accounts receivable, net of allowance for bad debt of zero		102,463
Total current assets		180,413
Property and equipment, net		4,855
Total assets	$	185,268
LIABILITIES AND NET ASSETS		
Current liabilities:		
Accounts payable	$	20,036
Accrued liabilities		23,716
Total current liabilities		43,752
Total Liabilities		43,752
Net Assets:		
Without donor restrictions: Undesignated		119,426
With donor restrictions		22,090
Total Net Assets		141,516
Total Liabilities and Net Assets	$	185,268

See independent auditor's report and notes to the financial statements.

UKRAINIAN AMERICAN HOUSE
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2024

	2024		
	Without Donor Restrictions	With Donor Restrictions	Total
Revenues and Other Support			
Program revenue	$ 8,875	$ -	$ 8,875
Direct public support	124,515	178,230	302,745
Grants	-	449,962	449,962
Event revenues	-	-	-
Total Revenues and Other Support	133,390	628,192	761,582
Expenses			
Program Services:			
Humanitarian, economical and social aid	97,142	586,373	683,515
Supporting Services:			
Management and general	9,560	102,114	111,674
Fundraising expenses	-	-	-
Total Expenses	106,702	688,487	795,189
Change in Net Assets from Ongoing Operations	26,688	(60,295)	(33,607)
Other income/(expense):			
Interest income	3,042	-	3,042
Total Other income/(expense):	3,042	-	3,042
Change in Net Assets	29,730	(60,295)	(30,565)
Net Assets			
Beginning of the year	89,696	82,385	172,081
End of the year	$ 119,426	$ 22,090	$ 141,516

See independent auditor's report and notes to the financial statements.

UKRAINIAN AMERICAN HOUSE
STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2024

		2024
CASH FLOWS TO (FROM) OPERATING ACTIVITIES:		
Change in net assets	$	(30,565)
Adjustments to reconcile net assets to net cash from operations:		
Depreciation		2,241
(Increase) decrease in assets:		
Accounts receivable		(102,463)
Increase (decrease) in liabilities:		
Accounts payable		8,436
Accrued liabilities		4,661
NET CASH PROVIDED BY OPERATING ACTIVITIES		(117,690)
CASH FLOWS TO (FROM) INVESTING ACTIVITIES:		
Purchases of property plant and equipment		-
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES		-
CASH FLOWS (TO) FROM FINANCING ACTIVITIES:		
-		-
NET CASH USED IN FINANCING ACTIVITIES		-
NET INCREASE (DECREASE) IN CASH		(117,690)
CASH AT BEGINNING OF YEAR		195,640
CASH AT END OF YEAR	$	77,950
SUPPLEMENTAL CASH FLOW INFORMATION:		
Interest paid	$	-

See independent auditor's report and notes to the financial statements.

UKRAINIAN AMERICAN HOUSE
STATEMENT OF FUNCTIONAL EXPENSE
For the Year Ended December 31, 2024

	2024			
	Program Services	Supporting Services		
	Humanitarian, Ecomical and Social Aid	Management and General	Fundraising	Total Expenses
Expenses				
Personal Expenses				
Consultants	$ 15,771	$ 15,770	$ -	$ 31,541
Salaries and wages	269,468	67,367	-	336,835
Payroll taxes	22,502	5,626	-	28,128
Total personal expenses	307,741	88,763	-	396,504
Other Expenses				
Advertising and marketing	1,921	1,921	-	3,842
Bank charges	1,808	1,808	-	3,616
Charitable donations	11,478	-	-	11,478
Community events	85,721	-	-	85,721
Depreciation	1,121	1,120	-	2,241
Humanitarian goods and services	261,119	-	-	261,119
Office expenses	12,606	12,607	-	25,213
Professional fees	-	5,455	-	5,455
Schlarships	-	-	-	-
Totals	$ 683,515	$ 111,674	$ -	$ 795,189

See independent auditor's report and notes to the financial statements.

1. NATURE OF ACTIVITIES AND SUMMARY OF SIGNIGFICANT ACCOUNTING POLICIES

Nature of Activities

Ukrainian American House (the "Organization") is a nonprofit public benefit organization, incorporated in 2018. The specific and primary purpose and mission of the Organization is to make an impact in promoting relationships between Ukraine and the United States in the humanitarian, economic, cultural, educational, social, and political spheres.

As of February 24, 2024, our mission has been focused on the Ukraine Relief project to provide Ukrainians with everything necessary during their liberation struggle for independence. Our daily efforts are directed at supporting the Ukrainian people, developing the Ukrainian American partnership, and creating new opportunities for cooperation between Ukraine and the USA.

Basis of presentation and Accounting

The financial statements of the Organization have been prepared on the accrual basis in accordance with accounting principles generally accepted in the United States of America. The financial statements are presented in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958 dated August 2016, and the provisions of the American Institute of Certified Public Accountants (AICPA) "Audit and Accounting Guide for Not-for-Profit Organizations" (the "Guide"). ASC 958-205 was effective January 1, 2018 and addresses general-purpose external financial statements appropriate for not-for-profit organizations.

Under the provisions of the ASC 958-205, net assets and revenues, and gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization and changes therein are classified as follows:

> **Net assets without donor restrictions:** Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. The Organization's board may designate assets without restrictions for specific operational purposes from time to time.
>
> **Net assets with donor restrictions:** Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met either by the actions of the not-for-profit organization to satisfy a particular purpose restriction, or by the passage of time. Some donor restrictions are perpetual (or permanent) in nature, whereby the donor has stipulated the funds be maintained in perpetuity, whereby the corpus of the donation must remain unspent.

1. NATURE OF ACTIVITIES AND SUMMARY OF SIGNIGFICANT ACCOUNTING POLICIES (continued)

New Accounting Pronouncement

In August 2016, FASB issued Accounting Standards Update (ASU) 2016-14, Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities, which makes several changes to the current reporting model for Not-for-Profit entities (NFPs). The standard is effective for fiscal years beginning after December 15, 2017. The ASU has been applied retrospectively to all periods presented. A summary of the most significant changes includes:

Net Asset Categories: As opposed to three classes of net assets, the new reporting standard presents two classes of net assets: those with donor-imposed restrictions and those without. Details of restrictions on use of resources will be presented in the notes. Any board designation of net assets must also be presented disclosed.

Liquidity and Availability of Resources: Not-for-profit organizations must provide information about the liquidity of assets or maturity of liabilities, including the effects of restrictions and internal appropriations, by:

- Ordering assets according to nearness of conversion to cash and liabilities according to nearness of use of cash due to maturity.
- Classifying assets and liabilities as current and noncurrent.
- Disclosing any additional information regarding liquidity or maturity of assets and liabilities.

Also, qualitative and quantitative information about the management of liquid resources to meet cash needs for general expenditures within one year of the date of the statement of financial position must be disclosed.

Expense Reporting: According to ASU 2016-14, all not-for-profit organizations must now disclose information as to the nature and function of expenses. Natural classifications must be disclosed separately from functional classifications.

Statement of Cash Flows: Prior to the implementation of ASU 2016-14, if the direct method of presenting the statement of cash flows was used, there was a requirement to also disclose the indirect method. That requirement no longer exists. There are no other changes as to the classification of cash flows by operating, investing and financing categories.

Investment Return: Gross investment revenues (dividends, interest, gains/losses) must now be reported net of related expenses (internal and external) on the face of the Statement of Activities.

1. NATURE OF ACTIVITIES AND SUMMARY OF SIGNIGFICANT ACCOUNTING POLICIES (continued)

Revenue Recognition
The Organization has also adopted FASB ASC 958-605. The "Contributions Received" subsections of that standard provides guidance for contributions of cash and other assets received, including promises to give. Contributions, including sponsorships, are recognized as revenue at the earlier of the period promised or earned and received. Contributions received with the presence of donor-imposed restrictions are reported in the Statement of Activities in the column 'with donor restrictions,' subject to time, purpose or other conditionality. Once restrictions have been satisfied, amounts are reclassified to 'without donor restrictions.' If donor-imposed restrictions are satisfied within the same accounting period as revenue is earned, the Organization's policy is to present the amounts as without donor restrictions. Grants are recognized during the period the contract is entered and related services have been performed. Program fees and events revenues are recognized upon completed services performed.

Donated Materials and Supplies
Donated materials and supplies are recorded as contributions at their estimated fair market value, in accordance with FASB ASC 958-605-30, at the date the contribution is made. Such donations are reported as increases in net assets without donor restrictions unless the donor has restricted the donated asset to a specific purpose.

Contributed Services
The Organization follows the recognition criteria for contributed services as stated in FASB ASC 958-605-25. During the year ended December 31, 2024, the value of contributed services meeting the requirements for recognition in the financial statements was not material and has not been recorded. In addition, many individuals volunteer their time and perform a variety of tasks that assist the Organization, but these services do not meet the criteria for recognition as contributed services.

Estimates
The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Fair Value Measurements
In accordance with fair value measurements, as stated in FASB ASC 820, the Organization categorizes its assets and liabilities measured at fair value into a three-level hierarchy based on the priority of the inputs to the valuation technique used to determine 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 in the determination of the fair value measurement fall within different levels of the hierarchy, the categorization is based on the lowest level input that is significant to the fair value measurement.

Financial assets and liabilities recorded on the statement of financial position are categorized based on the inputs to the valuation techniques as follows:

1. NATURE OF ACTIVITIES AND SUMMARY OF SIGNIGFICANT ACCOUNTING POLICIES (continued)

Fair Value Measurements (continued)

Level 1 – Inputs that reflect unadjusted quoted prices in active markets for identical investments, such as stocks, corporate and government bonds. The Organization has the ability to access the holding and quoted prices as of the measurement date.

Level 2 – Inputs, other than quoted prices, that are observable for the asset or liability either directly or indirectly, including inputs from markets that are not considered to be active.

Level 3 – Inputs that are unobservable. Unobservable inputs reflect the Organization's own assumptions about the factors market participants would use in pricing an investment, and is based on the best information available in the circumstances.

Cash and Cash Equivalents
The Organization considers cash on hand, certificates of deposit with original maturity dates of three months or less at the date of investment, as well as money market funds and other similar instruments readily convertible to cash to be cash and cash equivalents.

Custodial Credit Risk

The Organization maintains its cash at several financial institutions. Cash balances are insured up to $250,000 by the Federal Deposit Insurance Corporation (FDIC). At various times during the year, the amount on deposit with a single financial institution may exceed federal depository insurance limits and be exposed to custodial credit risk.

Promises to Give
Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Donor-restricted contributions are reported as increases in net assets with donor restrictions depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

Income Taxes
The Organization is a non-profit public-benefit corporation and has been recognized as tax-exempt pursuant to Section 501(c)(3) of the Internal Revenue Code and Section 23701d of the California Revenue and Taxation Code. Accordingly, no provision has been made for income taxes. Management has evaluated its tax positions and the certainty as to whether those positions will be sustained in the event of an audit by taxing authorities at the federal and state levels.

1. NATURE OF ACTIVITIES AND SUMMARY OF SIGNIGFICANT ACCOUNTING POLICIES (continued)

The primary tax positions evaluated are related to the Organization's continued qualification as a tax-exempt organization and whether there are unrelated business income activities conducted that would be taxable. Management has determined that all income tax positions are more likely than not of being sustained upon potential audit or examination; therefore, no disclosures of uncertain income tax positions are required. The Organization files informational returns in the U.S. federal jurisdiction and the state of California.

Functional Expenses
The financial statements report certain categories of expenses that are attributable to more than one program or supporting function, as shown in the Statement of Functional Expenses. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. Such allocations are determined by management on an equitable basis. The expenses that are allocated include the following:

Expenses	Method of Allocation
Consultants	Time and effort
Advetising and marketing	Time and effort
Supplies	Time and effort
Depreciation	Time of use

2. LIQUIDITY AND AVAILABLE RESOURCES

The Organization's financial assets available within one year of the Statement of Financial Position date for general expenditure are as follows:

	2024
Cash and cash equivalents	$ 77,950
Financial assets available within on year	$ 180,413

The Organization's policy for liquidity management requires that it structure its financial assets to be available as its general expenditures, liabilities and other obligations come due. Cash in excess of daily requirements is invested in short-term investments. The amounts above have been reduced by amounts not available for general use because of the donor-imposed restrictions within one year of the financial statement date.

3. CASH AND CASH EQUIVALENTS

Cash and cash equivalents at December 31, 2024, consist of the following:

		2024
Cash and cash equivalents	$	77,950
Total	$	77,950

4. PROPERTY AND EQUIPMENT

Property and equipment at December 31, 2024, consist of the following:

		2024
Computers & Equipment	$	11,204
Total property and equipment, at cost		11,204
Less: accumulated depreciation		(6,349)
	$	4,855

Depreciation expense of $1,867 is allocated to the animal services program activities based on percentage time of use dedicated to each function in December 31, 2024.

5. NET ASSETS

Donor-restricted net assets at December 31, 2024, were $82,385.

6. ACCRUED LIABILITIES

Accrued liabilities at December 31, 2024, consist of the following:

		2024
Accrued salaries and wages	$	22,187
Accrued credit cards		1,529
	$	23,716

7. SUBSEQUENT EVENTS

Events subsequent to December 31, 2024, have been evaluated through August 19, 2025, the date at which the Organization's audited financial statements were available to be issued. No events requiring disclosures have occurred through this date.