

RUSHMORE CONSUMER CREDIT RESOURCE CENTER
FINANCIAL STATEMENTS AND INDEPENDENT AUDITOR'S REPORT
DECEMBER 31, 2025 AND 2024

RUSHMORE CONSUMER CREDIT RESOURCE CENTER

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Rushmore Consumer Credit Resource Center
Rapid City, South Dakota

Opinion

We have audited the accompanying financial statements of Rushmore Consumer Credit Resource Center (the Organization), which comprise the statements of financial position as of December 31, 2025 and 2024, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the years 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 the Organization as of December 31, 2025 and 2024, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits 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 the Organization and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the 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 the Organization's ability to continue as a going concern within one year after the date that the financial statements were 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 there 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, including omissions, 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.

Rushmore Consumer Credit Resource Center

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 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 the Organization'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 the Organization'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 other internal control matters that we identified during the audit.



KETEL THORSTENSON, LLP
Certified Public Accountants

June 10, 2026

RUSHMORE CONSUMER CREDIT RESOURCE CENTER

**STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2025 AND 2024**

ASSETS	2025	2024
Current Assets		
Cash and Cash Equivalents	\$ 186,498	\$ 196,107
Certificates of Deposit	837,849	1,176,371
Accounts Receivable	1,509	3,679
Promises to Give - Grants	50,397	57,423
Prepaid Expenses	3,525	2,467
Inventory	21,017	14,109
Total Current Assets	1,100,795	1,450,156
Property and Equipment		
Equipment	48,454	45,325
Less Accumulated Depreciation	44,159	42,992
	4,295	2,333
Other Assets		
Investments	355,011	-
Operating Lease Right-of-Use Asset	28,373	53,365
Finance Lease Right-of-Use Asset	4,703	8,466
Restricted Cash	4,060	4,060
	392,147	65,891
TOTAL ASSETS	\$ 1,497,237	\$ 1,518,380
LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts Payable	\$ 5,579	\$ 7,479
Accrued Payroll, Taxes, and Benefits	23,753	30,298
Current Portion of Operating Lease Liability	27,184	25,221
Current Portion of Finance Lease Liability	3,889	3,718
Total Current Liabilities	60,405	66,716
Long-Term Obligations		
Operating Lease Liability, Net of Current Portion	2,360	29,510
Finance Lease Liability, Net of Current Portion	1,000	4,889
Total Long-Term Obligations	3,360	34,399
Total Liabilities	63,765	101,115
Net Assets		
Without Donor Restrictions		
Board Designated - Reserve for General Operations and Expansion	442,995	419,751
Board Designated - Program Sustainment	434,000	434,000
Invested in Equipment and Leases, Net of Related Obligations	2,938	826
Undesignated	541,562	550,294
Total Without Donor Restrictions	1,421,495	1,404,871
With Donor Restrictions	11,977	12,394
Total Net Assets	1,433,472	1,417,265
TOTAL LIABILITIES AND NET ASSETS	\$ 1,497,237	\$ 1,518,380

The accompanying notes are an integral part of these statements.

RUSHMORE CONSUMER CREDIT RESOURCE CENTER

**STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2025**

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues and Support			
Government Grants	\$ 177,460	\$ -	\$ 177,460
Education Programs and Product Sales, Net of Cost of Sales of \$12,946	77,694	-	77,694
Net Investment Return	51,253	-	51,253
Other Grants and Contributions	34,072	19,000	53,072
Debt Management Program	44,193	-	44,193
Net Assets Released from Restrictions	19,417	(19,417)	-
Total Revenues and Support	404,089	(417)	403,672
Expenses			
<i>Program Services:</i>			
Counseling and Debt Management	296,189	-	296,189
Education Programs	28,327	-	28,327
<i>Supporting Services:</i>			
Management and General	62,949	-	62,949
Total Functional Expenses	387,465	-	387,465
Change in Net Assets	16,624	(417)	16,207
Net Assets -- Beginning of Year	1,404,871	12,394	1,417,265
Net Assets -- End of Year	\$ 1,421,495	\$ 11,977	\$ 1,433,472

The accompanying notes are an integral part of this statement.

RUSHMORE CONSUMER CREDIT RESOURCE CENTER

**STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2024**

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues and Support			
Gain on Sale of Property	\$ 461,954	\$ -	\$ 461,954
Government Grants	165,964	-	165,964
Education Programs and Product Sales, Net of Cost of Sales of \$9,138	82,068	-	82,068
Net Investment Return	47,936	-	47,936
Other Grants and Contributions	41,821	20,000	61,821
Debt Management Program	40,414	-	40,414
Lease Income	1,518	-	1,518
Net Assets Released from Restrictions	16,373	(16,373)	-
Total Revenues and Support	858,048	3,627	861,675
Expenses			
<i>Program Services:</i>			
Counseling and Debt Management	237,703	-	237,703
Education Programs	29,236	-	29,236
<i>Supporting Services:</i>			
Management and General	85,003	-	85,003
Total Functional Expenses	351,942	-	351,942
Change in Net Assets	506,106	3,627	509,733
Net Assets -- Beginning of Year	898,765	8,767	907,532
Net Assets -- End of Year	\$ 1,404,871	\$ 12,394	\$ 1,417,265

The accompanying notes are an integral part of this statement.

RUSHMORE CONSUMER CREDIT RESOURCE CENTER

**STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2025**

	Program Services		Supporting Services	Total
	Counseling and Debt Management	Education Programs	Management and General	Expenses
Salaries	\$ 176,545	\$ 17,486	\$ 25,651	\$ 219,682
Fringe Benefits	15,047	1,505	2,257	18,809
Payroll Taxes	12,995	1,299	1,949	16,243
Total Payroll Expenses	204,587	20,290	29,857	254,734
Outside Services	13,626	946	21,367	35,939
Occupancy	24,953	2,495	3,743	31,191
Information Technology	13,683	1,368	2,053	17,104
Office	8,919	1,310	3,255	13,484
Production Costs and Fees	4,479	8,467	-	12,946
Insurance	10,151	1,015	1,523	12,689
Dues	8,271	240	-	8,511
Travel	6,005	-	-	6,005
Depreciation and Amortization	3,695	370	865	4,930
Miscellaneous	934	251	13	1,198
Training	740	-	203	943
Interest	355	42	70	467
Individual Grants	270	-	-	270
Total Expenses	300,668	36,794	62,949	400,411
Less Cost of Products Sold	(4,479)	(8,467)	-	(12,946)
Total Functional Expenses	\$ 296,189	\$ 28,327	\$ 62,949	\$ 387,465

The accompanying notes are an integral part of this statement.

RUSHMORE CONSUMER CREDIT RESOURCE CENTER

**STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2024**

	<u>Program Services</u>		<u>Supporting Services</u>	<u>Total</u>
	<u>Counseling and Debt Management</u>	<u>Education Programs</u>	<u>Management and General</u>	<u>Expenses</u>
Salaries	\$ 139,544	\$ 15,505	\$ 38,762	\$ 193,811
Fringe Benefits	6,142	682	1,706	8,530
Payroll Taxes	10,409	1,157	2,998	14,564
Total Payroll Expenses	156,095	17,344	43,466	216,905
Outside Services	5,122	2,389	23,656	31,167
Occupancy	22,218	2,464	6,324	31,006
Information Technology	12,821	1,424	4,842	19,087
Office	5,857	4,132	2,563	12,552
Production Costs and Fees	-	9,138	-	9,138
Insurance	9,291	1,032	2,581	12,904
Dues	14,176	107	-	14,283
Travel	2,497	-	-	2,497
Depreciation and Amortization	5,678	317	793	6,788
Miscellaneous	1,014	-	425	1,439
Training	1,280	-	286	1,566
Interest	248	27	67	342
Advertising	866	-	-	866
Individual Grants	540	-	-	540
Total Expenses	237,703	38,374	85,003	360,540
Less Cost of Products Sold	-	(9,138)	-	(9,138)
Total Functional Expenses	\$ 237,703	\$ 29,236	\$ 85,003	\$ 351,402

The accompanying notes are an integral part of this statement.

RUSHMORE CONSUMER CREDIT RESOURCE CENTER

**STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2025 AND 2024**

	2025	2024
Cash Flows From Operating Activities		
Change in Net Assets	\$ 16,207	\$ 509,733
<i>Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:</i>		
Gain on Disposal of Property	-	(461,954)
Net Realized and Unrealized Investment Loss	1,358	-
Depreciation and Amortization	4,930	6,788
<i>Working Capital Changes Increasing (Decreasing) Cash:</i>		
Accounts Receivable	2,170	(2,263)
Promises to Give - Grants	7,026	(20,695)
Prepaid Expenses	(1,058)	(1,672)
Inventory	(6,908)	5,354
Accounts Payable	(1,900)	886
Accrued Payroll, Taxes, and Benefits	(6,545)	6,173
Other Accrued Liabilities	-	(583)
Tenant Security Deposit	-	(3,200)
Net Change in Operating Right-of-Use Asset and Lease Liability	(195)	1,366
Net Cash Provided by Operating Activities	15,085	39,933
Cash Flows From Investing Activities		
Purchases of Equipment	(3,129)	(4,870)
Purchases of Investments	(356,369)	-
Proceeds from Disposal of Property	-	1,204,847
Purchases of Certificates of Deposit	-	(1,011,971)
Sales of Certificates of Deposit	385,941	-
Reinvested Earnings in Certificates of Deposit	(47,419)	(47,052)
Net Cash Provided by (Used in) Investing Activities	(20,976)	140,954
Cash Flows From Financing Activities		
Repayments of Finance Lease Liability	(3,718)	(4,532)
Repayments of Long-Term Debt	-	(182,391)
Net Cash Used in Financing Activities	(3,718)	(186,923)
Decrease in Cash and Cash Equivalents and Restricted Cash	(9,609)	(6,036)
Cash and Cash Equivalents and Restricted Cash -- Beginning of Year	200,167	206,203
Cash and Cash Equivalents and Restricted Cash -- End of Year	\$ 190,558	\$ 200,167

See Note 8 for Supplemental Cash Flow Information

The accompanying notes are an integral part of these statements.

RUSHMORE CONSUMER CREDIT RESOURCE CENTER

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2025 AND 2024

(1) Nature of Operations and Summary of Significant Accounting Policies

Nature of Operations

Rushmore Consumer Credit Resource Center (the Organization) is a not-for-profit organization located in Rapid City, South Dakota. Programs are conducted under two divisions: Consumer Credit Counseling Service (CCCS) and the American Center for Credit Education (ACCE). CCCS was established to help the community and surrounding areas overcome financial obstacles and achieve financial goals by offering a variety of financial counseling classes and debt management programs in South Dakota, Nebraska, North Dakota, and Wyoming. ACCE was established to develop and publish printed, online, and mobile financial education and counseling programs used by organizations across the country.

The majority of the Organization's revenue is derived from grants, contributions, and fees for education programs and product sales. The credit counseling industry is impacted by the overall health of the nation's economy. Economic recessions can lead to an inability to pay bills, thus increasing the need for credit counseling and debt management services. Conversely, a strong economy causes a decrease in demand for such services.

Use of Estimates

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

Basis of Accounting and Financial Statement Presentation

The financial statements are prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. The Organization records resources for accounting and reporting purposes based on the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net Assets with Donor Restrictions – Net assets of the Organization that are subject to donor-imposed restrictions (donors include other types of contributors, including makers of certain grants). Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both. All amounts that originate and expire in the same fiscal year are reported as net assets without donor restrictions.

Net Assets without Donor Restrictions – Net assets of the Organization that are not subject to donor-imposed restrictions and are available for general operations. The Board of Directors has designated certain net assets without donor restrictions for a specific purpose.

Cash and Cash Equivalents

Cash and cash equivalents consist of bank checking, savings, and money market accounts that are insured by the Federal Deposit Insurance Corporation. For financial statement purposes, the Organization considers all highly liquid investments with an original maturity of three months or less to be cash equivalents. Cash allocated to the investment portfolio as part of the Organizations investment strategy is reported as investments. The Organization's cash balances may at times exceed federally insured limits; however, management has not experienced any losses in such accounts and does not believe the Organization is exposed to any significant credit risk.

RUSHMORE CONSUMER CREDIT RESOURCE CENTER

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2025 AND 2024

(1) Nature of Operations and Summary of Significant Accounting Policies

Restricted Cash

Restricted cash represents amounts received from United Way for the Organization's Match Savings program (Note 5). Restricted cash totaled \$4,060 at both December 31, 2025 and 2024.

Certificate of Deposit

Certificates of deposit at financial institutions are carried at cost plus accrued interest. At December 31, 2025, certificates of deposit have interest rates ranging from 4.00 to 4.25 percent and maturity dates ranging from March to September 2026. Interest earned is included in net investment return in the statements of activities and changes in net assets.

Inventory

Inventory, consisting of books and other educational materials for sale, is valued at average cost.

Property and Equipment

Property and equipment purchases over \$1,000 are capitalized at cost. Maintenance and repairs are expensed as incurred, and major improvements are capitalized. Donated property and equipment is stated at fair market value at the date of the donation. Depreciation is provided for on a straight-line basis over a 5-7 year estimated useful life.

On February 13, 2024, the Organization sold its building to an unrelated party for \$1,285,000. The sale resulted in a \$461,954 gain recorded on the statement of activities and changes in net assets. A member of the Board of Directors is related to a principal of the real estate agency used to broker the sale.

As part of the sale agreement, leases in which the Organization is lessor were fully assigned to the buyer. In addition, the Organization entered into an agreement with the buyer to lease back several offices within the building.

Investments and Fair Value

The Organization accounts for investments at fair market value with changes in fair market value accounted for in the statements of activities and changes in net assets. Net investment return consists of realized and unrealized gains and losses, interest and dividend income and external investment expenses. Realized gains and losses are determined on a specific identify basis. Amounts are recorded as net assets without donor restrictions unless such amounts are restricted by the donor.

Fair value is defined as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. Fair value measurements are classified according to a three-level fair value hierarchy based on the quality of inputs used to measure fair value. The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques maximize the use of relevant observable inputs and minimize the use of unobservable inputs.

RUSHMORE CONSUMER CREDIT RESOURCE CENTER

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2025 AND 2024

(1) Nature of Operations and Summary of Significant Accounting Policies

Investments and Fair Value

The three levels of the fair value hierarchy are defined as follows:

- Level One: Observable inputs such as quoted market prices for identical assets or liabilities in active markets. These are highly liquid and actively traded instruments.
- Level Two: Inputs include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in inactive markets, and inputs that are derived principally from or corroborated by observable market data either directly or indirectly for substantially the full term of the instrument. These are traded less frequently than exchange-traded instruments and are typically valued using third-party brokerage services.
- Level Three: Inputs are based on prices or valuation techniques that are unobservable. These typically require significant management judgment or estimation.

In general, investments are exposed to various risks, such as interest rate, credit, and overall market volatility risk. Due to the level of risk associated with certain investments, it is reasonably possible that changes in the values of the investments will occur in the near term and that such changes could materially affect the investments and the amounts reported.

Leases - Lessee

The Organization determines if an arrangement is or contains a lease at inception or modification of the agreement. The right-of-use assets and lease liabilities primarily relate to office facilities and office equipment used in operations. Certain leases include one or more options to renew or terminate. The exercise of lease renewal, termination and purchase options is at management's discretion, and these options are included in the expected lease term if they are reasonably certain of being exercised. None of the Organization's lease agreements contain material residual value guarantees, restrictions or covenants.

For leases with terms greater than 12 months or that contain a purchase option that is reasonably certain to be exercised, a right-of-use (ROU) asset and lease liability is recognized based on the present value of the future minimum lease payments over the lease term. The Organization has elected to use the risk-free interest rate for all asset classes to determine the lease present value when the implicit rate is not readily determinable. The initial measurement of the ROU asset also includes any initial direct costs and lease prepayments, net of lease incentives received. Leases are classified as either finance or operating leases. This classification dictates whether lease expense is recognized based on an effective interest method or on a straight-line basis over the term of the lease, respectively.

Leases with terms of 12 months or less or that are cancelable by the lessee and lessor without significant penalties, are not capitalized as right-of-use assets and lease liabilities, but are expensed on a straight-line basis over the lease term. The majority of the Organization's short-term leases relate to office facilities. These leases are entered into at periodic rental rates for an unspecified duration and typically have a termination for convenience provision.

Revenue Recognition

Educational Programs and Product Sales:

The Organization provides counseling services and sells printed, online and mobile courses and books to other agencies. Fees are based on contracted amounts, fee schedules, and licensing agreements, as applicable. Performance obligations are satisfied at the point in time the service or class is provided, the book is shipped, or the online/mobile material is provided. Revenue is recognized when the performance obligation is met.

RUSHMORE CONSUMER CREDIT RESOURCE CENTER

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2025 AND 2024

(1) Nature of Operations and Summary of Significant Accounting Policies

Revenue Recognition

Debt Management Program:

When a client contacts the Organization for assistance with a debt payment plan, the Organization is responsible for providing credit counseling to each eligible client, collecting information, completing and executing a debt management program contract, and delivering the information to a third-party nonprofit debt management organization. A one-time fee is charged to clients for this service, and revenue is recognized at the time the information is submitted. In addition, the Organization has an agreement with this third party to provide continued counseling for the clients. Flat monthly fees are received, and revenue for this stand-ready obligation is recognized each month under the contract terms.

Contributions, Grants and Promises to Give:

Unconditional contributions of cash are recognized as revenue in the period promised at their fair values. Grants are received from both government and private sources. Each grant is analyzed to determine whether it is deemed an exchange transaction (where both the grantee and grantor receive commensurate benefits) or a contribution. All grants received in 2025 and 2024 were deemed to be contributions. Unconditional promises to give are recognized upon donor or grantor notification. All amounts due at December 31, 2025 and 2024, are short-term and due from granting agencies. Based on management's judgment and subsequent collections, all are considered collectible, resulting in no allowance for uncollectible amounts. Contributions are distinguished between those that increase net assets with and without donor restriction. Conditional promises to give – that is, those with a measurable performance or other barrier and a right of return – are not recognized until the conditions on which they depend have been met.

Functional Allocation of Expenses

The costs of providing various programs and other activities have been summarized on a functional basis in the Statements of Activities and Changes in Net Assets. The Statements of Functional Expenses present the natural classification detail of expenses by function. Certain expenses can be directly allocated to program or supporting functions. Most categories of expenses are attributable to more than one program or supporting function and require allocation on a reasonable basis that is consistently applied. Accordingly, those costs have been allocated among program and management and general activities based on the time spent on each function. No significant fundraising activities occurred in 2025 or 2024.

Federal Income Tax

The Organization qualifies as an exempt organization under Section 501(c)(3) of the Internal Revenue Code under a group ruling issued by the Internal Revenue Service. In addition, the Organization is not considered a "private foundation" within the meaning of Section 509(a) of the Internal Revenue Code. As such, no federal income tax is paid unless net income is derived from activities that are unrelated to their exempt activities. No such activities are conducted.

At December 31, 2025 and 2024, the Organization believes there are no significant uncertain tax positions or liabilities, or interest and penalties associated with uncertain tax positions.

Reclassifications

Certain items in the 2024 statement of financial position have been reclassified to conform to the 2025 presentation with no effect on previously reported net assets

RUSHMORE CONSUMER CREDIT RESOURCE CENTER

**NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024**

(1) Nature of Operations and Summary of Significant Accounting Policies

Subsequent Events

Subsequent events have been evaluated through June 10, 2026, the date which the financial statements were available to be issued.

(2) Investments and Fair Value Measurements

The following table sets forth by level, within the fair value hierarchy, the Organization's assets at fair value on a recurring basis as of December 31, 2025.

	Level One	Level Two	Level Three	Total
Cash and Money Market Funds	\$ 5,991	\$ -	\$ -	\$ 5,991
Mixed Mutual Funds	15,704	-	-	15,704
Equities	219,698	-	-	219,698
Real Estate Investment Trust	1,735	-	-	1,735
Fixed Income	111,883	-	-	111,883
	<u>\$ 355,011</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 355,011</u>

Money market accounts are measured at the exit price of \$1 per share. Other investments are valued based at daily closing prices.

(3) Leases

The Organization leases certain office facilities and office equipment under various terms. The leases expire at various dates during 2027 and provide for renewal options ranging from one to two years. The office facilities lease provides for increases in future minimum annual rental payments based on fixed rates.

Total lease costs for the years ended December 31, 2025 and 2024 were as follows:

	2025	2024
Operating Lease Cost - Occupancy Expense	\$ 26,897	\$ 24,655
Short-Term - Occupancy Expense	1,164	1,164
Finance Lease Costs - Interest Expense	467	342
Finance Lease Cost - Amortization of Right-to-Use Assets	3,763	3,959
	<u>\$ 32,291</u>	<u>\$ 30,120</u>

The following summarizes the weighted-average remaining lease term and weighted-average discount rate for the years ended December 31, 2025 and 2024:

	2025	2024
Weighted Average Remaining Lease Term		
Operating Lease	1.17	2.17
Financing Lease	1.25	2.25
Weighted Average Discount Rate		
Operating Lease	4.40%	4.40%
Financing Lease	4.51%	4.51%

RUSHMORE CONSUMER CREDIT RESOURCE CENTER

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2025 AND 2024

(3) Leases

The future minimum lease payments under noncancelable operating and finance leases with terms greater than one year are as follows as of December 31, 2025:

	Finance	Operating
2026	\$ 4,030	\$ 27,940
2027	1,007	2,369
Total Lease Payments	5,037	30,309
Less Interest	148	765
Present Value of Lease Liabilities	\$ 4,889	\$ 29,544

(4) Retirement Plan

The Organization participates in a 401(k) retirement plan covering substantially all employees desiring to participate. The plan allows for discretionary employer contributions. Employer contributions for the years ended December 31, 2025 and 2024, totaled \$4,277 and \$-0-, respectively, and are included in fringe benefits in the accompanying statements of functional expenses.

(5) Net Assets with Donor Restrictions

Net assets with donor restrictions include \$7,917 and \$8,334 at December 31, 2025 and 2024, to support the Organization's mission in 2026 and 2025, respectively. Also included in net assets with donor restrictions at both December 31, 2025 and 2024, is \$4,060 for the Match Savings Program, which encourages clients to begin saving money.

(6) Conditional Promises to Give

A portion of the Organization's revenue is derived from cost-reimbursable federal and state grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has performed the requirements and/or incurred expenditures in compliance with specific contract or grant provisions. These revenues follow a simultaneous release policy and are recorded as net assets without donor restriction if the restrictions expire in the year in which the contributions are recognized. At December 31, 2025, contributions totaling \$115,520 have not been recognized in the accompanying statements of activities and changes in net assets because the conditions on which they depend have not been met. All such conditional amounts are dependent on conducting counseling sessions for which reimbursement is received.

(7) Liquidity and Availability

As of December 31, the total financial assets held by the Organization and the amounts of those financial assets that could readily be made available within one year of the statement of financial position date to meet general expenditures are as follows:

RUSHMORE CONSUMER CREDIT RESOURCE CENTER

**NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024**

(7) Liquidity and Availability

	2025	2024
Financial Assets at Year-End:		
Cash and Cash Equivalents	\$ 186,498	\$ 196,107
Certificates of Deposit	837,849	1,176,371
Accounts Receivable	1,509	3,679
Promises to Give - Grants	50,397	57,423
Investments	355,011	-
	1,431,264	1,433,580
Less Board Designated - Reserve for General Operations and Expansion	(442,995)	(419,751)
Less Board Designated - Program Sustainment	(434,000)	(434,000)
Less Net Assets with Time Restriction	(7,917)	(8,334)
Financial Assets Available for General Use Within One Year	\$ 546,352	\$ 571,495

The Organization regularly monitors liquidity required to meet its operating needs and has various sources of liquidity at its disposal, including cash and cash equivalents. The Organization focuses on budgeting controls and maintaining adequate cash reserves totaling six months of operating expenses. In the event of unanticipated liquidity needs, the Board of Directors could utilize the designated reserve funds.

(8) Statements of Cash Flow Supplemental Information

	2025	2024
Reconciliation of Cash and Cash Equivalents and Restricted Cash		
Cash and Cash Equivalents	\$ 186,498	\$ 196,107
Restricted Cash	4,060	4,060
Total Cash and Cash Equivalents and Restricted Cash	\$ 190,558	\$ 200,167

Supplemental Disclosure of Cash Flow Information

Cash Paid During the Year for Interest	\$ 467	\$ 1,087
Cash Paid for Amounts Included in Measurement of Lease Liabilities		
Operating Cash Flows From Operating Leases	27,126	23,290
Operating Cash Flows From Financing Leases	467	342
Finance Cash Flows From Financing Leases	3,718	4,532
Right of Use Assets Obtained in Exchange for Lease Liabilities		
Finance Leases	-	11,288
Operating Leases	-	75,616