

**SAPREA**  
**AUDITED FINANCIAL STATEMENTS**  
Year Ended December 31, 2025

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## INDEPENDENT AUDITOR'S REPORT

Board of Directors  
Saprea

### ***Opinion***

We have audited the accompanying financial statements of Saprea (a nonprofit organization), which comprise the statement of financial position as of December 31, 2025, the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Saprea 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 (GAAS). 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 Saprea 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 Saprea's ability to continue as a going concern for one year after the date that the financial statements are 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 GAAS 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 GAAS, 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 Saprea'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 Saprea'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.

*Squire & Company, PC*

Orem, Utah  
April 21, 2026

**SAPREA**  
**STATEMENT OF FINANCIAL POSITION**  
December 31, 2025

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**ASSETS**

**Current Assets:**

Cash and cash equivalents	\$ 1,535,962
Investments	863,882
Receivables	26,606
Prepaid expenses	97,719
Other	18,380

Total current assets 2,542,549

**Net Property and Equipment** 15,561

**Intangible Assets** 352,335

**Operating Lease Right-of-Use Assets** 4,987

Total assets \$ 2,915,432

**LIABILITIES AND NET ASSETS**

**Current Liabilities:**

Accounts payable	\$ 71,640
Accrued expenses	147,179
Current portion of operating lease liabilities	1,147

Total current liabilities 219,966

**Operating Lease Liabilities, less current portion** 3,840

Total liabilities 223,806

**Net Assets Without Donor Restrictions** 2,691,626

Total liabilities and net assets \$ 2,915,432

The accompanying notes are an integral part of this financial statement.

**SAPREA**  
**STATEMENT OF ACTIVITIES**  
Year Ended December 31, 2025

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**Net Assets Without Donor Restrictions:**

Revenues and support:	
Contributions	\$ 2,665,674
In-kind contributions	6,505,570
Gala and special events, net of direct costs	43,804
Other	69,603
Investment income	144,131
Sale of merchandise, net of direct costs	2,919
	<hr/>
Total revenues and support	9,431,701
Expenses:	
Program services:	
Healing services	2,487,851
Public dialogue	1,354,319
Education	2,053,455
Supporting services:	
Management and general	828,367
Fundraising	559,039
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Total expenses	7,283,031
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<b>Change in Net Assets</b>	2,148,670
<b>Net Assets at Beginning of Year</b>	542,956
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<b>Net Assets at End of Year</b>	<u><u>\$ 2,691,626</u></u>

The accompanying notes are an integral part of this financial statement.

**SAPREA**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
Year Ended December 31, 2025

	Program Services				Supporting Services		
	Healing Services	Public Dialogue	Education	Total Program Services	Management and General	Fundraising	Total
Salaries and benefits	\$ 1,432,062	\$ 626,555	\$ 1,716,826	\$ 3,775,443	\$ 493,727	\$ 395,882	\$ 4,665,052
Occupancy	687,340	64,249	92,730	844,319	103,372	15,985	963,676
Professional services	71,263	369,610	25,787	466,660	80,089	13,190	559,939
Advertising and promotion	-	237,866	31,937	269,803	3,461	44,783	318,047
Information technology	125,581	31,708	121,018	278,307	75,636	22,253	376,196
Materials and supplies	115,404	1,825	21,938	139,167	4,652	1,083	144,902
Travel and professional training	26,397	14,301	25,235	65,933	39,246	1,467	106,646
Other	12,344	4,227	2,849	19,420	17,417	20,010	56,847
Banking and credit card fees	-	49	82	131	290	42,505	42,926
Insurance	13,624	3,303	13,210	30,137	8,256	1,651	40,044
Depreciation and amortization	3,836	626	1,843	6,305	1,152	230	7,687
Equipment	-	-	-	-	1,069	-	1,069
<b>Total expenses</b>	<b>\$ 2,487,851</b>	<b>\$ 1,354,319</b>	<b>\$ 2,053,455</b>	<b>\$ 5,895,625</b>	<b>\$ 828,367</b>	<b>\$ 559,039</b>	<b>\$ 7,283,031</b>

The accompanying notes are an integral part of this financial statement.

**SAPREA**  
**STATEMENT OF CASH FLOWS**  
Year Ended December 31, 2025

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**Cash Flows from Operating Activities:**

Change in net assets	\$ 2,148,670
Adjustments to reconcile change in net assets to net cash used by operating activities:	
Depreciation and amortization	7,687
In-kind contribution of investments	(5,200,485)
Realized gain on the sale of investments	(98,225)
Unrealized loss on investments	2,720
Gain on disposal of property and equipment	(3,299)
Operating lease right-of-use assets	45,709
Changes in operating assets and liabilities:	
Receivables	6,604
Prepaid expenses	2,602
Other current assets	30,300
Accounts payable	4,956
Accrued expenses	16,999
Operating lease liabilities	(97,215)
Total adjustments	<u>(5,281,647)</u>
Net cash used by operating activities	(3,132,977)

**Cash Flows from Investing Activities:**

Proceeds from sale of property and equipment	3,299
Proceeds from sale of investments	4,475,799
Purchases of property and equipment	(14,973)
Purchases of investments	(43,691)
Net cash provided by operating activities	<u>4,420,434</u>

**Net Change in Cash and Cash Equivalents** 1,287,457

**Cash and Cash Equivalents at Beginning of Year** 248,505

**Cash and Cash Equivalents at End of Year** \$ 1,535,962

**Supplementary Data:**

The Organization paid no interest or income taxes during the year ended December 31, 2025.

The Organization received \$5,200,485 in donated marketable securities during the year ended December 31, 2025.

The accompanying notes are an integral part of this financial statement.

## **SAPREA**

### **NOTES TO THE FINANCIAL STATEMENTS**

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#### **NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of Saprea (the Organization) have been prepared on the accrual basis of accounting. The significant accounting policies followed are described below to enhance the usefulness of the financial statements to the reader.

#### **Organization**

The Organization was organized as a nonprofit organization in the State of Utah in 2014. The Organization exists to liberate individuals and society from child sexual abuse and its lasting impacts. The Organization inspires hope in survivors who were sexually abused as children or adolescents by providing healing services through retreats, support groups, and online resources. The Organization also educates and engages parents and caregivers to protect children from sexual abuse through community and online resources and drives awareness to motivate individuals to take action against child sexual abuse.

#### **Revenue Recognition**

The Organization recognizes revenue when cash or other assets are received or an unconditional promise to give has been made.

#### **Financial Statement Presentation**

The Organization reports information regarding its financial position and activities according to the following net asset classifications:

*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. These net assets may be used at the discretion of Organization’s management and board of directors.

*Net assets with donor restrictions* – Net assets subject to stipulations imposed by donors and grantors.

Donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statement of activities. Donor-restricted contributions whose restrictions are met in the same reporting period are reported as contributions without donor restrictions.

#### **Program Services**

*Healing Services* – Includes activities associated with hosting adult female survivors of childhood sexual abuse at a retreat where they are uplifted by each other and learn skills that can help them find individual healing. In addition, outpatient services are provided to some local clients for long-term care.

*Public Dialogue* – Involves operations associated with leading the public dialogue to bring the epidemic of sexual abuse to light.

*Education* – Includes education activities designed to empower parents and caregivers to protect children from sexual abuse.

**SAPREA**  
**NOTES TO THE FINANCIAL STATEMENTS**

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**Cash and Cash Equivalents**

Cash and cash equivalents consist of cash on hand and deposits held by financial institutions (including money market funds) with original maturities of three months or less.

At December 31, 2025, the carrying amount of the Organization's cash deposits and bank balance was \$1,535,962, of which \$333,673 was covered by federal depository or security investor insurance.

**Contributions Receivable and Credit Loss**

Contributions receivable consist of donations made before year end that the Organization had not yet received. The Organization has not established an allowance for credit losses at December 31, 2025, because management has determined all amounts to be fully collectable.

**Investments**

Investments are recorded at fair value. Investments acquired by gift are recorded at their fair value at the date of the gift. Gains and losses (realized and unrealized) on investments, interest and dividends, net of investment management fees are included in the statement of activities.

**Property and Equipment**

All property and equipment is recorded at cost (or, if donated, at the estimated fair value at the date of donation). Property and equipment valued at \$1,500 or more are capitalized and depreciated, using the straight-line depreciation method, over the useful lives of 3 to 7 years.

**Intangible Assets**

The Organization capitalized intangible assets related to branding of their programs and initiatives and are recognized at costs. Intangible assets are not amortized until their useful lives are no longer determined to be indefinite.

The Organization reviews its intangible assets for impairment whenever events or changes in circumstances indicate that the carrying amount of the assets may no be recoverable through undiscounted future cash flows. If it is determined an impairment loss has occurred based on expected cash flows, such loss is recognized in the statement of activities. Management does not consider any of the Organization's intangible assets to be impaired as of December 31, 2025.

**Leases**

The Organization has elected to account for leases as short-term leases if the lease has a term of 12 months or less and does not include an option to purchase the underlying asset that the Organization is reasonably certain to exercise. Short-term lease expense is recognized on a straight-line basis over the lease term.

## **SAPREA**

### **NOTES TO THE FINANCIAL STATEMENTS**

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#### **Contributions of Nonfinancial Assets**

Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization. Many individuals volunteer their time and perform a variety of tasks that assist the Organization with specific programs and assignments; however, those services do not meet the above criteria.

The contributions of nonfinancial assets reported in the financial statements consist primarily of the value of office space contributed by an entity owned by certain board members and/or officers of the Organization, the value of the managing director's salary and benefits, and the donated use of property used for retreats.

#### **Allocation of Expenses**

The costs of providing program and other activities have been summarized on a functional basis in the statement of activities. Certain costs are allocated to one or more program or supporting functions based on time and effort. Such allocations are determined by management on an equitable basis.

#### **Tax Status**

The Organization is exempt from federal income tax under Section 501(a) of the Internal Revenue Code (except for net income derived from unrelated business activities) and is classified as a Section 501(c)(3) public charity. Also, the Organization is not subject to state income taxes.

#### **Estimates**

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

#### **Advertising and Promotion**

The Organization expenses advertising and promotion costs are incurred. Total advertising and promotion expense was \$318,047 for the year ended December 31, 2025.

#### **Subsequent Events**

The Organization has evaluated subsequent events through April 21, 2026, the date the financial statements were available to be issued. Events occurring after that date have not been evaluated to determine whether a change in the financial statements would be required.

**SAPREA**  
**NOTES TO THE FINANCIAL STATEMENTS**

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**NOTE 2 – AVAILABILITY AND LIQUIDITY**

The following represents the Organization’s financial assets at December 31, 2025:

Financial assets at year end:	
Cash	\$ 1,535,962
Investments	863,882
Receivables	<u>26,606</u>
Total financial assets	2,426,450
Less amounts not available to be used within one year:	
Net assets with donor restrictions	<u>-</u>
Financial assets available to meet general expenditures over the next twelve months	<u><u>\$ 2,426,450</u></u>

The Organization’s goal is generally to maintain financial assets to meet 90 days of operating expenses (approximately \$1,500,000). The Organization considers operating expenses to be total expenses less depreciation and in-kind expenses.

**NOTE 3 – FAIR VALUE MEASUREMENTS**

As described in Note 1, the Organization uses various methods to measure the fair value of its investments on a recurring basis. Generally accepted accounting principles establish a hierarchy that prioritizes inputs to valuation methods. The three levels of the fair value hierarchy are as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the Organization has the ability to access at the measurement date.
- Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3 inputs are unobservable inputs for the asset or liability.

The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the level in the fair value hierarchy within which the fair value measurement falls in its entirety, is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

A description of the valuation techniques applied to the Organization’s major categories of assets and liabilities measured at fair value on a recurring basis follows:

*Exchange traded funds* – valued at the net asset value (NAV) of shares held by the Organization at year end.

*Private equity funds* – valued at the net asset value (NAV) of shares held by the Organization at year end as reported by the fund manager.

**SAPREA**  
**NOTES TO THE FINANCIAL STATEMENTS**

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The following table sets forth by level, within the fair value hierarchy, the Organization’s assets at fair value at December 31, 2025:

	<u>Fair Value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Exchange traded funds	\$ 99,348	\$ 99,348	\$ -	\$ -
Private equity funds	<u>764,534</u>	<u>-</u>	<u>-</u>	<u>764,534</u>
Total	<u>\$ 863,882</u>	<u>\$ 99,348</u>	<u>\$ -</u>	<u>\$ 764,534</u>

**NOTE 4 – PROPERTY AND EQUIPMENT**

Property and equipment consisted of the following at December 31, 2025:

		<u>Useful Lives (Years)</u>
Vehicles	\$ 204,342	3 to 5
Computer equipment	165,004	3
Equipment	54,229	3 to 5
Software	32,736	3
Leasehold improvements	27,913	3
Furniture and fixtures	<u>13,435</u>	3 to 7
	497,659	
Accumulated depreciation	<u>(482,098)</u>	
Net property and equipment	<u>\$ 15,561</u>	

**NOTE 5 – LEASES**

The Organization has entered into a lease for equipment. Lease maturity was calculated as the initial lease term and all options to extend management estimated to be reasonably certain to exercise at lease commencement. The Organization’s lease matures in November 2029 and bears interest at 7 percent. The required monthly lease payments are \$122.

Additionally, the Organization had a separate lease that provided the Organization with the right to use facilities through September 2025.

Operating lease expense was \$104,306 for the year ended December 31, 2025. The operating lease weighted-average remaining lease term was 3.91 years and weighted-average discount rate was 7 percent at December 31, 2025.

**SAPREA**  
**NOTES TO THE FINANCIAL STATEMENTS**

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Future minimum lease payments are as follows:

<u>Year Ending December 31,</u>	
2026	\$ 1,460
2027	1,460
2028	1,460
2029	<u>1,338</u>
Total minimum lease payments	5,718
Amount representing interest	<u>(729)</u>
Present value of minimum lease payments	<u>\$ 4,989</u>

**NOTE 6 – RELATED PARTY TRANSACTIONS AND CONCENTRATIONS**

The Organization receives a significant portion of its support from one board member/officer of the Organization and entities owned by those individuals.

For the year ended December 31, 2025, contributions from this related party represented approximately 38 percent of cash contributions and 98 percent of in-kind contributions.

**NOTE 7 – NONFINANCIAL ASSETS**

The Organization recognized the following in-kind contributions during the year ended December 31, 2025:

Marketable securities	\$ 5,200,485
Occupancy	892,780
Professional services	263,603
Advertising and promotion	65,833
Material and supplies	<u>82,869</u>
	<u>\$ 6,505,570</u>

**NOTE 8 – RETIREMENT PLAN**

The Organization participates in a tax-sheltered deferred compensation plan for employees who meet certain eligibility and service requirements. The Organization matches 100 percent of an employee's contributions up to 3 percent plus 50 percent of contributions between 3 to 5 percent.

The Organization made contributions to the plan totaling \$95,508 during the year ended December 31, 2025.