

BELLA HOUSE, INC.

Plano, Texas

FINANCIAL STATEMENTS

As of

DECEMBER 31, 2023

TOGETHER WITH

INDEPENDENT AUDITORS' REPORT



SCHNAUFER & WALKER
Professional Corporation

Dallas, Texas

BELLA HOUSE, INC.
FINANCIAL STATEMENTS
Year Ended December 31, 2023

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SCHNAUFER & WALKER

Professional Corporation

2695 Villa Creek Drive, Suite 268

Dallas, TX 75234

www.TheNonprofitCPA.org

Office: (972) 798-2046 Fax: (866) 334-1362

INDEPENDENT AUDITORS' REPORT

To the Board of Directors

Bella House, Inc.

Plano, Texas

Opinion

We have audited the accompanying financial statements of **Bella House, Inc.** (a nonprofit organization), which comprise the statement of financial position as of December 31, 2023 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 **Bella House, Inc.** as of December 31, 2023 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 **Bella House, Inc.** and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Schnauffer & Walker, P.C.

Dallas, Texas

September 2, 2024

BELLA HOUSE, INC.
STATEMENT OF FINANCIAL POSITION
December 31, 2023

ASSETS

Current assets:

Cash and cash equivalents	\$ 272,855
Investments	180,902
Total current assets	<u>453,757</u>

Long-term assets:

Property and equipment - net of accumulated depreciation	581,909
Total long-term assets	<u>581,909</u>

TOTAL ASSETS \$ 1,035,666

LIABILITIES

Current liabilities:

Accounts payable and accrued expenses	\$ 1,092
Note payable, current portion	7,159
Total current liabilities	<u>8,251</u>

Long-term liabilities:

Note payable, net current portion	318,402
TOTAL LIABILITIES	<u>326,653</u>

Commitments and contingencies (Note D) -

NET ASSETS

Without donor restrictions	695,618
With donor restrictions	13,395
TOTAL NET ASSETS	<u>709,013</u>

TOTAL LIABILITES AND NET ASSETS \$ 1,035,666

The accompanying notes are an integral part of these financial statements.

BELLA HOUSE, INC.
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2023

CHANGES IN NET ASSETS WITHOUT DONOR RESTRICTIONS:

Operating:

Revenue and other support:

Donations	\$ 599,618
Texas Pregnancy Care	54,249
Special events	31,842
Private Foundation Grants	20,350
Other income	3,286
Net assets released from restrictions	10,735
Total operating revenue and other support	<u>720,080</u>

Expenses:

Program services:

Programs	408,292
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Supporting services:

Fundraising	15,138
Management and general	40,043

Total supporting services	<u>55,181</u>
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Total operating expenses	<u>463,473</u>
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Excess of operating revenue over expenses	<u>256,607</u>
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Nonoperating:

Revenue and other support:

Interest	9,599
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Total nonoperating revenue and other support	<u>9,599</u>
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CHANGES IN NET ASSETS WITH DONOR RESTRICTIONS:

Donations	1,080
Net assets released from restrictions	(10,735)
(Decrease) in net assets with donor restrictions	<u>(9,655)</u>

INCREASE IN NET ASSETS	256,551
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NET ASSETS AT BEGINNING OF YEAR	452,462
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NET ASSETS AT END OF YEAR	<u>\$ 709,013</u>
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The accompanying notes are an integral part of these financial statements.

BELLA HOUSE, INC.
STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended December 31, 2023

	Program	Supporting			Totals
	Services	Services			
	Programs	Fundraising	Management and General	Total	
Salaries and related expenses:					
Salaries	\$ 262,073	\$ -	\$ 29,118	\$ 29,118	\$ 291,191
Employer payroll taxes	19,876	-	2,204	2,204	22,080
Total salaries and related expenses	281,949	-	31,322	31,322	313,271
Advertising and marketing	6,989	-	-	-	6,989
Bank fees	-	-	2,132	2,132	2,132
Business	3,283	-	-	-	3,283
Depreciation	14,610	-	767	767	15,377
Dues and memberships	-	-	432	432	432
Fundraising	-	15,138	-	15,138	15,138
Groceries	5,057	-	-	-	5,057
House operations	13,020	-	-	-	13,020
Insurance	10,128	-	-	-	10,128
Interest	13,172	-	-	-	13,172
Meetings and events	3,916	-	-	-	3,916
Payroll processing fees	1,037	-	115	115	1,152
Postage and mailing	-	-	738	738	738
Printing and copying	-	-	52	52	52
Professional fees	7,509	-	-	-	7,509
Repairs and maintenance	11,057	-	-	-	11,057
Resident direct	-	-	2,620	2,620	2,620
Security	4,816	-	-	-	4,816
Supplies	6,292	-	-	-	6,292
Telephone	6,006	-	668	668	6,674
Transportation	2,800	-	-	-	2,800
Travel	5,887	-	-	-	5,887
Utilities	10,764	-	1,197	1,197	11,961
Totals	\$ 408,292	\$ 15,138	\$ 40,043	\$ 55,181	\$ 463,473

The accompanying notes are an integral part of these financial statements.

BELLA HOUSE, INC.
STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2023

CASH FLOWS FROM OPERATING ACTIVITIES:

Cash received from donations	\$ 599,618
Cash received from Texas Pregnancy Care	54,249
Cash received from special events	31,842
Cash received from private foundation grants	20,350
Cash received from interest	9,599
Cash received from other income	3,286
Cash received from grants	1,080
Cash expended for compensation and benefits	(291,191)
Cash expended for programs	(81,527)
Cash expended for employer payroll taxes	(22,080)
Cash expended for fundraising	(15,138)
Cash expended for interest	(13,172)
Cash expended for insurance	(10,128)
Cash expended for advertising and marketing	(6,989)
Cash expended for management and general	(5,822)
Cash expended for bank fees	(2,132)
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u><u>271,845</u></u>

CASH FLOWS FROM INVESTING ACTIVITIES:

Purchase of investments	(180,902)
NET CASH (USED IN) INVESTING ACTIVITIES	<u><u>(180,902)</u></u>

CASH FLOWS FROM FINANCING ACTIVITIES:

Principal repayments on note payable	(6,879)
NET CASH (USED IN) FINANCING ACTIVITIES	<u><u>(6,879)</u></u>

(DECREASE) IN CASH AND CASH EQUIVALENTS	84,064
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	188,791
CASH AND CASH EQUIVALENTS - END OF YEAR	<u><u>\$ 272,855</u></u>

**RECONCILIATION OF INCREASE IN NET ASSETS TO
NET CASH PROVIDED BY OPERATING ACTIVITIES:**

Increase in net assets	\$ 256,551
Adjustments to reconcile increase in net assets to net cash provided by operating activities:	
Depreciation	15,377
Changes in operating assets and liabilities:	
(Decrease) in accounts payable	(83)
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u><u>\$ 271,845</u></u>

The accompanying notes are an integral part of these financial statements.

BELLA HOUSE, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE A – ORGANIZATION AND NATURE OF ACTIVITIES

Bella House, Inc. (the Organization) is a Texas not-for-profit 501(c)(3) corporation, based in Plano, Texas. It provides faith-based, cost-free residences for homeless pregnant women. The Organization offers case management services with enriching programs to transform lives and brighten futures for mothers and their children. The Organization's revenue comes primarily from free-will donations, program income, grants and special events.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements of the Organization have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables and other liabilities. Under the accrual method of accounting, revenues are recorded when earned and expenses are recorded when incurred, irrespective of when paid. The financial statements of the Organization have been prepared using accounting principles generally accepted in the United States of America. The significant accounting policies are described below to enhance the usefulness of the financial statements to the reader.

Income Taxes

The Organization is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation. The Organization is required to file annual reports to the Internal Revenue Service, *Form 990, Return of Organizations Exempt from Federal Income Tax*. The Organization is in compliance with all federal tax filings for the year ended December 31, 2023.

Basis of Presentation

The financial statements of the Organization have been prepared in accordance with United States generally accepted accounting principles (GAAP) and include all accounts of the Organization. For financial reporting purposes, the Organization follows the reporting requirements of GAAP, which requires that resources be classified for accounting and reporting purposes based on the existence or absence of donor-imposed restrictions. This is accomplished by the classification of net asset balances into two classes of net assets: without donor restrictions and with donor restrictions.

The Organization accounts for its funding in accordance with the provisions of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) Topic 958, ASU No. 2016-14 - *Not-for-Profit Entities (Topic 958)*, which establishes standards for external financial reporting by not-for-profit organizations and requires that resources be classified for accounting and reporting purposes into two net asset categories according to donor imposed

BELLA HOUSE, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued

restrictions. ASC Topic 958 requires that unconditional promises to give (pledges) be recorded as receivables and requires the Organization to distinguish between contributions received for each net asset category in accordance with donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

Descriptions of the two net asset categories are as follows:

Without donor restrictions – Net assets that are not subject to donor-imposed restrictions.

With donor restrictions – Net assets subject to donor-imposed restrictions that will be met either by actions of the Organization or the passage of time.

Donations, program income, grants, special events and other income are recognized when earned, irrespective of when paid. Refundable advances are recorded when the revenue is earned, not received. Contributions are recognized as revenue when received or pledged and are recorded as net assets with donor restrictions and net assets without donor restrictions depending on the existence or nature of any donor restrictions. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose of the contribution is accomplished, net assets with donor restrictions are classified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

At December 31, 2023, there were \$13,395 net assets with donor restrictions. At December 31, 2023, net assets without donor restrictions were \$595,618 have been designated to be used with the permission of the Board of Directors (the “Board”).

Fair Value of Financial Instruments

The Organization’s financial instruments consist of cash and cash equivalents, accounts payable and accrued expenses. Accounts payable and accrued expenses are stated at cost which approximates fair value. Cash and cash equivalents are stated at fair value.

Cash and Cash Equivalents

The Organization considers all highly liquid investments with an original maturity of three months or less, when purchased, to be cash equivalents. The Organization limits its exposure by controlling the cash balances it maintains in any one financial institution.

BELLA HOUSE, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued

Investments

Investments in marketable equity securities and all debt securities are recorded at fair value, which is based on quoted market prices or dealer quotes. Interest and dividends, realized gains and losses and unrealized gains and losses are reported under investment income on the statement of activities. Investments are exposed to certain market risks, such as interest rate, credit, and overall market volatility. Due to the level of risk associated with certain investment securities and the volatility in the capital markets, changes in the value of investment securities could occur in the near term, and those investment values could materially differ from the amounts reported in the financial statements.

Property and Equipment

It is the Organization's policy to capitalize property and equipment over \$1,000. Lesser amounts are expensed. Purchased property and equipment are capitalized at cost. Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as unrestricted contributions unless the donor has restricted the donated asset to a specific purpose. Property and equipment are depreciated using the straight-line method, ranging from five to thirty-nine years. Expenditures for repairs and maintenance are charged to operating expense as incurred.

Impairment of Long-Lived Assets

The Organization assesses potential impairments to long-lived assets or asset groups when there is evidence that events or changes in circumstances indicate that the carrying amount of an asset or asset group may not be recovered. An impairment loss is recognized when the carrying amount of the long-lived asset or asset group is not recoverable and exceeds its fair value. The carrying amount of a long-lived asset or asset group is not recoverable if it exceeds the sum of the undiscounted cash flows expected to result from the use and eventual disposition of the asset or asset group. Any required impairment loss is measured as the amount by which the carrying amount of a long-lived asset or asset group exceeds its fair value and is recorded as a reduction in the carrying value of the related asset or asset group and a charge to operating results. Intangible assets with indefinite lives are tested annually for impairment and in interim periods if certain events occur indicating that the carrying value of the intangible assets may be impaired. There were no such adjustments for impairment during the year ended December 31, 2023.

Note Payable

The Organization has a note payable with a limited liability corporation. The note payable was used to finance the purchase of a house in Dallas, Texas. The house is used as a place of living for unwed mothers.

BELLA HOUSE, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued

Noncash Donations

Donated material, fixed assets and certain services are reflected as contributions at their estimated fair values on the date of receipt and are recorded in the appropriate asset or expense account. Services are recorded if they create or enhance nonfinancial assets or require special skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. A substantial number of volunteers have donated significant amounts of time and service to the Organization's activities. The Organization had no in-kind income or expense to be recorded for the year ended December 31, 2023.

Classification of Revenue and Expense

Operating activities include items which are directly related to the Organization or are essential support elements of those programs. The cost of providing the various programs and other activities has been summarized on a functional basis in the statements of activities. Accordingly, certain costs have been allocated among program activities and supporting services as shown in the statements of functional expenses. Depreciation has been allocated to the related program and supporting activities.

Leases

The Organization had no leases for the year ended December 31, 2023.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles generally accepted in the United States of America 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 revenue and expenses during the reporting period. Actual results could differ from those estimates.

Revenue from Contracts with Customers

Revenue is recognized when the Organization satisfies a performance obligation by transferring a promised good to or performing a service for, a customer. The amount of revenue recognized reflects the consideration the Organization expects to receive in exchange for satisfying distinct performance obligations. If a performance obligation does not meet the criteria to be considered distinct, the Organization combines it with other performance obligations until a distinct bundle of goods or services exists. Fees or amounts received in advance of satisfying contractual performance obligations are reflected as deferred revenue in the statements of financial position. Revenue is recognized either over time or at the point in time that contractual obligations are met. The Organization recorded \$0 revenue from contracts with customers for the year ended December 31, 2023.

BELLA HOUSE, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued

Advertising and Marketing

The Organization charges advertising and marketing costs to operations in the year the expense is incurred. The Organization had \$6,989 advertising and marketing expenses for the year ended December 31, 2023.

NOTE C – FUNCTIONAL ALLOCATION OF EXPENSES

The costs of providing the various programs and activities have been summarized on a functional basis in the statements of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefitted as shown in the statements of functional expenses. Natural expenses attributable to more than one functional expense category are allocated using a variety of cost allocation techniques such as square footage and time and effort. Expenses are recorded when incurred in accordance with accrual basis of accounting.

NOTE D – COMMITMENTS AND CONTINGENCIES

Contracts, grants and bequests require the fulfillment of certain conditions as set forth in the grant instrument. Failure to fulfill the conditions could result in the return of funds to the grantor. Although that remains a possibility, the Board deems such contingency remote since by accepting the gifts and their terms, the Organization has, in essence, accommodated the provisions of the gifts.

NOTE E – FINANCIAL ASSETS AND LIQUIDITY RESOURCES

As of December 31, 2023, financial assets and liquidity resources available within one year for general expenditures, such as ongoing operations and expansion efforts were as follows:

Cash and cash equivalents	<u>2023</u> <u>\$ 272,855</u>
Total financial assets, at year end	272,855
Less those unavailable for general expenditures within one year, due to:	
Restricted by donor with purpose restriction	<u>(-)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u><u>\$ 272,855</u></u>

BELLA HOUSE, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE E – FINANCIAL ASSETS AND LIQUIDITY RESOURCES – continued

Expenses for ongoing operations are covered by a combination of monthly Donations, program income, grants, special events and other income. Average monthly revenue from ongoing operations in 2023 was \$59,202. Average monthly expenses for ongoing operations in 2023 were \$38,623. Thus, average monthly revenue from operating revenue covered 153% of average monthly expenses in 2023.

NOTE F – INVESTMENTS

The Organization’s investments are held in a brokerage account with Fidelity Investments.

Overall Investment Objective

The overall investment objective of the Organization is to invest its assets in a prudent manner that will achieve a long-term rate of return while diversifying risk to an acceptable minimum level given the fluctuations of the markets. The funds are to be used for the Organization’s expenditures when needed and with Board approval.

NOTE G – FAIR VALUE MEASUREMENT

FASB Accounting Standards Codification 820, *Fair Value Measurements and Disclosures*, (“ASC 820”) provides the framework for measuring and reporting fair value.

Fair value is defined as the exchange price that would be received for an asset or paid to transfer a liability in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. Those fair value measurements maximize the use of observable inputs.

The fair value framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described as follows:

Level 1: Unadjusted quoted prices in active markets for identical assets or liabilities.

Level 2: Observable inputs other than Level 1 prices such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities.

Level 3: Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities.

BELLA HOUSE, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE G – FAIR VALUE MEASUREMENT – continued

The following table presents the fair value hierarchy for the Organization’s financial assets and liabilities that are measured at fair value on a recurring basis as of December 31, 2023:

	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Investments:				
Government money market	\$ 66,628	\$ 66,628	\$ -	\$ -
Exchange Traded Funds	60,213	-	60,213	-
Stocks	45,553	-	45,553	-
Mortgage Trust fund	8,508	-	8,508	-
Total investments	<u>\$ 180,902</u>	<u>\$ 66,628</u>	<u>\$ 114,274</u>	<u>\$ -</u>

NOTE H – PROPERTY AND EQUIPMENT

Property and equipment consist of the following at December 31, 2023:

Property and equipment:	
Building	\$ 521,939
Furniture and equipment	16,439
Land	120,000
Land improvements	33,038
	<u>691,416</u>
Accumulated depreciation	(109,507)
Property and equipment, net	<u>\$ 581,909</u>

The Organization expensed \$15,377 to depreciation expense for the year ended December 31, 2023.

NOTE I – NOTE PAYABLE AND RELATED PARTY TRANSACTION

The Organization’s long-term debt consists of the following at December 31, 2023:

Note payable to a limited liability corporation, secured by real property, interest at 4.00%, fixed, payable in monthly principal and interest payments, with a maturity date of April 2050.	\$ 325,561
Total note payable	325,561
Less current portion	<u>(7,159)</u>
Total note payable, less current	<u>\$ 318,402</u>

BELLA HOUSE, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE I – NOTE PAYABLE AND RELATED PARTY TRANSACTION – continued

The following are maturities of the note payable as of December 31, 2021, for each of the next five years and in the aggregate thereafter:

2024	\$	7,159
2025		7,451
2026		7,755
2027		8,075
2028		8,372
Thereafter		<u>286,749</u>
Total	\$	<u><u>325,561</u></u>

The Organization expensed \$13,172 to interest expense for the year ended December 31, 2023.

NOTE J – CONCENTRATION OF REVENUE

The Organization received donations from each of the following donors in excess of 10% of revenue in the year 2023. They were as follows:

<u>Donor</u>	<u>2023</u>	<u>%</u>
Himmelberg Family	\$ 324,740	45%
Total	<u>\$ 324,740</u>	<u>45%</u>

NOTE K – NET ASSETS

The Organization’s net assets for the year ended December 31, 2023 were as follows:

<u>2023</u>		<u>Beginning</u>	<u>Increase (Decrease)</u>	<u>Ending Balance</u>
		<u>Balance</u>		
Without donor restrictions		\$ 429,412	\$ 166,206	\$ 595,618
With donor restrictions		23,050	(9,655)	13,395
Totals		<u>\$ 452,462</u>	<u>\$ (156,551)</u>	<u>\$ 609,013</u>

BELLA HOUSE, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE L - NET ASSETS WITH DONOR RESTRICTIONS

The Organization’s net assets with donor restrictions for the year ended December 31, 2023 were as follows:

<u>Restricted Purpose</u>	<u>Beginning Balance</u>	<u>With donor restrictions</u>	<u>With donor restrictions released</u>	<u>Ending Balance</u>
Fence replacement	\$ 500	\$ 1,080	\$ (1,580)	\$ -
Mental health counseling	22,550	-	(9,155)	13,395
Totals	<u>\$ 23,050</u>	<u>\$ 1,080</u>	<u>\$ (10,735)</u>	<u>\$13,395</u>

NOTE M – SUBSEQUENT EVENTS

FASB ASC 855-10 requires the disclosure of the date through which an entity has evaluated subsequent events and the basis for that date. That is, whether that date represents the date the financial statements were issued or were available to be issued. The Organization has evaluated subsequent events for potential recognition and/or disclosure in these financial statements through September 2, 2024, the date that the financial statements were available to be issued.