

Plus Nothing
Financial Statements and
Independent Auditor's Report
December 31, 2025

Table of Contents

	Page
Independent Auditor's Report.....	1 - 2
Financial Statements:	
Statement of Financial Position.....	3
Statement of Activities.....	4
Statement of Functional Expenses.....	5
Statement of Cash Flows.....	6
Notes to the Financial Statements.....	7 - 12

Independent Auditor's Report

To the Board of Directors
Plus Nothing
Fort Collins, Colorado

Qualified Opinion

We have audited the accompanying financial statements of Plus Nothing (a 501(c)(3) nonprofit organization), which comprise the statement of financial position as of December 31, 2025, and 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, except for the possible effects of the matter described in the Basis for Qualified Opinion section of our report, the financial statements referred to above present fairly, in all material respects, the financial position of Plus Nothing 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 Qualified Opinion

We did not observe the physical inventory (stated at \$815,180) taken as of December 31, 2024, since that date was prior to our initial engagement as auditors for the Organization, and the Organization's records do not permit adequate retroactive tests of inventory quantities. Consequently, we were unable to determine whether any adjustments were necessary in the statements of financial position, activities, or cash flows.

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 Plus Nothing 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 qualified audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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 Plus Nothing'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 Plus Nothing'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 Plus Nothing'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.

Soukup Bush & Associates, P.C.

Fort Collins, Colorado
March 6, 2026

Plus Nothing
Statement of Financial Position
December 31, 2025

Assets

Current assets

Cash	\$ 523,627
Due from related party	4,359
Inventory	569,494
Prepaid expenses and other current assets	<u>500,926</u>

Total assets \$ 1,598,406

Liabilities and Net Assets

Liabilities

Current liabilities

Accounts payable	\$ 10,557
Payroll and related liabilities	<u>17,541</u>

Total liabilities 28,098

Net Assets

Net assets without donor restriction 1,570,308

Total liabilities and net assets \$ 1,598,406

See accompanying notes to the financial statements.

Plus Nothing
Statement of Activities
For the Year Ended December 31, 2025

	Without Donor <u>Restrictions</u>	With Donor <u>Restrictions</u>	<u>Total</u>
Revenues and other support			
Contributions and grants	\$ 3,371,617	\$ -	\$ 3,371,617
(Loss) on disposal of assets	(9,723)	-	(9,723)
Interest income	<u>17,840</u>	<u>-</u>	<u>17,840</u>
Total revenue and other support	<u>3,379,734</u>	<u>-</u>	<u>3,379,734</u>
Expenses			
Management and general	19,194	-	19,194
Fundraising	79,567	-	79,567
Program services	<u>2,672,859</u>	<u>-</u>	<u>2,672,859</u>
Total expenses	<u>2,771,620</u>	<u>-</u>	<u>2,771,620</u>
Changes in net assets	<u>608,114</u>	<u>-</u>	<u>608,114</u>
Net assets, beginning of year	<u>962,194</u>	<u>-</u>	<u>962,194</u>
Net assets, end of year	<u>\$ 1,570,308</u>	<u>\$ -</u>	<u>\$ 1,570,308</u>

See accompanying notes to the financial statements.

Plus Nothing
Statement of Functional Expenses
For the Year Ended December 31, 2025

Supporting Services	<u>Management and General</u>	<u>Fundraising</u>	<u>Program Services</u>	<u>Total</u>
Materials and inbound shipping costs	\$ -	\$ -	\$ 1,800,668	\$ 1,800,668
Outbound shipping costs	-	-	630,434	630,434
Salaries and related	9,050	-	137,778	146,828
Professional services	1,800	55,600	56,100	113,500
Software expense	2,344	526	44,533	47,403
Other operating expenses	5,790	18,165	1,860	25,815
Advertising	-	5,276	-	5,276
Equipment expense	-	-	1,486	1,486
Facilities	<u>210</u>	<u>-</u>	<u>-</u>	<u>210</u>
Total functional expenses	\$ <u>19,194</u>	\$ <u>79,567</u>	\$ <u>2,672,859</u>	\$ <u>2,771,620</u>

See accompanying notes to the financial statements.

Plus Nothing
Statement of Cash Flows
For the Year Ended December 31, 2025

Cash flow from operating activities:	
Change in net assets	\$ 608,114
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Loss on disposal of assets	9,723
Changes in operating assets and liabilities:	
Due from related party	(4,359)
Inventory	245,686
Prepaid expenses and other current assets	(485,526)
Accounts payable	(5,060)
Accounts payable - related party	(9,999)
Payroll and related liabilities	<u>17,541</u>
Net cash provided by operating activities	<u>376,120</u>
Change in cash during the year	376,120
Cash, beginning of year	<u>147,507</u>
Cash, end of year	\$ <u><u>523,627</u></u>

See accompanying notes to the financial statements.

Plus Nothing
Notes to the Financial Statements
December 31, 2025

Note 1 - Nature of Activities and Significant Accounting Policies

NATURE OF ACTIVITIES

Plus Nothing (the "Organization"), a 501(c)(3) non-profit organization in Larimer County, Colorado, is a faith-based organization that exists to print and distribute copies of *The Life and Teachings of Jesus of Nazareth* completely free of charge. All expenses which are not specifically designated as administrative or fund raising are dedicated to fulfilling this function.

BASIS OF PRESENTATION

The Organization reports the excess or deficiency of assets over liabilities of a not-for-profit entity, which is divided into two mutually exclusive classes according to the existence or absence of donor-imposed restrictions in accordance with accounting principles generally accepted in the United States of America. The financial statements of the Organization have been prepared on the accrual basis of accounting 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, *"Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made."*

Net assets of the Organization and changes therein are classified and reported as follows:

Net Assets with Donor Restrictions - The class of net assets of a not-for-profit entity that is subject to donor-imposed restrictions (donors include other types of contributors, including makers of certain grants) is classified as net assets with donor restrictions.

Net Assets without Donor Restrictions - The class of net assets of a not-for-profit entity that is not subject to donor-imposed restrictions (donors include other types of contributors, including makers of certain grants) is classified as net assets without donor restrictions.

DONOR-IMPOSED RESTRICTION

A donor-imposed restriction is a donor stipulation that specifies a use for a contributed asset that is more specific than broad limits resulting from the following:

- a. The nature of the Organization
- b. The environment in which it operates
- c. The purposes specified in its articles of incorporation or bylaws or comparable documents
- d. Timing of pledges promised

RECOGNITION OF DONOR RESTRICTIONS

Support that is restricted by the donor is reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in net assets with donor restrictions.

Plus Nothing
Notes to the Financial Statements
December 31, 2025

Note 1 - Nature of Activities and Significant Accounting Policies (continued)

RECLASSIFICATION OF NET ASSETS

Reclassification of net assets is a simultaneous increase in one class of net assets and decrease of another. A reclassification of net assets usually results from a donor-imposed restriction (donors include other types of contributors, including makers of certain grants) being satisfied or otherwise lapsing.

FUND ACCOUNTING

To ensure observance of limitations and restrictions placed on the use of the resources available to the Organization, the accounts are maintained in accordance with the principles of "fund accounting". This is the procedure by which resources for various purposes are classified for accounting and reporting purposes into funds that are in accordance with activities or objectives specified. Separate accounts are maintained for each fund; however, in the accompanying financial statements, funds that have similar characteristics have been combined into fund groups. Accordingly, all financial transactions have been recorded and reported by fund group.

Within each fund group, funds with donor restrictions by outside sources are so indicated and are distinguished from funds without donor restrictions designated for specific purposes by action of the Board of Directors. Externally restricted funds may only be utilized in accordance with the purposes established by the sources of such and are in contrast with unrestricted funds over which the Board retains full control to use in achieving any of its purposes.

CASH AND CASH EQUIVALENTS

Plus Nothing maintains its cash in bank deposit accounts at financial institutions. Accounts at each institution are insured by the Federal Deposit Insurance Corporation up to \$250,000. The Organization had cash balances of \$273,627 in excess of the insured limit as of December 31, 2025. The Organization considers all unrestricted and highly liquid investments to be cash equivalents that have an initial maturity of three months or less.

CONTRIBUTIONS

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance unconditional. Contributions that are not restricted by the donor are reported as increases in net assets without donor-restrictions if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as an increase net assets with donor-restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor-restrictions.

Plus Nothing
Notes to the Financial Statements
December 31, 2025

Note 1 - Nature of Activities and Significant Accounting Policies (continued)

INVENTORY

Inventory consists of printed books of an easy-to-read translation of *The Life and Teachings of Jesus Nazareth*. Inventory is recorded at the Organization's cost of production. Books in process of production or not yet received are considered to be in transit at year-end and are included in inventory as of December 31, 2025. The Organization manages its inventory production and inventory levels based on orders and historical donated books.

PREPAID EXPENSES AND OTHER CURRENT ASSETS

Prepaid expenses and other current assets primarily include deposits placed on book printing purchase orders in the amount of \$489,456 as of December 31, 2025 with the remaining balance related to software subscriptions prepaid by the Organization.

REVENUE RECOGNITION

The Organization accounts for revenues according to Accounting Standards Update ("ASU") 2014-09, "*Revenues from Contracts with Customers*" (ASC 606), which requires the Organization to recognize revenue depicting the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services.

The Organization accounts for revenues according to ASU 2018-08, "*Clarifying the Scope and Accounting Guidance for Contributions Received and Contributions Made*," which includes specific criteria to consider when determining whether a contract or agreement should be accounted for as a contribution or as an exchange transaction dependent on whether the asset provider is receiving commensurate value in return for those assets. It also provides a framework for determining whether a contribution is conditional or unconditional.

Contribution and grant revenues are recognized when realized or realizable. Fund-raising revenues are recognized at the time of the event.

Payments received on grant agreements and service contracts in advance of the services being performed are deferred and recognized as the terms of the grant agreements are met or as services outlined in contracts are performed. Grant revenue is received from private sources. Other grants are recognized in revenue once the conditions of the grant have been met.

Plus Nothing
Notes to the Financial Statements
December 31, 2025

Note 1 - Nature of Activities and Significant Accounting Policies (continued)

FUNCTIONAL ALLOCATION OF EXPENSES

The costs of program and supporting services activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses presents the natural classification detail of expenses by function. The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Accordingly, these expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include salaries and related, professional services, software expense, and other operating expenses, which are allocated on the basis of estimates of time and effort.

INCOME TAXES

The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code (“IRC”) and a similar provision of state law and has been classified as a public charity (not a private foundation) under Section 509(a)(2) of the IRC. However, the Organization is subject to federal income tax on any unrelated business taxable income. For the years ended December 31, 2025, the Organization did not incur any significant unrelated business income tax.

ADVERTISING COSTS

The Organization expenses advertising costs in the period incurred. Total advertising costs for the year ended December 31, 2025 were \$5,276.

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 the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

FAIR VALUE OF FINANCIAL INSTRUMENTS

In accordance with ASC 820-10, “*Financial Instruments*,” the Organization calculates the fair value of its assets and liabilities which qualify as financial instruments under this statement and includes this additional information in the notes to the financial statements when the fair value is different than the carrying value of those financial instruments.

The estimated fair value of cash, accounts payable, and payroll and related liabilities approximates their carrying amount because of the short-term maturities or expected settlement dates of these instruments. All other significant financial assets and liabilities of the Organization are either recognized or disclosed in the financial statements together with other information relevant for making a reasonable assessment of future cash flows, interest rate risk, and credit risk.

Plus Nothing
Notes to the Financial Statements
December 31, 2025

Note 2 - Liquidity and Availability of Financial Assets

The following reflects the Organization's financial assets as of the statement of financial position date, reduced by amounts not available for general use because of the contractual or donor-imposed restrictions within one year of the statement of financial position date.

Financial assets at year-end		
Cash	\$	523,627
Due from related party		<u>4,359</u>
		527,986
Financial assets available to meet cash needs for general expenditures within one year	\$	<u><u>527,986</u></u>

Note 3 - Related Party Transactions

The Organization regularly enters into transactions with entities related through common ownership to receive goods or services during the normal course of operations. Amounts are as follows as of and for the year ended December 31, 2025:

	Due from	
	<u>related party</u>	<u>Purchases</u>
Blue Ocean Enterprises, Inc.	\$ <u>4,359</u>	\$ <u>11,692</u>

Note 4 - 401(k) Retirement Plan

Eligible employees of the Organization participate in a multi-employer 401(k) plan administered by an entity under common ownership and covers virtually all employees who have attained the age of 18 and completed at least one month of service. The Organization matches up to 4% of participating employees' compensation, subject to limitations provided for in the Internal Revenue Code and Treasury Regulations. Employee and employer contributions to the Plan vest immediately. The Organization made matching contributions of \$1,710 for the year ended December 31, 2025.

Note 5 - Risks and Uncertainties

The Organization receives a substantial amount of their support from donations made by the general public and private organizations. A significant reduction in the level of this support, if it were to occur, would have an effect on the Organization's programs and activities.

Plus Nothing
Notes to the Financial Statements
December 31, 2025

Note 6 - Subsequent Events

The Organization has evaluated all subsequent events through March 6, 2026, the date the financial statements were available to be issued.