ANY BABY CAN OF
SAN ANTONIO, INC.

FINANCIAL STATEMENTS

FOR THE YEARS ENDED

JUNE 30, 2025 AND 2024

Any Baby Can

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Any Baby Can

Armstrong, Vaughan & Associates, P. C.
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Any Baby Can of San Antonio, Inc.
San Antonio, Texas

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Any Baby Can of San Antonio, Inc., which comprise the statements of financial position as of June 30, 2025 and 2024, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Any Baby Can of San Antonio, Inc. as of June 30, 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 (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. 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 Any Baby Can of San Antonio, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. 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 Any Baby Can of San Antonio, Inc.'s ability to continue as a going concern for one year after the date that the financial statements are issued.

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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 Any Baby Can of San Antonio, 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 Any Baby Can of San Antonio, 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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated **August 5, 2026** on our consideration of Any Baby Can of San Antonio Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Any Baby Can of San Antonio, Inc.'s internal control over financial reporting and compliance.

Armstrong, Vaughan & Associates, P.C.

Armstrong, Vaughan & Associates, P.C.

August 5, 2026

ANY BABY CAN OF SAN ANTONIO, INC.
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2025 AND 2024

ASSETS	2025	2024
Current Assets:		
Cash and Cash Equivalents	**$ 794,591**	$ 868,453
Short-Term Investments	**68,273**	68,466
Accounts Receivable	**61,189**	75,765
Prepaid Expenses	**12,326**	67,037
Other Assets - Cemetery Plots	**289,801**	289,801
Total Current Assets	**1,226,180**	1,369,522
Endowment Funds:		
Investments	**1,949,192**	1,676,121
Total Endowment Funds	**1,949,192**	1,676,121
Property and Equipment, Net	**802,730**	869,162
TOTAL ASSETS	**$ 3,978,102**	$ 3,914,805
LIABILITIES AND NET ASSETS		
Current Liabilities:		
Accounts Payable	**$ 57,099**	$ 30,727
Salaries and Benefits Payable	**92,766**	118,421
Deferred Revenue	**13,109**	-
Total Current Liabilities	**162,974**	149,148
Net Assets:		
Without Donor Restrictions		
Available for Operations	**460,972**	650,519
Investment in Property & Equipment	**802,730**	869,162
Board Designated - Endowment	**1,949,192**	1,539,235
With Donor Restrictions	**602,234**	706,741
Total Net Assets	**3,815,128**	3,765,657
TOTAL LIABILITIES AND NET ASSETS	**$ 3,978,102**	$ 3,914,805

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

ANY BABY CAN OF SAN ANTONIO, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025

	Without Donor Restrictions	With Donor Restrictions	**2025 Total**
REVENUES, SUPPORT, AND OTHER			
Revenues and Support:			
Contributions	$ 1,044,206	$ 469,111	**$ 1,513,317**
State and Federal Government Grants	324,352	-	**324,352**
Local Government Grants	240,490	-	**240,490**
Special Events, Net	220,117	-	**220,117**
Interest and Dividends	52,100	-	**52,100**
Realized Gain(Loss) on Investments	8,644	-	**8,644**
Unrealized Gain(Loss) on Investments	148,280	-	**148,280**
Total Revenues and Support	2,038,189	469,111	**2,507,300**
Net Assets Released from Donor Restrictions	573,618	(573,618)	**-**
TOTAL REVENUES, SUPPORT, AND OTHER	2,611,807	(104,507)	**2,507,300**
EXPENSES			
Program Services	1,855,033	-	**1,855,033**
Supporting Services:			
Management and General	409,900	-	**409,900**
Development	192,896	-	**192,896**
TOTAL EXPENSES	2,457,829	-	**2,457,829**
CHANGE IN NET ASSETS	153,978	(104,507)	**49,471**
NET ASSETS - BEGINNING OF YEAR	3,058,916	706,741	**3,765,657**
NET ASSETS - END OF YEAR	$ 3,212,894	$ 602,234	**$ 3,815,128**

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

ANY BABY CAN OF SAN ANTONIO, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024

	Without Donor Restrictions	With Donor Restrictions	2024 Total
REVENUES, SUPPORT, AND OTHER			
Revenues and Support:			
Contributions	$ 565,643	$ 1,228,255	$ 1,793,898
Contributions, In Kind	123,067	-	123,067
State and Federal Government Grants	376,235	-	376,235
Local Government Grants	82,875	-	82,875
Special Events, Net	426,018	-	426,018
Interest and Dividends	34,557	476	35,033
Realized Gain(Loss) on Investments	13,897	4,934	18,831
Unrealized Gain(Loss) on Investments	107,148	5,248	112,396
Total Revenues and Support	1,729,422	1,238,913	2,968,335
Net Assets Released from Donor Restrictions	1,329,646	(1,329,646)	-
TOTAL REVENUES, SUPPORT, AND OTHER	3,059,068	(90,733)	2,968,335
EXPENSES			
Program Services	2,582,443	-	2,582,443
Supporting Services:			
Management and General	495,027	-	495,027
Development	233,117	-	233,117
TOTAL EXPENSES	3,310,587	-	3,310,587
CHANGE IN NET ASSETS	(251,519)	(90,733)	(342,252)
NET ASSETS - BEGINNING OF YEAR	3,310,435	797,474	4,107,909
NET ASSETS - END OF YEAR	$ 3,058,916	$ 706,741	$ 3,765,657

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

ANY BABY CAN OF SAN ANTONIO, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2025

		Supporting Services		
	Program Services	General & Administration	Development	**2025 Total**
FUNCTIONAL EXPENSES				
Personnel Costs:				
Salaries	$ 1,014,235	$ 229,893	$ 108,185	**$ 1,352,313**
Benefits	68,608	15,551	7,318	**91,477**
Payroll Taxes	115,954	26,283	12,368	**154,605**
Total Personnel Costs	1,198,797	271,727	127,871	**1,598,395**
Advertising & Promotions	7,056	1,599	753	**9,408**
Audit Fees	41,287	9,358	4,404	**55,049**
Computer Support	46,061	10,440	4,913	**61,414**
Conference & Meetings	55,625	12,608	5,933	**74,166**
Direct Assistance	45,890	-	-	**45,890**
Dues and Membership Fees	6,471	1,467	690	**8,628**
Insurance	30,983	7,023	3,305	**41,311**
Occupancy	34,581	7,838	3,689	**46,108**
Office Supplies & Administrative	5,534	1,084	511	**7,129**
Postage & Shipping	2,726	618	291	**3,635**
Professional Fees	255,018	57,804	27,202	**340,024**
Printing & Program Materials	41,743	9,462	4,453	**55,658**
Telecommunications	19,064	4,321	2,033	**25,418**
Travel & Mileage	7,730	1,752	825	**10,307**
Depreciation	56,467	12,799	6,023	**75,289**
TOTAL FUNCTIONAL EXPENSES	$ 1,855,033	$ 409,900	$ 192,896	**$ 2,457,829**

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

ANY BABY CAN OF SAN ANTONIO, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2024

		Supporting Services		
	Program Services	General & Administration	Development	2024 Total
FUNCTIONAL EXPENSES				
Personnel Costs:				
Salaries	$ 1,205,521	$ 273,251	$ 128,589	$ 1,607,361
Benefits	129,804	29,422	13,845	173,071
Payroll Taxes	103,987	23,570	11,092	138,649
Total Personnel Costs	1,439,312	326,243	153,526	1,919,081
Advertising & Promotions	4,318	979	461	5,758
Audit Fees	21,375	4,845	2,280	28,500
Computer Support	60,940	13,813	6,500	81,253
Conference & Meetings	16,705	3,786	1,782	22,273
Direct Assistance	398,539	-	-	398,539
Dues and Membership Fees	26,283	5,958	2,804	35,045
Insurance	22,927	5,197	2,446	30,570
Occupancy	59,443	13,474	6,341	79,258
Office Supplies & Administrative	23,752	6,522	3,069	33,343
Other Expenses	24,907	5,646	2,657	33,210
Postage & Shipping	11,886	2,694	1,268	15,848
Professional Fees	315,410	71,493	33,644	420,547
Printing & Program Materials	53,628	11,026	5,189	69,843
Telecommunications	33,036	7,488	3,524	44,048
Travel & Mileage	14,462	3,278	1,704	19,444
Depreciation	55,520	12,585	5,922	74,027
TOTAL FUNCTIONAL EXPENSES	$ 2,582,443	$ 495,027	$ 233,117	$ 3,310,587

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

ANY BABY CAN OF SAN ANTONIO, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2025 AND 2024

		2025		2024
CASH FLOWS FROM OPERATING ACTIVITIES				
Increase (Decrease) in Net Assets	**$**	**49,471**	$	(342,252)
Adjustments				
Depreciation		**75,289**		74,027
Realized and Unrealized (Gain) Loss on Investment		**(156,924)**		(131,227)
Increase (Decrease) in Assets:				
(Increase) Decrease in Receivables		**14,576**		4,877
(Increase) Decrease in Prepaid Expenses		**54,711**		(42,520)
(Increase) Decrease in Other Assets - Cemetery Plots		**-**		9,834
Increase (Decrease) in Liabilities:				
Increase (Decrease) in Accounts Payable		**26,372**		(1,565)
Increase (Decrease) in Salaries and Benefits Payable		**(25,655)**		(909)
Increase (Decrease) in Deferred Revenues		**13,109**		(18,625)
NET CASH PROVIDED (REQUIRED) BY OPERATING ACTIVITIES		**50,949**		(448,342)
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of Property and Equipment		**(8,857)**		(140,329)
Proceeds from Sale of Investments		**135,587**		217,497
Purchase of Investments		**(251,541)**		(371,548)
NET CASH PROVIDED (REQUIRED) BY INVESTING ACTIVITIES		**(124,811)**		(294,380)
NET INCREASE (DECREASE) IN CASH		**(73,862)**		(742,722)
CASH AND CASH EQUIVALENTS AT BEGINNING YEAR		**868,453**		1,611,175
CASH AND CASH EQUIVALENTS AT END OF YEAR	**$**	**794,591**	$	868,453
SUPPLEMENTAL INFORMATION:				
Interest Paid	**$**	**-**	$	-
Income Tax Paid	**$**	**-**	$	-

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

NOTE A – NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Any Baby Can of San Antonio, Inc. (ABC San Antonio) is a not-for-profit corporation that provides support services for families who have children with disabilities or chronic illness, residing in Bexar and the surrounding nineteen counties. ABC San Antonio links medical, educational, and social service agencies, and serves as a central clearing house that provides case management as well as bereavement services, autism services, financial assistance, health and wellness programming, and prescription assistance to children and their families.

Basis of Presentation

The financial statements of ABC San Antonio have been prepared on the accrual basis in accordance with accounting principles generally accepted in the United States of America (GAAP). The accompanying financial statements include only the accounts of ABC San Antonio.

Net assets, support and revenue, and expenses, gains, losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

> *Net Assets Without Donor Restrictions* – Net assets available for use in the general operations and not subject to donor restrictions. Assets restricted solely through the actions of the Board of Directors are reported as net assets without donor restrictions, board designated.
>
> *Net Assets With Donor Restrictions* – Net assets subject to donor-imposed stipulations that may or will be met either by actions of ABC San Antonio and/or passage of time. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Cash and Cash Equivalents

ABC San Antonio considers all unrestricted highly liquid investment accounts with an initial maturity of three months or less to be cash equivalents.

Short Term Investments

Short term investments consists of certificates of deposit with maturities of more than three months but less than one year.

NOTE A – NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

Fair Value of Financial Instruments

The Fair Value Measurements and Disclosures provision of the Financial Accountings Standards Board (FASB) Accounting Standards Codification (ASC) 820, defines fair value, establishes a three-level valuation hierarchy for disclosure of fair value measurement, and expands disclosures about fair value measurements to include how fair value is determined for assets and liabilities. ASC 820 clarifies that fair value is an exit price representing the amount that would be received to sell an asset, or paid to transfer a liability, in an orderly transaction between market participants. An instrument's categorization within the hierarchy is based upon the lowest level of input that is significant to the fair value measurement.

The significant levels of inputs are as follows:

> Level 1 - Inputs that utilize quoted prices (unadjusted) in active markets for identical assets or liabilities.
>
> Level 2 - Inputs that include quoted prices for similar assets and liabilities in active markets, and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the financial instrument. Fair values for these instruments are estimated using pricing models, quoted prices of securities with similar characteristics, or discounted cash flows.
>
> Level 3 - Inputs that are unobservable inputs for the asset or liability, which are typically based on an entity's own assumptions as there is little, if any, related market activity.

The carrying amounts for cash equivalents and short-term investments approximate their fair value because of their short-term maturity.

Investments

Investments are carried at fair value, and realized and unrealized gains and losses are reflected in the Statements of Activities. Investments acquired by gift are valued at amounts representing estimated fair value at the date of the gift.

Receivables

Accounts receivable are stated at unpaid balances. ABC San Antonio receivables are individually analyzed for purposes of determining collectability at year-end, and to ascertain if an allowance is required. The allowance is based on experience and other circumstances which may affect the donor's ability to meet their obligation. It is ABC San Antonio's policy to charge off uncollectible accounts receivable when management determines the receivable will not be collected. An allowance was not deemed necessary for years ended 2025 and 2024.

NOTE A – NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

Promises to Give Receivable

Promises to give receivable are unconditional promises to give that have not yet been received. Promises to give due in the next year are recorded at their net realizable value. Contributions and promises to give due in subsequent years are recorded at the present value of their net realizable value, using interest rates applicable to the years in which the contributions are to be received to discount those amounts. The interest rate is based on the rate at which ABC San Antonio can borrow the funding from a reputable bank or credit union. As of June 30, 2025 and 2024, ABC San Antonio has not recorded an allowance for uncollectible promises to give nor have they discounted contributions as there were no promises to give at year end for both years.

Property and Equipment

Property and equipment were recorded at cost or at the fair market value at the date of gift when assets are contributed. ABC San Antonio's capitalization policy requires that all items purchased with a useful life greater than 3 years and a cost in excess of $5,000 be capitalized. Property and equipment are depreciated over their estimated useful lives (ranging from 3 to 40 years) using the straight-line method. Repairs and maintenance are expensed as incurred.

Revenue Recognition

Income from government grants and program services is recognized in the period in which the fees are earned.

Contributions from United Way are awarded by United Way annually and are recorded by ABC San Antonio in the period for which the award was granted.

Contributions are recognized as revenue when an unconditional gift or promise to give is received.

Gifts of cash and other assets are reported as net assets with restriction or net assets without restriction depending on the existence and/or nature of any donor restriction. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with restriction are reclassified to net assets without restriction and reported in the statement of activities as net assets released from restrictions.

In-Kind Goods and Services

In-kind goods and services contributions that can be measured, and meet certain other requirements, are recorded in the financial statements as contributions and expenses of a like amount. In-kind contributions are measured and recorded at their fair values on the date of donation.

NOTE A – NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

Tax Status

ABC San Antonio has been granted exemption by the Internal Revenue Service (IRS) from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. The IRS has also determined that ABC San Antonio is not a private foundation.

ABC San Antonio's management believes it has no material uncertain tax positions and, accordingly, it will not recognize any related liability. For the years ended June 30, 2025 and 2024 ABC San Antonio did not recognize any interest or penalties.

Tax years 2021-2023 remain open to examination by the taxing jurisdictions to which ABC San Antonio is subject, and these periods have not been extended beyond the applicable statute of limitations.

Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from such estimates.

Advertising

Advertising costs are expensed as incurred. Advertising expense was $67 and $3,258 during the years ended June 30, 2025 and 2024, respectively.

Functional Expense Allocation

The costs of providing ABC San Antonio's programs and activities have been summarized on a functional basis in the statements of activities. The statements of functional expenses present expenses by function and natural classification. Expenses directly attributable to a specific function are reported directly to that function.

Certain costs have been allocated among the programs and supporting services benefited. These expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include salaries and benefits which are allocated on the basis of estimates of time and efforts, as well as utilities, repair and maintenance and insurance which are allocated based on square footage or some other reasonable basis. Computer support is allocated based upon the number of employees, by department. Depreciation is allocated by square footage by department on the building. Program materials, office supplies (except direct usage) is also allocated by number of employees by department.

Compensated Absences

Employees of ABC San Antonio are entitled to paid time off at varying rates based on length of service. Accrued vacation not utilized by employees by the end of their anniversary year may be carried over into the next anniversary year, up to the employee's maximum annual accrual equivalent. Unused, accrued vacation may be paid out upon resignation. Unused, accrued sick leave is forfeited upon separation from employment.

NOTE A – NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

Reclassifications

Certain accounts in prior-year financial statements have been reclassified for comparative purposes to conform with the presentation of current-year financial statements. The reclassifications have no impact on the change in net assets.

Subsequent Events

Subsequent events have been evaluated by management through August 5, 2026, which is the date the financial statements were available to be issued.

NOTE B – CONCENTRATION OF CREDIT RISKS

ABC San Antonio maintains cash balances at several financial institutions in San Antonio, Texas. Financial instruments that potentially subject ABC San Antonio to concentrations of credit risk consist principally of cash deposits. Accounts at each institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to $250,000. Deposits exceed the FDIC coverage at a banking institution by $529,797 as of June 30, 2025. Deposits exceeded FDIC coverage at a banking institution by $1,087,993 as of June 30, 2024.

NOTE C – CASH WITH DONOR RESTRICTIONS

Cash with donor restrictions as of June 30, 2025 and 2024, which is maintained in separate accounts known as the Reed Norman Memorial Trust and the Melissa Holliday/Graham Ladensohn Memorial Account, are included in the following:

	2025	2024
Cash and Cash Equivalents	$ 9,039	$ 9,038
Short Term Investments	60,682	60,673
	$ 69,721	$ 69,711

NOTE D – ACCOUNTS RECEIVABLE

Accounts Receivable are due within one year and are comprised of amounts due to ABC San Antonio from the following entities at June 30:

	2025	2024
Government Grants		
City of San Antonio	$ 4,583	$ 3,700
Bexar County	17,802	-
Texas Department of State Health Services	13,994	56,595
United Way	11,707	4,929
Other	13,103	10,541
Total	$ 61,189	$ 75,765

NOTE E – INVESTMENTS

Investments consisted of the following at June 30:

	Fair Value 2025	Fair Value 2024
Pooled Funds	$ 73,497	$ 70,678
Fixed Income	615,082	518,130
Exchange Traded Funds	1,260,613	1,087,313
	$ 1,949,192	$ 1,676,121

Short term investments consist of certificates of deposit with a maturity of more than three months and less than one year and have not been included in the table above.

NOTE F – FAIR VALUE OF FINANCIAL INSTRUMENTS

ABC San Antonio uses fair value measurements to determine and record fair value adjustments to certain assets and liabilities, in order to report the fair value of the assets and liabilities in the Statements of Financial Position. The following is a description of the valuation methods and assumptions used by ABC San Antonio in estimating the fair value disclosures for financial assets. There have been no changes in methodologies used at June 30, 2025 and 2024:

	Level 1	Level 2	Level 3	2025 Total
Pooled Funds	$ -	$ 73,497	$ -	$ 73,497
Fixed Income	615,082	-	-	615,082
Exchange Traded Funds	1,260,613	-	-	1,260,613
	$ 1,875,695	$ 73,497	$ -	$ 1,949,192

	Level 1	Level 2	Level 3	2024 Total
Pooled Funds	$ -	$ 70,678	$ -	$ 70,678
Fixed Income	518,130	-	-	518,130
Exchange Traded Funds	1,087,313	-	-	1,087,313
	$ 1,605,443	$ 70,678	$ -	$ 1,676,121

NOTE G – PROPERTY AND EQUIPMENT

Property and equipment consisted of the following at June 30:

	2025	2024
Land	$ 94,778	$ 94,778
Buildings and Improvements	1,469,293	1,460,436
Furniture and Equipment	498,374	498,374
Total Property and Equipment	2,062,445	2,053,588
Less: Accumulated Depreciation	(1,259,715)	(1,184,426)
Property and Equipment - Net	$ 802,730	$ 869,162

Depreciation expense for the years ended June 30, 2025 and 2024 was $75,289 and $74,027, respectively.

Land is not depreciated.

NOTE H – NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions were restricted for the following purposes at June 30:

	2025	2024
Program Services*	$ 569,111	$ 673,618
Endowment	33,123	33,123
	$ 602,234	$ 706,741

ABC San Antonio's net assets with donor restrictions include initial contributions for perpetually restricted endowment funds.

Net assets with donor restrictions were released from restriction for the following purposes as follows for the years ended June 30:

	2025	2024
Program Services*	$ 573,618	$ 823,191
Direct Assistance	-	262,266
United Way	-	243,938
Other	-	251
	$ 573,618	$ 1,329,646

*Programs include case management, prescription assistance, autism services, center for infant and child loss.

NOTE I – SPECIAL EVENTS

Special events revenue, net of direct expenses, consisted of the following for the years ended June 30:

	Angel Affair	Walk for Autism	Butterly Memorial	Other	2025 Total
Revenues	$ 233,044	$ 195,330	$ 17,163	$ 13,167	$ 458,704
Expenses	(135,376)	(76,522)	(12,643)	(14,046)	(238,587)
	$ 97,668	$ 118,808	$ 4,520	$ (879)	$ 220,117

	Virtual Angels for Hope	Virtual Walk for Autism	NB Fundraiser Walk	Golf Tournament	Other	2024 Total
Revenues	$ 246,960	$ 247,177	$ 55,149	$ 50,567	$ 12,518	$ 612,371
Expenses	(113,016)	(50,902)	(3,147)	(18,811)	(477)	(186,353)
	$ 133,944	$ 196,275	$ 52,002	$ 31,756	$ 12,041	$ 426,018

NOTE J – EMPLOYEE BENEFIT PLAN

Employees are eligible to enroll in the 401(k) plan the first day of each quarter, following six months of employment. ABC San Antonio does not contribute or match to the 401(k) on the employee's behalf. G&A Partners became the administrator after December 2020.

NOTE K – ENDOWMENT FUNDS

General Information

ABC San Antonio maintains various endowment funds established for a variety of purposes. These endowments include both donor-restricted endowment contributions, and funds designated by the Board to function as endowments. The donor-restricted endowment funds fall under the provisions of the Uniform Prudent Management of Institutional Funds Act of 2006 (UPMIFA), which was adopted by the state of Texas with an effective date of September 1, 2007. This policy defines ABC San Antonio's interpretation of the provisions of this law as they relate to the prudent management of its endowment funds.

Endowment "Principal" Interpretation

ABC San Antonio has interpreted UPMIFA as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds, absent explicit donor stipulations to the contrary. As a result of this interpretation, ABC San Antonio classifies as net assets with donor restriction the original value of gifts donated to the permanent endowment (the "Principal"). The remaining portion of the donor-restricted endowment funds is also classified as net assets with donor restriction, until those amounts are appropriated for expenditure by ABC San Antonio in a manner consistent with the standard of prudence prescribed by UPMIFA.

Endowment Investment Objectives

Endowment investments are managed by professional money managers under the direction of the Board of ABC San Antonio. Funds are invested in a manner that seeks to produce results that meet or exceed the performance of generally recognized market indices, while assuming a moderate level of investment risk.

To satisfy this performance objective, ABC San Antonio relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). ABC San Antonio targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

NOTE K– ENDOWMENT FUNDS (CONT.)

Endowment “Income" Appropriation (Spending Policy)

The ABC Board is authorized, but is not required, to distribute the net income of the endowed funds annually. Any net income that is not distributed each year shall be available for distribution in subsequent years.

In accordance with UPMIFA, in all its endowment spending activity, ABC San Antonio considers the following factors in making a determination to appropriate (spend) or accumulate donor-restricted endowment funds:

1. The duration and preservation of the fund
2. The purposes of ABC San Antonio and the donor-restricted endowment fund
3. General economic and investment market conditions
4. The possible effect of inflation and deflation
5. The expected total return from income and the appreciation of investments
6. Other resources of ABC San Antonio, and
7. The investment policies of ABC San Antonio

Endowment Net Asset Composition by Type of Fund as of June 30, 2025:

	Without Donor Restrictions	With Donor Restrictions	Total
Donor-Restricted Endowment Funds	$ -	$ 33,123	$ 33,123
Board-Designated Endowment Funds	1,916,069	-	1,916,069
Total	$ 1,916,069	$ 33,123	$ 1,949,192

Endowment “Income" Appropriation (Spending Policy) (Cont.)

Changes in Endowment Net Assets for the Year Ended June 30, 2025:

	Without Donor Restrictions	With Donor Restrictions	Total
Beginning Endowment Net Assets	$ 1,539,235	$ 110,155	$ 1,649,390
Transfers	336,113	(77,032)	259,081
Interest and Dividends	25,996	-	25,996
Net Appreciation (Realized and Unrealized)	14,725	-	14,725
Total Investment Return	376,834	(77,032)	299,802
Appropriations of Endowment Net Assets for Expenditure	-	-	-
Ending Endowment Net Assets	$ 1,916,069	$ 33,123	$ 1,949,192

NOTE K– ENDOWMENT FUNDS (CONT.)

Endowment Net Asset Composition by Type of Fund as of June 30, 2024:

	Without Donor Restrictions	With Donor Restrictions	Total
Donor-Restricted Endowment Funds	$ -	$ 110,155	$ 110,155
Board-Designated Endowment Funds	1,539,235	-	1,539,235
Total	$ 1,539,235	$ 110,155	$ 1,649,390

Changes in Endowment Net Assets for the Year Ended June 30, 2024:

	Without Donor Restrictions	With Donor Restrictions	Total
Beginning Endowment Net Assets	$ 1,539,235	$ 110,155	$ 1,649,390
Interest and Dividends	34,557	476	35,033
Net Appreciation (Realized and Unrealized)	121,027	10,182	131,209
Total Investment Return	155,584	10,658	166,242
Appropriations of Endowment Net Assets for Expenditure	(155,584)	(10,658)	(166,242)
Ending Endowment Net Assets	$ 1,539,235	$ 110,155	$ 1,649,390

NOTE L – GRANT CONTINGENCY

Any Baby Can of San Antonio, Inc. is funded by various grant programs which are governed by various rules and regulations of the grantor agencies. Expenses charged to the grant programs are subject to audit and adjustment by the grantor agency. To the extent that Any Baby Can of San Antonio, Inc. has not complied with the rules and regulations governing the grant, refunds of any money received may be required. It is the opinion of management that there are no significant contingent liabilities relating to compliance with the rules and regulations governing the grants; therefore, no provision has been made in the accompanying financial statements for contingencies.

NOTE M – LIQUIDITY AND AVAILABILITY OF FINANCIAL RESOURCES

ABC San Antonio monitors its liquidity and available financial resources to manage cash flow needs for general expenditures and ongoing operations. Normal operating expenses, excluding in-kind expenses and depreciation, were approximately $198 thousand per month in 2025 and $259 thousand per month in 2024.

As of June 30, 2025, and 2024, the Organization had approximately $158,845 and $293,681, respectively, available to meet cash needs for general expenditures within one year, as reflected in the table below.

	2025	2024
Cash and Cash Equivalents	$ 794,591	$ 868,453
Short-Term Investments	68,273	68,466
Accounts Receivable	61,189	75,765
Endowment Fund Investments	1,949,192	1,676,121
Accounts Payable	(57,099)	(30,727)
Salaries and Benefits Payable	(92,766)	(118,421)
Deferred Revenue	(13,109)	-
Total Financial Assets	$ 2,710,271	$ 2,539,657
Less: Board Designated - Endowment	(1,949,192)	(1,539,235)
Less: Net Assets with Donor Restrictions	(602,234)	(706,741)
Total Financial Assets Available to Meet Cash for General Expenditure Needs	$ 158,845	$ 293,681

The board designated endowment as well as board designated other funds may be used for operations in future years.

NOTE N – LITIGATION

The management of ABC San Antonio is unaware of any pending or threatened litigation.

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COMPLIANCE SECTION

INDEPENDENT AUDITOR'S REPORT

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

The Board of Directors
Any Baby Can of San Antonio, Inc.
San Antonio, Texas

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Accounting Standards* issued by the Comptroller General of the United States, the financial statements of Any Baby Can of San Antonio, Inc., which comprise the Statement of Financial Position as of June 30, 2025, the related Statements of Activities, Functional Expenses, and Cash Flows for the year then ended, and the related notes to the financial statements and have issued our report thereon dated August 5, 2026.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements we considered Any Baby Can of San Antonio, Inc.'s internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Any Baby Can of San Antonio, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of Any Baby Can of San Antonio, Inc.'s internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit, we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Any Baby Can of San Antonio, Inc.'s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted a certain matter that we have reported to management of Any Baby Can of San Antonio, Inc. in a separate letter dated August 5, 2026.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Armstrong, Vaughan & Associates, P.C.

Armstrong, Vaughan & Associates, P.C.

August 5, 2026

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