BALTIMORE YEARLY MEETING
OF THE RELIGIOUS SOCIETY OF FRIENDS, INC. AND AFFILIATE
Consolidated Financial Statements
December 31, 2025 and 2024
With Independent Auditor's Report

withum
ADVISORY TAX AUDIT

Baltimore Yearly Meeting of the Religious Society of Friends, Inc. and Affiliate
Table of Contents
December 31, 2025 and 2024

Independent Auditor's Report	1-2
Consolidated Financial Statements	
Consolidated Statements of Financial Position	3
Consolidated Statements of Activities	4-5
Consolidated Statements of Functional Expenses	6-7
Consolidated Statements of Cash Flows	8
Notes to Consolidated Financial Statements	9-19
Supplementary Information	
Consolidating Statement of Financial Position	20
Consolidating Statement of Activities	21
Statement of Activities – Yearly Meeting Only	22

INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees of
Baltimore Yearly Meeting of the Religious Society of Friends, Inc. and Affiliate:

Opinion

We have audited the consolidated financial statements of the Baltimore Yearly Meeting of the Religious Society of Friends, Inc. and Affiliate (nonprofit organizations), which comprise the consolidated statements of financial position as of December 31, 2025 and 2024, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Baltimore Yearly Meeting of the Religious Society of Friends, Inc. and Affiliate as of December 31, 2025 and 2024, and the changes in their net assets and their 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"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are required to be independent of the Baltimore Yearly Meeting of the Religious Society of Friends, Inc. and Affiliate 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 Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Baltimore Yearly Meeting of the Religious Society of Friends, Inc. and Affiliate's ability to continue as a going concern within one year after the date that the consolidated financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated 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 consolidated 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 consolidated financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Baltimore Yearly Meeting of the Religious Society of Friends, Inc. and Affiliate'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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Baltimore Yearly Meeting of the Religious Society of Friends, Inc. and Affiliate'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.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The supplementary information on pages 19 through 21 is presented for purposes of additional analysis and is not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

Withum Smith + Brown, PC

October 15, 2026

Baltimore Yearly Meeting of the Religious Society of Friends, Inc. and Affiliate
Consolidated Statements of Financial Position
December 31, 2025 and 2024

	2025	2024
Assets		
Cash	$ 334,863	$ 305,597
Contributions and grants receivable, net	45,222	47,388
Prepaid expenses and other assets	96,032	9,880
Investments	6,505,514	5,984,962
Property and equipment, net	2,935,587	2,869,455
Total assets	$ 9,917,218	$ 9,217,282
Liabilities and Net Assets		
Liabilities		
Accounts payable and accrued expenses	$ 96,567	$ 140,161
Deferred revenue	202,278	-
Total liabilities	298,845	140,161
Net assets		
Without donor restrictions		
Undesignated	958,792	766,073
Board designated	4,367,237	3,894,479
Property and equipment	2,935,587	2,869,455
	8,261,616	7,530,007
With donor restrictions	1,356,757	1,547,114
Total net assets	9,618,373	9,077,121
Total liabilities and net assets	$ 9,917,218	$ 9,217,282

The Notes to Consolidated Financial Statements are an integral part of these statements.

Baltimore Yearly Meeting of the Religious Society of Friends, Inc. and Affiliate
Consolidated Statement of Activities
Year Ended December 31, 2025 with Comparative Totals for 2024

	Without Donor Restrictions					Totals	
	Undesignated	Board Designated	Property and Equipment	Total	With Donor Restrictions	2025	2024
Revenue and support							
Summer camp revenue	$ 1,357,307	$ -	$ -	$ 1,357,307	$ -	$ 1,357,307	$ 1,501,194
Contributions and grants	585,645	88,207	-	673,852	95,931	769,783	832,102
Apportionments	521,595	-	-	521,595	-	521,595	562,074
Annual session revenue	71,561	-	-	71,561	-	71,561	69,804
Youth and other program revenue	27,951	-	-	27,951	-	27,951	28,969
Other revenue	54,883	-	-	54,883	-	54,883	67,666
Net assets released from restrictions/designations	382,914	(201,601)	209,500	390,813	(390,813)	-	-
Total revenue and support	3,001,856	(113,394)	209,500	3,097,962	(294,882)	2,803,080	3,061,809
Expenses							
Program services							
Summer camp	1,767,599	-	134,349	1,901,948	-	1,901,948	2,175,052
Annual session	74,804	-	-	74,804	-	74,804	69,930
Other programs	416,430	-	-	416,430	-	416,430	547,641
Total program services	2,258,833	-	134,349	2,393,182	-	2,393,182	2,792,623
Supporting services							
Administration	512,461	-	9,019	521,480	-	521,480	494,874
Fundraising	156,122	-	-	156,122	-	156,122	141,850
Total supporting services	668,583	-	9,019	677,602	-	677,602	636,724
Total expenses	2,927,416	-	143,368	3,070,784	-	3,070,784	3,429,347
Change in net assets before other changes	74,440	(113,394)	66,132	27,178	(294,882)	(267,704)	(367,538)
Other changes							
Investment income, net	118,279	586,152	-	704,431	104,525	808,956	1,149,099
Change in net assets	192,719	472,758	66,132	731,609	(190,357)	541,252	781,561
Net assets							
Beginning of year	766,073	3,894,479	2,869,455	7,530,007	1,547,114	9,077,121	8,295,560
End of year	$ 958,792	$ 4,367,237	$ 2,935,587	$ 8,261,616	$ 1,356,757	$ 9,618,373	$ 9,077,121

The Notes to Consolidated Financial Statements are an integral part of this statement.

Baltimore Yearly Meeting of the Religious Society of Friends, Inc. and Affiliate
Consolidated Statement of Activities
Year Ended December 31, 2024

	Without Donor Restrictions					
	Undesignated	Board Designated	Property and Equipment	Total	With Donor Restrictions	Total
Revenue and support						
Summer camp revenue	$ 1,501,194	$ -	$ -	$ 1,501,194	$ -	$ 1,501,194
Contributions and grants	301,846	-	-	301,846	530,256	832,102
Apportionments	562,074	-	-	562,074	-	562,074
Annual session revenue	69,804	-	-	69,804	-	69,804
Youth and other program revenue	28,969	-	-	28,969	-	28,969
Other revenue	67,666	-	-	67,666	-	67,666
Net assets released from restrictions/designations	321,238	(223,407)	317,771	415,602	(415,602)	-
Total revenue and support	2,852,791	(223,407)	317,771	2,947,155	114,654	3,061,809
Expenses						
Program services						
Summer camp	2,013,542	-	161,510	2,175,052	-	2,175,052
Annual session	69,930	-	-	69,930	-	69,930
Other programs	547,641	-	-	547,641	-	547,641
Total program services	2,631,113	-	161,510	2,792,623	-	2,792,623
Supporting services						
Administration	485,824	-	9,050	494,874	-	494,874
Fundraising	141,850	-	-	141,850	-	141,850
Total supporting services	627,674	-	9,050	636,724	-	636,724
Total expenses	3,258,787	-	170,560	3,429,347	-	3,429,347
Change in net assets before other changes	(405,996)	(223,407)	147,211	(482,192)	114,654	(367,538)
Other changes						
Investment income, net	128,868	925,153	-	1,054,021	95,078	1,149,099
Change in net assets	(277,128)	701,746	147,211	571,829	209,732	781,561
Net assets						
Beginning of year	1,043,201	3,192,733	2,722,244	6,958,178	1,337,382	8,295,560
End of year	$ 766,073	$ 3,894,479	$ 2,869,455	$ 7,530,007	$ 1,547,114	$ 9,077,121

The Notes to Consolidated Financial Statements are an integral part of this statement.

Baltimore Yearly Meeting of the Religious Society of Friends, Inc. and Affiliate
Consolidated Statement of Functional Expenses
Year Ended December 31, 2025 with Comparative Totals for 2024

	Program Services	Supporting Services		Totals	
		Administration	Fundraising	2025	2024
Salaries	$ 1,061,846	$ 250,037	$ 84,481	$ 1,396,364	$ 1,407,380
Payroll taxes	80,235	18,845	5,843	104,923	105,575
Employee benefits	127,511	51,428	22,612	201,551	209,592
	1,269,592	320,310	112,936	1,702,838	1,722,547
Contributions and grants	279,470	-	-	279,470	243,182
Depreciation	134,349	9,019	-	143,368	170,560
Equipment expense	53,445	47,628	7,137	108,210	137,154
Food	124,308	2,151	2,561	129,020	149,119
Insurance	59,128	8,945	-	68,073	172,971
Maintenance	45,769	5,467	-	51,236	59,283
Miscellaneous	9,103	2,439	-	11,542	32,130
Occupancy	132,019	4,532	-	136,551	170,070
Office expense	52,686	22,048	2,110	76,844	88,350
Printing and postage	12,323	8,745	6,575	27,643	52,518
Professional fees	52,117	77,340	23,710	153,167	250,549
Travel	39,691	9,780	446	49,917	60,344
Vehicle expense	72,318	191	122	72,631	80,915
Workshop expense	56,864	2,885	525	60,274	39,655
Total expenses	$ 2,393,182	$ 521,480	$ 156,122	$ 3,070,784	$ 3,429,347

The Notes to Consolidated Financial Statements are an integral part of this statement.

Baltimore Yearly Meeting of the Religious Society of Friends, Inc. and Affiliate
Consoldiated Statement of Functional Expenses
Year Ended December 31, 2024

	Program Services	Supporting Services		Total
		Administration	Fundraising	
Salaries	$ 1,101,233	$ 232,155	$ 73,992	$ 1,407,380
Payroll taxes	82,580	17,957	5,038	105,575
Employee benefits	136,883	60,062	12,647	209,592
	1,320,696	310,174	91,677	1,722,547
Contributions and grants	243,182	-	-	243,182
Depreciation	161,510	9,050	-	170,560
Equipment expense	92,581	34,129	10,444	137,154
Food	147,443	1,544	132	149,119
Insurance	157,601	15,370	-	172,971
Maintenance	54,610	4,673	-	59,283
Miscellaneous	21,832	10,298	-	32,130
Occupancy	160,547	9,523	-	170,070
Office expense	70,094	16,309	1,947	88,350
Printing and postage	18,666	28,389	5,463	52,518
Professional fees	171,862	47,212	31,475	250,549
Travel	52,076	7,771	497	60,344
Vehicle expense	80,547	368	-	80,915
Workshop expense	39,376	64	215	39,655
Total expenses	$ 2,792,623	$ 494,874	$ 141,850	$ 3,429,347

The Notes to Consolidated Financial Statements are an integral part of this statement.

Baltimore Yearly Meeting of the Religious Society of Friends, Inc. and Affiliate
Consolidated Statements of Cash Flows
Years Ended December 31, 2025 and 2024

	2025	2024
Operating activities		
Change in net assets	$ 541,252	$ 781,561
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Depreciation	143,368	170,560
Unrealized and realized gain on investments	(707,594)	(1,053,863)
Contributions restricted for long-term purposes	(1,120)	(1,165)
Change in operating assets and liabilities		
Contributions and grants receivable	2,166	77,782
Prepaid expenses and other assets	(86,152)	90,746
Accounts payable and accrued expenses	(43,594)	(3,550)
Deferred revenue	202,278	-
Net cash provided by operating activities	50,604	62,071
Investing activities		
Purchase of property and equipment	(209,500)	(317,771)
Purchase of investments	(161,540)	(302,710)
Proceeds from sale of investments	348,582	631,353
Net cash (used in) provided by investing activities	(22,458)	10,872
Financing activity		
Contributions received for endowment purposes	1,120	1,165
Net cash provided by financing activity	1,120	1,165
Net change in cash	29,266	74,108
Cash		
Beginning of year	305,597	231,489
End of year	$ 334,863	$ 305,597

The Notes to Consolidated Financial Statements are an integral part of these statements.

1. NATURE OF OPERATIONS AND PRINCIPLES OF CONSOLIDATION

Baltimore Yearly Meeting of the Religious Society of Friends, Inc.
The Baltimore Yearly Meeting of the Religious Society of Friends, Inc. ("Yearly Meeting") is a non-profit organization incorporated on January 2, 1968, under the laws of the State of Maryland as the consolidation of two yearly meetings of the Society of Friends (commonly known as Quakers) incorporated in Maryland in 1867 and 1886, respectively. The Yearly Meeting is, and its immediate predecessors were, direct successors to the West River Yearly Meeting that opened in 1672 as the governing body for all Friends meetings on either side of the Chesapeake Bay. The Yearly Meeting now has constituent local meetings in Maryland, Virginia, Pennsylvania, the District of Columbia and West Virginia. The Yearly Meeting is organized exclusively to promote religious, charitable and educational interests of its members and its constituent Monthly Meetings, through the work of its boards, committees, institutions and instrumentalities affiliated with the Religious Society of Friends. The Yearly Meeting appoints all of the trustees of the Miles White Beneficial Society of Baltimore City.

Miles White Beneficial Society of Baltimore City
The Miles White Beneficial Society of Baltimore City ("Miles White Beneficial Society" or "Affiliate") was founded and incorporated in 1874 to administer the testamentary trust under the will of Miles White, a member until his death of the meeting in Baltimore Yearly Meeting of Friends (Orthodox) currently named Baltimore Monthly Meeting, Homewood. The Affiliate, through its Board of Trustees, awards scholarships to college students, awards grants to Quaker schools and other organizations with connections to the Quaker community, and awards grants to charitable organizations in the Greater Baltimore area. Upon the consolidation of the two "Baltimore Yearly Meetings" in 1968, oversight of the Affiliate passed to the Yearly Meeting. In 2010-2011, the Yearly Meeting agreed that the Affiliate could become a "supporting organization" for the Yearly Meeting, and the Yearly Meeting has since then appointed or renewed the Affiliate's trustees.

The consolidated financial statements include the accounts of the Yearly Meeting and Affiliate. All intercompany accounts and transactions have been eliminated in consolidation.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting
The consolidated financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (“GAAP”). As a result, revenues are recognized when earned and expenses are recognized when incurred.

Consolidated Financial Statement Presentation
The Yearly Meeting and Affiliate report information regarding their financial position and activities according to the following classes of net assets:

Net Assets Without Donor Restrictions: Net assets that are not subject to donor-imposed restrictions. The Yearly Meeting and Affiliate have three classifications of net assets without donor restrictions. Undesignated net assets are net assets that are available for the general operations of the Yearly Meeting. Property and equipment represents the net book value of those assets. Designated net assets without donor restrictions have been restricted for a specific purpose by the Board of the organization holding them.

Net Assets With Donor Restrictions: Net assets that are subject to donor-imposed restrictions that will be satisfied by actions of the Yearly Meeting and Affiliate and/or the passage of time. When a restriction is satisfied, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the consolidated statements of activities as net assets released from restrictions.

Also included in this category are net assets subject to donor-imposed restrictions that require the net assets be maintained indefinitely while permitting the Yearly Meeting and Affiliate to expend the income generated in accordance with the provisions of the contribution.

Measure of Operations

The consolidated statements of activities report all changes in net assets, including changes in net assets from operating and non-operating activities. The Yearly Meeting and Affiliate include in their measure of operations all revenues and expenses that are integral to its program services and supporting services. The measure of operations excludes non-operating activities, which are limited primarily to returns from investments and other activities considered to be of a non-operating nature.

Use of Estimates

The preparation of consolidated financial statements in accordance with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the consolidated financial statements and the disclosure of contingent assets and liabilities, as well as the reported amounts of revenues and expenses during the reported period. Actual results could vary from those estimates. Significant estimates include the net realizable value of contributions and grants receivable, the fair value of investments, the useful lives of property and equipment and the allocation of functional expenses.

Fair Value Measurements of Assets and Liabilities

GAAP defines fair value as the price that would be received to sell an asset or paid to transfer a liability (i.e. the "exit price") in an orderly transaction between market participants at the measurement date. GAAP establishes a fair value hierarchy for inputs used in measuring fair value that maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that the most observable inputs be used when available. Observable inputs are those that market participants would use in pricing the asset or liability based on market data obtained from sources independent of the Yearly Meeting and Affiliate. Unobservable inputs reflect the Yearly Meeting and Affiliate's assumptions about the inputs market participants would use in pricing the asset or liability developed based on the best information available in the circumstances. The fair value hierarchy is categorized into three levels based on the inputs as follows:

Level 1 – Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Yearly Meeting and Affiliate have the ability to access.

Level 2 – Inputs to the valuation methodology include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in inactive markets, inputs other than quoted prices that are observable for the asset or liability and inputs that are derived principally from observable market data by correlation or other means. If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 – Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

Money Market Funds: Valued at cost which approximates fair value.

Common Stocks, Mutual Funds and Exchange Traded Funds: Valued at quoted prices for identical assets or liabilities in active markets that the Yearly Meeting and Affiliate have the ability to access.

Corporate Bonds: Valued based on investment managers use of pricing services using market data.

Units in the Quaker Growth and Income Fund of Friends Fiduciary Corporation: Valued at net asset value which is based on its ownership interest in the funds (Notes 3 and 11). These are excluded from the fair value hierarchy.

Contributions and Grants Receivable
The Yearly Meeting and Affiliate record unconditional contributions and grants receivable that are expected to be collected within one year at net realizable value. Contributions and grants receivable with expected collection past one year are recorded at net present value using risk-free rates applicable to the years in which the promises are received. The Yearly Meeting and Affiliate monitor the collectability of these receivables and an allowance for uncollectable promises to give is recorded based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Contributions and grants receivable are expected to be collected within one year.

Investments
Investments in equity securities with readily determinable fair values and all investments in debt securities are reported at fair value as determined by quoted market prices with gains and losses included in the consolidated statements of activities. Dividend and interest income is recorded as earned.

The Yearly Meeting and Affiliate invest in a professionally-managed portfolio that contains various types of securities (see Note 3). Such investments are exposed to market, interest rate and credit risks. Due to the level of risk associated with such investments, and the level of uncertainty related to changes in the value of such investments, it is at least reasonably possible that changes in the near term would materially affect investment balances and the amounts reported in the consolidated financial statements.

Property and Equipment
Property and equipment additions are recorded at cost or at estimated value at the date of gift, if donated, less accumulated depreciation. Depreciation of property and equipment is computed on a straight-line basis over the estimated useful lives of the respective assets as follows:

Description	Life (Years)
Buildings and improvements	25
Furniture and equipment	5
Vehicles	5

Impairment of Long-Lived Assets
The Yearly Meeting and Affiliate review their long-lived assets for impairment whenever events or circumstances indicate that the carrying value of such assets may not be fully recoverable. Impairment is present when the sum of undiscounted estimated future cash flows expected to result from use of the assets is less than carrying value. If impairment is present, the carrying value of the impaired asset is reduced to its fair value. Fair value is determined based on discounted cash flows or appraised values, depending on the nature of the assets. During the years ended December 31, 2025 and 2024, there were no impairment losses recognized for long-lived assets.

Revenue Recognition
The Yearly Meeting and Affiliate account for revenue from contracts with customers as exchange transactions in the consolidated statements of activities as revenue without donor restrictions.

In determining the appropriate amount of revenue to be recognized as it fulfills its obligations under its agreements, the Yearly Meeting and Affiliate perform the following steps in accordance with Topic 606: (i) identification of the promised goods or services in the contract; (ii) determination of whether the promised goods or services are performance obligations including whether they are distinct in the context of the contract; (iii) measurement of the transaction price, including the constraint on variable consideration; (iv) allocation of the transaction price to the performance obligations based on estimated selling prices; and (v) recognition of revenue when (or as) the Yearly Meeting and Affiliate's satisfy each performance obligation.

Summer camp revenue, annual session revenue and youth and other program revenue is recorded at the point in time the camp, annual session or program is conducted. Fees related to activities held after December 31st are deferred to the next year. Such revenues collected in advance are included in deferred revenue in the consolidated statements of financial position.

Deferred revenue at December 31, 2025 is expected to be recognized as revenue in 2026. There were no contract assets or liabilities at December 31, 2024 and 2023.

Contributions and Grants

Contributions and grants are recorded as net assets without donor restrictions or with donor restrictions depending on the absence or existence and nature of any donor restrictions. Donor-restricted contributions and grants whose restrictions are satisfied in the same period are reported as net assets without donor restrictions.

Unconditional contributions and grants are recognized when the related promise to give is received. Conditional contributions and grants, that is, those with a measurable performance or other measurable barrier, and a right of return or release, are not recognized in revenue until the conditions on which they depend have been substantially met.

Apportionment payments received from monthly meetings are recorded as income when received as the apportionment payment is contingent on the level of giving by the monthly meeting's constituents.

Functional Allocation of Expenses

The costs of providing the various program and supporting services have been presented on a functional basis in the consolidated statements of activities and detailed by natural classification within the consolidated statements of functional expenses. Accordingly, certain expenses have been allocated among the program and supporting services benefited.

The consolidated financial statements have certain categories of expenses that are attributed to more than one program or supporting function. Therefore, certain expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include certain salaries and wages (and related benefits and payroll taxes), insurance, professional fees and office expenses, which are allocated on the basis of estimates of time and effort.

Income Tax Status

The Yearly Meeting and Affiliate are exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. However, income from certain activities not directly related to their tax-exempt purpose is subject to taxation as unrelated business income.

GAAP prescribes a minimum recognition threshold that a tax position is required to meet in order to be recognized in the consolidated financial statements. The Yearly Meeting and Affiliate believe that they had no uncertain tax positions as defined in GAAP.

Concentrations of Credit Risk

The Yearly Meeting and Affiliate have significant cash and money market fund balances at financial institutions which throughout the year regularly exceed the amounts insured by either the Federal Deposit Insurance Corporation for up to $250,000 or the Securities Investor Protection Corporation. Any loss incurred or lack of access to such funds could have a significant adverse impact on the Yearly Meeting and Affiliate's financial condition, change in net assets, and cash flows.

Reclassification
Certain reclassification of amounts previously reported have been made to the accompanying consolidated financial statements to maintain consistency between periods presented. The reclassification had no impact on previously reported net assets.

3. INVESTMENTS

Investments consisted of the following at December 31, 2025 and 2024:

2025	Yearly Meeting	Affiliate	Total
Money market funds	$ -	$ 65,875	$ 65,875
Units in the Quaker Growth and Income Fund of Friends Fiduciary Corporation	2,254,490	-	2,254,490
Corporate bonds	-	76,466	76,466
Common stock	1,059	4,107,624	4,108,683
Total investments	$ 2,255,549	$ 4,249,965	$ 6,505,514

2024	Yearly Meeting	Affiliate	Total
Money market funds	$ 46,468	$ 45,198	$ 91,666
Units in the Quaker Growth and Income Fund of Friends Fiduciary Corporation	1,473,811	-	1,473,811
Corporate bonds	-	100,667	100,667
Equity exchange traded funds and mutual funds	487,839	-	487,839
Common stock	124,659	3,706,320	3,830,979
Total investments	$ 2,132,777	$ 3,852,185	$ 5,984,962

The Quaker Growth & Income Fund (the "Fund") is a co-mingled investment fund managed and administered by Friends Fiduciary Corporation ("Fiduciary"). Fiduciary is a Quaker nonprofit corporation which qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code. Fiduciary's mission is to provide institutional socially responsible investment, planned giving and trusteeship services for Friends meetings, churches, schools and other nonprofit, tax-exempt organizations. The Fund's investment objective is to provide long-term total return by investing its assets in a balanced and diversified portfolio of common stocks, fixed income investments and other marketable securities, consistent with the Fund's socially responsible investment criteria. The Fund has no commitments and no redemption restrictions.

Investment income, net was comprised of the following for the years ended December 31, 2025 and 2024:

2025	Yearly Meeting	Affiliate	Total
Interest and dividends	$ 72,975	$ 50,368	$ 123,343
Net realized and unrealized gain on investments	176,083	531,511	707,594
Less: Investment management fees	(1,276)	(20,705)	(21,981)
Investment income, net	$ 247,782	$ 561,174	$ 808,956

2024	Yearly Meeting	Affiliate	Total
Interest and dividends	$ 65,656	$ 54,918	$ 120,574
Net realized and unrealized gain on investments	187,914	865,949	1,053,863
Less: Investment management fees	(6,889)	(18,449)	(25,338)
Investment income, net	$ 246,681	$ 902,418	$ 1,149,099

4. PROPERTY AND EQUIPMENT

Property and equipment consisted of the following at December 31, 2025 and 2024:

	2025	2024
Land and improvements	$ 1,492,404	$ 1,492,404
Buildings	2,114,495	2,104,881
Leasehold improvements	700,322	392,367
Furniture and equipment	238,566	238,566
Vehicles	309,970	282,505
Projects in process	-	180,706
Total property and equipment, at cost	4,855,757	4,691,429
Less: Accumulated depreciation	(1,920,170)	(1,821,974)
Total property and equipment, net	$ 2,935,587	$ 2,869,455

5. LINES OF CREDIT

The Yearly Meeting has a $100,000 bank credit line and a $25,000 overdraft credit line, both of which bear interest at prime rate plus .5% and expired on October 31, 2026, respectively. Advances under the $100,000 credit line are secured by a Deed of Trust and Assignment of Rents in the maximum amount of $100,000. There were no advances outstanding as of December 31, 2025 and 2024.

6. NET ASSETS WITHOUT DONOR RESTRICTIONS – BOARD DESIGNATED

Board designated net assets consisted of the following:

	December 31, 2024	Additions	Releases	December 31, 2025
Grants (Miles White Beneficial Society)	$ 3,852,185	$ 599,381	$ (201,601)	$ 4,249,965
Other	42,294	74,978	-	117,272
	$ 3,894,479	$ 674,359	$ (201,601)	$ 4,367,237

	December 31, 2023	Additions	Releases	December 31, 2024
Grants (Miles White Beneficial Society)	$ 3,173,174	$ 902,418	$ (223,407)	$ 3,852,185
Other	19,559	22,735	-	42,294
	$ 3,192,733	$ 925,153	$ (223,407)	$ 3,894,479

7. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions at December 31, 2025 and 2024 consisted of the following:

	December 31, 2024	Additions	Releases	December 31, 2025
Subject to expenditure for specified purposes or periods				
Educational student grants	$ 100,677	$ -	$ -	$ 100,677
Quaker and spiritual life	52,038	-	(12,450)	39,588
Camp projects and scholarships	483,271	94,812	(323,661)	254,422
Other	12,440	-	(6,247)	6,193
Total subject to expenditure for specified purposes or periods	648,426	94,812	(342,358)	400,880
Endowments to be maintained indefinitely				
Yearly Meeting fund	16,319	1,912	-	18,231
Permanent education fund	353,221	41,026	(21,998)	372,249
Camp scholarship fund	529,148	62,706	(26,457)	565,397
Total endowments	898,688	105,644	(48,455)	955,877
Total assets with donor restrictions	$ 1,547,114	$ 200,456	$ (390,813)	$ 1,356,757

	December 31, 2023	Additions	Releases	December 31, 2024
Subject to expenditure for specified purposes or periods				
Educational student grants	$ 100,677	$ -	$ -	$ 100,677
Quaker and spiritual life	56,038	-	(4,000)	52,038
Camp projects and scholarships	326,185	529,091	(372,005)	483,271
Indian Affairs	256	-	(256)	-
Other	12,440	-	-	12,440
Total subject to expenditure for specified purposes or periods	495,596	529,091	(376,261)	648,426
Endowments to be maintained indefinitely				
Yearly Meeting fund	14,629	1,690	-	16,319
Permanent education fund	331,771	37,450	(16,000)	353,221
Camp scholarship fund	495,386	57,103	(23,341)	529,148
Total endowments	841,786	96,243	(39,341)	898,688
Total assets with donor restrictions	$ 1,337,382	$ 625,334	$ (415,602)	$ 1,547,114

The Yearly Meeting fund provides income without donor restrictions and has an historical dollar value of $9,027 at December 31, 2025 and 2024. The permanent education fund provides income for scholarships to individuals for higher education and has an historical dollar value of $86,512 at December 31, 2025 and 2024. The camp scholarship fund provides income for scholarships to camp and has an historical dollar value of $345,030 and $343,910 at December 31, 2025 and 2024, respectively.

8. ENDOWMENT FUNDS

Interpretation of Relevant Law

The Board of the Yearly Meeting has interpreted the Uniform Prudent Management of Institutional Funds Act ("UPMIFA") as requiring the preservation of the 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, the Yearly Meeting classifies as net assets with donor restrictions (a) the original value of gifts donated to the permanent endowment plus purchasing power growth, (b) the original value of subsequent gifts to the permanent endowment and (c) the remaining portion of the donor-restricted endowment fund that is not classified in (a) and (b) until those amounts are appropriated for expenditure by the Yearly Meeting in a manner consistent with the standard of prudence prescribed by state law.

The Yearly Meeting considers the following factors in making a determination to appropriate or accumulate donor restricted endowment funds: (1) the duration and preservation of the fund; (2) the purposes of the Yearly Meeting and the donor-restricted endowment fund; (3) general economic 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 the Yearly Meeting; and (7) the investment policies of the Yearly Meeting.

Return Objectives and Risk Parameters

The Yearly Meeting has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets of donor-restricted funds that the Yearly Meeting must hold in perpetuity or for a donor-specified period(s).

Strategies Employed for Achieving Objectives
To satisfy its long-term rate-of-objectives, the Yearly Meeting 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). The Yearly Meeting 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.

Spending Policy and How the Investment Objectives Relate to Spending Policy
The Yearly Meeting has established a policy of appropriating for distribution each year an amount sufficient to support various programs. In establishing this policy, the Yearly Meeting considered the long-term expected return on its endowment. Accordingly, over the long-term, the Yearly Meeting expects the current spending policy to allow its endowment to grow annually. This is consistent with the Yearly Meeting objective to maintain its purchasing power of the endowment assets held in perpetuity or for a specified term as well as to provide additional real growth through new gifts and investment return.

Changes in the endowment net assets for the year ended December 31, 2025 and 2024 are as follows:

	With Donor Restrictions	
	Year Ending 12/31/25	Year Ending 12/31/24
Endowment net assets, beginning of year	$ 898,688	$ 841,786
Contributions	1,120	1,165
Investment income, net	104,524	95,078
Appropriation of endowment assets for expenditure	(48,455)	(39,341)
Endowment net assets, end of year	$ 955,877	$ 898,688

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor requires the Yearly Meeting to retain as a fund of perpetual duration. There were no funds with deficiencies at December 31, 2025 and 2024. Yearly Meeting's policy permits spending from underwater endowments depending on the degree to which the fund is underwater, unless otherwise precluded by donor intent or relevant laws and regulations.

9. RETIREMENT PLAN

The Yearly Meeting has a 403(b) retirement plan. The Yearly Meeting contributes a discretionary amount, based on each eligible employee's pro-rata salary amount, regardless of the amount deferred by employees from their salaries into the plan. Retirement contributions for this plan totaled $41,063 and $38,817 for the years ended December 31, 2025 and 2024.

10. LIQUIDITY AND AVAILABILITY OF RESOURCES

The following reflects the Yearly Meeting and Affiliate's financial assets as of December 31, 2025 and 2024, which has been reduced by financial assets not available for general expenditures within one year.

	2025	2024
Cash	$ 334,863	$ 305,597
Contributions and grants receivable	45,222	47,388
Investments	6,505,514	5,984,962
Total financial statements	6,885,599	6,337,947
Less: Financial assets not available for general expenditures within one year		
Restricted by donor for specific purposes or periods	(400,880)	(648,426)
Restricted by donor to be maintained indefinitely	(955,877)	(898,688)
Board designated funds	(4,367,237)	(3,894,479)
Total financial assets available within one year	$ 1,161,605	$ 896,354

Liquidity Management

The Yearly Meeting and Affiliate regularly monitor liquidity required to meet their operating needs and other commitments, while also striving to maximize the investment of its available funds. The Yearly Meeting and Affiliate have various sources of liquidity at their disposal, including cash, investments, and lines of credit. See Note 6 for information about the Yearly Meeting's lines of credit.

11. ASSETS AND LIABILITIES MEASURED AT FAIR VALUE ON A RECURRING BASIS

The following is a summary of assets and liabilities measured at fair value on a recurring basis and the valuation inputs used to value them:

	Balance December 31, 2025	Quoted Prices In Active Markets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Assets				
Investments				
Money market funds	$ 65,875	$ 65,875	$ -	$ -
Units in the Quaker Growth and Income Fund of Friends Fiduciary Corporation (a)	2,254,490	N/A	N/A	N/A
Corporate bonds	76,466	-	76,466	-
Common stock	4,108,683	4,108,683	-	-
Total investments	$ 6,505,514	$ 4,174,558	$ 76,466	$ -

	Balance December 31, 2024	Quoted Prices In Active Markets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Assets				
Investments				
Money market funds	$ 91,666	$ 91,666	$ -	$ -
Units in the Quaker Growth and Income Fund of Friends Fiduciary Corporation (a)	1,473,811	N/A	N/A	N/A
Corporate bonds	100,667	-	100,667	-
Equity exchange traded funds and mutual funds	487,839	487,839	-	-
Common stock	3,830,979	3,830,979	-	-
Total investments	$ 5,984,962	$ 4,410,484	$ 100,667	$ -

(a) Certain investments that are measured at net asset value in accordance with the practical expedient have not been classified in the fair value hierarchy. These investments have been included in this table to permit reconciliation to the amounts presented in the consolidated statements of financial position.

12. SUBSEQUENT EVENTS

Management has evaluated subsequent events through October 15, 2026, the date on which the consolidated financial statements were available to be issued. Except as disclosed below, no subsequent events have occurred that would require recognition or disclosure in the consolidated financial statements.

On January 31, 2026, Baltimore Yearly Meeting approved the formation of a single-member LLC, of which Baltimore Yearly Meeting would be the sole member, to operate the summer camp programs. On August 12, 2026, the Articles of Organization of BYM Quaker Camps, LLC, were filed with the state of Maryland. In a future year, BYM Quaker Camps, LLC, will assume operation and management of the camps.

SUPPLEMENTARY INFORMATION

Baltimore Yearly Meeting of the Religious Society of Friends, Inc. and Affiliate
Consolidating Statement of Financial Position
December 31, 2025

	Yearly Meeting	Miles White Beneficial Society	Consolidated
Assets			
Cash	$ 334,863	$ -	$ 334,863
Contributions and grants receivable, net	45,222	-	45,222
Prepaid expenses and other assets	96,032	-	96,032
Investments	2,255,549	4,249,965	6,505,514
Property and equipment, net	2,935,587	-	2,935,587
Total assets	$ 5,667,253	$ 4,249,965	$ 9,917,218
Liabilities and Net Assets			
Liabilities			
Accounts payable and accrued expenses	$ 96,567	$ -	$ 96,567
Deferred revenue	202,278	-	202,278
Total liabilities	298,845	-	298,845
Net assets			
Without donor restrictions			
Undesignated	958,792	-	958,792
Board designated	117,272	4,249,965	4,367,237
Property and equipment	2,935,587	-	2,935,587
	4,011,651	4,249,965	8,261,616
With donor restrictions	1,356,757	-	1,356,757
Total net assets	5,368,408	4,249,965	9,618,373
Total liabilities and net assets	$ 5,667,253	$ 4,249,965	$ 9,917,218

See Independent Auditor's Report.

Baltimore Yearly Meeting of the Religious Society of Friends, Inc. and Affiliate
Consolidating Statement of Activities
Year Ended December 31, 2025

	Yearly Meeting	Miles White Beneficial Society	Eliminations	Consolidated
Revenue and support				
Summer camp revenue	$ 1,357,307	$ -	$ -	$ 1,357,307
Contributions and grants	731,576	38,207	-	769,783
Apportionments	521,595	-	-	521,595
Annual session revenue	71,561	-	-	71,561
Youth and other program revenue	27,951	-	-	27,951
Other revenue	54,883	-	-	54,883
Total revenue and support	2,764,873	38,207	-	2,803,080
Expenses				
Program services				
Summer camp	1,901,948	-	-	1,901,948
Annual session	74,804	-	-	74,804
Other programs	231,680	184,750	-	416,430
Total program services	2,208,432	184,750	-	2,393,182
Supporting services				
Administration	504,629	16,851	-	521,480
Fundraising	156,122	-	-	156,122
Total supporting services	660,751	16,851	-	677,602
Total expenses	2,869,183	201,601	-	3,070,784
Change in net assets before other changes	(104,310)	(163,394)	-	(267,704)
Other changes				
Investment income, net	247,782	561,174	-	808,956
Change in net assets	143,472	397,780	-	541,252
Net assets				
Beginning of year	5,224,936	3,852,185	-	9,077,121
End of year	$ 5,368,408	$ 4,249,965	$ -	$ 9,618,373

See Independent Auditor's Report.

Baltimore Yearly Meeting of the Religious Society of Friends, Inc. and Affiliate
Statement of Activities – Yearly Meeting Only
Year Ended December 31, 2025

	Without Donor Restrictions				
	Undesignated	Designated	Property and Equipment	With Donor Restrictions	Total
Revenue and support					
Summer camp revenue	$ 1,357,307	$ -	$ -	$ -	$ 1,357,307
Contributions and grants	585,645	50,000	-	95,931	731,576
Apportionments	521,595	-	-	-	521,595
Annual session revenue	71,561	-	-	-	71,561
Youth and other program revenue	27,951	-	-	-	27,951
Other revenue	54,883	-	-	-	54,883
Net assets released from restrictions	181,313	-	209,500	(390,813)	-
Total revenue and support	2,800,255	50,000	209,500	(294,882)	2,764,873
Expenses					
Program services					
Summer camp	1,767,599	-	134,349	-	1,901,948
Annual session	74,804	-	-	-	74,804
Other programs	231,680	-	-	-	231,680
Total program services	2,074,083	-	134,349	-	2,208,432
Supporting services					
Administration	495,610	-	9,019	-	504,629
Fundraising	156,122	-	-	-	156,122
Total supporting services	651,732	-	9,019	-	660,751
Total expenses	2,725,815	-	143,368	-	2,869,183
Change in net assets before other changes	74,440	50,000	66,132	(294,882)	(104,310)
Other changes					
Investment income, net	118,279	24,978	-	104,525	247,782
Change in net assets	192,719	74,978	66,132	(190,357)	143,472
Net assets					
Beginning of year	766,073	42,294	2,869,455	1,547,114	5,224,936
End of year	$ 958,792	$ 117,272	$ 2,935,587	$ 1,356,757	$ 5,368,408

See Independent Auditor's Report.