Now I Lay Me Down To Sleep

Financial Statements
with Independent Auditor's Report

June 30, 2026 and 2025

HINKLE & COMPANY PC
Strategic Business Advisors

Now I Lay Me Down To Sleep

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HINKLE & COMPANY PC
Strategic Business Advisors

Independent Auditor's Report

Board of Directors
Now I Lay Me Down To Sleep
Littleton, Colorado

We have audited the financial statements of Now I Lay Me Down To Sleep (NILMDTS), which comprise the statements of financial position as of June 30, 2026 and 2025, 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 NILMDTS as of June 30, 2026 and 2025, 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). 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 NILMDTS 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.

Responsibility 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; this includes 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 NILMDTS'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 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 NILMDTS'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 NILMDTS'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.

Hinkle & Company, P.C.

Englewood, Colorado
September 18, 2026

Now I Lay Me Down To Sleep

Statements of Financial Position
June 30, 2026 and 2025

	2026	2025
Assets		
Current Assets		
Cash and Cash Equivalents	$ 385,598	$ 332,563
Investments - Board Designated	122,927	103,491
Accounts Receivable	1,250	6,500
Prepaid Expenses	10,164	9,305
Total Current Assets	519,939	451,859
Property and Equipment		
Website and Improvements	107,107	107,107
Software	334,460	334,460
Furniture and Equipment	4,828	4,828
	446,395	446,395
Accumulated Depreciation	(446,395)	(436,276)
Total Property and Equipment	-	10,119
Total Assets	$ 519,939	$ 461,978
Liabilities and Net Assets		
Current Liabilities		
Accounts Payable	$ 2,811	$ 14,244
Accrued Liabilities	6,611	6,013
Total Current Liabilities	9,422	20,257
Net Assets		
Net Assets Without Donor Restrictions		
Board Designated Endowment	122,927	103,491
Undesignated	387,590	338,230
Net Assets With Donor Restrictions	-	-
Total Net Assets	510,517	441,721
Total Liabilities and Net Assets	$ 519,939	$ 461,978

See Notes to the Financial Statements.

Now I Lay Me Down To Sleep

Statement of Activities

For the Year Ended June 30, 2026

	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	Total
Support and Revenue			
Contributions	$ 730,566	$ -	$ 730,566
Special Events	-	-	-
Merchandise Sales	24,523	-	24,523
Other Income	33,962	-	33,962
In-Kind Contributions	2,611,900	-	2,611,900
Net Assets Released from Restriction	-	-	-
Total Support and Revenue	3,400,951	-	3,400,951
Expenses			
Program Services	3,180,976	-	3,180,976
Supporting Services:			
General and Administrative	33,240	-	33,240
Fundraising	117,939	-	117,939
Total Expenses	3,332,155	-	3,332,155
Change in Net Assets	68,796	-	68,796
Net Assets, *Beginning of Year*	441,721	-	441,721
Net Assets, *End of Year*	$ 510,517	$ -	$ 510,517

See Notes to the Financial Statements.

Now I Lay Me Down To Sleep

Statement of Activities

For the Year Ended June 30, 2025

	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	Total
Support and Revenue			
Contributions	$ 619,492	$ -	$ 619,492
Special Events	-	-	-
Care Packages	-	-	-
Merchandise Sales	22,554	-	22,554
Other Income	19,724	-	19,724
In-Kind Contributions	2,522,140	-	2,522,140
Net Assets Released from Restriction	-	-	-
Total Support and Revenue	3,183,910	-	3,183,910
Expenses			
Program Services	3,181,114	-	3,181,114
Supporting Services:			
General and Administrative	42,148	-	42,148
Fundraising	138,918	-	138,918
Total Expenses	3,362,180	-	3,362,180
Change in Net Assets	(178,270)	-	(178,270)
Net Assets, *Beginning of Year*	619,991	-	619,991
Net Assets, *End of Year*	$ 441,721	$ -	$ 441,721

See Notes to the Financial Statements.

Now I Lay Me Down To Sleep

Statement of Functional Expenses
For the Year Ended June 30, 2026

	Program Services	Management & General	Fundraising	Total
Salaries and Wages	$ 382,019	$ 18,254	$ 56,865	$ 457,138
Payroll Taxes and Benefits	46,045	1,549	6,817	54,411
Photography	2,611,900	-	-	2,611,900
Office Supplies	273	17	11	301
Postage	6,391	135	2,357	8,883
Printing and Copying	3,527	43	1,996	5,566
Contract Services	54,854	2,623	28,028	85,505
Rent	2,400	221	138	2,759
Marketing	335	18	98	451
Conferences	1,644	42	26	1,712
Meetings and Travel	4,229	290	139	4,658
Computers and Software	33,289	1,658	5,231	40,178
Dues and Subscriptions	2,643	228	143	3,014
Bank Charges	4,164	383	239	4,786
Telephone and Internet	822	76	47	945
Staff Development	2,729	240	150	3,119
Insurance	2,775	2,611	159	5,545
Training and Education	113	4	3	120
Volunteer Appreciation and Retention	6,292	237	148	6,677
All Other Expense	4,414	4,611	15,344	24,369
Total Expenses Before Depreciation	3,170,858	33,240	117,939	3,322,037
Depreciation	10,118	-	-	10,118
Total Expenses	$ 3,180,976	$ 33,240	$ 117,939	$ 3,332,155

See Notes to the Financial Statements.

Now I Lay Me Down To Sleep

Statement of Functional Expenses
For the Year Ended June 30, 2025

	Program Services	Management & General	Fundraising	Total
Salaries and Wages	$ 395,234	$ 18,886	$ 58,832	$ 472,952
Payroll Taxes and Benefits	62,982	2,119	9,325	74,426
Photography	2,522,140	-	-	2,522,140
Office Supplies	185	12	7	204
Postage	6,774	143	2,498	9,415
Printing and Copying	3,889	48	2,201	6,138
Contract Services	71,331	3,411	36,446	111,188
Rent	3,607	332	207	4,146
Marketing	507	27	148	682
Conferences	1,055	27	17	1,099
Meetings and Travel	1,691	116	56	1,863
Computers and Software	30,364	1,512	4,772	36,648
Dues and Subscriptions	2,582	223	139	2,944
Bank Charges	6,794	625	390	7,809
Telephone and Internet	2,815	259	161	3,235
Staff Development	927	82	51	1,060
Insurance	2,749	2,585	157	5,491
Volunteer Appreciation and Retention	4,088	154	96	4,338
All Other Expense	6,735	11,587	23,415	41,737
Total Expenses Before Depreciation	3,126,449	42,148	138,918	3,307,515
Depreciation	54,665	-	-	54,665
Total Expenses	$ 3,181,114	$ 42,148	$ 138,918	$ 3,362,180

See Notes to the Financial Statements.

Now I Lay Me Down To Sleep

Statements of Cash Flows

For the Years Ended June 30, 2026 and 2025

	2026	2025
Cash Flows from Operating Activities		
Change in Net Assets	$ 68,796	$ (178,270)
Adjustments to Reconcile Change in Net Assets to Cash Provided by (Used In) Operating Activities		
Depreciation Expense	10,118	54,665
Net Appreciation of Investments	(19,436)	(103,491)
Changes in Operating Assets and Liabilities:		
Accounts Receivable	5,250	(4,675)
Prepaid Expenses	(859)	(6,049)
Accounts Payable	(11,432)	1,122
Accrued Liabilities	598	(360)
Cash Used in Operating Activities	53,035	(237,058)
Cash Flows from Investing Activities		
Additions to Board Designated Endowment Investment	-	-
Cash Provided By (Used in) Operating Activities	-	-
Net Increase (Decrease) in Cash	53,035	(237,058)
Cash and Cash Equivalents, *Beginning of Year*	332,563	569,621
Cash and Cash Equivalents, *End of Year*	$ 385,598	$ 332,563

See Notes to the Financial Statements.

Now I Lay Me Down To Sleep

Notes to Financial Statements
June 30, 2026 and 2025

Note 1: Nature of Operations and Summary of Significant Accounting Policies

Now I Lay Me Down To Sleep (NILMDTS) was organized in 2005 in the State of Colorado. NILMDTS offers the gift of healing, hope and honor to parents experiencing the death of a baby through the overwhelming power of remembrance portraits. Professional-level photographers volunteer their time to capture the only moments parents spend with their babies and gift the beautiful heirloom portraits free of charge. These priceless images serve as an important step in the healing recovery for bereaved families. NILMDTS remembrance photography validates the existence and presence of these precious babies by honoring their legacy.

Program Services

NILMDTS recruits, trains, and mobilizes professional quality photographers around the world. Through NILMDTS, medical personnel are given a meaningful option to offer bereaved parents by creating remembrance portraiture for the babies. NILMDTS also offers the Medical Affiliate Program in which medical professionals can be trained to photograph babies while also earning continuing education units.

Through further engagement in the organization, such as the NILMDTS Remembrance Walk and online support, families become a part of a compassionate and supportive community. Parents gain a sense of inclusiveness, alleviating alienation and perception of being alone in the pregnancy or infant loss journey.

NILMDTS is primarily supported by contributions, special events, and in-kind donations of professional photography services.

Supporting Services

General and Administrative - The process of providing overall direction of the affairs of NILMDTS.

Fundraising - Activities to secure increased support for NILMDTS' program services.

Basis of Accounting

The accrual basis of accounting is used for financial reporting purposes in accordance with generally accepted accounting principles.

Basis of Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its FASB ASC 958-210, "*Financial Statements of Not-for-Profit Organizations."* Under this guidance, NILMDTS is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Note 1: Nature of Operations and Summary of Significant Accounting Policies (Continued)

Basis of Presentation *(Continued)*

Net Assets Without Donor Restrictions - Consists of assets, public support, and program revenues, which are available and used for general operations and programs. Contributions are considered available for general use unless specifically restricted by the donor.

Net Assets With Donor Restrictions - Includes funds with donor-imposed restrictions, which permit the organization to expend the assets as specified and is satisfied either by the passage of time or by the actions of the organization. Resources of this nature originate from gifts, grants, bequests, contracts, and investment income earned on restricted funds.

Cash and Cash Equivalents

Cash and cash equivalents consist of funds deposited in checking and savings accounts, certificates of deposit, and temporary investments having a maturity of three months or less.

Accounts and Contributions Receivable

Accounts and contributions receivable are considered fully collectible within one year; therefore, neither an allowance for uncollectible receivables nor a discount to net present value has been recorded.

Property and Equipment

Property and equipment with a cost of $500 or more is capitalized. The fair value of donated assets is similarly capitalized. Depreciation of furniture and equipment is provided over the estimated useful lives of the respective assets on a straight-line basis.

Contributions

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted depending on the existence or nature of donor restrictions. Support which is restricted by the donor is recorded as temporarily restricted, whether or not the restriction is satisfied in the same reporting period.

Functional Expenses

The costs attributable to program services and expenses associated with management and general expenses and financial development have been reported in the accompanying financial statements on a functional basis. Accordingly, certain costs have been allocated among the program expenses, management and general expenses, and financial development expenses based on estimates made by management based on the time expended or another reasonable basis.

Note 1: Nature of Operations and Summary of Significant Accounting Policies (Continued)

Use of Estimates

The preparation of financial statements in accordance with generally accepted accounting principles requires the use of estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Income Tax Status

NILMDTS is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code and is classified as something other than a private foundation. NILMDTS follows FASB ASC 740 *Income Taxes*, which requires entities to determine whether a tax position is more likely than not to be sustained upon examination by the applicable taxing authority. NILMDTS has evaluated tax positions taken related to its tax-exempt status, and none are considered to be uncertain; therefore, no amounts have been recognized as of June 30, 2026 and 2025.

Subsequent Events

Subsequent events have been evaluated through September 18, 2026, the date the financial statements were available to be issued.

Note 2: Cash and Cash Equivalents

NILMDTS maintains several bank accounts. The table below is designed to disclose the level of custody risk assumed by NILMDTS based upon how its deposits were insured at June 30, 2026 and 2025. FDIC regulations state that time and savings accounts are insured up to $250,000 per depositor, per insured bank.

Category 1 - Insured by FDIC or collateralized with securities held by the NILMDTS or by its agent in its name.

Category 2 - Uninsured but collateralized with securities held by the pledging financial institution's trust department or agent in NILMDTS' name.

Category 3 - Uninsured and uncollateralized.

Note 2: Cash and Cash Equivalents (Continued)

	Total Bank Balance	Custody (Category 1)	Credit Risk (Category 2)	Uninsured (Category 3)
June 30, 2026				
Demand Deposits	$ 51,040	$ 51,040	$ -	$ -
Savings Deposits	181,394	132,045	-	49,349
	$ 232,434	$ 183,085	$ -	$ 49,349
June 30, 2025				
Demand Deposits	$ 30,616	$ 30,616	$ -	$ -
Savings Deposits	301,373	219,384	-	81,989
Totals	$ 331,989	$ 250,000	$ -	$ 81,989

Note 3: Investments

Investments consist of the following at June 30, 2026.

	Cost	Fair Value	Book Value
Investments			
ETF Funds	$ 111,236	$ 119,370	$ 119,370
Money Market Funds	3,557	3,557	3,557
	$ 114,793	$ 122,927	$ 122,927

Net Investment income consist of the following for the year ended June 30, 2026.

Net Investment Income	
Interest and Dividends	$ 4,031
Unrealized Gain	5,802
	$ 9,833

Note 4: Fair Value Measurements

The Foundation uses quoted market prices to determine the fair value of an asset or liability when available. If quoted market prices are not available, the Foundation determines fair value by using valuation techniques that use market-based or independently sourced market data, such as interest rates.

Note 4: Fair Value Measurements (Continued)

The following methods and assumptions were used to estimate the fair value of assets and liabilities in the financial statements.

Cash and Cash Equivalents: The carrying amount approximates the fair value due to the short maturity of such amounts.

Investments: Investments in cash and cash equivalents, publicly traded securities and mutual funds are stated at market value based on quoted market prices. Investments common trust funds, certificates of deposit, government agency bonds and mortgage-backed securities are stated at market price as determined by the fund manager or quoted market prices in non-active markets. Other investments are stated at fair value based upon current market conditions and other factors deemed relevant to the valuation as provided by the independent valuation specialist and or Foundation management.

Accounts Payable and Other Liabilities: The carrying amount approximates fair value due to the short maturity of those amounts.

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value hierarchy requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The three levels of inputs that may be used to measure fair value are:

Level 1 - Quoted prices in active markets for identical assets or liabilities.

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

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

The following table presents the fair value measurements of assets and liabilities recognized in the accompanying financial statements at fair value on a recurring basis and the level within the fair market value hierarchy in which the fair value measurements fall at June 30, 2026.

	2026			
	Level 1	Level 2	Level 3	Total
Investments				
ETF Funds	$ 119,370	$ -	$ -	$ 119,370
Money Market Funds	3,557	-	-	3,557
	$ 122,927	$ -	$ -	$ 122,927

Note 5: Accounts Receivable

Accounts receivable reflected in the statement of financial position for the years ended June 30, 2026 and 2025 are $1,250 and $6,500, respectively, and represent amounts due for services provided or contributions receivable. Accounts receivables are considered to be fully collectible within one year, therefore, no allowance for uncollectible accounts has been recorded.

Note 6: In-Kind Contributions

For the year ended June 30, 2026, NILMDTS recognized in-kind contributions of 3,130 professional photography sessions and 1,287 professional retouching services; valued at $670 and $400 per session, respectively, which totaled $2,097,100 and $514,800, respectively. This totals $2,611,900 in in-kind contributions for the year ended June 30, 2026.

For the year ended June 30, 2025, NILMDTS recognized in-kind contributions of 2,962 professional photography sessions and 1,344 professional retouching services; valued at $670 and $400 per session, respectively, which totaled $1,984,540 and $537,000, respectively. This totals $2,522,140 in in-kind contributions for the year ended June 30, 2025.

In addition, NILMDTS received other volunteer services not meeting the criteria for recognition and accordingly, their value was not recorded.

Note 7: Functional Expenses

The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. An analysis of time spent by personnel in each of the functional areas has been performed by management. Personnel expenses, certain professional service fees, office supplies, office rent, phone/internet, liability insurance, and credit card processing fees are allocated based on estimates of time and effort.

Note 8: Liquidity and Availability

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the balance sheet date, comprise the following:

	2026	2025
Cash and Cash Equivalents	$ 385,598	$ 332,563
Accounts Receivable	1,250	6,500
Available Assets at June 30,	386,848	339,063
Less: Those Unavailable for General Expenditures Within One Year, Due To:		
Donor-imposed Time or Purpose Restrictions	-	-
Totals	$ 386,848	$ 339,063

NILMDTS is substantially supported by grants and contributions. Financial assets are managed to be available as its general expenditures, liabilities, and other obligations come due.