ALDEA: ADVANCING LOCAL DEVELOPMENT THROUGH EMPOWERMENT AND ACTION

FINANCIAL STATEMENTS

June 30, 2026 and 2025

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Wegner CPAs

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
ALDEA: Advancing Local Development through Empowerment and Action
New York, New York

Opinion

We have audited the financial statements of ALDEA: Advancing Local Development through Empowerment and Action, 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 ALDEA: Advancing Local Development through Empowerment and Action 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 ALDEA: Advancing Local Development through Empowerment and Action 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 ALDEA: Advancing Local Development through Empowerment and Action's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with 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 ALDEA: Advancing Local Development through Empowerment and Action'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 ALDEA: Advancing Local Development through Empowerment and Action'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.



Wegner CPAs, LLP
Waukesha, Wisconsin
October 13, 2026

ALDEA: ADVANCING LOCAL DEVELOPMENT THROUGH EMPOWERMENT AND ACTION
STATEMENTS OF FINANCIAL POSITION
June 30, 2026 and 2025

	2026	2025
ASSETS		
Cash and cash equivalents	$ 725,021	$ 703,858
Unconditional promises to give	2,303	131,883
Investments	827,510	796,690
Total assets	$ 1,554,834	$ 1,632,431
LIABILITIES		
Accounts payable	$ 5,142	$ 11,995
Accrued payroll	838	11,417
Accrued vacation	-	6,037
Deferred revenue	7,000	-
Total liabilities	12,980	29,449
NET ASSETS		
Without donor restrictions	786,557	761,720
With donor restrictions	755,297	841,262
Total net assets	1,541,854	1,602,982
Total liabilities and net assets	$ 1,554,834	$ 1,632,431

See accompanying notes.

ALDEA: ADVANCING LOCAL DEVELOPMENT THROUGH EMPOWERMENT AND ACTION
STATEMENTS OF ACTIVITIES
Years Ended June 30, 2026 and 2025

	2026	2025
CHANGES IN NET ASSETS WITHOUT DONOR RESTRICTIONS		
SUPPORT AND REVENUE		
Contributions	$ 421,362	$ 452,457
Tour income	-	25,986
Investment return, net	111,751	111,994
Total support and revenue without donor restrictions	533,113	590,437
EXPENSES		
Program services		
Guatemalan community assistance	934,686	954,344
Education and outreach	85,193	320,051
Total program services	1,019,879	1,274,395
Supporting activities		
Management and general	111,561	74,105
Fundraising	108,768	35,913
Total expenses	1,240,208	1,384,413
NET ASSETS RELEASED FROM RESTRICTIONS		
Satisfaction of purpose restrictions	731,932	554,467
Change in net assets without donor restrictions	24,837	(239,509)
CHANGE IN NET ASSETS WITH DONOR RESTRICTIONS		
Contributions	645,967	684,122
Net assets released from restrictions	(731,932)	(554,467)
Change in net assets with donor restrictions	(85,965)	129,655
Change in net assets	(61,128)	(109,854)
Net assets at beginning of year	1,602,982	1,712,836
Net assets at end of year	$ 1,541,854	$ 1,602,982

See accompanying notes.

ALDEA: ADVANCING LOCAL DEVELOPMENT THROUGH EMPOWERMENT AND ACTION
STATEMENTS OF FUNCTIONAL EXPENSES
Years Ended June 30, 2026 and 2025

	Program Services		Supporting Activities		
2026	Guatemalan Community Assistance	Education and Outreach	Management and General	Fundraising	Total Expenses
Personnel	$ -	$ 69,186	$ 86,552	$ 64,164	$ 219,902
Grants and scholarships	934,686	-	-	-	934,686
Professional fees	-	200	10,068	37,132	47,400
Travel	-	3,638	-	-	3,638
Printing and postage	-	2,270	2,687	-	4,957
Office	-	1,273	4,244	2,876	8,393
Insurance	-	16	16	3,819	3,851
Meeting	-	7,593	-	-	7,593
Information technology	-	1,017	7,994	777	9,788
Total expenses	$ 934,686	$ 85,193	$ 111,561	$ 108,768	$ 1,240,208

	Program Services		Supporting Activities		
2025	Guatemalan Community Assistance	Education and Outreach	Management and General	Fundraising	Total Expenses
Personnel	$ -	$ 164,881	$ 28,355	$ 9,795	$ 203,031
Grants and scholarships	954,344	-	-	-	954,344
Professional fees	-	121,610	30,920	600	153,130
Travel	-	4,251	5,839	1,702	11,792
Tour expenses	-	25,782	-	-	25,782
Printing and postage	-	-	511	5,681	6,192
Office	-	13	3,385	10,808	14,206
Insurance	-	-	752	-	752
Meeting	-	3,514	3,513	-	7,027
Information technology	-	-	830	7,327	8,157
Total expenses	$ 954,344	$ 320,051	$ 74,105	$ 35,913	$ 1,384,413

See accompanying notes.

ALDEA: ADVANCING LOCAL DEVELOPMENT THROUGH EMPOWERMENT AND ACTION
STATEMENTS OF CASH FLOWS
Years Ended June 30, 2026 and 2025

	2026	2025
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	$ (61,128)	$ (109,854)
Adjustments to reconcile change in net assets to net cash flows from operating activities		
Interest and dividends reinvested	(21,515)	(23,153)
Net realized and unrealized gain on investments	(53,563)	(46,985)
(Increase) decrease in assets		
Unconditional promises to give	129,580	(67,696)
Increase (decrease) in liabilities		
Accounts payable	(6,853)	6,933
Accrued payroll	(10,579)	3,944
Accrued vacation	(6,037)	868
Deferred revenue	7,000	(5,500)
Net cash flows from operating activities	(23,095)	(241,443)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sales of investments	141,175	40,000
Purchases of investments	(96,917)	-
Net cash flows from investing activities	44,258	40,000
Change in cash and cash equivalents	21,163	(201,443)
Cash and cash equivalents at beginning of year	703,858	905,301
Cash and cash equivalents at end of year	$ 725,021	$ 703,858
SUPPLEMENTAL DISCLOSURES		
Noncash investing transactions		
Donated stock	$ 19,261	$ -

See accompanying notes.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

ALDEA: Advancing Local Development through Empowerment and Action (ALDEA) strengthens and expands processes of community development and participation that enhances people's lives. ALDEA works in partnership with Mayan Guatemalans to have a positive impact on the problems associated with Guatemala's history of violence against indigenous populations, natural disasters, poverty, illiteracy and disastrously high rates of infant and maternal death. ALDEA supports sustainable development initiatives that strive to improve the health and well-being of particularly vulnerable sectors of society. ALDEA also promotes through experience-based education an understanding of the principles of participatory community development and the conditions under which it is most effective. ALDEA is primarily supported through contributions.

Cash and Cash Equivalents

For purposes of the statement of cash flows all highly liquid investments with an original maturity of three months or less are considered cash equivalents.

Promises to Give

Unconditional promises to give are recognized as revenues in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promises become unconditional. As of June 30, 2026 and 2025, all unconditional promises to give are collectible within one year.

Investments

ALDEA carries investments in equity securities with readily determinable fair values and all investments in debt securities at their fair values in the statements of financial position. Realized and unrealized gains and losses are included in the change in net assets in the accompanying statements of activities.

Investment securities, in general, are exposed to various risks, such as interest rates, credit, and overall market volatility. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in the values of investment securities will occur in the near term and that such change could materially affect the amounts reported in the statements of financial position.

Contributions

Contributions received are recorded as increases in net assets without donor restrictions and net assets with donor restrictions depending on the existence of any donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Expense Allocation

The financial statements report certain categories of expenses that are attributable to more than one program service or supporting activity. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include personnel, which is allocated on the basis of estimates of time and effort, as well as professional fees, travel, printing and postage, office, and information technology, which are allocated based on personnel dollars.

Revenue Recognition

ALDEA conducts at least one 8-day, 8-night tour to Guatemala annually. Registration revenue from the tours is recognized over the period in which the tour takes place. Tour fees received in advance are recorded as deferred revenue until the related tour. During the year ended June 30, 2026, ALDEA did not conduct a tour and, accordingly, no tour registration was recognized during the year.

Deferred revenue from contracts with customers are as follows:

	2026	2025
Deferred revenue at beginning of year	$ -	$ 5,500
Deferred revenue at end of year	7,000	-

Income Tax Status

ALDEA is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. In addition, ALDEA qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization other than a private foundation under Section 509(a)(2).

Reclassification

Certain accounts in the prior year financial statements have been reclassified for comparative purposes to confirm with the presentation in the current year's financial statements.

Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Date of Management's Review

Management has evaluated subsequent events through October 13, 2026, the date which the financial statements were available to be issued.

NOTE 2 – RETIREMENT PLAN

ALDEA maintains a Simplified Employee Pension plan for all full-time employees. Employer contributions are discretionary, and employees are fully vested upon participation in the plan. Retirement expense for the years ended June 30, 2026 and 2025 was $5,836 and $5,055, respectively.

NOTE 3 – NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are available for the following purposes:

	2026	2025
Water projects	$ 13,469	$ 47,931
Latrines	1,421	35,496
Training	1,124	1,124
Community empowerment	73,319	145,177
Agriculture/nutrition projects	250,535	416,584
Development of Guatemalan communities	378,588	180,280
Stoves	36,841	14,670
Net assets with donor restrictions	$ 755,297	$ 841,262

NOTE 4 – INVESTMENTS

Investments consist of the following:

	2026	2025
Cash equivalents held by investment managers	$ 281,668	$ 212,346
Equity securities	297,043	306,103
Fixed income securities	248,799	278,241
Investments	$ 827,510	$ 796,690

NOTE 5 – FAIR VALUE MEASUREMENT

ALDEA reports certain assets at fair value in the financial statements. Fair value is defined as the price that would be received to sell an asset in the principal, or most advantageous, market in an orderly transaction between market participants on the measurement date. Inputs used to determine fair value refer broadly to the assumptions that market participants would use in pricing the asset, including assumptions about risk. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset based on the best information available.

The fair value hierarchy is categorized into three levels based on the inputs as follows:

Level 1 – unadjusted quoted prices in active markets for identical assets that the reporting entity has the ability to access at the measurement date.

Level 2 – inputs other than quoted prices included within Level 1 that are observable for the asset, either directly or indirectly. These include quoted prices for similar assets in active markets, quoted prices for identical or similar assets in markets that are not active, inputs other than quoted prices that are observable for the asset, and market-corroborated inputs.

Level 3 – unobservable inputs for the asset. In these situations, inputs are developed using the best information available in the circumstances.

Fair values of assets measured on a recurring basis is as follows:

	Fair Value Measurements at June 30, 2026			
	Total	Level 1	Level 2	Level 3
Equity securities	$ 297,043	$ 297,043	$ -	$ -
Fixed income securities	248,799	248,799	-	-
	$ 545,842	$ 545,842	$ -	$ -

	Fair Value Measurements at June 30, 2025			
	Total	Level 1	Level 2	Level 3
Equity securities	$ 306,103	$ 306,103	$ -	$ -
Fixed income securities	278,241	278,241	-	-
	$ 584,344	$ 584,344	$ -	$ -

NOTE 6 – LIQUIDITY AND AVAILABILITY

The following table reflects ALDEA's financial assets at June 30, 2026 and 2025, reduced by amounts not available to meet cash needs for general expenditures within one year of the date of the statements of financial position because of donor-imposed restrictions.

	2026	2025
Financial assets at year-end		
Cash and cash equivalents	$ 725,021	$ 703,858
Unconditional promises to give	2,303	131,883
Investments	827,510	796,690
Less those unavailable for general expenditures within one year:		
Restricted by donor with purpose restrictions	(755,297)	(841,262)
Financial assets available to meet cash needs for general expenditures within one year	$ 799,537	$ 791,169

As part of the ALDEA's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.