




Global Ministries Center, a Division of International Pentecostal Holiness Church, Inc.

Independent Auditor's Report and Financial Statements

December 31, 2025, 2024, 2023, and 2022



Global Ministries Center, a Division of International Pentecostal Holiness Church, Inc.
Contents
December 31, 2025, 2024, 2023, and 2022

Independent Auditor’s Report..... 1

Financial Statements

 Statements of Financial Position..... 3

 Statements of Activities 4

 Statements of Cash Flows 5

 Notes to Financial Statements 6

Independent Auditor's Report

Council of Bishops
Global Ministries Center, a Division of
International Pentecostal Holiness Church, Inc.
Oklahoma City, Oklahoma

Opinion

We have audited the financial statements of Global Ministries Center, a Division of International Pentecostal Holiness Church, Inc., which comprise the statements of financial position as of December 31, 2025, 2024, 2023, and 2022, and the related statements of activities 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 Global Ministries Center, a Division of International Pentecostal Holiness Church, Inc., as of December 31, 2025, 2024, 2023, and 2022, 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 the Global Ministries Center, a Division of International Pentecostal Holiness Church, Inc., and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of Matter

As discussed in Note 1, the financial statements of the Global Ministries Center are intended to present the financial position, the changes in net assets and cash flows, of only that portion of International Pentecostal Holiness Church, Inc. that is attributable to the transactions of the Global Ministries Center. They do not purport to, and do not, present fairly the financial position of International Pentecostal Holiness Church, Inc. as of December 31, 2025, 2024, 2023, and 2022, and the changes in net assets and cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

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 the Global Ministries Center's, a Division of International Pentecostal Holiness Church, Inc., ability to continue as a going concern within one year after the date that these 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 the Global Ministries Center'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 the Global Ministries Center'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.

Forvis Mazars, LLP

**Springfield, Missouri
May 14, 2026**

Global Ministries Center, a Division of International Pentecostal Holiness Church, Inc.
Statements of Financial Position
December 31, 2025, 2024, 2023, and 2022

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
ASSETS				
Cash and cash equivalents	\$ 14,752,851	\$ 12,921,358	\$ 16,625,974	\$ 15,541,686
Notes and other receivables	3,045,514	3,042,484	200,154	300,462
Prepaid expenses and other	1,093,560	1,702,770	469,807	169,694
Investments	11,129,789	10,440,720	9,301,799	6,568,655
Net pension asset	352,518	335,867	294,125	323,447
Property and equipment, net	974,710	1,585,261	1,668,152	1,710,584
Total Assets	\$ 31,348,942	\$ 30,028,460	\$ 28,560,011	\$ 24,614,528
LIABILITIES AND NET ASSETS				
Liabilities				
Accounts payable	\$ 277,732	\$ 369,447	\$ 363,478	\$ 508,802
Accrued expenses and other	776,477	733,626	691,163	690,792
Deferred revenue	2,685,100	2,308,200	1,607,000	170,400
Notes payable	16,636	21,662	24,821	4,336
Total Liabilities	3,755,945	3,432,935	2,686,462	1,374,330
Net Assets				
Without donor restrictions				
Undesignated	17,570,187	16,366,625	16,220,204	14,800,670
With donor restrictions				
Purpose restrictions or time-restricted for future periods	9,642,502	9,848,592	9,273,037	8,059,220
Perpetual in nature	380,308	380,308	380,308	380,308
Net assets with donor restrictions	10,022,810	10,228,900	9,653,345	8,439,528
Total Net Assets	27,592,997	26,595,525	25,873,549	23,240,198
Total Liabilities and Net Assets	\$ 31,348,942	\$ 30,028,460	\$ 28,560,011	\$ 24,614,528

Global Ministries Center, a Division of International Pentecostal Holiness Church, Inc.
Statements of Activities
Years Ended December 31, 2025, 2024, 2023, and 2022

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Without Donor Restrictions				
Revenues, gains, and other support				
Contributions, gifts, and donations of cash and other financial assets	\$ 11,940,053	\$ 11,391,532	\$ 10,637,061	\$ 10,288,714
Net investment return	768,326	923,774	909,964	1,147
Other support	1,372,510	309,827	194,527	279,904
Registration and other fees	369,279	215,804	175,635	421,551
Net assets released from restrictions	8,518,017	9,002,428	8,570,885	8,849,166
Total Revenues, Gains, and Other Support Without Donor Restrictions	<u>22,968,185</u>	<u>21,843,365</u>	<u>20,488,072</u>	<u>19,840,482</u>
Expenses and losses				
Program services	15,735,813	16,658,940	15,934,966	15,261,838
Management and general	6,074,202	5,098,429	3,124,045	3,636,649
Total Expenses and Losses	<u>21,810,015</u>	<u>21,757,369</u>	<u>19,059,011</u>	<u>18,898,487</u>
Defined benefit pension plan				
Net gain (loss) arising during the year	22,153	28,506	(41,149)	40,914
Amortization of net loss included in net periodic pension cost	23,239	31,919	31,622	41,856
Total Defined Benefit Pension Plan	<u>45,392</u>	<u>60,425</u>	<u>(9,527)</u>	<u>82,770</u>
Change in Net Assets Without Donor Restrictions	<u>1,203,562</u>	<u>146,421</u>	<u>1,419,534</u>	<u>1,024,765</u>
With Donor Restrictions				
Contributions, gifts, and donations of cash and other financial assets	8,212,623	9,466,526	9,713,301	9,544,529
Investment return	90,984	94,627	54,771	26,790
Other support	8,320	16,830	16,630	-
Net assets released from restrictions	(8,518,017)	(9,002,428)	(8,570,885)	(8,849,166)
Change in Net Assets With Donor Restrictions	<u>(206,090)</u>	<u>575,555</u>	<u>1,213,817</u>	<u>722,153</u>
Change in Net Assets	<u>997,472</u>	<u>721,976</u>	<u>2,633,351</u>	<u>1,746,918</u>
Net Assets, Beginning of Year	<u>26,595,525</u>	<u>25,873,549</u>	<u>23,240,198</u>	<u>21,493,280</u>
Net Assets, End of Year	<u>\$ 27,592,997</u>	<u>\$ 26,595,525</u>	<u>\$ 25,873,549</u>	<u>\$ 23,240,198</u>

Global Ministries Center, a Division of International Pentecostal Holiness Church, Inc.
Statements of Cash Flows
Years Ended December 31, 2025, 2024, 2023, and 2022

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Operating Activities				
Change in net assets	\$ 997,472	\$ 721,976	\$ 2,633,351	\$ 1,746,918
Items not requiring (providing) operating activities cash flows				
Depreciation	120,058	127,057	178,750	164,956
Gain on disposal of property and equipment	(1,184,828)	(138,973)	-	(28,850)
Net realized and unrealized losses (gains) on investments	(121,579)	(76,371)	(128,122)	256,391
Assumption of notes payable	-	-	26,694	-
Donation of investment in limited liability company	-	-	-	250,000
Changes in				
Notes and other receivables	(3,030)	(2,842,330)	100,308	(55,323)
Prepaid expenses and other assets	609,210	(1,232,963)	(300,113)	(19,725)
Accounts payable and accrued expenses	(48,864)	48,432	(144,953)	385,325
Accrued pension asset	(16,651)	(41,742)	29,322	(57,191)
Deferred revenue	376,900	701,200	1,436,600	(584,809)
Net Cash and Cash Equivalents Provided by (Used in) Operating Activities	<u>728,688</u>	<u>(2,733,714)</u>	<u>3,831,837</u>	<u>2,057,692</u>
Investing Activities				
Purchases of property and equipment	(24,679)	(45,435)	(136,318)	(70,616)
Proceeds from sale of property and equipment	1,700,000	140,242	-	260,150
Purchases of investments	(2,505,600)	(2,901,067)	(3,311,838)	(546,288)
Proceeds from sales and maturities of investments	1,938,110	1,838,517	706,816	1,104,939
Net Cash and Cash Equivalents Provided by (Used in) Investing Activities	<u>1,107,831</u>	<u>(967,743)</u>	<u>(2,741,340)</u>	<u>748,185</u>
Financing Activities				
Payment of principal on notes payable	(5,026)	(3,159)	(6,209)	(47,535)
Net Cash and Cash Equivalents Used in Financing Activities	<u>(5,026)</u>	<u>(3,159)</u>	<u>(6,209)</u>	<u>(47,535)</u>
Increase (Decrease) in Cash and Cash Equivalents	1,831,493	(3,704,616)	1,084,288	2,758,342
Cash and Cash Equivalents, Beginning of Year	<u>12,921,358</u>	<u>16,625,974</u>	<u>15,541,686</u>	<u>12,783,344</u>
Cash and Cash Equivalents, End of Year	<u>\$ 14,752,851</u>	<u>\$ 12,921,358</u>	<u>\$ 16,625,974</u>	<u>\$ 15,541,686</u>
Supplemental Cash Flows Information				
Interest paid	\$ 1,584	\$ 1,640	\$ 1,384	\$ 3,792
ROU assets obtained in exchange for operating lease liabilities	\$ -	\$ -	\$ -	\$ 35,268

Global Ministries Center, a Division of International Pentecostal Holiness Church, Inc.
Notes to Financial Statements
December 31, 2025, 2024, 2023, and 2022

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

Nature of Operations

Global Ministries Center (the "Organization"), a Division of International Pentecostal Holiness Church, Inc. (IPHC), is a division of a not-for-profit organization, whose mission is to multiply believers and churches, disciple them in worship, fellowship, and evangelism as they obey the Great Commission in cooperation with the whole body of Christ. The Global Ministries Center's revenues and other support are derived principally from contributions. Activities include, but are not limited to, educational, benevolent, and charitable work which includes establishing and financing churches and schools; publishing and printing religious literature; and providing retirement and personal contribution programs for ministers.

Basis of Presentation

The financial statements of the Global Ministries Center are intended to present the financial position, and the changes in net assets and cash flows, of only that portion of International Pentecostal Holiness Church, Inc. that is attributable to the transactions of the Global Ministries Center. They do not purport to, and do not, present the financial position of International Pentecostal Holiness Church, Inc. as of December 31, 2025, 2024, 2023, and 2022, and the changes in net assets and cash flows for the years then ended.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenses, gains, losses, and other changes in net assets during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

Cash and cash equivalents include funds held in banks for operating purposes and investments held in FDIC deposits. At December 31, 2025, the Organization's cash accounts were in a demand deposit marketplace sweep designed to have all funds under the federally insured limits. Funds invested in temporary investments, if any, are not considered cash equivalents.

Notes and Other Receivables

Notes receivable and other receivables are stated at their outstanding principal amount, net of allowance for uncollectible notes. Unless an individual loan or borrower relationship warrants separate analysis, the Organization provides an allowance for uncollectible notes, which allows for credit losses, if expected, based upon a review of outstanding receivables, historical collection information, and existing economic conditions. Outstanding notes accrue interest based on the terms of the respective note agreements. Delinquent notes are written off based on individual credit evaluations and specific circumstances of the borrower. At December 31, 2025, 2024, 2023, and 2022, there was no allowance recorded for credit losses on notes receivable and no notes were written off as uncollectible during 2025, 2024, 2023, or 2022.

Investments and Net Investment Return

The Organization measures securities, other than investments that qualify for the equity method of accounting, at fair value. The Organization measures equity investments without a readily determinable fair value at cost, minus impairment, if any, plus or minus changes resulting from observable price changes for the identical or a similar investment.

Global Ministries Center, a Division of International Pentecostal Holiness Church, Inc.
Notes to Financial Statements
December 31, 2025, 2024, 2023, and 2022

For equity investments measured under the practicability exception, the Organization performs a qualitative assessment for equity investments without readily determinable fair values considering impairment indicators to evaluate whether an impairment exists. If an impairment exists, the Organization will recognize a loss based on the difference between carrying value and fair value.

Investment return includes dividend, interest, and other investment income; realized and unrealized gains and losses on investments carried at fair value; and realized gains and losses on other investments, less external and direct internal investment expenses. Gains and losses on the sales of securities are recorded on the trade date and are determined using the specific identification method.

Investment return that is initially restricted by donor stipulation and for which the restriction will be satisfied in the same year is included in net assets without donor restrictions. Other investment return is reflected in the statement of activities as with or without donor restrictions based upon the existence and nature of any donor or legally imposed restrictions.

Property and Equipment

Property and equipment are stated at cost less accumulated depreciation. Depreciation is charged to expense over the estimated useful life of each asset using straight-line and accelerated methods. Assets under capital lease obligations and leasehold improvements are depreciated over the shorter of the lease term or their respective estimated useful lives:

	<u>Years</u>
Buildings and leasehold improvements	5 - 40
Machinery and equipment	3 - 9
Furniture and fixtures	5 - 10

Long-Lived Asset Impairment

The Organization evaluates the recoverability of the carrying value of long-lived assets whenever events or circumstances indicate the carrying amount may not be recoverable. If a long-lived asset is tested for recoverability and the undiscounted estimated future cash flows expected to result from the use and eventual disposition of the asset is less than the carrying amount of the assets, the assets cost is adjusted to fair value and an impairment loss is recognized as the amount by which the carrying amount of a long-lived asset exceeds its fair value. No asset impairment was recognized during the years ended December 31, 2025, 2024, 2023, and 2022.

Net Assets

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor restrictions. Net assets without donor restrictions are available for use in general operations and not subject to donor restrictions. Net assets with donor restrictions are subject to donor restrictions. Some restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity.

Global Ministries Center, a Division of International Pentecostal Holiness Church, Inc.
Notes to Financial Statements
December 31, 2025, 2024, 2023, and 2022

Contributions

Contributions are provided to the Organization either with or without restrictions placed on the gift by the donor. Revenues and net assets are separately reported to reflect the nature of those gifts – with or without donor restrictions. The value recorded for each contribution is recognized as follows:

Nature of the Gift	Value Recognized
<i>Conditional gifts, with or without restriction</i>	
Gifts that depend on the Organization overcoming a donor-imposed barrier to be entitled to the funds	Not recognized until the gift becomes unconditional, <i>i.e.</i> , the donor-imposed barrier is met
<i>Unconditional gifts, with or without restriction</i>	
Received at date of gift – cash and other assets	Fair value
Received at date of gift – property, equipment, and long-lived assets	Estimated fair value
Expected to be collected within one year	Net realizable value
Collected in future years	Initially reported at fair value determined using the discounted present value of estimated future cash flows technique

In addition to the amount initially recognized, revenue for unconditional gifts to be collected in future years is also recognized each year as the present-value discount is amortized using the level-yield method.

When a donor stipulated time restriction ends or purpose restriction is accomplished, 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. Absent explicit donor stipulations for the period of time that long-lived assets must be held, expirations of restrictions for gifts of land, buildings, equipment, and other long-lived assets are reported when those assets are placed in service.

Gifts and investment income that are originally restricted by the donor and for which the restriction is met in the same time period the gift is received are recorded as revenue with donor restrictions and then released from restriction.

Conditional contributions and investment income having donor stipulations which are satisfied in the period the gift is received and the investment income is earned are recorded as revenue with donor restrictions and then released from restriction.

Deferred Revenue

Deferred grant revenue of \$2,685,100, \$2,308,200, \$1,607,000, and \$152,700 as of December 31, 2025, 2024, 2023, and 2022, respectively, is being recognized over the periods in which the revenues are earned as the conditions are met and relate to the Lilly Endowment grant. As of December 31, 2025, 2024, 2023, and 2022 deferred revenue of \$0, \$0, \$0, and \$17,700, respectively, was recorded related to rent received, which is being recognized in the related period.

Global Ministries Center, a Division of International Pentecostal Holiness Church, Inc.
Notes to Financial Statements
December 31, 2025, 2024, 2023, and 2022

Functional Allocation of Expenses

Functional expenses (Note 8) presents the natural classification detail of expenses by function. Certain costs have been allocated among the program and supporting services based on usage and other methods.

Exemption From Income Taxes

The Organization is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code as provided by a group letter ruling issued to the Organization from the Internal Revenue Service and a similar provision of state law. However, the Organization is subject to federal income tax on any unrelated business taxable income.

Revision

Certain immaterial revisions have been made to the 2024, 2023, and 2022 notes to the financial statements for inclusion of fair value of Extension Loan Fund certificates in Note 10. These revisions did not have a significant impact on the financial statements and had no effect on change in net assets.

Note 2. Investments

Investments at December 31 consisted of the following:

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Money market mutual funds	\$ 1,108,409	\$ 1,091,751	\$ 23,390	\$ -
Mutual funds	868,795	832,160	938,722	958,635
Exchange-traded funds	693,726	562,541	368,973	228,867
U.S. Treasuries	-	-	1,019,303	-
Extension Loan Fund certificates	8,458,859	7,954,268	6,951,411	5,381,153
	<u>\$ 11,129,789</u>	<u>\$ 10,440,720</u>	<u>\$ 9,301,799</u>	<u>\$ 6,568,655</u>

Total investment return is comprised of the following:

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Interest and dividend income	\$ 777,412	\$ 969,389	\$ 855,836	\$ 311,938
Investment fees	(39,681)	(27,359)	(19,223)	(27,610)
Net realized and unrealized gains (losses) on investments reported at fair value	121,579	76,371	128,122	(256,391)
	<u>\$ 859,310</u>	<u>\$ 1,018,401</u>	<u>\$ 964,735</u>	<u>\$ 27,937</u>

Total investment return is reflected in the statements of activities as follows:

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Investment return without donor restrictions	\$ 768,326	\$ 923,774	\$ 909,964	\$ 1,147
Investment return with donor restrictions	90,984	94,627	54,771	26,790
	<u>\$ 859,310</u>	<u>\$ 1,018,401</u>	<u>\$ 964,735</u>	<u>\$ 27,937</u>

Global Ministries Center, a Division of International Pentecostal Holiness Church, Inc.
Notes to Financial Statements
December 31, 2025, 2024, 2023, and 2022

Note 3. Property and Equipment

Property and equipment at December 31 consists of:

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Land	\$ 424,937	\$ 668,001	\$ 668,001	\$ 668,001
Buildings and leasehold improvements	1,706,008	3,297,451	3,290,515	3,182,793
Machinery and equipment	432,267	430,097	437,724	447,826
Furniture and fixtures	57,671	57,671	71,913	98,676
	<u>2,620,883</u>	<u>4,453,220</u>	<u>4,468,153</u>	<u>4,397,296</u>
Less accumulated depreciation and amortization	1,646,173	2,867,959	2,800,001	2,686,712
	<u>\$ 974,710</u>	<u>\$ 1,585,261</u>	<u>\$ 1,668,152</u>	<u>\$ 1,710,584</u>

Costs associated with the acquisition and construction of property and equipment in foreign countries are capitalized to the extent the assets meet the Organization's capitalization policy. The Organization does have control, either directly or indirectly through its missionaries, over such assets. Certain assets in foreign countries are expensed as incurred if the Organization does not have title to the asset or the asset is transferred to local church organizations. The total expenses recorded in 2025, 2024, 2023, and 2022 relating to foreign assets were approximately \$1,727,000, \$1,689,000, \$1,617,000, and \$2,053,000, respectively.

Note 4. Notes Payable

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Global Ministries Center, note payable to The International (A)	\$ -	\$ -	\$ -	\$ 4,336
Global Ministries Center, note payable to ELF (B)	16,636	21,662	24,821	-
	<u>\$ 16,636</u>	<u>\$ 21,662</u>	<u>\$ 24,821</u>	<u>\$ 4,336</u>

(A) Related party loan payable to ELF; paid in full during 2023.

(B) Related party loan payable to ELF, due August 2031; monthly payments of \$351, including interest at 6.75%. Secured by real estate.

Global Ministries Center, a Division of International Pentecostal Holiness Church, Inc.
Notes to Financial Statements
December 31, 2025, 2024, 2023, and 2022

Aggregate annual maturities of notes payable at December 31, 2025, are:

2026	\$	2,965
2027		3,171
2028		3,390
2029		3,628
2030		3,482
		<u>16,636</u>
	\$	<u>16,636</u>

Note 5. Net Assets With Donor Restrictions

Net assets with donor restrictions are restricted for the following purposes or periods:

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
J H King House	\$ 11,672	\$ 10,870	\$ 9,608	\$ 12,843
Scholarships	176,544	170,433	164,302	167,052
Discipleship	86,428	83,485	81,004	71,967
Disaster Relief	460,310	579,523	263,228	282,868
Youth	10,319	9,913	9,525	9,140
World Missions Ministries	8,426,136	8,527,545	8,252,227	7,026,795
People to People	471,093	466,823	493,143	488,555
	<u>\$ 9,642,502</u>	<u>\$ 9,848,592</u>	<u>\$ 9,273,037</u>	<u>\$ 8,059,220</u>

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes.

Net assets with donor restrictions that are perpetual in nature are restricted to investments in perpetuity, the income from which is generally expendable to support:

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Scholarships	\$ 213,608	\$ 213,608	\$ 213,608	\$ 213,608
Trust	50,000	50,000	50,000	50,000
Youth	11,700	11,700	11,700	11,700
People to People Department	100,000	100,000	100,000	100,000
Evangelism and World Missions Departments	5,000	5,000	5,000	5,000
	<u>\$ 380,308</u>	<u>\$ 380,308</u>	<u>\$ 380,308</u>	<u>\$ 380,308</u>

Certain donors have stipulated that the income accumulate with the corpus of the endowment until a certain total amount is reached, at which time income from that point forward is expendable.

Global Ministries Center, a Division of International Pentecostal Holiness Church, Inc.
Notes to Financial Statements
December 31, 2025, 2024, 2023, and 2022

Note 6. Endowment

The Organization's endowment consists of approximately five individual funds established for a variety of purposes. The endowment includes donor-restricted endowment funds. As required by accounting principles generally accepted in the United States of America (GAAP), net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

The Organization's governing body is subject to the State of Oklahoma Prudent Management of Institutional Funds Act (SPMIFA) and, thus, classifies amounts in its donor-restricted endowment funds as net assets with donor restrictions because those net assets are time restricted until the governing body appropriates such amounts for expenditures. Most of those net assets also are subject to purpose restrictions that must be met before reclassifying those net assets to net assets without donor restrictions. The governing body of the Organization has interpreted SPMIFA as not requiring the maintenance of purchasing power of the original gift amount contributed to an endowment fund, unless a donor stipulates the contrary. As a result of this interpretation, when reviewing its donor-restricted endowment funds, the Organization considers a fund to be underwater if the fair value of the fund is less than the sum of (a) the original value of initial and subsequent gift amounts donated to the fund and (b) any accumulations to the fund that are required to be maintained in perpetuity in accordance with the direction of the applicable donor gift instrument. The Organization has interpreted SPMIFA to permit spending from underwater funds in accordance with the prudent measures required under the law. Additionally, in accordance with SPMIFA, the Organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

1. Duration and preservation of the fund
2. Purposes of the Organization and the fund
3. General economic conditions
4. Possible effect of inflation and deflation
5. Expected total return from investment income and appreciation or depreciation of investments
6. Other resources of the Organization
7. Investment policies of the Organization

The composition of net assets by type of endowment fund at December 31 was:

	2025		
	Without Donor Restrictions	With Donor Restrictions	Total
	<u> </u>	<u> </u>	<u> </u>
Donor-restricted endowment funds			
Original donor-restricted gift amount and amounts required to be maintained in perpetuity by donor	\$ -	\$ 330,308	\$ 330,308
Term endowment	-	66,791	66,791
	<u> </u>	<u> </u>	<u> </u>
Total endowment funds	<u>\$ -</u>	<u>\$ 397,099</u>	<u>\$ 397,099</u>

Global Ministries Center, a Division of International Pentecostal Holiness Church, Inc.
Notes to Financial Statements
December 31, 2025, 2024, 2023, and 2022

	2024		
	Without Donor Restrictions	With Donor Restrictions	Total
Donor-restricted endowment funds			
Original donor-restricted gift amount and amounts required to be maintained in perpetuity by donor	\$ -	\$ 330,308	\$ 330,308
Term endowment	-	51,226	51,226
	<u> </u>	<u> </u>	<u> </u>
Total endowment funds	<u>\$ -</u>	<u>\$ 381,534</u>	<u>\$ 381,534</u>

	2023		
	Without Donor Restrictions	With Donor Restrictions	Total
Donor-restricted endowment funds			
Original donor-restricted gift amount and amounts required to be maintained in perpetuity by donor	\$ -	\$ 330,308	\$ 330,308
Term endowment	-	39,435	39,435
	<u> </u>	<u> </u>	<u> </u>
Total endowment funds	<u>\$ -</u>	<u>\$ 369,743</u>	<u>\$ 369,743</u>

	2022		
	Without Donor Restrictions	With Donor Restrictions	Total
Donor-restricted endowment funds			
Original donor-restricted gift amount and amounts required to be maintained in perpetuity by donor	\$ -	\$ 330,308	\$ 330,308
Term endowment	-	28,643	28,643
	<u> </u>	<u> </u>	<u> </u>
Total endowment funds	<u>\$ -</u>	<u>\$ 358,951</u>	<u>\$ 358,951</u>

Global Ministries Center, a Division of International Pentecostal Holiness Church, Inc.
Notes to Financial Statements
December 31, 2025, 2024, 2023, and 2022

Changes in endowment net assets for the years ended December 31 are:

	Without Donor Restrictions	2025 With Donor Restrictions	Total
Endowment net assets, beginning of year	\$ -	\$ 381,534	\$ 381,534
Investment return, net	-	15,565	15,565
Endowment net assets, end of year	<u>\$ -</u>	<u>\$ 397,099</u>	<u>\$ 397,099</u>
		2024	
	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, beginning of year	\$ -	\$ 369,743	\$ 369,743
Investment return, net	-	11,791	11,791
Endowment net assets, end of year	<u>\$ -</u>	<u>\$ 381,534</u>	<u>\$ 381,534</u>
		2023	
	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, beginning of year	\$ -	\$ 358,951	\$ 358,951
Investment return, net	-	10,888	10,888
Appropriation of endowment assets for expenditure	-	(96)	(96)
Endowment net assets, end of year	<u>\$ -</u>	<u>\$ 369,743</u>	<u>\$ 369,743</u>

Global Ministries Center, a Division of International Pentecostal Holiness Church, Inc.
Notes to Financial Statements
December 31, 2025, 2024, 2023, and 2022

	2022		Total
	Without Donor Restrictions	With Donor Restrictions	
Endowment net assets, beginning of year	\$ -	\$ 357,910	\$ 357,910
Investment return, net	-	5,967	5,967
Appropriation of endowment assets for expenditure	-	(4,926)	(4,926)
Endowment net assets, end of year	<u>\$ -</u>	<u>\$ 358,951</u>	<u>\$ 358,951</u>

Investments and Spending Policies

The Organization has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs and other items supported by its endowment while seeking to maintain the purchasing power of the endowment. Endowment assets include those assets of donor-restricted endowment funds the Organization must hold in perpetuity or for donor-specified periods. Under the Organization's policies, the primary investment goal is long-term asset growth with the generation of investment income a secondary goal. The Organization expects its endowment funds to provide an average rate of return of approximately 3% annually over time. Actual returns in any given year may vary from this amount.

To satisfy its long-term rate of return objectives, the Organization relies on a total return strategy in which investment returns are achieved through both current yield (investment income such as dividends and interest) and capital appreciation (both realized and unrealized). The Organization 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.

The Organization has an informal policy (the spending policy) of appropriating for expenditure each year 5% of its endowment fund's average fair value over the prior four quarters through the year-end preceding the year in which expenditure is planned, if available. In establishing this policy, the Organization considered the long-term expected return on its endowment. Accordingly, over the long term, the Organization expects the current spending policy to allow its endowment to grow, which is consistent with the Organization's objective to maintain the purchasing power of endowment assets held in perpetuity or for a specified term, as well as to provide additional real growth through new gifts and investment return.

Underwater Endowments

The governing body of the Organization has interpreted SPMIFA as not requiring the maintenance of purchasing power of the original gift amount contributed to an endowment fund unless a donor stipulates the contrary. As a result of this interpretation, when reviewing its donor-restricted endowment funds, the Organization considers a fund to be underwater if the fair value of the fund is less than the sum of:

- (A) the original value of initial and subsequent gift amounts donated to the fund and
- (C) any accumulations to the fund that are required to be maintained in perpetuity in accordance with the direction of the applicable donor gift instrument.

The Organization has interpreted SPMIFA to permit spending from underwater funds in accordance with the prudent measures required under the law.

No deficiencies existed to endowment funds at December 31, 2025, 2024, 2023, and 2022.

Global Ministries Center, a Division of International Pentecostal Holiness Church, Inc.
Notes to Financial Statements
December 31, 2025, 2024, 2023, and 2022

Note 7. Liquidity and Availability

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of December 31, 2025, 2024, 2023, and 2022, comprise the following:

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Cash and cash equivalents	\$ 14,752,851	\$ 12,921,358	\$ 16,625,974	\$ 15,541,686
Scheduled principal amounts due on notes and other receivables in the next year	86,555	131,166	169,844	279,500
Investments	11,129,789	10,440,720	9,301,799	6,568,655
Total	<u>25,969,195</u>	<u>23,493,244</u>	<u>26,097,617</u>	<u>22,389,841</u>
Donor-imposed restrictions				
Restricted funds	<u>(10,022,810)</u>	<u>(10,228,900)</u>	<u>(9,653,345)</u>	<u>(8,439,528)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 15,946,385</u>	<u>\$ 13,264,344</u>	<u>\$ 16,444,272</u>	<u>\$ 13,950,313</u>

The Organization's endowment funds consist of donor-restricted endowments and funds designated by the board as endowments. Income from donor-restricted endowments is restricted for specific purposes, with the exception of the amounts available for general use. Donor-restricted endowment funds are not available for general expenditure.

The Organization manages its liquidity and reserves following three guiding principles: operating within a prudent range of financial soundness and stability, maintaining adequate liquid assets to fund near-term operating needs, and maintaining sufficient reserves to provide reasonable assurance that long-term obligations will be discharged. The Organization strives to maintain a year-end balance of reserves without donor restriction, and which are undesignated by the board to meet six months of expected expenditures. To achieve these targets, the Organization forecasts its future cash flows and monitors its liquidity quarterly. During the year ended December 31, 2025, the level of liquidity and reserves was managed within the policy requirements.

Note 8. Functional Expenses

As described in Note 1, 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.

The expenses that are allocated include salaries and employee benefits, professional fees, interest, grant and contributions, facilities and other occupancy, conferences, conventions and meetings, printing and publication, depreciation, travel, and miscellaneous expense, which are allocated on the basis of time and effort. The tables below present expenses by both their nature and function.

Global Ministries Center, a Division of International Pentecostal Holiness Church, Inc.
Notes to Financial Statements
December 31, 2025, 2024, 2023, and 2022

December 31, 2025						
Functional Classification						
PROGRAM						
Natural Classification	Discipleship Ministries	Evangelism USA Ministries	World Missions Ministries	Total Program Services	Management and General	Total
Salaries and employee benefits	\$ 1,094,973	\$ 1,311,550	\$ 4,286,543	\$ 6,693,066	\$ 1,552,637	\$ 8,245,703
Professional fees	41,325	20,285	16,913	78,523	248,690	327,213
Interest expense	-	1,425	-	1,425	159	1,584
Grant and contributions	1,007,555	351,572	4,796,768	6,155,895	2,101,444	8,257,339
Facilities and other occupancy	44,865	50,305	282,831	378,001	381,175	759,176
Conferences, conventions, and meetings	219,093	73,519	11,811	304,423	920,431	1,224,854
Printing and publications	35,245	13,696	87,225	136,166	83,323	219,489
Depreciation	-	-	8,000	8,000	112,058	120,058
Travel	234,677	201,025	1,139,552	1,575,254	486,499	2,061,753
Miscellaneous expense	121,101	47,654	236,305	405,060	187,786	592,846
Total expenses	<u>\$ 2,798,834</u>	<u>\$ 2,071,031</u>	<u>\$ 10,865,948</u>	<u>\$ 15,735,813</u>	<u>\$ 6,074,202</u>	<u>\$ 21,810,015</u>

December 31, 2024						
Functional Classification						
PROGRAM						
Natural Classification	Discipleship Ministries	Evangelism USA Ministries	World Missions Ministries	Total Program Services	Management and General	Total
Salaries and employee benefits	\$ 1,049,322	\$ 1,272,780	\$ 4,441,748	\$ 6,763,850	\$ 1,497,578	\$ 8,261,428
Professional fees	30,789	11,564	22,335	64,688	239,909	304,597
Interest expense	-	1,640	-	1,640	-	1,640
Grant and contributions	969,299	423,074	5,507,293	6,899,666	1,648,002	8,547,668
Facilities and other occupancy	54,799	67,702	334,933	457,434	443,180	900,614
Conferences, conventions, and meetings	273,329	117,295	146,354	536,978	464,495	1,001,473
Printing and publications	23,438	14,565	89,080	127,083	61,201	188,284
Depreciation	-	-	9,350	9,350	117,707	127,057
Travel	222,326	282,283	881,532	1,386,141	478,807	1,864,948
Miscellaneous expense	125,118	75,209	211,783	412,110	147,550	559,660
Total expenses	<u>\$ 2,748,420</u>	<u>\$ 2,266,112</u>	<u>\$ 11,644,408</u>	<u>\$ 16,658,940</u>	<u>\$ 5,098,429</u>	<u>\$ 21,757,369</u>

December 31, 2023						
Functional Classification						
PROGRAM						
Natural Classification	Discipleship Ministries	Evangelism USA Ministries	World Missions Ministries	Total Program Services	Management and General	Total
Salaries and employee benefits	\$ 927,072	\$ 1,321,156	\$ 4,399,573	\$ 6,647,801	\$ 1,332,721	\$ 7,980,522
Professional fees	14,900	4,006	8,098	27,004	253,449	280,453
Interest expense	-	602	-	602	1,384	1,986
Grant and contributions	986,847	268,790	4,924,965	6,180,602	97,675	6,278,277
Facilities and other occupancy	26,840	80,062	274,387	381,289	329,467	710,756
Conferences, conventions, and meetings	248,422	102,362	294,202	644,986	299,335	944,321
Printing and publications	13,344	17,891	92,095	123,330	47,767	171,097
Depreciation	-	-	9,350	9,350	169,400	178,750
Travel	241,591	286,742	921,964	1,450,297	396,313	1,846,610
Miscellaneous expense	56,531	208,212	204,962	469,705	196,534	666,239
Total expenses	<u>\$ 2,515,547</u>	<u>\$ 2,289,823</u>	<u>\$ 11,129,596</u>	<u>\$ 15,934,966</u>	<u>\$ 3,124,045</u>	<u>\$ 19,059,011</u>

Global Ministries Center, a Division of International Pentecostal Holiness Church, Inc.
Notes to Financial Statements
December 31, 2025, 2024, 2023, and 2022

Natural Classification	December 31, 2022					
	Functional Classification					
	PROGRAM					
	Discipleship Ministries	Evangelism USA Ministries	World Missions Ministries	Total Program Services	Management and General	Total
Salaries and employee benefits	\$ 867,190	\$ 910,003	\$ 4,326,693	\$ 6,103,886	\$ 1,259,818	\$ 7,363,704
Professional fees	8,083	11,076	23,541	42,700	230,327	273,027
Interest expense	-	1,336	722	2,058	1,734	3,792
Grant and contributions	939,714	156,408	5,081,286	6,177,408	454,177	6,631,585
Facilities and other occupancy	26,313	57,547	270,513	354,373	309,357	663,730
Conferences, conventions, and meetings	267,018	132,351	130,739	530,108	431,417	961,525
Printing and publications	10,058	21,892	81,817	113,767	100,939	214,706
Depreciation	-	-	21,875	21,875	143,081	164,956
Travel	238,749	236,429	1,055,979	1,531,157	372,148	1,903,305
Miscellaneous expense	39,657	108,872	235,977	384,506	333,651	718,157
Total expenses	<u>\$ 2,396,782</u>	<u>\$ 1,635,914</u>	<u>\$ 11,229,142</u>	<u>\$ 15,261,838</u>	<u>\$ 3,636,649</u>	<u>\$ 18,898,487</u>

Note 9. Pension Plans

Defined Contribution Plan

The Organization has a defined contribution pension plan covering substantially all employees. The Organization contributes 7% of wages for eligible Global Ministries Center employees and \$3,000 per year for missionaries to the plan. Pension expense was \$437,055, \$424,975, \$440,457, and \$399,960 for 2025, 2024, 2023, and 2022, respectively.

Defined Benefit Plan

The Global Ministries Center has a noncontributory defined benefit pension plan covering certain individuals who meet the eligibility requirements and were hired prior to 1982. The Organization's funding policy is to make the minimum annual contribution that is required by applicable regulations, plus such amounts as the Organization may determine to be appropriate from time to time. The Organization does not expect to contribute to the plan in 2026.

The Organization uses a December 31 measurement date for the plan. Information about the plan's funded status follows:

	2025	2024	2023	2022
Benefit obligation	\$ 94,455	\$ 127,896	\$ 209,872	\$ 224,682
Fair value of plan assets	<u>446,973</u>	<u>463,763</u>	<u>503,997</u>	<u>548,129</u>
Funded status	<u>\$ 352,518</u>	<u>\$ 335,867</u>	<u>\$ 294,125</u>	<u>\$ 323,447</u>

Global Ministries Center, a Division of International Pentecostal Holiness Church, Inc.
Notes to Financial Statements
December 31, 2025, 2024, 2023, and 2022

Assets recognized in the statements of financial position:

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Net pension asset	\$ 352,518	\$ 335,867	\$ 294,125	\$ 323,447

Amounts recognized in change in net assets not yet recognized as components of net periodic benefit cost consist of:

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Net loss	\$ 144,083	\$ 162,339	\$ 222,764	\$ 213,237

The accumulated benefit obligation for the defined benefit pension plan was \$94,455, \$127,896, \$209,872, and \$224,682 at December 31, 2025, 2024, 2023, and 2022, respectively.

Other significant balances and costs are:

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Benefits paid	\$ 22,136	\$ 32,405	\$ 42,208	\$ 48,009
Benefit costs	10,811	18,684	20,095	25,280

The components of net periodic benefit cost other than the service cost component were \$10,811, \$18,864, \$20,095, and \$25,280 for the years ended December 31, 2025, 2024, 2023, and 2022, respectively, and are included in the line item management and general in the statements of activities.

Other changes in plan assets and benefit obligations recognized in change in net assets:

	<u>2025</u>	<u>Pension Benefits</u>		<u>2022</u>
	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Amounts arising during the period				
Net gain (loss)	\$ 22,153	\$ 28,506	\$ (41,149)	\$ 40,914
Amounts reclassified as components of net periodic benefit cost of the period				
Net loss	-	31,919	31,622	41,856

Significant gains and losses related to changes in the defined benefit obligation for the years ended December 31, 2025, 2024, 2023, and 2022, are due to actuarial change.

Global Ministries Center, a Division of International Pentecostal Holiness Church, Inc.
Notes to Financial Statements
December 31, 2025, 2024, 2023, and 2022

Significant assumptions include:

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Weighted average assumptions used to determine benefit obligation				
Discount rate	4.47%	5.02%	4.50%	4.70%
Rate of compensation increase	0%	0%	0%	0%
Weighted average assumptions used to determine benefit costs				
Discount rate	5.02%	4.50%	4.70%	2.00%
Expected return on plan assets	4.00%	4.50%	4.00%	4.00%
Rate of compensation increase	0%	0%	0%	0%

The Organization has estimated the long-term rate of return on plan assets based primarily on historical returns on plan assets, adjusted for changes in target portfolio allocations and recent changes in long-term interest rates based on publicly available information.

The following benefit payments, which reflect expected future service, as appropriate, are expected to be paid as of December 31, 2025:

2026	\$	18,937
2027		16,850
2028		14,827
2029		12,896
2030		11,082
2031 - 2035		33,428

Plan assets are invested in Extension Loan Fund certificates.

Plan assets are rebalanced when necessary. At December 31, plan assets by category are as follows:

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Cash	14.5%	62.7%	66.8%	70.4%
Extension Loan Fund certificates	85.5%	37.3%	33.2%	29.6%
	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>

Pension Plan Assets

Following is a description of the valuation methodologies used for pension plan assets measured at fair value on a recurring basis and recognized in the accompanying statements of financial position, as well as the general classification of pension plan assets pursuant to the valuation hierarchy.

Where quoted market prices are available in an active market, plan assets are classified within Level 1 of the valuation hierarchy. Level 1 plan assets include Extension Loan Fund certificates. If quoted market prices are not available, then fair values are estimated by using pricing models, quoted prices of plan assets with similar characteristics, or discounted cash flows. In certain cases where Level 1 or Level 2 inputs are not available, plan assets are classified within Level 3 of the hierarchy. There were no Level 2 or 3 plan assets.

At December 31, 2025, cash and ELF certificates were \$64,674 and \$382,299, respectively. At December 31, 2024, cash and ELF certificates were \$290,669 and \$173,094, respectively. At December 31, 2023, cash and ELF certificates were \$336,631 and \$167,366, respectively. At December 31, 2022, cash and ELF certificates were \$385,865 and \$162,264, respectively.

Note 10. Disclosures About Fair Value of Assets and Liabilities

Fair value is 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. Fair value measurements must maximize the use of observable inputs and minimize the use of unobservable inputs. There is a hierarchy of three levels of inputs that may be used to measure fair value:

- 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 data for substantially the full term of the assets 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.

Recurring Measurements

Following is a description of the inputs and valuation methodologies used for assets measured at fair value on a recurring basis and recognized in the accompanying statements of financial position, as well as the general classification of such assets pursuant to the valuation hierarchy. There have been no significant changes in the valuation techniques during the year ended December 31, 2025.

Investments

Where quoted market prices are available in an active market, securities are classified within Level 1 of the valuation hierarchy. If quoted market prices are not available, then fair values are estimated by using quoted prices of securities with similar characteristics or independent asset pricing services and pricing models, the inputs of which are market-based or independently sourced market parameters, including but not limited to, yield curves, interest rates, volatilities, prepayments, defaults, cumulative loss projections, and discounted cash flows. Such securities are classified in Level 2 of the valuation hierarchy. In certain cases where Level 1 or Level 2 inputs are not available, securities are classified within Level 3 of the hierarchy. The Organization has no investments classified as Level 2 or Level 3 within the hierarchy.

Global Ministries Center, a Division of International Pentecostal Holiness Church, Inc.
Notes to Financial Statements
December 31, 2025, 2024, 2023, and 2022

The following tables present the fair value measurements of assets and liabilities recognized in the accompanying statements of financial position measured at fair value on a recurring basis and the level within the fair value hierarchy in which the fair value measurements fall at December 31:

	Fair Value	Fair Value Measurements Using		
		Level 1	Level 2	Level 3
December 31, 2025				
Money market mutual funds	\$ 1,108,409	\$ 1,108,409	\$ -	\$ -
Mutual funds	868,795	868,795	-	-
Exchange-traded funds	693,726	693,726	-	-
Extension loan fund certificates	8,458,859	8,458,859	-	-
December 31, 2024				
Money market mutual funds	\$ 1,091,751	\$ 1,091,751	\$ -	\$ -
Mutual funds	832,160	832,160	-	-
Exchange-traded funds	562,541	562,541	-	-
Extension loan fund certificates	7,954,268	7,954,268	-	-
December 31, 2023				
Money market mutual funds	\$ 23,390	\$ 23,390	\$ -	\$ -
Mutual funds	938,722	938,722	-	-
Exchange-traded funds	368,973	368,973	-	-
U.S. Treasuries	1,019,303	1,019,303	-	-
Extension loan fund certificates	6,951,411	6,951,411	-	-
December 31, 2022				
Mutual funds	\$ 958,635	\$ 958,635	\$ -	\$ -
Exchange-traded funds	228,867	228,867	-	-
Extension loan fund certificates	5,381,153	5,381,153	-	-

Note 11. Significant Estimates and Concentrations

Accounting principles generally accepted in the United States of America require disclosure of certain significant estimates and current vulnerabilities due to certain concentrations.

Pension Benefit Obligations

The Organization has a noncontributory defined benefit pension plan whereby it agrees to provide certain postretirement benefits to certain individuals. The benefit obligation is the actuarial present value of all benefits attributed to service rendered prior to the valuation date based on a long-term economic model estimating future inflation rates and return on plan assets. It is reasonably possible that events could occur that would change the estimated amount of this liability materially in the near term.

Investments

The Organization invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least 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 accompanying statements of financial position.

Global Ministries Center, a Division of International Pentecostal Holiness Church, Inc.
Notes to Financial Statements
December 31, 2025, 2024, 2023, and 2022

Note 12. Related Party Transactions

During 2025, 2024, 2023, and 2022, the Organization had the following related party transactions and balances with ELF and International Pentecostal Holiness Foundation (Foundation), affiliates of IPHC:

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Investments in ELF certificates	\$ 8,458,859	\$ 7,954,268	\$ 6,951,411	\$ 5,381,153
Investments with Foundation	2,670,930	2,486,452	2,350,388	1,187,502
Pension assets in ELF certificates	382,299	173,094	167,366	162,264
Interest income from ELF and Foundation	380,211	345,134	149,184	147,359
Notes payable to ELF	16,636	21,662	24,821	4,336
Interest expense from loans payable to ELF	1,584	1,384	1,384	2,456
Other receivables due from ELF	24,429	20,397	15,886	45,897
Other receivables due from Foundation	3,120	10,056	5,026	50

During 2017, the Organization assumed a loan between the ELF and a related third party and became responsible for the payments. The loan amount was \$4,336 at December 31, 2022, and is disclosed in Note 4. The loan was paid off during 2023.

During 2023, the Organization assumed a loan between the ELF and a third party and became responsible for the payments. The loan amounts were \$16,636, \$21,662, and \$24,821, at December 31, 2025, 2024, and 2023, respectively, and are disclosed in Note 4.

Note 13. Subsequent Events

Subsequent events have been evaluated through May 14, 2026, which is the date the financial statements were available to be issued.