



# **The Carnation Foundation, Inc.**

## **Independent Accountant's Review Report and Financial Statements**

December 31, 2024



**The Carnation Foundation, Inc.**  
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**December 31, 2024**

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## Independent Accountant's Review Report

Board of Directors  
The Carnation Foundation, Inc.  
Spartanburg, South Carolina

We have reviewed the accompanying statement of financial position of The Carnation Foundation, Inc. ("the Organization") as of December 31, 2024 and the related statements of activities, functional expenses and cash flows for the year then ended. A review includes primarily applying analytical procedures to management's financial data and making inquiries of the Organization's management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

### ***Management's Responsibility 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; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statements that are free from material misstatement whether due to fraud or error.

### ***Accountant's Responsibility***

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of The Carnation Foundation, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

### ***Accountant's Conclusion***

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

**Forvis Mazars, LLP**

**Asheville, North Carolina  
January 28, 2026**

**The Carnation Foundation, Inc.  
Statement of Financial Position  
December 31, 2024**

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**ASSETS**

**Current Assets**

Cash and cash equivalents	\$	64,253
Accounts receivable		4,027
Prepaid expenses		11,000

**Total Current Assets** 79,280

**Total Assets** 79,280

**Net Assets**

Net assets without donor restrictions 79,280

**Total Net Assets** \$ 79,280

**The Carnation Foundation, Inc.**  
**Statement of Activities**  
**Year Ended December 31, 2024**

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<b>Revenues</b>	
Contributions	\$ 179,144
<b>Total Revenues</b>	<u>179,144</u>
<b>Expenses</b>	
Grants	75,952
Supporting Services	<u>29,806</u>
<b>Total Expenses</b>	<u>105,758</u>
<b>Increase in Net Assets</b>	73,386
<b>Net Assets, Beginning of Year</b>	<u>5,894</u>
<b>Net Assets, End of Year</b>	<u><u>\$ 79,280</u></u>

**The Carnation Foundation, Inc.**  
**Statement of Functional Expenses**  
**Year Ended December 31, 2024**

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	<u>Program Services</u>	<u>Management and general</u>	<u>Fundraising</u>	<u>Total</u>
Grants	\$ 75,952	\$ -	\$ -	\$ 75,952
Marketing	-	-	23,983	23,983
Bank service charges	-	4,823	-	4,823
Software licenses and support	-	1,000	-	1,000
<b>Total Expenses</b>	<u>\$ 75,952</u>	<u>\$ 5,823</u>	<u>\$ 23,983</u>	<u>\$ 105,758</u>

**The Carnation Foundation, Inc.**  
**Statement of Cash Flows**  
**Year Ended December 31, 2024**

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<b>Operating Activities</b>	
Increase in net assets	\$ 73,386
Net Changes in Operating Assets and Liabilities	
Prepaid expenses	(11,000)
Accounts receivable	(2,295)
	<hr/>
<b>Net Cash Provided by Operating Activities</b>	<hr/> 60,091
<b>Net Increase in Cash and Equivalents</b>	60,091
<b>Cash and Equivalents, Beginning of Year</b>	<hr/> 4,162
<b>Cash and Equivalents, End of Year</b>	<hr/> <hr/> \$ 64,253

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

### ***Nature of Operations***

The Carnation Foundation, Inc. (“Organization”) is a nonprofit organization incorporated in 2022 under the laws of the state of South Carolina. The Organization is the charitable arm of Arrow Management Holdings LLC and affiliates which provides hospice and palliative care services (“Agape Care Group”). The Organization exists to provide financial support and resources to hospice and palliative care patients and their families as well as employees working in hospice and palliative care.

The Organization’s revenues and other support are derived principally from contributions.

### ***Basis of Accounting***

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (“GAAP”).

### ***Use of Estimates***

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America (“GAAP”) 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. Estimates also affect the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

### ***Cash and Cash Equivalents***

Cash and cash equivalents include cash on hand, and cash on deposit in financial institutions with original maturities of three months or less. At times, such deposits may be in excess of the amounts covered by federal depository insurance. The Organization has not experienced any losses on such accounts and management does not believe the Organization is exposed to any significant credit risk on cash and cash equivalents.

### ***Accounts Receivable***

Receivables are comprised of employee fund donations withheld from payroll and patient fund donations. Payroll contributions accrued at year end and not year remitted are held in receivables.

### ***Net Assets***

Net assets and revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Net assets with donor restrictions are those whose use by the Organization has been limited by donors to a specific time period or purpose. Net assets without donor restrictions are net assets that are not subject to donor-imposed stipulations. The Organization did not have donor-imposed restrictions for the year ended 2024.

### ***Contributions and Bequests***

Contributions and bequests are recognized as revenue when they are received. Contributions and bequests received are recorded as with or without donor restrictions depending on the existence and/or nature of any donor restrictions. Contributions and bequests that are originally restricted by the donor and for which the restriction is met in the same time period the amount is received are recorded as revenue with donor restrictions and then released from restriction.

**The Carnation Foundation, Inc.**  
**Notes to Financial Statements**  
**December 31, 2024**

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***Functional Allocation of Expenses***

The costs of providing the various programs and activities have been summarized on a functional basis on the Statement of Activities and Statement of Functional Expenses. Management uses a direct method for recording expenses by function.

***Tax-Exempt Status***

The Organization has qualified for exemption from federal income taxes under section 501(c)(3) of the Internal Revenue Code ("IRC") and a similar provision of state law. However, the Organization is subject to federal income tax on any unrelated business taxable income. The Organization files tax returns in the U.S. federal jurisdiction.

***Subsequent Events***

The Organization has evaluated subsequent events through January 28, 2026, the date that the financial statements were available to be issued and, concluded that there are no items requiring disclosure in the financial statements.

**Note 2. Related-Party Transactions**

Employees of Agape Care Group, a related party, serve on the Board of Directors for the Organization. The Organization received contributions of \$90,000 from Agape Care Group and approximately another \$30,000 from employees of Agape Care Group for the year ended December 31, 2024.

**Note 3. Liquidity and Availability**

Financial assets available for general expenditure, without donor or other restrictions limiting their use, within one year of December 31, 2024 are comprised of the following:

Cash and cash equivalents	\$ 64,253
Accounts receivable	<u>4,027</u>
	<u>\$ 68,280</u>