




LifeFlight of Maine, LLC and Subsidiary

CONSOLIDATED FINANCIAL STATEMENTS
and
SUPPLEMENTARY INFORMATION

June 30, 2025 and 2024
With Independent Auditor's Report





BDMP Assurance, LLP

INDEPENDENT AUDITOR'S REPORT

The Members
LifeFlight of Maine, LLC and Subsidiary

Opinion

We have audited the accompanying consolidated financial statements of LifeFlight of Maine, LLC and Subsidiary (the Organization), which comprise the consolidated statement of financial position as of June 30, 2025, and the related consolidated statements of operations and changes in net assets and cash flows for the year then ended, and the related notes to the consolidated financial statements.

In our opinion, the 2025 consolidated financial statements referred to above present fairly, in all material respects, the financial position of the Organization as of June 30, 2025, and the changes in their net assets and their cash flows for the year then ended in accordance with U.S. generally accepted accounting principles (U.S. GAAP).

Basis for Opinion

We conducted our audit in accordance with U.S. generally accepted auditing standards (U.S. GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are required to be independent of the Organization 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.

Prior Period Consolidated Financial Statements

The consolidated financial statements of the Organization as of and for the year ended June 30, 2024 were audited by Berry, Dunn, McNeil & Parker, LLC whose report, dated December 9 2024, expressed an unmodified opinion on those statements.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with U.S. GAAP, and for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern within one year after the date that the consolidated financial statements are available to be issued.

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

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with U.S. GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the consolidated financial statements.

In performing an audit in accordance with U.S. GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the consolidated financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The 2025 consolidating statement of financial position and consolidating statement of operations and changes in net assets on pages 22 and 23 are presented for the purpose of additional analysis of the consolidated financial statements rather than present the financial position and changes in net assets of the individual entities (collectively, supplementary information) and are not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with U.S. GAAS. In our opinion, such information is fairly stated in all material respects in relation to the consolidated financial statements as a whole. The 2024 consolidating statement of financial position on page 21 and consolidating statement of operations and changes in net assets on pages 24 and 25 was subjected to the auditing procedures applied in the 2024 audit of the basic financial statements by Berry, Dunn, McNeil and Parker, LLC, whose report on such information stated that it was fairly stated in all material respects in relation to the 2024 consolidated financial statements as a whole.

BMP Assurance, LLP

Portland, Maine
December 17, 2025

LIFEFLIGHT OF MAINE, LLC AND SUBSIDIARY

Consolidated Statements of Financial Position

June 30, 2025 and 2024

ASSETS

	<u>2025</u>	<u>2024</u>
Current assets		
Cash	\$ 5,277,421	\$ 2,781,226
Accounts receivable, net	4,822,441	4,945,356
Contribution receivable from LifeFlight Foundation (LFF)	-	632,084
Inventory	668,459	793,287
Due from related parties	176,422	409,994
Prepaid expenses and other receivables	<u>1,144,161</u>	<u>1,111,392</u>
Total current assets	12,088,904	10,673,339
Property and equipment, net	30,481,012	22,979,451
Fair value interest rate swaps	250,724	391,282
Right-of-use asset, operating leases	1,182,170	1,366,487
Interest in net assets of financially interrelated organization	<u>8,122,913</u>	<u>7,179,950</u>
Total assets	<u>\$ 52,125,723</u>	<u>\$ 42,590,509</u>

LIABILITIES AND NET ASSETS

Current liabilities		
Accounts payable and accrued expenses	\$ 2,389,428	\$ 1,525,687
Due to members and other related parties	284,280	451,157
Current portion of long-term debt	1,270,255	1,553,491
Current portion of lease liabilities – operating	189,351	184,459
Estimated third-party payors settlement	<u>50,879</u>	<u>39,112</u>
Total current liabilities	4,184,193	3,753,906
Long-term debt, net of current portion	9,272,813	4,540,497
Lease liabilities – operating, net of current portion	<u>992,820</u>	<u>1,182,028</u>
Total liabilities	<u>14,449,826</u>	<u>9,476,431</u>
Net assets		
Without donor restrictions	33,920,655	28,733,229
With donor restrictions	<u>3,755,242</u>	<u>4,380,849</u>
Total net assets	<u>37,675,897</u>	<u>33,114,078</u>
Total liabilities and net assets	<u>\$ 52,125,723</u>	<u>\$ 42,590,509</u>

The accompanying notes are an integral part of these consolidated financial statements.

LIFEFLIGHT OF MAINE, LLC AND SUBSIDIARY

Consolidated Statements of Operations and Changes in Net Assets

Years Ended June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
Changes in net assets without donor restrictions		
Operating revenue and support		
Patient service revenue (net of contractual allowances and discounts)	\$ 28,086,800	\$ 25,008,216
Contributions from financially interrelated organization – operations and debt service	742,015	426,432
Other revenue	<u>3,550,055</u>	<u>1,587,787</u>
Total operating revenue and support	<u>32,378,870</u>	<u>27,022,435</u>
Operating expenses		
Aviation operations	19,834,631	15,670,140
Medical crew and medical care	3,480,639	3,082,735
Communications	1,034,502	917,591
Depreciation and amortization	1,710,769	1,445,480
Insurance	1,150,075	1,121,713
Administration	2,662,123	2,061,298
Interest	<u>252,030</u>	<u>235,978</u>
Total operating expenses	<u>30,124,769</u>	<u>24,534,935</u>
Gain from operations before change in fair value of interest rate swaps and other income	2,254,101	2,487,500
Change in fair value of interest rate swaps	<u>(140,558)</u>	<u>(38,436)</u>
Gain from operations before other income	<u>2,113,543</u>	<u>2,449,064</u>
Other income		
Interest and miscellaneous	21,598	24,805
Contributions from financially interrelated organization for long-term purposes	1,483,715	171,887
Net assets released from restrictions for long-term purposes	632,084	-
Change in net assets of financially interrelated organization	<u>936,486</u>	<u>817,510</u>
Net other income	<u>3,073,883</u>	<u>1,014,202</u>
Excess of operating revenue and support over operating expenses without donor restrictions	<u>5,187,426</u>	<u>3,463,266</u>

(Continued on next page)

The accompanying notes are an integral part of these consolidated financial statements.

LIFEFLIGHT OF MAINE, LLC AND SUBSIDIARY

Consolidated Statements of Operations and Changes in Net Assets (Concluded)

Years Ended June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
Change in net assets without donor restrictions	\$ <u>5,187,426</u>	\$ <u>3,463,266</u>
Changes in net assets with donor restrictions		
Contributions from financially interrelated organization for long-term purposes	-	632,084
Net assets released from restrictions for long-term purposes	(632,084)	-
Change in net assets of financially interrelated organization	<u>6,477</u>	<u>174,976</u>
Change in net assets with donor restrictions	<u>(625,607)</u>	<u>807,060</u>
Total change in net assets	4,561,819	4,270,326
Net assets, beginning of year	<u>33,114,078</u>	<u>28,843,752</u>
Net assets, end of year	\$ <u>37,675,897</u>	\$ <u>33,114,078</u>

The accompanying notes are an integral part of these consolidated financial statements.

LIFEFLIGHT OF MAINE, LLC AND SUBSIDIARY

Consolidated Statements of Cash Flows

Years Ended June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
Cash flows from operating activities		
Change in net assets	\$ 4,561,819	\$ 4,270,326
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities		
Depreciation and amortization	1,710,769	1,445,480
Amortization of debt issuance costs	-	15,460
Contributions for long-term purposes from financially interrelated organization	(1,483,715)	(171,887)
Contribution for debt service payments from financially interrelated organization	(742,015)	(426,432)
Change in net assets of financially interrelated organization	(942,963)	(992,486)
Change in fair value of interest rate swaps	140,558	38,436
Decrease (increase) in		
Accounts receivable	122,915	(1,485,538)
Inventory	124,828	(403,465)
Prepaid expenses and other receivables	(32,769)	(57,631)
Increase (decrease) in		
Accounts payable, accrued expenses, and estimated third-party payors settlement	875,508	471,099
Due to members and other related parties	<u>66,695</u>	<u>(2,485,971)</u>
Net cash provided (used) by operating activities	<u>4,401,630</u>	<u>(414,693)</u>
Cash flows from investing activities		
Acquisition of property and equipment	(9,212,329)	(292,457)
Contribution receivable from LFF	<u>632,084</u>	<u>(632,084)</u>
Net cash used by investing activities	<u>(8,580,245)</u>	<u>(292,457)</u>
Cash flows from financing activities		
Proceeds from issuance of long-term debt	6,240,262	871,654
Principal payments on long-term debt	(1,791,182)	(2,509,475)
Proceeds from contributions for long-term and debt service payments purposes from financially interrelated organization	<u>2,225,730</u>	<u>598,319</u>
Net cash provided (used) by financing activities	<u>6,674,810</u>	<u>(1,039,502)</u>
Net increase (decrease) in cash	2,496,195	(1,746,652)
Cash, beginning of year	<u>2,781,226</u>	4,527,878
Cash, end of year	<u>\$ 5,277,421</u>	<u>\$ 2,781,226</u>

The accompanying notes are an integral part of these consolidated financial statements.

LIFEFLIGHT OF MAINE, LLC AND SUBSIDIARY

Notes to Consolidated Financial Statements

June 30, 2025 and 2024

Background Information

LifeFlight of Maine, LLC (The Organization or LOM) is a not-for-profit limited liability company, 50% of whose membership is held by Eastern Maine Healthcare Systems d/b/a Northern Light Health and 50% of whose membership is held by Central Maine Healthcare Corporation. LOM provides emergency and critical care air ambulance services to patients across the State of Maine.

LifeFlight Aviation Services LLC (LFAS) is a for-profit limited liability company, whose sole member is LOM. The purpose of the LFAS is to engage in the operation of an U.S. Federal Aviation Administration (FAA) Part 135 certified Aviation Services Company in support of the operation and mission of its sole member LOM.

The LifeFlight Foundation (LFF), a not-for-profit corporation, was founded in 2002 to provide a number of activities, including fundraising, to support LOM's air ambulance services for critically ill and injured patients throughout New England. Although LOM and LFF are each distinct 501(c)(3) organizations, they are financially interrelated (see Note 6).

1. Summary of Significant Accounting Policies

Principles of Consolidation

The consolidated financial statements include the accounts of LOM and its subsidiary LFAS (collectively, the Organization). All material intercompany balances have been eliminated.

Use of Estimates

The preparation of consolidated financial statements in conformity with U.S. generally accepted accounting principles (U.S. 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.

Basis of Presentation

The consolidated financial statements of the Organization have been prepared in accordance with U.S. GAAP, which require the Organization to report information regarding its financial position and activities according to the following net asset classifications:

Net assets without donor restrictions: Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. These net assets may be used at the discretion of the Organization's management.

LIFEFLIGHT OF MAINE, LLC AND SUBSIDIARY

Notes to Consolidated Financial Statements

June 30, 2025 and 2024

Net assets with donor restrictions: Net assets subject to restrictions by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of LOM or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity. Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the consolidated statements of operations and changes in net assets.

For purposes of display, transactions deemed by management to be ongoing and central to the provision of services are reported as operating revenue and operating expenses.

Cash

The Organization maintains its cash in bank deposit accounts which, at times, may exceed federally insured limits. It has not experienced any losses in such accounts. Management believes it is not exposed to any significant risk with respect to these accounts.

Revenue Recognition and Accounts Receivable

The Organization recognizes revenue according to Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) Topic 606, *Revenue from Contracts with Customers*.

Patient service revenue is reported at the amount that reflects the consideration to which the Organization expects to be entitled in exchange for providing patient care. These amounts are due from patients, third-party payors (including health insurers and government programs), and others. Generally, the Organization bills the patients and third-party payors several days after the services are performed or the patient is discharged. Revenue is recognized as performance obligations are satisfied.

The Organization determines the transaction price based on standard charges for goods and services provided, reduced by contractual adjustments provided to third-party payors, discounts provided to uninsured patients in accordance with the Organization's policy, and implicit price concessions provided to uninsured patients. The Organization determines its estimates of contractual adjustments and discounts based on contractual agreements, its discount policies, and historical experience. The Organization determines its estimate of implicit price concessions based on its historical collection experience with this class of patients and records these as a direct reduction to patient service revenue. Management continually reviews the contractual estimation process to consider and incorporate updates to laws and regulations and changes in commercial contractual terms resulting from contract negotiations and renewals.

LIFEFLIGHT OF MAINE, LLC AND SUBSIDIARY

Notes to Consolidated Financial Statements

June 30, 2025 and 2024

Generally, patients who are covered by third-party payors are responsible for related deductibles and coinsurance, which vary in amount. The Organization also provides services to uninsured patients and offers those uninsured patients a discount, either by policy or law, from standard charges. The Organization estimates the transaction price for patients with deductibles and coinsurance and from those who are uninsured based on historical experience and current market conditions. The initial estimate of the transaction price is determined by reducing the standard charge by any contractual adjustments, discounts, and implicit price concessions based on historical collection experience. Subsequent changes to the estimate of the transaction price are generally recorded as adjustments to patient service revenue in the period of the change. Subsequent changes that are determined to be the result of an adverse change in the patient's ability to pay are recorded as bad debt expense. Bad debt expense for the years ended June 30, 2025 and 2024 was not significant.

Because all of its performance obligations relate to short-term contracts, the Organization has elected to apply the optional exemption provided in FASB ASC Subtopic 606-10-50-14(a) and, therefore, is not required to disclose the aggregate amount of the transaction price allocated to performance obligations that are unsatisfied or partially unsatisfied at the end of the reporting period.

The Organization has agreements with third-party payors to provide emergency and critical care air ambulance services to the respective beneficiaries at rates which do not equal the standard charge for such services.

Consistent with the Organization's mission, services are provided to patients regardless of their ability to pay. Therefore, the Organization has determined it has provided implicit price concessions to uninsured patients and other uninsured balances (for example, copays and deductibles). The implicit price concessions included in estimating the transaction price represents the difference between amounts billed to patients and the amounts the Organization expects to collect based on its collection history with those patients.

Patients who meet the Organization's criteria for charity care are provided services, without charge or at amounts less than its established rates. The criteria for charity care consider family size and income. The Organization does not pursue collection of amounts determined to qualify as charity care and, accordingly, these amounts are not included in patient service revenue.

The Organization estimates the costs associated with providing charity care by calculating a ratio of total cost, excluding fundraising, to total charges, then multiplying that ratio by the gross uncompensated charges associated with providing care to patients eligible for charity care. The estimated cost of caring for charity care patients for the years ended June 30, 2025 and 2024 was approximately \$107,000 and \$135,000, respectively.

In furtherance of its charitable purpose, the Organization provides additional services and programs at reduced or no cost to the public, schools, and civic groups. Some of these services include continuing medical education, injury prevention programs, and career and community programs.

LIFEFLIGHT OF MAINE, LLC AND SUBSIDIARY

Notes to Consolidated Financial Statements

June 30, 2025 and 2024

In evaluating the collectibility of accounts receivable, the Organization analyzes past results and identifies trends for self-pay accounts receivable and all other payor sources. the Organization records a provision for implicit price concessions in the period of service based on experience, which indicates that many patients are unable or unwilling to pay amounts for which they are financially responsible. The allowance for implicit price concessions was approximately \$2,250,934 and \$2,112,800 at June 30, 2025 and 2024, respectively.

Inventory

Inventory consists of aircraft parts and fuel and is stated at the lower of cost (first-in, first-out) or market value.

Property and Equipment

Property and equipment is recorded at cost and depreciated using the straight-line method over the estimated useful lives of the assets. It is the Organization's policy to capitalize all assets with a cost exceeding \$2,500 and a useful life of more than one year.

Income Taxes

The Internal Revenue Service has determined that LOM and LFAS are exempt from taxation under Internal Revenue Code Section 501(c)(3). Accordingly, no provision for income taxes has been reflected in these financial statements.

Contributions from Financially Interrelated Organization

All contributions recognized by LOM for the years ended June 30, 2025 and 2024 were received from LFF. Contributions are recognized when LFF releases funds without donor restrictions or funds with donor restrictions to LOM for donor stipulated purpose and those contributions are, in substance, unconditional.

Debt Issuance Costs

Certain costs related to the issuance of the debt, such as accountant, attorney and underwriting fees, are capitalized and amortized on a straight-line basis over the life of the loan. Debt issuance costs have been presented as a direct deduction from the carrying amount of the related debt.

Excess of Operating Revenue and Support Over Operating Expenses

The consolidated statements of operations and changes in net assets include excess of operating revenue and support over operating expenses. Changes in net assets without donor restrictions which are excluded from excess of operating revenue and support over operating expenses, consistent with industry practice, include contributions from financially interrelated organization for long-term purposes and related releases from restrictions (including assets acquired using contributions which, by donor restriction, were to be used for the purposes of acquiring such assets), interest and miscellaneous income, and change in net assets of financially interrelated organization.

LIFEFLIGHT OF MAINE, LLC AND SUBSIDIARY

Notes to Consolidated Financial Statements

June 30, 2025 and 2024

Subsequent Events

For purposes of the preparation of these consolidated financial statements in conformity with U.S. GAAP, the Organization has considered transactions or events occurring through December 17, 2025, which was the date these financial statements were available for issuance. All subsequent events requiring recognition or disclosure have been incorporated into these consolidated financial statements.

2. Liquidity and Availability of Financial Assets

The following table reflects the Organization's financial assets as of June 30 available to meet cash needs for general expenditures within one year of the consolidated statements of financial position date:

	<u>2025</u>	<u>2024</u>
Cash	\$ 5,277,421	\$ 2,781,226
Accounts receivable, net	4,822,441	4,945,356
Other receivables	28,140	2,404
Due from related parties	<u>176,422</u>	<u>409,994</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 10,304,424</u>	<u>\$ 8,138,980</u>

The Organization strives to maintain financial assets to meet 90 days of operating expenses (approximately \$7,020,000 at June 30, 2025). To help achieve these targets, the Organization forecasts future cash flows and monitors its liquidity and its financial ratios. The Organization also relies on LFF for operating and capital contributions throughout the year to meet the goals and mission of the Organization.

LFF has certain assets with donor restrictions which are available to LOM for debt service of the third helicopter and support of Sanford operations. These assets have not been included in the qualitative information above. See Note 10 for LOM's interest in the net assets of LFF.

3. Patient Service Revenue and Accounts Receivable

Patient service revenue and contractual and other allowances consisted of the following:

	<u>2025</u>	<u>2024</u>
Patient services	\$ 69,981,764	\$ 56,297,159
Less contractual allowances	41,654,252	30,975,998
Less charity care allowances	<u>240,712</u>	<u>312,945</u>
Patient services revenue (net of contractual allowances and discounts)	<u>\$ 28,086,800</u>	<u>\$ 25,008,216</u>

LIFEFLIGHT OF MAINE, LLC AND SUBSIDIARY

Notes to Consolidated Financial Statements

June 30, 2025 and 2024

Each performance obligation is separately identifiable from other promises in the customer contract. As the performance obligations are met (i.e., emergency and critical care air ambulance services), revenue is recognized based upon the allocated transaction price. The transaction price is allocated to separate performance obligations based upon the relative standalone selling price.

In assessing collectibility, the Organization has elected the portfolio approach. This portfolio approach is being used as the Organization has a large volume of similar contracts with similar classes of customers. The Organization reasonably expects the effect of applying a portfolio approach to a group of contracts would not differ materially from considering each contract separately. Management's judgment to group the contracts by portfolio is based on the payment behavior expected in each portfolio category. As a result, aggregating all of the contracts (which are at the patient level) by the particular payor or group of payors will result in the recognition of the same amount of revenue as applying the analysis at the individual patient level.

Patient service revenue recognized for the years ended June 30 by type of payor is as follows:

	<u>2025</u>	<u>2024</u>
Medicare and Medicaid	\$ 12,716,755	\$ 10,371,067
Commercial and other	<u>15,370,045</u>	<u>14,637,149</u>
Total	<u>\$ 28,086,800</u>	<u>\$ 25,008,216</u>

Accounts receivable are stated at the amount management expects to collect from outstanding balances. LOM's accounts receivable consists of amounts due from self-pay patients. Collateral is generally not required. Self-pay contracts have payment terms in the month of service, or within a few months thereafter. The closing balances in accounts receivable were as follows:

June 30, 2023	\$ 3,459,818
June 30, 2024	4,945,356
June 30, 2025	4,822,441

4. Related Party Transactions

LOM has entered into various contracts for services with members and other parties related through common ownership. The following is a revenue summary of transactions with these related parties:

	<u>2025</u>	<u>2024</u>
Nursing, critical care, paramedic, and other services		
Central Maine Medical Center	\$ 210,410	\$ 419,081
Eastern Maine Medical Center	378,596	141,992
MedComm, LLC	57,229	35,154
LifeFlight Foundation	<u>932,059</u>	<u>-</u>
	<u>\$ 1,578,294</u>	<u>\$ 596,227</u>

LIFEFLIGHT OF MAINE, LLC AND SUBSIDIARY

Notes to Consolidated Financial Statements

June 30, 2025 and 2024

The following is an expense summary of transactions with these related parties:

	<u>2025</u>	<u>2024</u>
Administrative and executive management services		
Affiliated Healthcare Management	\$ -	\$ 3,411
Nursing, critical care, paramedic, and other services		
Central Maine Medical Center	50,400	75,600
Eastern Maine Medical Center	1,672,061	1,791,105
Northern Light Medical Transport	52,001	313,617
Fundraising		
LFF	925,684	762,348
Lease expense and support		
Northern Light Health	14,467	76,400
Central Maine Medical Center	5,885	7,985
Miscellaneous		
Affiliated Laboratory, Inc.	-	1,770
Northern Light Health	7,240	-
WorkHealth – Employee Health	20,027	19,956
Billing and dispatch services		
MedComm, LLC	<u>641,405</u>	<u>583,047</u>
	<u>\$ 3,389,170</u>	<u>\$ 3,635,239</u>

Contribution revenue without donor restrictions received from LFF was \$2,225,730 and \$1,230,403 at June 30, 2025 and 2024. During 2024, \$632,084 of the contribution was included in donor restricted net assets. These funds were released in 2025.

Prepaid expenses at June 30, 2025 and 2024 include \$33,000 to MedComm, LLC.

5. Property and Equipment

Property and equipment consisted of:

	<u>2025</u>	<u>2024</u>
Leasehold improvements	\$ 1,188,348	\$ 671,464
Equipment, furniture and fixtures	38,242,519	35,260,686
Acquisitions in progress	<u>5,766,797</u>	<u>60,704</u>
	45,197,664	35,992,854
Accumulated depreciation	<u>(14,716,652)</u>	<u>(13,013,403)</u>
	<u>\$ 30,481,012</u>	<u>\$ 22,979,451</u>

LIFEFLIGHT OF MAINE, LLC AND SUBSIDIARY

Notes to Consolidated Financial Statements

June 30, 2025 and 2024

6. Financially Interrelated Organization

LOM's interest in the net assets of LFF of \$8,122,913 at June 30, 2025 and \$7,179,950 at June 30, 2024 is presented separately in the consolidated statements of financial position. LOM's interest in LFF's change in total net assets of \$942,963 and \$992,486 for 2025 and 2024, respectively, is included in the consolidated statements of operations and changes in net assets.

7. Fair Value Measurement

FASB ASC Topic 820, *Fair Value Measurement*, defines fair value as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. FASB ASC Topic 820 also establishes a fair value hierarchy which requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value.

The standard describes three levels of inputs that may be used to measure fair value:

Level 1: Quoted prices (unadjusted) for identical assets or liabilities in active markets that the entity has the ability to access as of the measurement date.

Level 2: Significant other observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities, quoted prices in markets that are not active, and other inputs that are observable or can be corroborated by observable market data.

Level 3: Significant unobservable inputs that reflect an entity's own assumptions about the assumptions that market participants would use in pricing an asset or liability.

LOM's fair value of interest rate swaps are valued using Level 2 measurements based on market interest rates using the income approach.

8. Borrowings

Long-term debt at June 30 consisted of the following:

	<u>2025</u>	<u>2024</u>
Variable rate at 65% of the thirty-day Secured Overnight Financing Rate (SOFR) plus 1.90% (4.53% at June 30, 2025) note payable to Bangor Savings Bank (BSB), through a revenue obligation bond issued by the Town of Camden; due in monthly principal payments ranging from \$22,727 in 2026 to \$27,236 in 2032, plus interest, through January 2032 when the remaining balance is due; collateralized by Augusta Grand 109 aircraft and other business assets of LOM and guaranteed by LFF.	\$ 1,965,288	\$ 2,233,124

LIFEFLIGHT OF MAINE, LLC AND SUBSIDIARY

Notes to Consolidated Financial Statements

June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
Variable rate at 73% of the thirty-day SOFR plus 1.90% (5.22% at June 30, 2025) note payable to BSB through a revenue obligation bond issued by the Financing Authority of Maine; due in monthly principal payments ranging from \$14,227 in 2026 to \$18,392 in 2032, plus interest, through January 2032 when the remaining balance is due; collateralized by Agusta Grand 109 aircraft and other business assets of LOM and guaranteed by LFF.	1,242,862	1,410,188
Note payable to BSB through a revenue obligation bond issued by the Town of Camden; paid in full during 2025.	-	225,000
Variable rate at the thirty-day SOFR plus 2.25% (8.81% at June 30, 2025) note payable to BSB due in monthly principal payments ranging from \$9,061 in June 2026 to \$12,574 in 2035, plus interest, through December 2035 when the remaining balance is due; collateralized by Leonardo SPA model AW109SP aircraft and guaranteed by LFF.	1,347,447	1,453,727
3.85% note payable to Camden National Bank; paid in full during 2025.	-	234,715
6.79% note payable to BankDirect; paid in full during 2025.	-	560,975
5.85% note payable to BankDirect for 9 monthly payments on a premium finance agreement on Helicopter insurance. Security is interest in any and all unearned or return premiums and dividends which may become due under the policy being purchased.	66,413	-
5.82% note payable to BankDirect for 11 monthly payments on a premium finance agreement on Helicopter insurance. Security is interest in any and all unearned or return premiums and dividends which may become due under the policy being purchased.	645,935	-

LIFELIGHT OF MAINE, LLC AND SUBSIDIARY

Notes to Consolidated Financial Statements

June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
Note payable to BSB, converting to term note due in monthly installments of interest only during the 18-month draw period ending October 2026. The interest rate is variable at one-month SOFR plus 2.5% (6.82% at June 30, 2025) and allows advances up to \$6,000,000; collateralized by two Leonardo SPA models AW109SP aircrafts. At the end of the draw period, the principal balance and interest will be due in full.	<u>5,302,177</u>	<u>-</u>
Total long-term debt	10,570,122	6,117,729
Less current portion	1,270,255	1,553,491
Less unamortized debt issuance costs	<u>27,053</u>	<u>23,675</u>
Long-term debt, net	<u>\$ 9,272,814</u>	<u>\$ 4,540,563</u>

Maturities of long-term debt for the next five years are as follows:

2026	\$ 1,270,255
2027	5,877,054
2028	592,107
2029	610,694
2030	648,422

The loan agreements for certain notes payable contain certain financial covenants. At June 30, 2025 LOM was in compliance with these covenants.

As disclosed above, the first note payable to BSB bears interest at 65% of the thirty-day SOFR plus 1.90%. In conjunction with this financing, LOM entered into an effective interest rate swap contract for this debt under which it pays interest at a fixed rate of 2.79% and receives an interest rate at 65% of the thirty-day SOFR plus 1.90%. The notional amount of the swap associated with the note payable was \$1,965,288 and \$2,233,124 as of June 30, 2025 and 2024, respectively. The swap contract expires in January 2032.

As disclosed above, the second note payable to BSB bears interest at 73% of the thirty-day SOFR plus 1.90%. In conjunction with this financing, LOM entered into an effective interest rate swap contract for this debt under which it pays interest at a fixed rate of 3.10% and receives an interest rate at 73% of the thirty-day SOFR plus 1.90%. The notional amount of the swap associated with the note payable was \$1,242,862 and \$1,410,188 as of 2025 and 2024, respectively. The swap contract expires in January 2032.

As disclosed above, the third note payable to BSB bore interest at 65% of the thirty-day LIBOR plus 2.00%. In conjunction with this financing, LOM previously entered into an effective interest rate swap contract for this debt under which it pays interest at a fixed rate of 2.69% and received an interest rate at 65% of the thirty-day SOFR plus 2.00%. At June 30, 2025 the note was paid in full. At June 30, 2024, the notional amount of the swap associated with the note payable was \$225,000.

LIFEFLIGHT OF MAINE, LLC AND SUBSIDIARY

Notes to Consolidated Financial Statements

June 30, 2025 and 2024

As disclosed above, the fourth note payable to BSB bears interest equal to thirty-day SOFR plus 2.25%. In conjunction with this financing, LOM entered into an effective interest rate swap contract for this debt under which it pays interest at a fixed rate of 3.16% and receives an interest rate at thirty-day SOFR plus 2.25%. The notional amount of the swap associated with the note payable was \$1,347,447 and \$1,453,727 as of June 30, 2025 and 2024, respectively. The swap contract expires in December 2035.

The fair value of the interest rate swaps have been recorded in the consolidated statements of financial position as assets at June 30, 2025 and 2024 of \$250,724 and \$391,282, respectively.

Interest incurred and expensed, excluding amortization of debt issuance costs, was \$237,944 in 2025 and \$220,519 in 2024.

9. Fleet Operation and Service Commitments

LFAS obtained their Part 135 Certificate and began to provides air ambulance services for LOM during 2022. Total expenses incurred related to air ambulance services for the years ended June 30, 2025 and 2024 were \$6,289,917 and \$5,165,245, respectively.

10. Net Assets

Net assets without donor restrictions as of 2025 and 2024 include \$4,374,471 and \$3,431,185, respectively, related to LFF.

Net assets with donor restrictions are as follows:

	<u>2025</u>	<u>2024</u>
LOM's interest in LFF		
Aircraft – Fixed Wing	\$ 23,917	\$ 23,917
Aircraft Replacement Fund	200,000	200,000
Funds Held in Perpetuity – Beneficial interest in funds held by others	1,126,572	1,050,997
Access Program	107,491	150,000
Ground Program	97,315	98,851
Medical Equipment	514,345	673,463
Crew Uniforms and Equipment	16,883	47,000
Elevate Program	171,795	-
Aviation Equipment	10,904	155,001
Infrastructure	81,352	4,852
Fixed Wing Avionics	95,877	-
Bar Harbor Helipad	235,100	-
COVID-19 Response	9,859	67,835
Education and Safety - Academy	1,063,502	1,276,849
Crew Wellness	330	-
	<u>3,755,242</u>	<u>3,748,765</u>
LOM's interest in LFF		

LIFEFLIGHT OF MAINE, LLC AND SUBSIDIARY

Notes to Consolidated Financial Statements

June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
LOM net assets with donor restrictions		
Ground Program	-	492,367
Education	-	70,807
Crew Uniforms	-	19,144
Undesignated	-	49,766
Total LOM net assets with donor restriction	-	632,084
Total net assets with donor restrictions	<u>\$ 3,755,242</u>	<u>\$ 4,380,849</u>

11. Functional Expenses

The consolidated statements of operations and changes in net assets report certain categories of expenses that are attributable to one or more program or supporting functions of the Organization. Therefore, expenses require allocation on a reasonable basis that is consistently applied. Those expenses include leased office space which is allocated based on physical usage of facilities. Management fees, communication expenses, and contract services are allocated based on estimates of time and effort.

Expenses by function and natural classification are as follows:

<u>2025</u>	<u>Program</u>	<u>General and Administrative</u>	<u>Total</u>
Aviation operations	\$ 17,531,377	\$ 2,013,709	\$ 19,834,631
Medical crew and medical care	3,290,433	189,666	3,480,639
Communications	1,033,942	560	1,034,502
Depreciation and amortization	1,710,769	-	1,710,769
Insurance	1,150,075	-	1,150,075
Fundraising	-	-	-
Administration	829,178	1,030,641	2,662,123
Interest	252,030	-	252,030
	<u>\$ 25,797,804</u>	<u>\$ 3,234,576</u>	<u>\$ 30,124,769</u>

LIFEFLIGHT OF MAINE, LLC AND SUBSIDIARY

Notes to Consolidated Financial Statements

June 30, 2025 and 2024

<u>2024</u>	<u>Program</u>	<u>General and Administrative</u>	<u>Total</u>
Aviation operations	\$ 14,059,427	\$ 1,610,713	\$ 15,670,140
Medical crew and medical care	2,984,872	97,863	3,082,735
Communications	917,591	-	917,591
Depreciation and amortization	1,445,480	-	1,445,480
Insurance	1,121,713	-	1,121,713
Professional fees	-	-	-
Administration	634,532	855,005	2,061,298
Interest	<u>235,978</u>	<u>-</u>	<u>235,978</u>
	<u>\$ 21,399,593</u>	<u>\$ 2,563,581</u>	<u>\$ 24,534,935</u>

12. Lease Obligations

The Organization has entered the following lease arrangements:

Operating Leases

The Organization has three hanger leases that expires from 2030 through 2034. Termination of the leases is generally prohibited unless there is a violation under the lease agreements.

Short-Term Leases

The Organization has certain leases that are for a period of 12 months or less or contain renewals for periods of 12 months or less. The Organization does not include short-term leases within the consolidated statements of financial position since it has elected the practical expedient not to include these leases within the recognized operating lease ROU assets and lease liabilities.

Lease Cost

Lease costs and cash paid for each of the years ended June 30, 2025 and 2024 was \$217,610.

Other Information

	<u>2025</u>	<u>2024</u>
Operating Lease:		
Weighted average remaining term:	6.53 years	7.46 years
Weighted average discount rate:	2.62%	2.62%

LIFEFLIGHT OF MAINE, LLC AND SUBSIDIARY

Notes to Consolidated Financial Statements

June 30, 2025 and 2024

Future minimum lease payments and reconciliation to the consolidated statement of financial position:

2026	\$	217,610
2027		217,610
2028		217,610
2029		217,610
2030		199,411
Thereafter		<u>215,906</u>
Total minimum lease payments		1,285,757
Less amount representing interest		103,586
Less current portion		<u>189,351</u>
Lease liabilities - operating, net of current portion	\$	<u><u>992,820</u></u>

LIFEFLIGHT OF MAINE, LLC AND SUBSIDIARY

Consolidating Statement of Financial Position

June 30, 2025

ASSETS

	<u>LOM</u>	<u>LFAS</u>	<u>Eliminations</u>	<u>Consolidated</u>
Current assets				
Cash	\$ 5,056,490	\$ 220,931	\$ -	\$ 5,277,421
Accounts receivable, net	4,822,441	-	-	4,822,441
Inventory	668,459	-	-	668,459
Due from related parties	436,422	544,446	(804,446)	176,422
Prepaid expenses and other receivables	<u>1,093,627</u>	<u>50,534</u>	<u>-</u>	<u>1,144,161</u>
Total current assets	12,077,439	815,911	(804,446)	12,088,904
Property and equipment, net	30,481,012	-	-	30,481,012
Fair value of interest rate swaps	250,724	-	-	250,724
Right-of-use asset - operating leases	1,182,170	-	-	1,182,170
Interest in net assets of financially interrelated organization	<u>8,122,913</u>	<u>-</u>	<u>-</u>	<u>8,122,913</u>
 Total assets	 \$ <u>52,114,258</u>	 \$ <u>815,911</u>	 \$ <u>(804,446)</u>	 \$ <u>52,125,723</u>

LIABILITIES AND NET ASSETS

	<u>LOM</u>	<u>LFAS</u>	<u>Eliminations</u>	<u>Consolidated</u>
Current liabilities				
Accounts payable and accrued expenses	\$ 1,833,517	\$ 555,911	\$ -	\$ 2,389,428
Due to members and other related parties	828,726	260,000	(804,446)	284,280
Current portion of long-term debt	1,270,255	-	-	1,270,255
Current portion of lease liabilities - operating	189,351	-	-	189,351
Estimated third-party payors settlement	<u>50,879</u>	<u>-</u>	<u>-</u>	<u>50,879</u>
Total current liabilities	4,172,728	815,911	(804,446)	4,184,193
Long-term debt, net of current portion	9,272,813	-	-	9,272,813
Lease liabilities – operating, net of current	<u>992,820</u>	<u>-</u>	<u>-</u>	<u>992,820</u>
Total liabilities	<u>14,438,361</u>	<u>815,911</u>	<u>(804,446)</u>	<u>14,449,826</u>
Net assets				
Without donor restrictions	33,920,655	-	-	33,920,655
With donor restrictions	<u>3,755,242</u>	<u>-</u>	<u>-</u>	<u>3,755,242</u>
Total net assets	<u>37,675,897</u>	<u>-</u>	<u>-</u>	<u>37,675,897</u>
Total liabilities and net assets	<u>\$ 52,114,258</u>	<u>\$ 815,911</u>	<u>\$ (804,446)</u>	<u>\$ 52,125,723</u>

LIFEFLIGHT OF MAINE, LLC AND SUBSIDIARY

Consolidating Statement of Financial Position

June 30, 2024

ASSETS

	<u>LOM</u>	<u>LFAS</u>	<u>Eliminations</u>	<u>Consolidated</u>
Current assets				
Cash	\$ 2,734,121	\$ 47,105	\$ -	\$ 2,781,226
Accounts receivable, net	4,945,356	-	-	4,945,356
Contribution receivable from LifeFlight Foundation	632,084	-	-	632,084
Inventory	793,287	-	-	793,287
Due from related parties	669,994	520,602	(780,602)	409,994
Prepaid expenses and other receivables	<u>1,054,849</u>	<u>56,543</u>	<u>-</u>	<u>1,111,392</u>
Total current assets	10,829,691	624,250	(780,602)	10,673,339
Property and equipment, net	22,979,451	-	-	22,979,451
Fair value of interest rate swaps	391,282	-	-	391,282
Right-of-use asset - operating leases	1,366,487	-	-	1,366,487
Interest in net assets of financially interrelated organization	<u>7,179,950</u>	<u>-</u>	<u>-</u>	<u>7,179,950</u>
 Total assets	 \$ <u><u>42,746,861</u></u>	 \$ <u><u>624,250</u></u>	 \$ <u><u>(780,602)</u></u>	 \$ <u><u>42,590,508</u></u>

LIABILITIES AND NET ASSETS

	<u>LOM</u>	<u>LFAS</u>	<u>Eliminations</u>	<u>Consolidated</u>
Current liabilities				
Accounts payable and accrued expenses	\$ 1,161,437	\$ 364,250	\$ -	\$ 1,525,687
Due to members and other related parties	971,759	260,000	(780,602)	451,157
Current portion of long-term debt	1,553,491	-	-	1,553,491
Current portion of lease liabilities – operating	184,459	-	-	184,459
Estimated third-party payors settlement	<u>39,112</u>	<u>-</u>	<u>-</u>	<u>39,112</u>
Total current liabilities	3,910,258	624,250	(780,602)	3,753,906
Long-term debt, net of current portion	4,540,497	-	-	4,540,497
Lease liabilities – operating, net of current	<u>1,182,028</u>	<u>-</u>	<u>-</u>	<u>1,182,028</u>
Total liabilities	<u>9,632,783</u>	<u>624,250</u>	<u>(780,602)</u>	<u>9,476,431</u>
Net assets				
Without donor restrictions	28,733,229	-	-	28,733,229
With donor restrictions	<u>4,380,849</u>	<u>-</u>	<u>-</u>	<u>4,380,849</u>
Total net assets	<u>33,114,078</u>	<u>-</u>	<u>-</u>	<u>33,114,078</u>
Total liabilities and net assets	<u>\$ 42,746,861</u>	<u>\$ 624,250</u>	<u>\$ (780,602)</u>	<u>\$ 42,590,509</u>

LIFELIGHT OF MAINE, LLC AND SUBSIDIARY

Consolidating Statement of Operations and Changes in Net Assets

Year Ended June 30, 2025

	<u>LOM</u>	<u>LFAS</u>	<u>Eliminations</u>	<u>Consolidated</u>
Changes in net assets without donor restrictions				
Operating revenue and support				
Patient service revenue	\$ 28,086,800	\$ -	\$ -	\$ 28,086,800
Contributions from financially interrelated organization – operations and debt service	742,015	-	-	742,015
Other revenue	<u>3,550,055</u>	<u>6,295,421</u>	<u>(6,295,421)</u>	<u>3,550,055</u>
Total operating revenue and support	<u>32,378,870</u>	<u>6,295,421</u>	<u>(6,295,421)</u>	<u>32,378,870</u>
Operating expenses				
Aviation operations	19,834,631	5,367,964	(5,367,964)	19,834,631
Medical crew and medical care	3,480,639	5,504	(5,504)	3,480,639
Communications	1,034,502	-	-	1,034,502
Depreciation and amortization	1,710,769	-	-	1,710,769
Insurance	1,150,075	-	-	1,150,075
Administration	2,662,123	921,953	(921,953)	2,662,123
Interest	<u>252,030</u>	<u>-</u>	<u>-</u>	<u>252,030</u>
Total operating expenses	<u>30,124,769</u>	<u>6,295,421</u>	<u>(6,295,421)</u>	<u>30,124,769</u>
Gain from operations before change in fair value of interest rate swaps and other income	2,254,101	-	-	2,254,101
Change in fair value of interest rate swaps	<u>(140,558)</u>	<u>-</u>	<u>-</u>	<u>(140,558)</u>
Gain from operations before other income	<u>2,113,543</u>	<u>-</u>	<u>-</u>	<u>2,113,543</u>
Other income				
Interest and miscellaneous	21,598	-	-	21,598
Contributions from financially interrelated organization for long-term purposes	1,483,715	-	-	1,483,715
Net assets released from restrictions for long-term purposes	632,084	-	-	632,084
Change in net assets of financially interrelated organization	<u>936,486</u>	<u>-</u>	<u>-</u>	<u>936,486</u>
Net other income	<u>3,073,883</u>	<u>-</u>	<u>-</u>	<u>3,073,883</u>

(Continued on next page)

LIFEFLIGHT OF MAINE, LLC AND SUBSIDIARY

Consolidating Statement of Operations and Changes in Net Assets (Concluded)

Year Ended June 30, 2025

	<u>LOM</u>	<u>LFAS</u>	<u>Eliminations</u>	<u>Consolidated</u>
Excess of operating revenues and support over operating expenses and change in net assets without donor restrictions	\$ <u>5,187,426</u>	\$ -	\$ -	\$ <u>5,187,426</u>
Changes in net assets with donor restrictions				
Net assets released from restrictions	(632,084)	-	-	(632,084)
Change in net assets with donor restrictions of financially interrelated organization	<u>6,477</u>	-	-	<u>6,477</u>
Change in net assets with donor restrictions	<u>(625,607)</u>	-	-	<u>(625,607)</u>
Total change in net assets	4,561,819	-	-	4,561,819
Net assets, beginning of year	<u>33,114,078</u>	-	-	<u>33,114,078</u>
Net assets, end of year	<u>\$ 37,675,897</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 37,675,897</u>

LIFELIGHT OF MAINE, LLC AND SUBSIDIARY

Consolidating Statement of Operations and Changes in Net Assets

Year Ended June 30, 2024

	<u>LOM</u>	<u>LFAS</u>	<u>Eliminations</u>	<u>Consolidated</u>
Changes in net assets without donor restrictions				
Operating revenue and support				
Patient service revenue	\$ 25,008,216	\$ -	\$ -	\$ 25,008,216
Contributions from financially interrelated organization - operations and debt service	426,432	-	-	426,432
Other revenue	<u>1,587,787</u>	<u>5,170,658</u>	<u>(5,170,658)</u>	<u>1,587,787</u>
Total operating revenue and support	<u>27,022,435</u>	<u>5,170,658</u>	<u>(5,170,658)</u>	<u>27,022,435</u>
Operating expenses				
Aviation operations	15,670,140	4,367,354	(4,367,354)	15,670,140
Medical crew and medical care	3,082,735	5,366	(5,366)	3,082,735
Communications	917,591	-	-	917,591
Depreciation and amortization	1,445,480	-	-	1,445,480
Insurance	1,121,713	47	(47)	1,121,713
Professional fees and administration	2,061,298	797,891	(797,891)	2,061,298
Interest	<u>235,978</u>	<u>-</u>	<u>-</u>	<u>235,978</u>
Total operating expenses	<u>24,534,935</u>	<u>5,170,658</u>	<u>(5,170,658)</u>	<u>24,534,935</u>
Gain from operations before change in fair value of interest rate swaps and other income	2,487,500	-	-	2,487,500
Change in fair value of interest rate swaps	<u>(38,436)</u>	<u>-</u>	<u>-</u>	<u>(38,436)</u>
Gain from operations before other income	<u>2,449,064</u>	<u>-</u>	<u>-</u>	<u>2,449,064</u>
Other income				
Interest and miscellaneous	24,805	-	-	24,805
Contributions from financially interrelated organization for long-term purposes	171,887	-	-	171,887
Change in net assets of financially interrelated organization	<u>817,510</u>	<u>-</u>	<u>-</u>	<u>817,510</u>
Net other income	<u>1,014,202</u>	<u>-</u>	<u>-</u>	<u>1,014,202</u>

(Continued on next page)

LIFEFLIGHT OF MAINE, LLC AND SUBSIDIARY

Consolidating Statement of Operations and Changes in Net Assets (Concluded)

Year Ended June 30, 2024

	<u>LOM</u>	<u>LFAS</u>	<u>Eliminations</u>	<u>Consolidated</u>
Excess of operating revenues and support over operating expenses and change in net assets without donor restrictions	\$ <u>3,463,266</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>3,463,266</u>
Changes in net assets with donor restrictions				
Contributions from financially interrelated organization for long-term purposes	632,084	-	-	632,084
Change in net assets with donor restrictions of financially interrelated organization	<u>174,976</u>	<u>-</u>	<u>-</u>	<u>174,976</u>
Change in net assets with donor restrictions	<u>807,060</u>	<u>-</u>	<u>-</u>	<u>807,060</u>
Total change in net assets	4,270,326	-	-	4,270,326
Net assets, beginning of year	<u>28,843,752</u>	<u>-</u>	<u>-</u>	<u>28,843,752</u>
Net assets, end of year	\$ <u><u>33,114,078</u></u>	\$ <u><u>-</u></u>	\$ <u><u>-</u></u>	\$ <u><u>33,114,078</u></u>