

**Nebraska State Chapter of the P.E.O. Sisterhood**

**FINANCIAL REPORT**

**March 31, 2026 and 2025**

## CONTENTS

	<u>Page</u>
<b>INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS</b>	3-5
<b>FINANCIAL STATEMENTS</b>	
Statements of cash receipts and disbursement	6
Notes to financial statements	7-8
<b>SUPPLEMENTARY INFORMATION</b>	
Schedules of cash	9
Schedules of investments	9
Schedules of net assets	9

## INDEPENDENT AUDITOR'S REPORT

Executive Board  
Nebraska State Chapter of the P.E.O. Sisterhood

### Opinion

We have audited the accompanying statements of cash receipts and disbursements of Nebraska State Chapter of the P.E.O. Sisterhood for the years ended March 31, 2026 and 2025, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the cash receipts and disbursements of Nebraska State Chapter of the P.E.O. Sisterhood for the years ended March 31, 2026 and 2025, in accordance with the cash basis of accounting as described in Note 1.

### Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. 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 Nebraska State Chapter of the P.E.O. Sisterhood and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. These financial statements are prepared on the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Also, as described in Note 1, the aforementioned financial statements do not include the accounts and transactions for each of Nebraska P.E.O. Home and the Nebraska Cottey College Scholarship Fund. Our opinion is not modified with respect to these matters.

### Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the cash basis of accounting described in Note 1; this includes determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible 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.

## **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 generally accepted auditing standards 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 generally accepted auditing standards, 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 Nebraska State Chapter of the P.E.O. Sisterhood'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 Nebraska State Chapter of the P.E.O. Sisterhood'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.

## **Supplementary Information**

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary information is presented for purposes of additional analysis and is not a required part of the 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated in all material respects in relation to the financial statements as a whole.

**Other**

The accompanying financial statements are that of Nebraska State Chapter of the P.E.O. Sisterhood, only, and are not that of the primary reporting entity. The financial statements of The International Chapter of the P.E.O. Sisterhood have been issued to its Executive Board as the financial statements of the primary reporting entity.

This report is intended solely for the use of the Executive Board and management of each of Nebraska State Chapter of the P.E.O. Sisterhood and The International Chapter of the P.E.O. Sisterhood and is not intended to be and should not be used by anyone other than these specified parties.

*Denman CPA LLP*  
Denman CPA LLP

West Des Moines, Iowa  
May 25, 2026

**Nebraska State Chapter of the P.E.O. Sisterhood  
STATEMENTS OF CASH RECEIPTS AND DISBURSEMENTS**

	<b>Year ended March 31</b>	
	<b>2026</b>	<b>2025</b>
<b>CASH RECEIPTS</b>		
Annual dues		
State	\$ 172,968	\$ 176,721
International	303,906	311,128
Contributions		
State		
Nebraska Discover Cottey College Fund	545	790
International		
Cottey College	33,215	31,678
P.E.O. Educational Loan Fund	38,047	36,118
P.E.O. International Peace Scholarship Fund	38,032	35,724
P.E.O. Program for Continuing Education	44,422	40,154
P.E.O. Scholar Awards	38,847	34,930
P.E.O. STAR Scholarship Program	44,509	40,393
P.E.O. Foundation	3,481	3,150
Other		
Miscellaneous	8,662	11,501
Investments, net	52,000	-
Total cash receipts	778,634	722,287
<b>CASH DISBURSEMENTS</b>		
State		
Nebraska P.E.O. Home Assessment	49,218	50,556
Nebraska Cottey College Scholarship Fund	3,500	3,500
International		
Annual dues	303,906	311,128
Contributions	240,553	222,147
State convention	83,404	80,002
International Convention	29,187	-
Administration and general	56,916	63,743
Total cash disbursements	766,684	731,076
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	11,950	(8,789)
<b>CASH AND CASH EQUIVALENTS</b>		
Beginning	252,695	261,484
Ending	\$ 264,645	\$ 252,695

See Notes to Financial Statements.

**Nebraska State Chapter of the P.E.O. Sisterhood  
NOTES TO FINANCIAL STATEMENTS**

**NOTE 1 SIGNIFICANT ACCOUNTING POLICIES**

**Nature of Activities**

The Nebraska State Chapter of the P.E.O. Sisterhood is organized under The International Chapter of the P.E.O. Sisterhood, a nonprofit corporation established as a philanthropic and educational organization interested in bringing to women increased opportunities for higher education.

**Basis of Presentation**

The accompanying financial statements have been prepared on the cash receipts and disbursements basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Under that basis, the only asset recognized is cash, and no liabilities are recognized. All transactions are recognized as either cash receipts or disbursements, and noncash transactions are not recognized. The cash basis differs from accounting principles generally accepted in the United States of America primarily due to the effects of outstanding dues and obligations for assessments unpaid at the date of the financial statements are not included in the financial statements.

Cash, which represents the net assets of the State Chapter, is not classified as either with or without donor restrictions. In addition, the financial statements of the State Chapter do not include the accounts and transactions of Nebraska P.E.O. Home and the Nebraska Cottey College Scholarship Fund.

**Contributions**

Cottey College contributions represent amounts received in support of the College's mission.

P.E.O. Educational Loan Fund contributions represent amounts received to be used for loans to qualified women students from the United States or Canada to assist them in securing higher education and for expenses of administering the fund.

P.E.O. International Peace Scholarship Fund contributions represent amounts received to be used to provide scholarships for international women students to pursue graduate study in the United States or Canada and for expenses of administering the fund.

P.E.O. Program for Continuing Education contributions represent amounts received to be used to provide grants for qualified women students from the United States or Canada who have a definite need for financial assistance to continue their education and for expenses of administering the fund.

P.E.O. Scholar Awards contributions represent amounts received to be used to provide scholarship awards for qualified women from the United States or Canada to pursue advanced degrees or engage in advanced study and research and for expenses of administering the fund.

P.E.O. STAR Scholarship Program contributions represent amounts received to be used to provide scholarship awards to high school seniors who are pursuing post-secondary education at accredited institutions and for expenses of administering the fund.

P.E.O. Foundation contributions represent amounts received to be remitted to the P.E.O. Foundation. Gifts may be designated for specific purposes or undesignated in which case they would be available to benefit all P.E.O. International programs.

**Nebraska State Chapter of the P.E.O. Sisterhood**  
**NOTES TO FINANCIAL STATEMENTS**

**NOTE 1 SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Income Taxes**

The State Chapter is exempt from federal income taxes under provisions of Section 501(c)(4) of the Internal Revenue Code. The State Chapter may be subject to federal and state income taxes to the extent it has unrelated business income, however, no provision for income taxes is included within the financial statements as management has determined that there is no taxable income.

Accounting principles generally accepted in the United States of America require management to evaluate tax positions taken by the State Chapter. The State Chapter prepares its financial statements on the cash basis of accounting and does not record assets or liabilities. Accordingly, any tax effects of uncertain tax positions would be recognized only when settled in cash. Management has evaluated its material tax positions and determined there are no uncertain positions taken or expected to be taken that would require recognition or disclosure in the financial statements. The State Chapter is subject to routine audits by tax authorities; however, there are currently no audits for any tax periods in progress. Management believes the State Chapter is no longer subject to income tax examinations for years ended prior to 2023.

**Subsequent Events**

The State Chapter has evaluated subsequent events through May 25, 2026, the date which the financial statements were available to be issued. There were no subsequent events required to be accrued or disclosed.

**Nebraska State Chapter of the P.E.O. Sisterhood  
SUPPLEMENTARY INFORMATION**

**SCHEDULES OF CASH**

	<b>March 31</b>	
	<b>2026</b>	<b>2025</b>
Cash	\$ 264,645	\$ 252,695

**SCHEDULES OF INVESTMENTS**

	<b>March 31</b>			
	<b>2026</b>		<b>2025</b>	
	<b>Cost</b>	<b>Market</b>	<b>Cost</b>	<b>Market</b>
Mutual funds	\$ 680,960	\$ 721,122	\$ 652,446	\$ 696,980

**SCHEDULES OF NET ASSETS**

	<b>March 31</b>	
	<b>2026</b>	<b>2025</b>
General Fund	\$ 45,150	\$ 11,046
General Reserve Fund	344,272	333,232
State Convention Fund	290,296	316,857
CIC 2031 Fund	37,700	-
Nebraska Discover Cottey College Fund	37,333	36,788
Memorial Marker Fund	-	12,630
Annual Reports Fund	172,968	176,702
Nebraska History Fund	17,886	17,886
Totals	\$ 945,605	\$ 905,141