HouSecCon

Financial Statements
and Independent Compilation Report

December 31, 2025

HouSecCon

Financial Statements
December 31, 2025

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INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

To the Board of Directors
HouSecCon
Houston, Texas

Management is responsible for the accompanying financial statements of HouSecCon (a nonprofit organization), which comprise the statement of financial position as of December 31, 2025, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements in accordance with accounting principles generally accepted in the United States of America.

We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management.

We do not express an opinion, a conclusion, nor provide any assurance on these financial statements.

CFOtac

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April 23, 2026

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HouSecCon

Statement of Financial Position
December 31, 2025

Assets	
Cash and cash equivalents	$ 89,205
Accounts receivable	31,156
Total assets	$ 120,361
Liabilities and Net Assets	
Liabilities	
Accounts payable and accrued expenses	$ 5,351
Total liabilities	$ 5,351
Net Assets	
Without donor restrictions	$ 115,010
Total net assets	$ 115,010
Total liabilities and net assets	$ 120,361

See accompanying notes.

HouSecCon

Statement of Activities
For the Year Ended December 31, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
Revenue and Support			
Grants and contributions	$ 5,334	$ -	$ 5,334
Contributions and revenue from special events, net:			
Special event revenue	2,532,314	-	2,532,314
Less: cost of direct benefit to donors	-	-	-
Total contributions and revenue from special events, net	2,537,648	-	2,537,648
Released from restrictions	-	-	-
Total revenue and support	2,537,648	-	2,537,648
Expenses			
Program services	2,149,838	-	2,149,838
Supporting services:			
Management and general	296,094	-	296,094
Fundraising	37,698	-	37,698
Total supporting services	333,792	-	333,792
Total expenses	2,483,630	-	2,483,630
Change in Net Assets	54,018	-	54,018
Net Assets, beginning of year	60,992	-	60,992
Net Assets, end of year	$ 115,010	$ -	$ 115,010

See accompanying notes.

HouSecCon

Statement of Functional Expenses
For the Year Ended December 31, 2025

		Supporting Services			
	Program Services	Management and General	Fundraising	Total Supporting Services	Total Expenses
Program contract service fees	$ 1,287,052	$ 225,815	$ 5,788	$ 231,603	$ 1,518,655
Conference fees	765,567	-	-	-	765,567
Payroll and related expenses	58,868	-	-	-	58,868
Bank fees	2,936	-	28,210	28,210	31,146
Travel and meeting	22,547	7,751	-	7,751	30,298
Accounting and consulting	-	20,400	-	20,400	20,400
Legal	-	16,093	-	16,093	16,093
Supplies	314	14,213	-	14,213	14,527
Subscriptions	5,265	4,672	-	4,672	9,937
Computer and software	-	7,150	-	7,150	7,150
Advertising and promotion	-	-	3,700	3,700	3,700
Scholarships	3,000	-	-	-	3,000
Education certification fees	1,923	-	-	-	1,923
Insurance	1,766	-	-	-	1,766
Postage and shipping	600	-	-	-	600
Total Expenses	$ 2,149,838	$ 296,094	$ 37,698	$ 333,792	$ 2,483,630

HouSecCon

Statement of Cash Flows
For the Year Ended December 31, 2025

Cash Flows from Operating Activities	
Change in net assets	$ 54,018
Change in operating assets and liabilities:	
Decrease in:	
Accounts receivable	16,369
Prepaid expenses and other assets	93,039
Accounts payable	(39,730)
Deferred revenue	(593,260)
Net cash provided by operating activities	(523,582)
Net Decrease in Cash and Cash Equivalents	(469,564)
Cash and Cash Equivalents, beginning of year	558,769
Cash and Cash Equivalents, end of year	$ 89,205

See accompanying notes.

1. Nature of Operations

HouSecCon ("the Organization") is a not-for-profit organization that was incorporated under the laws of the State of Texas in 2012. The Organization was formed to conduct conferences for security professionals and expert attendees, with each attendee receiving approximately 16 hours of education. The goal of our conference is to educate information security professionals on information security topics in order to help them create a more secure environment for their respective employing organizations.

2. Summary of Significant Accounting Policies

Basis of Accounting and Presentation

The Organization's financial statements are prepared on the accrual basis of accounting. Net assets are reported based on the presence or absence of donor-imposed restrictions, as follows:

- *Net Assets Without Donor Restrictions* – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.

- *Net Assets With Donor Restrictions* – Net assets subject to donor- (or certain grantor-) imposed restrictions. The Organization reports grants and contributions restricted by donors as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted grants and contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, 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.

Cash Equivalents

The Organization considers as cash equivalents all highly liquid investments, which can be converted into known amounts of cash and have a maturity period of 90 days or less at the time of purchase. Excluded from this definition of cash equivalents are amounts held for investments.

2. Summary of Significant Accounting Policies (continued)

Grants and Contributions Receivable

Grants and contributions receivable, if any, represent unconditional amounts committed to the Organization. Grants and contributions receivable are reflected at either net realizable value, or at net present value based on projected cash flows. The Organization provides an allowance for doubtful accounts using the allowance method, which is based on management's judgment considering historical information.

Accounts are individually analyzed for collectability and will be reserved based on individual evaluation and specific circumstances. When all collection efforts have been exhausted, the accounts are written-off against the related allowance. At December 31, 2025, there was no established allowance as management deems all receivables to be fully collectible. No discount has been calculated as of December 31, 2025, as all receivables are expected to be collected within one year.

Property and Equipment

Property and equipment acquisitions with a cost in excess of $2,500 and a projected useful life exceeding one year are capitalized and recorded at cost. Depreciation is computed using the straight-line method over the estimated useful lives of the related assets. Expenditures for repairs and maintenance are expensed as incurred. The Organization did not have any property and equipment at December 31, 2025.

Revenue Recognition

The Organization recognizes grants and contributions when cash, securities, or other assets, or an unconditional promise to give, is received. Conditional promises to give, that is, those with a measurable performance or other barrier, and a right of return, are not recognized until the conditions on which they depend have been substantially met.

Special event revenue is recognized at the time the event takes place, which is when the sole performance obligation is satisfied.

2. Summary of Significant Accounting Policies (continued)

Grants to Students

Grants to students represent scholarships and awards to students that are unconditional in nature and are recognized at the time the recipient is notified.

Functional Allocation of Expenses

The costs of program and supporting services activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses presents the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Expenses require allocation on a reasonable basis that is consistently applied. The majority of expenses are recorded directly to specific programs and functions, using the direct allocation method. Expenses that are allocated include payroll and related expenses, which are allocated on the basis of estimates of time and effort, and rent expense, which is allocated on a square footage basis.

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 amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

Subsequent Events

In preparing these financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through April 23, 2026, the date the financial statements were available to be issued.

3. Liquidity and Availability

The Organization strives to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. Management periodically reviews the Organization's liquid asset needs and adjusts the cash balance as necessary.

Financial assets available for general expenditures, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, comprise of the following at December 31, 2025:

Cash and cash equivalents	$ 89,205
Total financial assets	89,205
Less: net assets with donor restrictions	(0)
Total available for general expenditures	$ 89,205

4. Concentration of Credit Risk

Financial instruments that potentially subject the Organization to significant concentrations of credit risk consist of cash and cash equivalents, and investments. The Organization maintains cash deposit and transaction accounts, along with investments, with various financial institutions and these values, from time to time, exceed insurable limits under the Federal Deposit Insurance Corporation (FDIC) and Securities Investor Protection Corporation (SIPC). The Organization has not experienced any credit losses on its cash and cash equivalents, and investments to date as it relates to FDIC and SIPC insurance limits. Management periodically assesses the financial condition of these financial institutions and believes that the risk of any credit loss is minimal.

5. Related Party Transactions

For the year ended December 31, 2025, payments of $1,188,850 were made to related organizations to manage part of the programmatic mission.

6. Income Taxes

The Organization is exempt from payment of taxes on income other than net unrelated business income under IRC Section 501(c)(3). For the year ended December 31, 2025, there was no unrelated business income and, accordingly, no federal or state income taxes have been recorded. Contributions to the Organization are deductible as provided in IRC Section 170(b)(1)(A)(vi). Management has evaluated the Organization's tax positions and concluded that the financial statements do not include any uncertain tax positions.