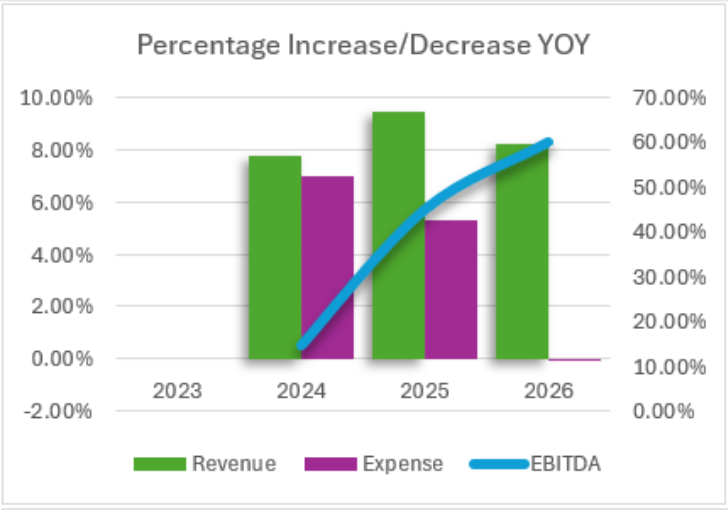
YTD FINANCIAL HEALTH ASSESSMENT - Evolutions Fitness & Wellness Center

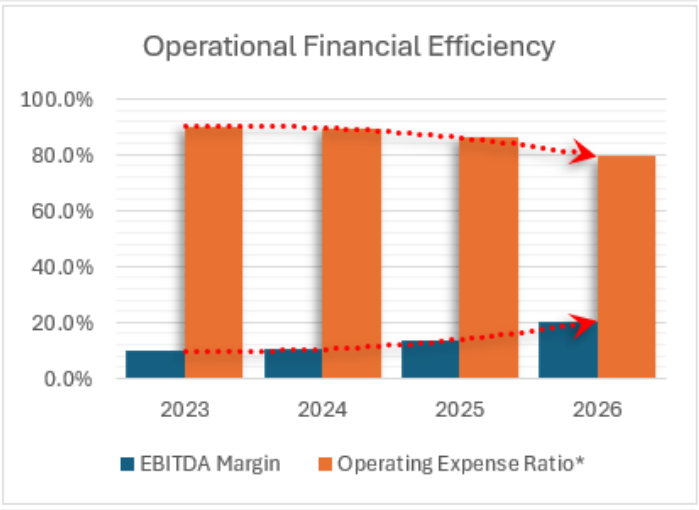
Year over Year - SEP/SEP 2023-2026

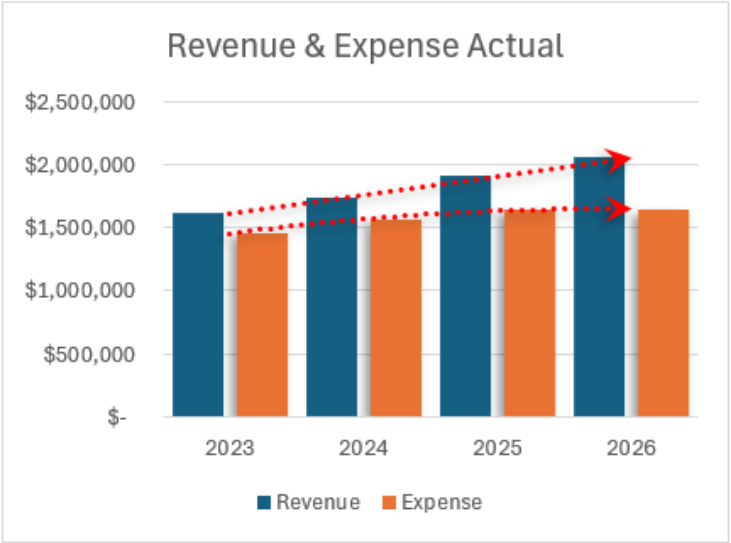
Executive Summary: This assessment was completed based on comparable year to date performance through September of each year. From 2023-2026, operating revenue increased 28% while operating expenses increased just 13%. During the same period EBITDA grew 166%, reflecting significant improvement in operational efficiency and profitability. Operating margin more than doubled, increasing from 9.8% to 20.4%, while the operating expense ratio decreased from 90.2% to 79.6%. These trends demonstrate EVO's ability to generate greater financial returns while effectively managing expenses, strengthening its financial stability and capacity to support the District's broader strategic and

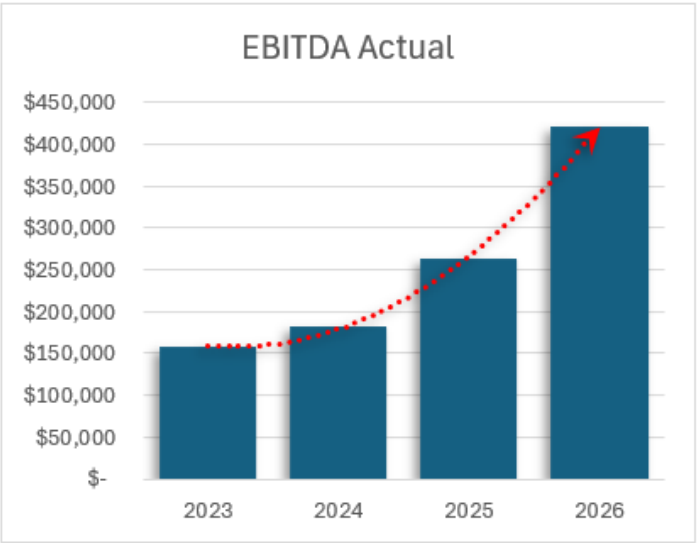
Category	Metric	2023	2024	2025	2026	*4 Year Growth*
Revenue	% Increase (Decrease) YOY		7.8%	9.4%	8.2%	*28%*
	$ Increase (Decrease) YOY		$ 125,432	$ 164,550	$ 156,763	*$ 446,745*
Expense	% Increase (Decrease) YOY		7.00%	5.30%	-0.09%	*13%*
	$ Increase (Decrease) YOY		$ 102,071	$ 82,713	$ (1,473)	*$ 183,311*
EBITDA	% Increase (Decrease) YOY		14.7%	45.0%	60.0%	*166%*
	$ Increase (Decrease) YOY		$ 23,361	$ 81,837	$ 158,235	*$ 263,433*
Financial Efficiency	EBITDA Margin	9.8%	10.4%	13.8%	20.4%	*10.6%*
	Margin Growth YOY		6%	32%	48%	
	Percentage Point Increase YOY		0.6 pp	3.4 pp	6.6 pp	*10.6 pp*
	Operating Expense Ratio*	90.2%	89.6%	86.2%	79.6%	*-10.6%*
	Revenue per $1 of Expense**	$ 1.11	$ 1.12	$ 1.16	$ 1.26	*$ 0.15*
	Incremental EBITDA Margin***		$ 0.19	$ 0.50	$ 1.01	*$ 0.82*

Definitions: ** Percentage of revenue consumed by operating expense; This is the inverse of EBITDA Margin*
*** Efficiency of converting spending into revenue*
**** How much additional EBITDA is generated by each new dollar of revenue.*









The assessment on page 1 was completed based on the following financial data:

EVO

STATEMENT OF REVENUE & EXPENDITURES

UNAUDITED

	Sep-26	Sep-25	Sep-24	Sep-23
Memberships	$ 1,894,325	$ 1,737,407	$ 1,578,011	$ 1,452,811
Enrollments	$ 34,671	$ 34,460	$ 37,455	$ 30,720
Childcare	$ 58,788	$ 61,227	$ 60,441	$ 44,912
Personal Trainer Rent	$ 24,950	$ 22,000	$ 22,100	$ 21,900
Guest Fees	$ 41,291	$ 38,838	$ 37,230	$ 33,026
ProShop	-	-		$ 212
Drinks	$ 3,496	$ 3,170	$ 2,527	$ 3,949
Other Operating Revenue	$ 5,922	$ 9,578	$ 4,366	$ 29,168
TOTAL OPERATING REVENUE	**$ 2,063,443**	**$ 1,906,680**	**$ 1,742,130**	**$ 1,616,698**
Salaries & Wages	$ 898,622	$ 835,944	$ 767,392	$ 697,746
Employee Benefits	$ 175,002	$ 217,510	$ 149,761	$ 136,636
Professional Fees	$ -	$ -	$ -	$ (155)
Purchased Services	$ 169,339	$ 168,078	$ 217,433	$ 206,851
Supplies	$ 109,729	$ 86,959	$ 83,691	74127
Minor Equipment	$ 4,279	-	$ -	$ -
Repairs & Maintenance	$ 36,358	$ 58,954	$ 52,641	$ 42,601
Utilities & Phone	$ 167,708	$ 194,283	$ 224,917	$ 249,916
Building & Equipment Rental	$ 2,842	$ 1,366	$ 4,002	$ 6,546
Insurance	$ 71,645	$ 68,419	$ 50,090	$ 34,647
Interest Expense	$ -	$ -	$ -	$ 929
Other Operating Expenses	$ 5,957	$ 11,440	$ 10,313	$ 8,325
OPERATING EXPENSES BEFORE D&A	**$ 1,641,480**	**$ 1,642,953**	**$ 1,560,240**	**$ 1,458,169**
EBITDA	**$ 421,962**	**$ 263,727**	**$ 181,890**	**$ 158,529**
Depreciation & Amortization	$ (525,061)	$ (491,493)	$ (418,103)	$ (278,197)
Solar Rev Bond Interest	$ (73,761)	$ (72,819)	$ (113,445)	$ -
Gains/Losses on Investments	-	$ -	$ 12,114	$ -
Gain on Sale of Property	-	$ 5,200	$ 621	$ -
Extraordinary Revenue/Expenses	$ 8,211	$ 11	$ -	$ -
TOTAL OTHER REVENUE (EXPENSES)	**$ (590,611)**	**$ (559,101)**	**$ (518,813)**	**$ (278,197)**
INCREASE (DECREASE) IN NET POSITION	**$ (168,649)**	**$ (295,374)**	**$ (336,923)**	**$ (119,668)**