STONERIDGE CREEK PLEASANTON CCRC, LLC

FINANCIAL STATEMENTS AND SUPPLEMENTARY INFORMATION

YEARS ENDED DECEMBER 31, 2025 AND 2024

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STONERIDGE CREEK PLEASANTON CCRC, LLC
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INDEPENDENT AUDITORS' REPORT

Members
Stoneridge Creek Pleasanton CCRC, LLC
Pleasanton, California

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Stoneridge Creek Pleasanton CCRC, LLC (a Delaware limited liability company) (the Company), which comprise the balance sheets as of December 31, 2025 and 2024, and the related statements of operations, changes in members' deficit, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as of December 31, 2025 and 2024, and the results of its operations and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Company 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.

Responsibilities of Management 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, and 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.

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

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Auditors' 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 auditors' 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 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 financial statements.

In performing an audit in accordance with GAAS, 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 the Company'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 the Company'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.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Irvine, California
April 23, 2026

STONERIDGE CREEK PLEASANTON CCRC, LLC
BALANCE SHEETS
DECEMBER 31, 2025 AND 2024

	2025	2024
ASSETS		
CURRENT ASSETS		
Cash and Cash Equivalents	$ 17,067,349	$ 9,232,956
Marketable Securities	10,975,675	8,948,601
Accounts Receivable	119,874	239,563
Deferred Entrance Fees Receivable on Terminated Contracts	666,282	104,149
Inventories	187,549	63,609
Prepaid Expenses and Other Current Assets	1,175,618	898,535
Total Current Assets	30,192,347	19,487,413
PROPERTY AND EQUIPMENT		
Land	41,781,748	41,781,748
Land Improvements	37,604,797	37,604,797
Buildings and Improvements	193,906,572	193,695,507
Furniture, Fixtures, and Equipment	26,813,371	26,705,071
Computer Equipment and Systems	3,393,465	309,082
Construction in Process	1,335,814	1,975,758
Total Property and Equipment, at Cost	304,835,767	302,071,963
Less: Accumulated Depreciation	(111,669,033)	(103,262,878)
Property and Equipment, at Net Book Value	193,166,734	198,809,085
OTHER ASSETS		
Restricted Cash	32,341	20,785
Restricted Marketable Securities	2,886,834	2,451,617
Accounts Receivable, Long-Term	543,448	342,902
Costs of Acquiring Contracts, Net	2,069,877	2,068,272
Deferred Entrance Fees Receivable	68,790,516	69,868,034
Total Other Assets	74,323,016	74,751,610
Total Assets	$ 297,682,097	$ 293,048,108

See accompanying Notes to Financial Statements.

STONERIDGE CREEK PLEASANTON CCRC, LLC
BALANCE SHEETS (CONTINUED)
DECEMBER 31, 2025 AND 2024

	2025	2024
LIABILITIES AND MEMBERS' DEFICIT		
CURRENT LIABILITIES		
Accounts Payable	$ 1,811,534	$ 1,030,145
Accrued Expenses	822,712	1,370,231
Deposits on Future Occupancy	5,544,913	6,388,371
Current Portion of Note Payable to Master Trust	11,841,368	11,168,070
Total Current Liabilities	20,020,527	19,956,817
LONG-TERM LIABILITIES		
Note Payable to Master Trust, Net of Current Portion	461,813,359	440,854,727
Deferred Revenue from Unamortized Deferred Entrance Fees, Net	66,073,744	65,349,826
Deposits from Residents	560,934	456,714
Total Long-Term Liabilities	528,448,037	506,661,267
Total Liabilities	548,468,564	526,618,084
MEMBERS' DEFICIT	(250,786,467)	(233,569,976)
Total Liabilities and Members' Deficit	$ 297,682,097	$ 293,048,108

See accompanying Notes to Financial Statements.

STONERIDGE CREEK PLEASANTON CCRC, LLC
STATEMENTS OF OPERATIONS
YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025	2024
REVENUES		
Resident Services	$ 55,003,834	$ 52,192,737
Amortization of Deferred Entrance Fees	9,833,590	9,100,462
Deferred Entrance Fees on Terminated Contracts	2,375,068	2,238,404
Nonresident Services	304,782	248,917
Total Revenues	67,517,274	63,780,520
OPERATING EXPENSES		
Resident Care	11,620,983	10,484,949
Food and Beverage Services	8,632,939	8,132,475
Environmental Services	3,135,837	2,985,447
Plant Facility Operating Costs	8,287,410	8,061,755
General and Administrative Expenses	11,747,504	10,978,833
Depreciation and Amortization	8,730,825	8,497,316
Total Operating Expenses	52,155,498	49,140,775
INCOME FROM OPERATIONS	15,361,776	14,639,745
OTHER INCOME (EXPENSE)		
Net Realized Gain (Loss) on Sale of Marketable Securities	420,463	(207)
Net Unrealized Gain on Marketable Securities	2,439,055	2,447,077
Interest and Dividend Income	286,585	226,073
Other Income	138,746	-
Total Other Income	3,284,849	2,672,943
NET INCOME	$ 18,646,625	$ 17,312,688

See accompanying Notes to Financial Statements.

STONERIDGE CREEK PLEASANTON CCRC, LLC
STATEMENTS OF CHANGES IN MEMBERS' DEFICIT
YEARS ENDED DECEMBER 31, 2025 AND 2024

	Capital		Accumulated Equity	Total Members' Deficit
	Class A	Class B		
BALANCE - DECEMBER 31, 2023	$ (244,059,356)	$ (53,955,413)	$ 73,527,955	$ (224,486,814)
Distributions	(21,152,996)	(5,242,854)	-	(26,395,850)
Net Income	-	-	17,312,688	17,312,688
BALANCE - DECEMBER 31, 2024	(265,212,352)	(59,198,267)	90,840,643	(233,569,976)
Distributions	(28,675,548)	(7,187,568)	-	(35,863,116)
Net Income	-	-	18,646,625	18,646,625
BALANCE - DECEMBER 31, 2025	$ (293,887,900)	$ (66,385,835)	$ 109,487,268	$ (250,786,467)

See accompanying Notes to Financial Statements.

STONERIDGE CREEK PLEASANTON CCRC, LLC
STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Received from Residents	$ 67,631,700	$ 66,600,161
Interest and Dividend Income	286,585	226,073
Reimbursements for Services to Nonresidents	304,782	248,917
Other Income	138,746	-
Cash Paid to Suppliers and Employees	(43,889,355)	(40,543,835)
Net Cash, Cash Equivalents, and Restricted Cash Provided by Operating Activities	24,472,458	26,531,316
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments Made on Purchases of Property and Equipment	(2,763,804)	(1,591,769)
Purchases of Marketable Securities	(217,968)	(359,971)
Proceeds from Redemption of Marketable Securities	586,449	9,723
Net Cash, Cash Equivalents, and Restricted Cash Used by Investing Activities	(2,395,323)	(1,942,017)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from Note Payable to Master Trust	32,800,000	17,600,000
Payments on Note Payable to Master Trust	(11,168,070)	(10,908,277)
Distributions to Members	(35,863,116)	(26,395,850)
Net Cash, Cash Equivalents, and Restricted Cash Used by Financing Activities	(14,231,186)	(19,704,127)
NET INCREASE IN CASH, CASH EQUIVALENTS, AND RESTRICTED CASH	7,845,949	4,885,172
Cash, Cash Equivalents, and Restricted Cash - Beginning of Year	9,253,741	4,368,569
CASH, CASH EQUIVALENTS, AND RESTRICTED CASH - END OF YEAR	$ 17,099,690	$ 9,253,741

See accompanying Notes to Financial Statements.

STONERIDGE CREEK PLEASANTON CCRC, LLC
STATEMENTS OF CASH FLOWS (CONTINUED)
YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025	2024
RECONCILIATION OF NET INCOME TO NET CASH, CASH EQUIVALENTS, AND RESTRICTED CASH PROVIDED BY OPERATING ACTIVITIES		
Net Income	$ 18,646,625	$ 17,312,688
Noncash Items Included in Net Income:		
Depreciation	8,406,155	8,181,060
Amortization of Costs of Acquiring Contracts	324,670	316,256
Amortization of Deferred Entrance Fees	(9,833,590)	(9,100,462)
Deferred Entrance Fees on Terminated Contracts	(2,375,068)	(2,238,404)
Net Realized (Gain) Loss on Sale of Marketable Securities	(420,463)	207
Net Unrealized Gain on Marketable Securities	(2,439,055)	(2,447,077)
Changes in:		
Accounts Receivable	(80,857)	190,500
Deferred Entrance Fees Receivable on Terminated Contracts	(562,133)	823,831
Inventories	(123,940)	(5,208)
Prepaid Expenses and Other Current Assets	(248,337)	187,459
Costs of Acquiring Contracts	(326,275)	(307,050)
Deferred Entrance Fees Receivable	14,010,094	13,435,463
Accounts Payable	781,389	(113,352)
Accrued Expenses	(547,519)	337,775
Deposits on Future Occupancy	(843,458)	(102,754)
Deposits from Residents	104,220	60,384
Net Cash, Cash Equivalents, and Restricted Cash Provided by Operating Activities	$ 24,472,458	$ 26,531,316
SUPPLEMENTAL DISCLOSURE OF NONCASH INVESTING AND FINANCING ACTIVITIES		
Deferred Entrance Fees Receivable and Deferred Revenue from Unamortized Deferred Entrance Fees Recorded to Reflect Additional Amounts Due from Resident Contributions	$ 12,932,576	$ 12,723,029

See accompanying Notes to Financial Statements.

NOTE 1 NATURE OF BUSINESS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Business

Stoneridge Creek Pleasanton CCRC, LLC (the Company) owns and operates a multiuse continuing care retirement community (CCRC) located in Pleasanton, California. The Company operates under the continuing care concept whereby residents enter into agreements that require payment of a onetime entrance fee and a monthly charge. Generally, these payments will entitle residents to the use and privileges of the facility for life.

Limited Liability Company Operating Agreement

The rights and obligations of the members of the Company are governed by the First Amended and Restated Limited Liability Company Operating Agreement (the Operating Agreement) of the Company dated July 14, 2015. The following represents a summary of significant financial terms of the Operating Agreement.

The Company has two types of members – Class A and Class B – and one appointed manager, who is responsible for the management of the day-to-day business and affairs of the Company. The manager is granted the authority to act on behalf of the Company, except for those actions requiring a Class A majority in interest vote or the unanimous approval of the Class A members, as designated in the Company's Operating Agreement. Class A members also have the authority to remove or replace the manager.

One of the Class A members is designated as the financing member. No member other than the financing member is required to contribute capital to the Company at any time. As of December 31, 2025 and 2024, 80% of the Company is owned by Class A members and 20% of the Company is owned by Class B members.

The members' liability to general creditors is limited to their investments in the Company. The Company will continue until dissolved pursuant to the terms of the Operating Agreement.

Profits and losses for financial statement purposes, distributable cash from operations, and profits and losses for tax purposes are allocated and distributed to the members in accordance with the Operating Agreement. The Operating Agreement also provides for priority distributions, plus an allowance for interest.

Basis of Presentation

The accompanying financial statements are presented using the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP). References to the "ASC" hereafter refer to the Accounting Standards Codification established by the Financial Accounting Standards Board (FASB) as the source of authoritative U.S. GAAP.

NOTE 1 NATURE OF BUSINESS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash and Cash Equivalents and Restricted Cash

For purposes of the statements of cash flows, cash and cash equivalents include the operating cash account of the Company, money market accounts, time deposits, certificates of deposit, and all highly liquid debt instruments with original maturities of three months or less, as well as restricted cash (see Note 4).

The following table provides a reconciliation of cash, restricted cash, and cash equivalents reported within the balance sheets that sum to the total of the same such amounts as shown in the statements of cash flows for the years ended December 31:

	2025	2024
Cash and Cash Equivalents	$ 17,067,349	$ 9,232,956
Restricted Cash (Note 4)	32,341	20,785
Total Cash, Cash Equivalents, and Restricted Cash, as Shown on the Statements of Cash Flows	$ 17,099,690	$ 9,253,741

Marketable Securities and Restricted Marketable Securities

The Company accounts for its investments in equity securities in accordance with FASB ASC 321-10, *Investments – Equity Securities*. Marketable securities held by the Company have readily determinable fair values and are reported at fair value, with realized and unrealized gains and losses included in earnings. Any dividends received are recorded in interest income.

Accounts Receivable

Accounts receivable consist of amounts due from residents for which the Company has an unconditional right to receive payment and are primarily composed of receivables for monthly service fees and other ancillary services, as well as amounts due from residents for obligations related to independent unit renovations. Receivables for monthly service fees are primarily due upon receipt of invoice, and they are reviewed weekly and considered past due 14 days after the issuance of monthly statements. Accounts for which no payments have been received for 30 days are considered delinquent, and customary collection efforts are initiated. Uncollectible accounts are written off at the advice of a collection attorney and with the approval of ownership. Receivables for resident obligations are generally collected upon cancellation of contracts, which is estimated to occur long term.

The Company provides an allowance for credit losses, as needed, to present the net amount of accounts receivable expected to be collected. The allowance represents the estimate of expected credit losses based on historical experience, current economic conditions, and certain forward-looking information. No allowance was necessary at December 31, 2025 and 2024.

Inventories

Inventories consist of food and supplies used in operations and are valued at the lower of cost or net realizable value on a first-in, first-out basis.

NOTE 1 NATURE OF BUSINESS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property and Equipment

Property and equipment are stated at cost. Major improvements and betterments are capitalized. Maintenance and repairs are expensed as incurred. Property and equipment are depreciated over the estimated useful lives of the respective assets. Depreciation for property and equipment is computed on the straight-line method for book purposes.

The estimated useful lives of the related assets are as follows:

Land Improvements	10 to 20 Years
Buildings and Improvements	10 to 40 Years
Furniture, Fixtures, and Equipment	5 to 10 Years
Computer Equipment and Systems	5 Years

Depreciation expense for the years ended December 31, 2025 and 2024 totaled $8,406,155 and $8,181,060, respectively. At December 31, 2025 and 2024, fully depreciated property and equipment still in use totaled $35,183,626 and $34,866,371, respectively.

Long-Lived Assets

The Company accounts for impairment and disposition of long-lived assets in accordance with FASB ASC 360-10, *Property, Plant, and Equipment.* FASB ASC 360-10 requires impairment losses to be recognized for long-lived assets used in operations when indicators of impairment are present and the undiscounted future cash flows are not sufficient to recover the assets' carrying amounts. There was no impairment of value of such assets for the years ended December 31, 2025 and 2024.

Revenue Recognition from Contracts with Customers

The Company recognizes revenue for residency in accordance with the provisions of FASB ASC 606, *Revenue from Contracts with Customers (Topic 606)*. The Company enters into continuing care residency contracts with its customers. The form of the agreement is in conformity with the statutes of the State of California Department of Social Services Continuing Care Contracts Branch. Prior to actual occupancy by the resident, a contribution is required to be deposited with the Master Trust (as defined in Note 5) pursuant to a Residence and Care Agreement (the Residence Agreement). The provisions of the Residence Agreement include, but are not limited to, such items as the unit to be occupied, initial monthly fee, amount of contribution to the Master Trust, and methods of cancellation and refunds or contingent repayments subject to resale of the units. Generally, the Company is deemed to have Type A life care contracts that are all-inclusive continuing care contracts that include residential facilities, other amenities, and access to healthcare services, primarily assisted living and nursing care. Type A contracts are deemed to have one performance obligation – to provide each resident the ability to live in the CCRC and access the appropriate level of care based on his or her needs. A Type A contract also allows a resident the ability to cancel the Residence Agreement at any time, and thus, because of this provision, the resident agreement for a Type A life care CCRC resident is generally deemed to be a monthly contract with the option to renew.

NOTE 1 NATURE OF BUSINESS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue Recognition from Contracts with Customers (Continued)

Contract Revenues

The following are descriptions of the services provided and the accounting policies related to the contracted services.

Entrance Fees – The contract provides a material right to occupy an appropriate-level living unit for life and to receive certain services for which residents are required to pay an entrance fee. Generally, the entrance fee is payable on or before occupancy by the resident. Residents may cancel their Residence Agreement at any time, and, upon cancellation, the contribution received will be repayable under the following terms and conditions:

(1) Cancellation During the Trial Residence Period – Under California law, there is a probationary period of 90 days after the date of the signed agreement during which either the Company or the resident may cancel the agreement with or without cause. Death of the resident during the period will cancel the agreement. In the event of cancellation, the resident shall be entitled to a refund in accordance with California law, which states that the Company may deduct from the contribution amount a reasonable fee to cover costs and any charges incurred but not paid.

(2) Cancellation After 90 Days – A resident may cancel his or her agreement at any time after the trial residence period for any reason by giving the Company 90 days' written notice. Death of the resident will cancel the agreement. However, if an agreement applies to more than one resident, it will remain in effect after the death of one of the residents and be adjusted as described in the agreement. The Company may cancel the agreement at any time after the trial residence period for good cause upon 90 days' written notice to the resident. Examples of good cause are defined in the Residence Agreement.

Further, upon termination of the Residence Agreement, the resident or his or her estate will be entitled to a repayment of the contribution less a predetermined percentage and any charges incurred but not paid, as determined by the terms and conditions of the individual agreements. In addition, upon termination of the Residence Agreement after the probationary period of 90 days, the Company may be entitled to a Deferred Entrance Fee (a percentage of the resident's contribution amount), as defined in each resident's Residence Agreement.

Resident Fees – Resident living service fees, which are for basic support services, are paid on a monthly basis. Monthly fees are established at the inception of occupancy and may be increased by the Company with appropriate notice as specified in the individual agreements, generally based on increases in operating costs or inflationary increases. Revenue for resident fees is recognized as the Company satisfies the performance obligation, which is monthly.

Nonresident Services – Nonresident services are revenues recognized at a point in time primarily for nonresident guest meals and short-term guest accommodations.

NOTE 1 NATURE OF BUSINESS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue Recognition from Contracts with Customers (Continued)

Contract Assets and Contract Liabilities

The following are assets and liabilities resulting from contracts with customers.

Deferred Entrance Fees Receivable on Terminated Contracts – Deferred entrance fees receivable on terminated contracts represent the portion of the entrance fees that are payable to the Company following the current year terminations of Residence Agreements, based on the specific terms of each resident contract, which are currently due from the Master Trust (see Note 5).

Deferred Entrance Fees Receivable – Deferred entrance fees receivable represent that portion of the entrance fees that would be payable to the Company upon termination of the existing Residence Agreements, based on the specific terms of each resident contract, which are due from the Master Trust (see Note 5).

Deposits on Future Occupancy – Deposits on future occupancy represent deposits on future contracts from prospective residents that are fully refundable upon demand.

Deferred Revenue from Unamortized Entrance Fees – Deferred revenue from unamortized entrance fees represents the total amount of the entrance fees that have become nonrepayable to the residents, based on the specific terms of each resident contract, which are recorded as deferred revenue from entrance fees and are amortized to income over time using the straight-line method over the remaining life expectancy of the resident. The period of amortization is adjusted annually based on the actuarially determined estimated remaining life expectancy of each individual or joint and last survivor life expectancy of each pair of residents occupying the same unit.

Deposits from Residents – Deposits from residents represent deposits to cover potential refurbishment and other costs from residents who enter under 0% repayable contracts.

Costs of Acquiring Contracts

Costs of Acquiring Contracts – Costs of acquiring contracts are the unamortized incremental costs of acquiring contracts, which primarily consist of commissions paid to salespeople. These assets are amortized on a straight-line basis over the duration of the contract. During the years ended December 31, 2025 and 2024, the Company recognized amortization expense of these assets totaling $324,670 and $316,256, respectively.

Income Taxes

The Company is taxed as a partnership for federal tax purposes and accordingly pays no federal taxes. For California purposes, the Company pays an $800 limited liability company tax plus a fee based on its total revenue. The taxable income or loss is recognized on the individual income tax returns of the members.

NOTE 1 NATURE OF BUSINESS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Advertising and Promotional Costs

Advertising and promotional costs are charged to operations when incurred. For the years ended December 31, 2025 and 2024, advertising and promotional costs totaled $555,317 and $631,861, respectively, and are included in general and administrative expenses in the accompanying statements of operations.

Use of Estimates

The process of preparing financial statements in accordance with U.S. GAAP requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenues, and expenses. Such estimates primarily relate to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts.

NOTE 2 REVENUE FROM CONTRACTS WITH CUSTOMERS

The following table presents the Company's revenue disaggregated by service for the years ended December 31:

	2025	2024
Revenue from Contracts with Customers:		
Entrance Fees, Amortized and on Terminated Contracts (Over Time)	$ 12,208,658	$ 11,338,866
Monthly Resident Fees and Ancillary Charges (Over Time)	55,003,834	52,192,737
Nonresident Services (Point in Time)	304,782	248,917
Total Revenue from Contracts with Customers	$ 67,517,274	$ 63,780,520

NOTE 2 REVENUE FROM CONTRACTS WITH CUSTOMERS (CONTINUED)

The beginning and end of year balances of the Company's various contract-related balances were as follows:

	December 31, 2023	December 31, 2024	December 31, 2025
Accounts Receivable	$ 772,965	$ 582,465	$ 663,322
Deferred Entrance Fees Receivable on Terminated Contracts	$ 927,980	$ 104,149	$ 666,282
Costs of Acquiring Contracts	$ 2,077,478	$ 2,068,272	$ 2,069,877
Deferred Entrance Fees Receivable	$ 70,580,468	$ 69,868,034	$ 68,790,516
Deposits on Future Occupancy	$ 6,491,125	$ 6,388,371	$ 5,544,913
Deferred Revenue from Unamortized Entrance Fees	$ 63,965,663	$ 65,349,826	$ 66,073,744
Deposits from Residents	$ 396,330	$ 456,714	$ 560,934

NOTE 3 CONCENTRATIONS, RISKS, AND UNCERTAINTIES

The Company maintains cash balances with one financial institution. At December 31, 2025 and 2024, accounts at this institution are insured by the Federal Deposit Insurance Corporation (FDIC) for up to $250,000. The Company's deposits in these financial institutions at times exceeded the amount insured by the FDIC. The risk is managed by maintaining deposits in high-quality financial institutions.

At December 31, 2025 and 2024, the Company also maintains its money market funds and investments in equity securities at brokerage firms that are not FDIC insured. The firms are insured by the Securities Investor Protection Corporation for up to $500,000.

NOTE 4 RESTRICTED CASH AND RESTRICTED MARKETABLE SECURITIES

As a condition of development, the Company entered into an agreement with the City of Pleasanton, California, whereby the Company will provide a certain number of independent living units that will be affordable to households of lower incomes as specified in the agreement. The agreement also calls for the Company to establish an annuity for the purpose of providing ongoing subsidies to specific households for future periods. At December 31, 2025 and 2024, amounts of restricted cash and restricted marketable securities established totaled $2,919,175 and $2,472,402, respectively. Management believes the Company is in compliance with all terms of the agreement.

NOTE 5 NOTE PAYABLE TO MASTER TRUST AND TRUST AGREEMENT

The Stoneridge Creek Pleasanton Master Trust (the Master Trust) was established to provide protection to the residents of the community by providing them with a vehicle through which they obtain a secured interest in the real property of the Company. New residents join in and become grantors under the trust agreement. At December 31, 2025 and 2024, the balance outstanding on the Master Trust note payable was $473,654,727 and $452,022,797, respectively.

A contribution amount, as specified in the Residence Agreement, is made to the Master Trust by the grantor (see Note 1). The trustee of the Master Trust is directed to invest virtually all the funds in the form of an interest-free loan to the Company. The loan, which currently may not exceed $518,000,000, is secured by the following:

(1) A first priority deed of trust on the Company's real property and improvements thereon.

(2) Security agreement creating a first security interest in the Company's current and hereafter acquired equity in all the improvements, fixtures, personal property, and intangible property associated and used in connection with the real property described in the deed of trust.

(3) First priority assignment of contracts including, but not limited to, any residence and care agreement and any management agreement entered into in conjunction with the operation of Stoneridge Creek Pleasanton.

The security also includes any income generated from and any insurance proceeds recovered from the loss of any property serving as collateral for this loan.

Repayments of principal will be made in annual amounts for a period of 40 years with a final payment due December 31, 2061. Each annual payment or series of payments made during the year shall be equal to or greater than the amount of principal advanced on December 15 next preceding the payment due date divided by 40 years. The next scheduled principal payment of $11,841,368 was paid in January 2026.

Principal payments of the current outstanding Master Trust loan are estimated to mature as follows:

Year Ending December 31,	Amount
2026	11,841,368
2027	11,545,334
2028	11,256,701
2029	10,975,283
2030	10,700,901
Thereafter	417,335,140
Total	$ 473,654,727

In addition to the annual principal payment, the Company provides the Master Trust temporary loans to fund grantor distributions when necessary. These temporary loans are refunded to the Company upon subsequent sale of a unit or when the Master Trust has excess liquidity.

NOTE 6 COMMITMENTS AND CONTINGENCIES

Obligation to Provide Future Services

The Company annually calculates the present value of the net cost of future services and use of facilities to be provided to current residents and compares that amount with the present value of monthly service fees and the unamortized deferred revenue from deferred entrance fees. If the present value of the net cost of future services and use of facilities exceeds the monthly service fees and deferred revenue from deferred entrance fees, a liability is recorded. Using a discount rate of 5.5% at both December 31, 2025 and 2024, the anticipated revenues are estimated to exceed the cost of future services for both years and, therefore, no liability was accrued.

Reservations and Designations

At December 31, 2025 and 2024, the Company maintains cash reserves in the amount of $8,860,275 and $8,300,250, respectively, for operating expense contingencies in accordance with the requirements of the California Health and Safety Code under the State of California Department of Social Services. These reserves are included in cash and cash equivalents and marketable securities in the accompanying balance sheets.

Litigation

The Company experiences routine litigation in the normal course of its business. Management does not believe that any pending or threatened litigation will have a material adverse effect on its financial statements.

NOTE 7 RELATED-PARTY TRANSACTIONS

Pursuant to the provisions of FASB Accounting Standards Update (ASU) 2018-17, *Consolidation (Topic 810)*, the Company has elected to not apply variable interest entity guidance to legal entities under common control. The Company is not aware of any exposure to loss as a result of its involvement with these entities.

At December 31, 2025 and 2024, the Company has a formal service agreement with a related company concerning the provision of administrative and operational oversight services, including use of brand, transaction processing, and benefit and insurance administration, among others. The service agreement calls for annual service fees payable in equal monthly installments, and the agreement renews annually unless canceled. For the years ended December 31, 2025 and 2024, service fees paid under this agreement totaled $1,236,772 and $1,204,716, respectively. The service agreement also provides for additional fees for supplemental services and out-of-pocket expenses, as needed. For the years ended December 31, 2025 and 2024, the additional fees paid under this agreement totaled $900,347 and $1,030,586, respectively. Furthermore, the service agreement also provides for insurance premiums to be paid to a related company. Insurance premiums paid under this agreement for the years ended December 31, 2025 and 2024 totaled $611,175 and $452,198, respectively.

NOTE 7 RELATED-PARTY TRANSACTIONS (CONTINUED)

During both years ended December 31, 2025 and 2024, the Company paid $50,000 for management services provided by an affiliated entity owned by the financing member. These expenses are included in general and administrative expenses in the accompanying statements of operations.

The Company has an agreement for purchased health-care costs with Creekview HC, LLC, an affiliated entity. The healthcare costs paid to this entity during the years ended December 31, 2025 and 2024 were $10,227,945 and $9,190,193, respectively, and are included in resident care expenses in the accompanying statements of operations. In addition, the Company had payables for accrued healthcare costs totaling $400,299 and $214,080 at December 31, 2025 and 2024, respectively, which are included in accounts payable in the accompanying balance sheets.

NOTE 8 EMPLOYEE BENEFIT PLAN

The Company sponsors a qualified 401(k) plan (the Plan) for all eligible employees. Employees may contribute up to 80% of their yearly compensation for up to the maximum amount prescribed by law. The Company makes a safe harbor matching contribution equal to 100% of the first 3% of the participant's compensation and 50% of the next 2% of the participant's compensation, which is deferred as an elective deferral. For the years ended December 31, 2025 and 2024, employer contributions to the Plan totaled $311,238 and $302,458, respectively, which have been included in operating expenses in the accompanying statements of operations.

NOTE 9 FAIR VALUE MEASUREMENTS

FASB ASC 820-10 defines fair value, establishes a framework for measuring fair value, and requires enhanced disclosures about fair value measurements. FASB ASC 820 establishes a three-level valuation hierarchy for disclosure of fair value measurements. The valuation hierarchy is based upon the transparency of inputs in the valuation of an asset as of the measurement date.

The three levels are defined as follows:

Level 1 – Quoted market prices in active markets for identical assets or liabilities.

Level 2 – Valuations based on quoted prices in markets that are not active or for which all significant inputs are observable, either directly or indirectly.

Level 3 – Valuations based on inputs that are unobservable and significant to the overall fair value measurement.

NOTE 9 FAIR VALUE MEASUREMENTS (CONTINUED)

Fair value is a market-based measurement considered from the perspective of a market participant rather than an entity-specific measurement. Therefore, even when market assumptions are not readily available, the Company's own assumptions are set to reflect those that market participants would use in pricing the asset or liability at the measurement date.

A financial instrument's categorization within the valuation hierarchy is based upon the lowest level of input that is significant to the fair value measurement.

The following table provides fair value measurement for financial assets measured at fair value on a recurring basis as of December 31, 2025:

	Level 1	Level 2	Level 3
Equities:			
Large Value	$ 4,320,285	$ -	$ -
Large Growth	3,197,287	-	-
Large Core	5,539,962	-	-
Mid Value	347,228	-	-
Mid Growth	147,918	-	-
Mid Core	309,829	-	-
Total Assets at Fair Value	$ 13,862,509	$ -	$ -

The following table provides fair value measurement for financial assets measured at fair value on a recurring basis as of December 31, 2024:

	Level 1	Level 2	Level 3
Equities:			
Large Value	$ 5,057,751	$ -	$ -
Large Growth	3,400,553	-	-
Large Core	2,010,369	-	-
Mid Value	460,641	-	-
Mid Growth	132,435	-	-
Mid Core	338,469	-	-
Total Assets at Fair Value	$ 11,400,218	$ -	$ -

NOTE 10 EMPLOYEE RETENTION CREDITS

The Employee Retention Credit (ERC) is a refundable tax credit against certain employment taxes equal to 50% of the qualified wages an eligible employer pays to employees after March 12, 2020, and before January 1, 2021. On December 27, 2020, the Consolidated Appropriations Act (CAA) was signed into law. Among other provisions, the CAA expanded the eligibility for ERC to include more entities as well as extending ERC into calendar year 2021 including the first, second and third calendar quarters. Furthermore, the refundable tax credit for the calendar year 2021 was expanded to 70% of the qualified wages. CAA provided these entities the ability to retroactively recover payroll taxes from earlier in 2020 during which they were previously ineligible. This is done by retroactively applying for the credit.

Employers, including tax-exempt organizations, are eligible for the credit if they operate a trade or business during calendar year 2020 and 2021 and experience either the full or partial suspension of the operation of their trade or business during any calendar quarter due to a significant decline in gross receipts or because of governmental orders limiting commerce, travel or group meetings due to COVID-19. The credit applies to qualified wages (including certain health plan expenses) paid during this period or any calendar quarter in which eligibility requirements were met.

Grants from the government are recognized when all conditions of such grants are fulfilled or there is reasonable assurance that they will be fulfilled. The Company determined it met the compliance requirements and conditions of the ERC program and during the year ended December 31, 2025 recognized ERC credits totaling $131,689 for the quarters ended March 31, 2021 and June 30, 2021. The revenue related to these credits, net of professional fees, is included in other income on the accompanying statements of operations. There were no ERC credits recognized during the year ended December 31, 2024.

There is a possibility that upon subsequent review the Internal Revenue Service (IRS) could reach a different conclusion regarding the Company's eligibility to retain the ERC credits received, which could result in repayment of the credits, interest, and potential penalties. The amount of liability, if any, from potential ineligibility cannot be determined with certainty.

NOTE 11 SUBSEQUENT EVENTS

Events occurring after December 31, 2025 have been evaluated for possible adjustment to the financial statements or disclosure as of April 23, 2026, which is the date the financial statements were available to be issued. There were no adjustments to the financial statements or additional disclosures as a result of this evaluation.

CliftonLarsonAllen LLP
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INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTARY INFORMATION

Members
Stoneridge Creek Pleasanton CCRC, LLC
Pleasanton, California

We have audited the financial statements of Stoneridge Creek Pleasanton CCRC, LLC (the Company) as of and for the year ended December 31, 2025, and our report thereon dated April 23, 2026, which expressed an unmodified opinion on those financial statements, appears on pages 1 and 2. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The 2025 schedules of Form 5-1 through Form 5-5 and Form 7-1 are prepared for filing with the State of California Department of Social Services, in accordance with Section 1792 of the California Health and Safety Code, and are presented for purposes of additional analysis and are 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 information is fairly stated, in all material respects, in relation to the financial statements as a whole.

This report is intended solely for the information and use of the members and management of the Company and for filing with the State of California Department of Social Services and is not intended to be, and should not be, used by anyone other than those specified parties. However, this report is a matter of public record, and its distribution is not limited.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Irvine, California
April 23, 2026

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FORM 5-1: LONG-TERM DEBT INCURRED IN A PRIOR FISCAL YEAR (INCLUDING BALLOON DEBT)

Long-Term Debt Obligation	(a) Date Incurred	(b) Principal Paid During Fiscal Year	(c) Interest Paid During Fiscal Year	(d) Credit Enhancement Premiums Paid in Fiscal Year	(e) Total Paid (columns (b) + (c) + (d))
1	11/28/2011	$0	$0	$0	$0
2	12/21/2015	$0	$0	$0	$0
3					
4					
5					
6					
7					
8					
		TOTAL:	$0	$0	$0

(Transfer this amount to Form 5-3, Line 1)

NOTE: For column (b), do not include voluntary payments made to pay down principal.

PROVIDER: Stoneridge Creek Pleasanton CCRC, LLC

CDSS
WILL LIGHTBOURNE
DIRECTOR

STATE OF CALIFORNIA—HEALTH AND HUMAN SERVICES AGENCY
DEPARTMENT OF SOCIAL SERVICES
744 P Street • Sacramento, CA 95814 • *www.cdss.ca.gov*

EDMUND G. BROWN JR.
GOVERNOR

August 18, 2015

Mr. Warren Spieker, Vice President
Continuing Life Communities, LLC
1940 Levante Street
Carlsbad, California 92009

SUBJECT: STONERIDGE CREEK PLEASANTON CCRC, LLC

Dear Mr. Spieker:

This is in response to your May 8, 2015, letter request approval to waive the long-term debt reserve requirement as it applies to the debt held by the Stoneridge Creek Pleasanton Master Trust. Pursuant to the December 11, 2014, email from Bank of America Merrill Lynch, the construction loan to Stoneridge Creek Pleasanton CCRC, LLC (SRC) has been paid in full. Therefore, as provided for in Health and Safety Code (H&SC) section 1792.3(c), the Department has agreed to waive the debt service reserve for SRC.

Please note that SRC is required to notify the Department and obtain its approval prior to closing any transaction that results in an encumbrance or lien on the SRC property or its revenues, pursuant to H&SC section 1789.2. At which time, SRC will be required to comply with the debt service reserve requirement for the new debt.

If you have any questions, you may contact this office at (916) 657-2592.

Sincerely,

Evon Lenerd

EVON LENERD, Chief
Continuing Care Branch

FORM 5-2: LONG-TERM DEBT INCURRED DURING FISCAL YEAR (INCLUDING BALLOON DEBT)

Long-Term Debt Obligation	(a) Date Incurred	(b) Total Interest Paid During Fiscal Year	(c) Amount of Most Recent Payment on the Debt	(d) Number of Payments Over Next 12 Months	(e) Reserve Requirement (see instruction Part 5) (columns (c) x (d))
1					
2					
3					
4					
5					
6					
7					
8					
TOTAL:		$0	$0	$0	$0

(Transfer this amount to Form 5-3, Line 2)

NOTE: For column (b), do not include voluntary payments made to pay down principal.

PROVIDER: Stoneridge Creek Pleasanton CCRC, LLC

FORM 5-3: CALCULATION OF LONG-TERM DEBT RESERVE AMOUNT

Line		TOTAL
1	Total from Form 5-1 bottom of Column (e)	$0
2	Total from Form 5-2 bottom of Column (e)	$0
3	Facility leasehold or rental payment paid by provider during fiscal year (including related payments such as lease insurance)	$0
4	**TOTAL AMOUNT REQUIRED FOR LONG-TERM DEBT RESERVE:**	$0

PROVIDER: Stoneridge Creek Pleasanton CCRC, LLC

FORM 5-4: CALCULATION OF NET OPERATING EXPENSES

Line		Description	Amounts	TOTAL
1		Total operating expenses from financial statements		$52,155,498
2		Deductions:		
	a.	Interest paid on long-term debt (see instructions)	$0	
	b.	Credit enhancement premiums paid for long-term debt (see instructions)	$0	
	c.	Depreciation	$8,406,155	
	d.	Amortization	$324,670	
	e.	Revenues received during the fiscal year for services to persons who did not have a continuing care contract	$304,782	
	f.	Extraordinary expenses approved by the Department	$0	
3		Total Deductions		$9,035,607
4		Net Operating Expenses		$43,119,891
5		Divide Line 4 by 365 and enter the result		$118,137
6		**Multiply Line 5 by 75 and enter the result.** This is the provider's operating expense reserve amount		$8,860,275

PROVIDER: Stoneridge Creek Pleasanton CCRC, LLC

COMMUNITY: Stoneridge Creek Pleasanton

FORM 5-4
CALCULATION OF NET OPERATING EXPENSES
Supporting Explanation for Line 2e

Line 2(e) is made up of the following line from the audited statement of cash flows:

Reimbursements for services to non-residents	$ 304,782

Categories included in the above revenues:

$ 54,140	Guest Meals
25,239	Employee Meals
4,930	Catering
192,412	Guest Room
28,061	Space Rental
$ 304,782	

PROVIDER: Stoneridge Creek Pleasanton CCRC, LLC
COMMUNITY: Stoneridge Creek Pleasanton

FORM 5-5: ANNUAL RESERVE CERTIFICATION

Provider Name: Stoneridge Creek Pleasanton CCRC, LLC

Fiscal Year Ended: 12/31/2025

We have reviewed our debt service reserve and operating expense reserve requirements as of, and for the period ended. 12/31/2025 and are in compliance with those requirements.

Our liquid reserve requirements, computed using the audited financial statements for the fiscal year are as follows:

		Amount
[1]	Debt Service Reserve Amount	$0
[2]	Operating Expense Reserve Amount	$8,860,275
[3]	**Total Liquid Reserve Amount:**	$8,860,275

Qualifying assets sufficient to fulfill the operating reserve and debt service requirements, based on market value at end of fiscal year were applicable, are held as follows:

	Qualifying Asset Description	Debt Service Reserve	Operating Reserve
[4]	Cash and Cash Equivalents		$17,067,349
[5]	Investment Securities		$10,975,675
[6]	Equity Securities		
[7]	Unused/Available Lines of Credit		
[8]	Unused/Available Letters of Credit		
[9]	Debt Service Reserve		(not applicable)
[10]	Other:		

Qualifying assets used in these reserves are described as follow:

Total Amount of Qualifying Assests

Listed for Reserve Obligation:	[11]	[12] $28,043,024
Reserve Obligation Amount:	[13]	[14] $8,860,275
Surplus/(Deficiency):	[15]	[16] $19,182,749

Signature:

W E Sparkia Date: 4/20/2026

(Authorized Representative)

Manager

(Title)

FORM 5-5
Description of Reserves Under SB 1212

Total Qualifying Assets as Filed:

Cash and Cash Equivalents	$	17,067,349
Investment Securities	$	10,975,675
Total Qualifying Assets as Filed:	$	28,043,024

Reservations and Designations:

Reserved for Debt Service	$	-
Reserved for Operating Expenses	$	8,860,275
Total Reservations and Designations:	$	8,860,275
Remaining Liquid Reserves	$	19,182,749

Per Capita Cost of Operations

	12 Months Ending 12/31/25
Operating Expenses (Form 5-4 line # 1)	$52,155,498
Mean # of CCRC Residents (Form 1-1 line 10)	773.0
Per Capita Cost of Operations	$67,472

NOTE: O

perating expenses shown above are for the period of January 1, 2025 to December 31, 2025

PROVIDER: Stoneridge Creek Pleasanton CCRC, LLC
COMMUNITY: Stoneridge Creek Pleasanton

FORM 7-1
REPORT ON CCRC MONTHLY CARE FEES

		RESIDENTIAL LIVING	ASSISTED LIVING	MEMORY CARE	SKILLED NURSING
1.	Monthly Care Fees at beginning of reporting period: (indicate range, if applicable)	4,469 - 8,479			
2.	Indicate percentage of increase in fees imposed during reporting period: (indicate range, if applicable)	4.2%			

☐ Check here if monthly care fees at this community were not increased during the reporting period. (If you checked this box, please skip down to the bottom of this form and specify the names of the provider and community.)

3. Indicate the date the fee increase was implemented: January 1, 2025
(If more than one (1) increase was implemented, indicate the dates for each increase.)

4. Check each of the appropriate boxes:

☑ Each fee increase is based on the Provider's projected costs, prior year per capita costs, and economic indicators.

☑ All affected residents were given written notice of this fee increase at least 30 days prior to its implementation.
Date of Notice: October 31, 2024 **Method of Notice:** Internal mail, USPS, email

☑ At least 30 days prior to the increase in fees, the designated representative of the Provider convened a meeting that all residents were invited to attend. **Date of Meeting:** November 15, 2024

☑ At the meeting with residents, the Provider discussed and explained the reasons for the increase, the basis for determining the amount of the increase, and the data used for calculating the increase.

☑ The Provider distributed the documents to all residents by [Optional - check all that apply]:

- ☐ Emailed the documents to those residents for whom the provider had email addresses on file
- ☑ Placed hard copies in resident cubby
- ☑ Placed hard copies at designated locations
- ☑ Provided hard copies to residents upon request, and/or
- ☐ Other: [please describe] _____
- ☑ **Date of Notice:** October 31, 2024

☑ The Provider provided residents with at least 14 days advance notice of each meeting held to discuss the fee increases.
Date of Notice: October 31, 2024

☑ The governing body of the Provider, or the designated representative of the Provider posted the notice of, and the agenda for, the meeting in a conspicuous place in the community at least 14 days prior to the meeting.
Date of Posting: October 31, 2024 **Location of Posting:** Clubhouse Library & 30 days on portal

☑ Providers evaluated the effectiveness of consultations during the annual budget planning process at a minimum of every two years by the continuing care retirement community administration. The evaluation, including any policies adopted relating to cooperation with residents was made available to the resident association or its governing body, or, if neither exists, to a committee of residents at least 14 days prior to the next semiannual meeting of residents and the Provider's governing body and posted a copy of that evaluation in a conspicuous location at each facility.
Date of Posting: November 1, 2023 **Location of Posting:** Clubhouse Library

5. On an attached page, provide a detailed explanation for the increase in monthly care fees including the amount of the increase and compliance with the Health and Safety Code.

PROVIDER: Stoneridge Creek Pleasanton CCRC, LLC **COMMUNITY:** Stoneridge Creek Pleasanton

FORM 7-1
REPORT ON CCRC MONTHLY CARE FEES
Supporting Explanation for Line 5

The monthly fee increase for 2025 is reflected at 4.2%. The cost drivers for this increase are: Raw foods cost increase of 4.5%, ancillary supplies cost increase of 3.0%, employee health insurance increase of 10%, general insurance increase of 7%, and an estimated Purchased Health Care increase of 3%.

These figures were arrived at by using economic indicators and estimating future cost increases with information derived from suppliers, government mandates, and industry periodicals. The budgeted net operating income (NOI), approximately $470k below the prior year's budget, does not include capital expenditures estimated at $1.5 million.

Required Safety protections and services as well as HVAC needs are driving the capital projects. The full list includes:

- Meal Suite POS Implementation
- Refurbished Golf Carts
- Clubhouse Refurbishments
    - Restroom Doors
    - Carpet Replacement
    - Chair Renovations
    - Gazebo Cushion Replacement
    - Restaurant Drapery
- Villa Water Heater Repair
- Audio/Visual – Ohlone & Legacy
- Guest Room Updates
- Employee Break Room
- New Flatbed Tow
- Laundry Dryers
- Safety Kiosk Remodel
- Safety Lifeline
- IT Architecture and Design Professional Services
- IT Services
- HVAC Repairs
    - Compressors and Fan Coils
    - New Pipes

These and future projects that economic indicators may require, will be paid from future cash flow. NOI surplus will also be used as a return to owners for the risk of operating the community.

FORM 7-1
MONTHLY CARE FEE INCREASE
Annual Reporting Fiscal Year 2025

Line	Fiscal Years	2023	2024	2025
1	F/Y 2023 Operating Expenses (less depreciation and amortization)	$ (37,555,781)		
2	F/Y 2024 Operating Expenses (less depreciation and amortization)		$ (40,643,459)	
3	Projected F/Y 2025 Results of Operations (budgeted expenses)			$ (41,862,596)
4	F/Y 2025 Anticipated MCF Revenue Based on Current and Projected Occupancy and Other WITHOUT MCFI			$ 47,442,368
5	Projected F/Y 2025 (Net) Operating Results without MCFI (Line 3 plus Line 4)			$ 5,579,772
6	Projected F/Y 2025 Anticipated Revenue Based on Current and Projected Occupancy and Other with MCFI			$ 49,238,143
7	Grand Total - Projected FY 2025 Net Operating Activity After 4.2% MCFI (Line 3 plus Line 6)			$ 7,375,547
			Monthly Care Fee Increase (MCFI)	**4.2%**

Adjustment Explained:

Non-cash expenses of depreciation and amortization have been removed for all fiscal years presented.

F/Y 2025
Raw food costs increased 4.5%
Ancillary supplies increased 3.0%
Employee health insurance increased by 10%
General insurance increased by 7%
Purchased Health Care increased by 3%

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CONTINUING CARE RETIREMENT COMMUNITY DISCLOSURE STATEMENT

Date Prepared: 03/28/2026

Facility Name: Stoneridge Creek Pleasanton CCRC, LLC

Address: 3300 Stoneridge Creek Way | Zip Code: 94588 | Phone: 925-201-4000

Provider Name:

Stoneridge Creek Pleasanton CCRC, LLC

Facility Operator: Stoneridge Creek Pleasanton CCRC, LLC

Religious Affiliation: N/A

Year Opened: 2013 # of Acres: 46 Miles to Shopping Center: <2 Miles to Hospital: 2.2

☑ Single Story ☑ Multi-Story ❑ Other:

Number of Units: 565

Residential Living	Number of Units	Health Care	Number of Units
Apartments – Studio:	13	Assisted Living:	
Apartments – 1 Bdrm:	171	Skilled Nursing:	
Apartments – 2 Bdrm:	291	Special Care:	
Cottages/Houses:	90	Description:	

RLU Occupancy (%) at Year End: 98.9%

Type of Ownership: ❑ Not for Profit ☑ For Profit

Accredited? ❑ Yes By: ☑ No

Form of Contact: (Check all that apply) ☑ Continuing Care ❑ Life Care ☑ Entrance Fee ❑ Fee for Service ❑ Assignment of Assets ❑ Equity ❑ Membership ❑ Rental

Refund Provisions: (Check all that apply) ❑ Refundable ☑ Repayable ❑ 90% ☑ 75% ☑ 50% ☑ Other: 25%

Range of Entrance Fees: $505,000 - $3,584,000

Long-Term Care Insurance Required? ❑ Yes ☑ No

Health Care Benefits Included in Contract: Assisted Living, Skilled Nursing, Memory Care

Entry Requirements: Min Age: 60 Prior Profession: N/A Other: N/A

Resident Representative(s) to, and Resident Members on, the Board:

(briefly describe provider's compliance and residents' roles): A resident representative from the Resident Council (RC) is involved in monthly management (mgmt) meetings to serve as liaison between RC and mgmt and to provide input and suggestions to mgmt and ownership.

All providers are required by Health and Safety Code section 1789.1 to provide this report to prospective residents before executing a deposit agreement or continuing care contract or receiving any payment. Many communities are part of multi-facility operations which may influence financial reporting. Consumers are encouraged to ask questions of the continuing care retirement community that they are considering and to seek advice from professional advisors.

Facility Services and Amenities

Common Area Amenities	Available	Fee for Service
Beauty/Barber Shop	❑	☑
Billiard Room	☑	❑
Bowling Green	☑	❑
Card Rooms	☑	❑
Chapel	❑	❑
Coffee Shop	❑	❑
Craft Rooms	☑	❑
Exercise Room	☑	❑
Golf Course Access	❑	❑
Library	☑	❑
Putting Green	☑	❑
Shuffleboard	❑	❑
Spa	☑	❑
Swimming Pool – Indoor	☑	❑
Swimming Pool – Outdoor	☑	❑
Tennis Court	❑	❑
Workshop	☑	❑
Other: Bocce Ball	☑	❑

Services Available	Included in Fee	For Extra Charge
Housekeeping (2 Times/ Month at $_____each)	☑	❑
Meals (1 /Day)	☑	❑
Special Diets Available	☑	❑
24-Hour Emergency Response	☑	❑
Activities Program	☑	❑
All Utilities Except Phone	☑	❑
Apartment Maintenance	☑	❑
Cable TV	❑	☑
Linens Furnished	❑	☑
Linens Laundered	☑	❑
Medication Management	❑	☑
Nursing/Wellness Clinic	☑	❑
Personal Home Care	❑	☑
Transportation – Personal	❑	☑
Transportation – Prearranged	☑	❑
Other: _____	❑	❑

Provider Name: Stoneridge Creek Pleasanton CCRC, LLC

Affiliated CCRCs	Location (city, state)	Phone (with area code)
N/A		

Multi-Level Retirement Communities	Location (city, state)	Phone (with area code)
N/A		

Free-Standing Skilled Nursing	Location (city, state)	Phone (with area code)
N/A		

Subsidized Senior Housing	Location (city, state)	Phone (with area code)
N/A		

NOTE: Please indicate if the facility is a life care facility.

Provider Name:

Income and Expenses [Year]	2022	2023	2024	2025
Income from Ongoing Operations Operating Income (Excluding amortization of entrance fee income)	48,856,973	52,739,375	54,680,058	57,683,684
Less Operating Expenses (Excluding depreciation, amortization, and interest)	34,844,192	37,555,781	40,643,459	43,424,673
Net Income From Operations	14,012,781	15,183,594	14,036,599	14,259,011
Less Interest Expense				
Plus Contributions				
Plus Non-Operating Income (Expenses) (Excluding extraordinary items)	(864,389)	1,398,586	2,672,943	3,284,849
Net Income (Loss) Before Entrance Fees, Depreciation And Amortization	13,148,392	16,582,180	16,709,542	17,543,860
Net Cash Flow From Entrance Fees (Total Deposits Less Refunds)	24,620,028	21,413,337	18,750,796	33,803,272

Description of Secured Debt *(as of most recent fiscal year end)*

Lender	Outstanding Balance	Interest Rate	Date of Origination	Date of Maturity	Amortization Period
Stoneridge Creek Master Tr	$473,654,727	0%	11/28/2011	12/31/2061	40 years

Financial Ratios *(see last page for ratio formulas)*

Financial Ratios [Year]	CCAC Medians 50th Percentile *(optional)*	2023	2024	2025
Debt to Asset Ratio		0%	0%	0%
Operating Ratio		71.21%	74.33%	75.28%
Debt Service Coverage Ratio		0%	0%	0%
Days Cash On Hand Ratio		105.41	163.28	235.71

Provider Name: Stoneridge Creek Pleasanton CCRC, LLC

Historical Monthly Service Fees *(Average Fee and Change Percentage)*

Residence/Service [Year]	2022	%	2023	%	2024	%	2025	%
Studio	3,709	5.7	4,282	7.0	4,247	5.9	4,459	4.2
One Bedroom	4,540	5.7	5,159	7.0	5,196	5.9	5,375	4.2
Two Bedroom			6,606	7.0	6,723	5.9	6,771	4.2
Cottage/House	6,877	5.7	7,685	7.0	7,812	5.9	7,728	4.2
Assisted Living								
Skilled Living								
Special Care								

Comments from Provider:

Financial Ratio Formulas

Long-Term Debt to Total Assets Ratio

$$\frac{\text{Long Term Debt, less Current portion}}{\text{Total Assets}}$$

Operating Ratio

$$\frac{\text{Total Operating Expenses - Depreciation Expense - Amortization Expense}}{\text{Total Operating Revenues – Amortization of Deferred Revenue}}$$

Debt Service Coverage Ratio

$$\frac{\text{Total Excess of Revenues Over Expenses + Interest, Depreciation, and Amortization Expenses + Amortization of Deferred Revenue + Net Proceeds from Entrance Fees}}{\text{Annual Debt Service}}$$

Days Cash On Hand Ratio

$$\frac{\text{Unrestricted Current Cash \& Investments + Unrestricted Non-Current Cash and Investments}}{\text{(Operating Expenses - Depreciation - Amortization)/365}}$$

NOTE: These formulas are also used by the Continuing Care Accreditation Commission. For each formula, that organization also publishes annual median figures for certain continuing care retirement communities.

STONERIDGE CREEK PLEASANTON

EXPECT MORE FROM RETIREMENT.

April 16, 2026

Stoneridge Creek Pleasanton CCRC LLC
Key Indicators Report
2025 Trends and Variances (Projected 2026)

Net Operating Margin:

Net Operating Margin – Adjusted:

Net Annual Entrance Fee Proceeds:

Annual Debt Service Coverage: Community does not have any third-party debt.

Warren Spieker
Manager

3300 Stoneridge Creek Way
Pleasanton, CA 94588
925.233.4981
stoneridgecreek.com

State of California – Health and Human Services Agency

California Department of Social Services

KEY INDICATORS REPORT

Date Prepared: 04/23/2026

Provider Name: Stoneridge Creek Pleasanton CCRC, LLC

Please attach an explanatory memo that summarizes significant trends or variances in the key operational indicators.

W E Spieker

Chief Executive Officer Signature

(Manager)

	2021	2022	2023	2024	2025	Projected 2026	Forecast 2027	2028	2029	2030	Preferred Trend Indicator
OPERATIONAL STATISTICS											
1. Average Annual Occupancy by Site (%)	98.41%	98.00%	98.34%	98.76%	99.53%	98.00%	98.00%	98.00%	98.00%	98.00%	N/A
MARGIN (PROFITABILITY) INDICATORS											
2. Net Operating Margin (%)	27.80%	24.89%	24.75%	22.50%	21.49%	23.18%	22.66%	22.91%	23.45%	22.84%	↑
3. Net Operating Margin - Adjusted (%)	57.96%	49.53%	47.34%	42.91%	51.27%	48.43%	48.01%	48.15%	48.49%	48.09%	↓
LIQUIDITY INDICATORS											
4. Unrestricted Cash and Investments ($000)	$21,268	$18,577	$10,845	$18,182	$28,043	$22,176	$23,647	$24,017	$24,361	$24,856	↑
5. Days Cash on Hand (Unrestricted)	251.59	194.60	105.41	163.28	235.71	180.78	183.38	179.39	175.93	171.33	↑
CAPITAL STRUCTURE INDICATORS											
6. Deferred Revenue from Entrance Fees ($000)	$8,551	$8,553	$9,091	$9,100	$9,834	$10,227	$10,636	$11,061	$11,504	$11,964	N/A
7. Net Annual E/F proceeds ($000)	$30,667	$22,645	$21,413	$18,751	$33,803	$28,535	$29,676	$30,863	$32,098	$33,382	N/A
8. Unrestricted Net Assets ($000)	$342,700	$346,400	$346,800	$364,000	$380,600	$381,000	$398,900	$405,100	$411,300	$422,000	N/A
9. Annual Capital Asset Expenditure ($000)	$2,806	$2,758	$3,058	$1,592	$2,764	$1,720	$12,589	$1,325	$795	$4,785	N/A
10. Annual Debt Service Coverage Revenue Basis (x)	3.17%	3.04%	3.08%	2.69%	2.73%	2.76%	2.81%	2.82%	2.84%	2.83%	↑
11. Annual Debt Service Coverage (x)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	↑
12. Annual Debt Service/Revenue (%)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	↓
13. Average Annual Effective Interest Rate (%)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	↓
14. Unrestricted Cash & Investments/ Long-Term Debt (%)	5.22%	4.56%	2.56%	4.12%	6.07%	4.68%	4.81%	4.71%	4.62%	4.57%	↑
15. Average Age of Facility (years)	6.77	7.46	8.92	12.62	13.28	14.02	13.22	14.05	14.94	15.26	↓