

CONSOLIDATED FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REPORTS

A KID'S PLACE OF TAMPA BAY, INC. AND SUBSIDIARIES

June 30, 2025 and 2024

TABLE OF CONTENTS

Independent Auditors' Report	3 - 5
Consolidated Financial Statements	
Consolidated Statements of Financial Position	6
Consolidated Statements of Activities and Changes in Net Assets	7 - 8
Consolidated Statements of Cash Flows	9
Consolidated Statements of Functional Expenses	10 - 11
Notes to Consolidated Financial Statements	12 - 23
Supplementary Information	24
Consolidated Schedule of Expenditures of Federal Awards and State Financial Assistance	25
Notes to Consolidated Schedule of Expenditures of Federal Awards and State Financial Assistance	26
Compliance Reports	27
Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	28 - 30
Independent Auditors' Report on Compliance for Each Major Federal Program and State Project and Report on Internal Control Over Compliance Required by Uniform Guidance and Chapter 10.650, <i>Rules of the Auditor General</i>	31 - 34
Schedule of Findings and Questioned Costs – Federal Programs and State Projects	35 - 36



Herman V. Lazzara	Michael E. Helton
Sam A. Lazzara	James K. O'Connor
Kevin R. Bass	David M. Bohnsack
Jonathan E. Stein	Julie A. Davis
Stephen G. Douglas	Karl N. Swan
Marc D. Sasser, of Counsel	
Cesar J. Rivero, in Memoriam (1942-2017)	

INDEPENDENT AUDITORS' REPORT

Board of Directors
A Kid's Place of Tampa Bay, Inc. and Subsidiaries

Opinion

We have audited the accompanying consolidated financial statements of A Kid's Place of Tampa Bay, Inc. and Subsidiaries (a nonprofit organization) (the "Organization"), which comprise the consolidated statements of financial position as of June 30, 2025 and 2024, and the related consolidated statements of activities, cash flows and functional expenses for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of A Kid's Place of Tampa Bay, Inc. and Subsidiaries as of June 30, 2025 and 2024, and the changes in its net assets 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 audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 A Kid's Place of Tampa Bay, Inc. and Subsidiaries and to meet our other ethical responsibilities with the relevant ethical requirements relating to the audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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



Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government 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 consolidated financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

Supplementary Information


Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying consolidated schedule of expenditures of federal awards and state financial assistance and related notes, as required by Title 2 U.S. Code of Federal Regulation Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards and State of Florida Chapter 10.650, Rules of the Auditor General*, is presented for purposes of additional analysis and is not a required part of the consolidated financial statements. Such information is the responsibility of management and was

derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedure applied in the audits of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with 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 consolidated financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 31, 2025, on our consideration of the Organization's internal control over financial reporting and our test of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of A Kid's Place of Tampa Bay, Inc. and Subsidiaries' internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control over financial reporting and compliance.

Tampa, Florida
December 31, 2025

A handwritten signature in cursive script that reads "Benicio, Gordinier & Company, P.A." The signature is written in black ink and is positioned to the right of the typed text.

A Kid's Place of Tampa Bay, Inc. and Subsidiaries
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

June 30,

	<u>2025</u>	<u>2024</u>
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 1,810,230	\$ 1,026,349
Grants and other receivables	328,162	475,880
Contributions receivable	707,509	504,415
Prepaid expenses	210,429	90,501
Other	<u>52,778</u>	<u>46,169</u>
Total current assets	<u>3,109,108</u>	<u>2,143,314</u>
LONG-TERM CONTRIBUTIONS RECEIVABLE, NET	<u>193,616</u>	<u>840,351</u>
INVESTMENTS, long term	<u>1,840,818</u>	<u>2,464,217</u>
BENEFICIAL INTEREST IN ASSETS HELD BY OTHERS	<u>441,833</u>	<u>490,576</u>
LAND, BUILDINGS, AND EQUIPMENT, net of accumulated depreciation	<u>6,393,090</u>	<u>4,865,876</u>
TOTAL ASSETS	<u>\$ 11,978,465</u>	<u>\$ 10,804,334</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ 71,437	\$ 39,931
Accrued expenses	23,487	193,953
Deferred revenue	-	11,000
Notes payable, current portion	<u>-</u>	<u>300,000</u>
Total current liabilities	94,924	544,884
NOTES PAYABLE, long-term	<u>889,286</u>	<u>338,136</u>
Total liabilities	<u>984,210</u>	<u>883,020</u>
NET ASSETS		
Without donor restrictions	9,651,297	8,062,279
With donor restriction	<u>1,342,958</u>	<u>1,859,035</u>
Total net assets	<u>10,994,255</u>	<u>9,921,314</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 11,978,465</u>	<u>\$ 10,804,334</u>

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

A Kid's Place of Tampa Bay, Inc. and Subsidiaries

CONSOLIDATED STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

For the year ended June 30, 2025
(With summarized comparative totals for June 30, 2024)

	Without Donor Restrictions	With Donor Restrictions	Total	
			2025	2024
Revenue and other support				
Grants and contracts	\$ 4,118,383	\$ -	\$ 4,118,383	\$ 4,075,915
Contributions	1,439,219	941,895	2,381,114	3,279,847
Special events, net of direct expenses of \$489,843	747,959	-	747,959	1,029,981
In-kind revenue	234,172	-	234,172	146,556
Investment income	157,514	44,407	201,921	298,653
Thrift store and other income	77,670	-	77,670	100,370
Net assets released from restrictions	1,502,379	(1,502,379)	-	-
Total revenue and other support	8,277,296	(516,077)	7,761,219	8,931,322
Expenses				
Program services	5,464,678	-	5,464,678	5,112,202
Supporting expenses				-
Management and general	685,169	-	685,169	653,968
Fundraising	538,431	-	538,431	610,755
Total expenses	6,688,278	-	6,688,278	6,376,925
Change in net assets	1,589,018	(516,077)	1,072,941	2,554,397
Net assets at beginning of year	8,062,279	1,859,035	9,921,314	7,366,917
Net assets at end of year	\$ 9,651,297	\$ 1,342,958	\$ 10,994,255	\$ 9,921,314

The accompanying notes are an integral part of this consolidated statement.

A Kid's Place of Tampa Bay, Inc. and Subsidiaries

CONSOLIDATED STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

For the year ended June 30, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
Revenue and other support			
Grants and contracts	\$ 4,075,915	\$ -	\$ 4,075,915
Contributions	1,164,145	2,115,702	3,279,847
Special events, net of direct expenses of \$503,008	1,029,981	-	1,029,981
In-kind revenue	146,556	-	146,556
Investment income	253,761	44,892	298,653
Thrift store and other income	100,370	-	100,370
Net assets released from restrictions	<u>777,901</u>	<u>(777,901)</u>	<u>-</u>
Total revenue and other support	<u>7,548,629</u>	<u>1,382,693</u>	<u>8,931,322</u>
Expenses			
Program services	5,112,202	-	5,112,202
Supporting expenses			
Management and general	653,968	-	653,968
Fundraising	<u>610,755</u>	<u>-</u>	<u>610,755</u>
Total expenses	<u>6,376,925</u>	<u>-</u>	<u>6,376,925</u>
Change in net assets	1,171,704	1,382,693	2,554,397
Net assets at beginning of year	<u>6,890,575</u>	<u>476,342</u>	<u>7,366,917</u>
Net assets at end of year	<u>\$ 8,062,279</u>	<u>\$ 1,859,035</u>	<u>\$ 9,921,314</u>

The accompanying notes are an integral part of this consolidated statement.

A Kid's Place of Tampa Bay, Inc. and Subsidiaries
CONSOLIDATED STATEMENTS OF CASH FLOWS

For the year ended June 30,

	<u>2025</u>	<u>2024</u>
Cash flows from operating activities		
Change in net assets	\$ 1,072,941	\$ 2,554,397
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Depreciation	312,137	291,687
Unrealized loss (gain) on investments	250,260	(195,108)
Decrease (increase) in contributions receivable	443,641	(1,318,108)
Decrease in grants and other receivables	147,718	54,522
Increase in other current assets	(119,928)	(16,749)
Increase in prepaid expenses	(6,609)	(12,551)
Increase in accounts payable	31,506	16,533
(Decrease) increase in accrued expenses	(170,466)	67,705
(Decrease) increase in deferred revenue	(11,000)	11,000
Total adjustments	<u>877,259</u>	<u>(1,101,069)</u>
Net cash provided by operating activities	<u>1,950,200</u>	<u>1,453,328</u>
Cash flows from investing activities		
Purchases of property and equipment	(1,839,351)	(922,269)
Sale (purchase) of investments, net	373,139	(326,205)
Change in beneficial interest in assets held by others	48,743	(44,892)
Net cash used in investing activities	<u>(1,417,469)</u>	<u>(1,293,366)</u>
Cash flows from financing activities		
Payments on notes payable	(300,000)	(180,000)
Proceeds from notes payable	551,150	480,000
Net cash provided by financing activities	<u>251,150</u>	<u>300,000</u>
Net increase in cash and cash equivalents	783,881	459,962
Cash and cash equivalents at beginning of year	<u>1,026,349</u>	<u>566,387</u>
Cash and cash equivalents at end of year	<u>\$ 1,810,230</u>	<u>\$ 1,026,349</u>
Supplemental disclosures of cash flow information		
Cash paid during the year		
Interest	<u>\$ 10,354</u>	<u>\$ -</u>
Income taxes	<u>\$ -</u>	<u>\$ -</u>

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

A Kid's Place of Tampa Bay, Inc. and Subsidiaries
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES

For the year ended June 30, 2025
(with summarized comparative totals for June 30, 2024)

	Program Services	Management and General	Fundraising	Total	
				2025	2024
Salaries and wages	\$ 3,411,596	\$ 361,228	\$ 240,818	\$ 4,013,642	\$ 4,028,168
Payroll taxes	327,923	34,721	23,148	385,792	348,850
Employee benefits	329,768	34,917	23,277	387,962	292,128
	<u>4,069,287</u>	<u>430,866</u>	<u>287,243</u>	<u>4,787,396</u>	<u>4,669,146</u>
Fundraising/development	-	-	171,671	171,671	259,822
Insurance	81,506	13,585	13,584	108,675	78,481
Interest expense	-	-	-	-	16,575
Occupancy	254,962	14,165	14,164	283,291	202,023
Office supplies	8,577	45,745	17,155	71,477	66,423
Postage and shipping	-	7,250	-	7,250	7,218
Printing and publications	-	22,573	-	22,573	18,880
Professional fees	73,445	125,906	10,493	209,844	197,176
Program supplies	472,151	-	-	472,151	289,951
Security	15,736	-	-	15,736	16,129
Staff training and compliance	43,051	4,558	3,039	50,648	61,531
Technology	29,411	3,676	3,677	36,764	29,416
Telephone	18,921	2,365	2,365	23,651	21,620
Thrift store expenses	29,613	1,645	1,645	32,903	53,917
Vehicle expense	40,828	-	-	40,828	39,057
Volunteer appreciation	6,014	-	-	6,014	9,562
Other	27,767	3,471	4,031	35,269	48,311
	<u>5,171,269</u>	<u>675,805</u>	<u>529,067</u>	<u>6,376,141</u>	<u>6,085,238</u>
Total expenses before depreciation expense					
Depreciation expense	293,409	9,364	9,364	312,137	291,687
	<u>293,409</u>	<u>9,364</u>	<u>9,364</u>	<u>312,137</u>	<u>291,687</u>
Total expenses	<u>\$ 5,464,678</u>	<u>\$ 685,169</u>	<u>\$ 538,431</u>	<u>\$ 6,688,278</u>	<u>\$ 6,376,925</u>

The accompanying notes are an integral part of this consolidated statement.

A Kid's Place of Tampa Bay, Inc. and Subsidiaries
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES

For the year ended June 30, 2024

	Program Services	Management and General	Fundraising	Total Expenses
Salaries and wages	\$ 3,423,943	\$ 362,535	\$ 241,690	\$ 4,028,168
Payroll taxes	296,523	31,397	20,930	348,850
Employee benefits	248,309	26,291	17,528	292,128
	<u>3,968,775</u>	<u>420,223</u>	<u>280,148</u>	<u>4,669,146</u>
Fundraising/development	-	-	259,822	259,822
Insurance	58,861	9,810	9,810	78,481
Interest expense	16,575	-	-	16,575
Occupancy	181,821	10,101	10,101	202,023
Office supplies	7,971	42,511	15,941	66,423
Postage and shipping	-	7,218	-	7,218
Printing and publications	-	18,880	-	18,880
Professional fees	69,012	118,305	9,859	197,176
Program supplies	289,951	-	-	289,951
Security	16,129	-	-	16,129
Staff training and compliance	52,301	5,538	3,692	61,531
Technology	23,532	2,942	2,942	29,416
Telephone	17,296	2,162	2,162	21,620
Thrift store expenses	48,525	2,696	2,696	53,917
Vehicle expense	39,057	-	-	39,057
Volunteer appreciation	9,562	-	-	9,562
Other	38,649	4,831	4,831	48,311
	<u>4,838,017</u>	<u>645,217</u>	<u>602,004</u>	<u>6,085,238</u>
Total expenses before depreciation expense	4,838,017	645,217	602,004	6,085,238
Depreciation expense	<u>274,185</u>	<u>8,751</u>	<u>8,751</u>	<u>291,687</u>
Total expenses	<u><u>\$ 5,112,202</u></u>	<u><u>\$ 653,968</u></u>	<u><u>\$ 610,755</u></u>	<u><u>\$ 6,376,925</u></u>

The accompanying notes are an integral part of this consolidated statement.

A Kid's Place of Tampa Bay, Inc. and Subsidiaries

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2025 and 2024

NOTE A - DESCRIPTION OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A brief description of the organization and a summary of its significant accounting policies consistently applied in the preparation of the accompanying financial statements follow:

1. Description of the Organization

A Kid's Place of Tampa Bay, Inc. is a State of Florida not-for-profit corporation founded in 2009 for the purpose of protecting and caring for neglected and abused children who have been removed from their homes. Its primary focus is to keep sibling groups together in a safe, stable, home-like environment until a more permanent placement can be provided.

2. Principles of Consolidation

The consolidated financial statements include the financial statements of A Kid's Place of Tampa Bay, Inc., A Kid's Place Children's Program, LLC, AKP 1813, LLC, AKP 1715, LLC, AKP 1339, LLC, AKP Support, and AKP Thrift, LLC (collectively "the Organization"). All significant inter-organizational transactions and accounts have been eliminated in the accompanying consolidated financial statements.

A Kid's Place Children's Program, LLC is a Florida limited-liability corporation formed in 2015 to carry out the mission of the Organization by protecting and caring for neglected and abused children that have been removed from their homes.

AKP 1813, LLC is a Florida limited liability corporation formed in 2015 to own and operate certain real property.

AKP 1715, LLC is a Florida limited liability corporation formed in 2015 to own and operate certain real property.

AKP 1339, LLC is a Florida limited liability corporation formed in 2015 to own and operate certain real property.

AKP Support, LLC is a Florida limited liability corporation formed in 2015 to maintain and steward investable assets not needed to fund current operations.

AKP Thrift, LLC is a Florida limited liability corporation formed in 2022 to aid in operations of a thrift store whose proceeds benefit A Kid's Place Children's Program. AKP Thrift, LLC closed during the year ended June 30, 2025.

3. Basis of Accounting

These consolidated financial statements, presented on the accrual basis of accounting, have been prepared to focus on the Organization as a whole and to present net assets, revenues, and expenses based on the existence or absence of donor-imposed restrictions.

A Kid's Place of Tampa Bay, Inc. and Subsidiaries

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2025 and 2024

NOTE A - DESCRIPTION OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

The Organization follows the provisions of the Financial Accounting Standards Board *Accounting Standards Codification* ("FASB ASC") and the standards of financial reporting for not-for-profit organizations as described in the American Institute of Certified Public Accountants' *Industry Guide for Not-for-Profit Organizations*. Accordingly, the financial statements are prepared on an accrual basis of accounting. The financial statements of the Organization are the representation of management and include estimates of amounts and judgments it believes are reasonable under the circumstances.

FASB ASC 958-205 (*Presentation of Financial Statements*) establishes standards for general purpose external financial statements of not-for-profit organizations and requires a statement of financial position, a statement of activities and changes in net assets, and a statement of cash flows.

FASB ASC 956-605 (*Revenue Recognition*) requires the Organization to distinguish between contributions that are subject to donor-imposed restrictions and those that are not subject to donor-imposed restrictions. It also requires recognition of contributed services meeting certain criteria at fair value. These financial statements have been prepared to focus on the Organization as a whole and to present balances and transactions according to the existence or absence of donor-imposed restrictions. This has been accomplished by classifications of assets, liabilities and net assets into two self-balancing net asset groups as follows:

- Net assets without donor restrictions - the portion of the organization's net assets that is not subject to donor-imposed restrictions
- Net assets with donor restrictions - the portion of the organization's net assets that is subject to donor-imposed restrictions

A donor-imposed restriction is a stipulation that specifies a use for a contributed asset that is more specific than broad limits resulting from the nature of the organization, the environment in which it operates, or its mission. A donor-imposed restriction may be temporary or permanent. Temporary restrictions may be fulfilled by actions of the organization to meet stipulations or be fulfilled by the passage of time. Permanent restrictions stipulate that the resources must be maintained in perpetuity.

4. New Accounting Pronouncements

In June 2016, the FASB issued Accounting Standards Update ("ASU") No. 2016-13, *Financial Instruments - Credit Losses* (Topic 326): Measurement of Credit Losses on Financial Instruments ("ASU 2016-13" or "ASC 326"). ASU 2016-13 revises the accounting requirements related to the measurements of credit losses and requires organizations to measure all expected credit losses for financial assets based on historical experience, current conditions, and reasonable and supportable forecasts about collectability.

A Kid's Place of Tampa Bay, Inc. and Subsidiaries

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2025 and 2024

NOTE A - DESCRIPTION OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Assets must be presented in the financial statements at the net amount expected to be collected. The adoption of this accounting standard on July 1, 2023, did not have a material impact on the financial statements.

5. Cash and Cash Equivalents

For purposes of the statement of cash flows, the Organization considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

6. Contributions Receivable

Contributions receivable that are expected to be collected within one year are recorded at their net realizable value. Contributions that are expected to be collected in future years are recorded as contributions receivable at the present value of estimated future cash flows. The discounts on those amounts are computed using a risk-free interest rate applicable to the year in which the promise is received. An allowance for uncollectible contributions is provided based upon management's judgement, including such factors as prior collection history, contribution type and nature of the fundraising activity.

7. Investments

Investments held by the Organization includes cash and money market balances, equity securities, fixed income and non-traditional funds. The investments are reported at their fair values in the Statement of Financial Position. Investment income or loss (including gains or losses on investments, interest, and dividends) is included in the statement of activities as increases or decreases in net assets without donor restrictions unless the income or loss is restricted by donor or law.

8. Beneficial Interest in Assets Held by Others

The Organization has transferred assets to a community foundation which holds funds for its benefit. When a nonprofit transfers asset to a charitable trust or community foundation in which the resource provider names itself as beneficiary, the economic benefit of the transferred asset remains with the resource provider. The asset received in exchange is a beneficial interest in assets held by others, measured at the fair value of the asset contributed.

9. Income Taxes

A Kid's Place of Tampa Bay, Inc. is exempt from income taxes under Internal Revenue Code Section 501 (c)(3) and qualifies for the charitable contribution deduction under Section 170 (b)(1)(A) and is not considered a private foundation. Accordingly, no provision or benefit for income taxes has been reflected in the accompanying consolidated financial statements.

A Kid's Place of Tampa Bay, Inc. and Subsidiaries

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2025 and 2024

NOTE A - DESCRIPTION OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Management is not aware of any tax positions it has taken that are subject to a significant degree of uncertainty or would jeopardize its tax-exempt status. Tax years after June 30, 2021 remain subject to examination by taxing authorities.

A Kid's Place Children's Program, LLC, AKP 1813, LLC, AKP 1715, LLC, AKP 1339, LLC AKP Support, LLC, and AKP Thrift LLC are single member limited liability corporations and are disregarded entities for tax reporting purposes. All of their net income or loss is passed through to A Kid's Place of Tampa Bay, Inc. in fulfillment of its mission.

10. Estimates

The preparation of consolidated financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

11. Revenue and Expense Recognition

Revenues are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Contributions, including unconditional promises to give, are recorded as revenues in the period received. Conditional promises to give are not recognized until they become unconditional, that is when the conditions on which they depend are substantially met. Contributions of assets other than cash are recorded at their estimated fair value. Contributions whose restrictions are met in the same reporting period are treated as unrestricted.

Expenses are reported as decreases in net assets without donor restrictions. Expirations of restrictions on net assets are reported as reclassifications between the applicable classes of net assets.

12. Grants and Contracts

The State of Florida's Child Welfare System operates through Community-Based Care (CBC) organizations, lead agencies throughout the state. The CBCs, or lead agencies, contract with various providers to ensure foster children receive necessary services. As a residential provider, A Kid's Place of Tampa Bay, Inc., contracts with CBCs and is funded based on a daily rate for each child in its care. These contracts are classified by the CBCs as either a subrecipient or vendor relationship. The associated grant or contract revenue is recognized as earned when services are provided. The Organization invoices the CBCs monthly and considers such amounts to be fully collectable; accordingly, no allowance for doubtful accounts is required.

A Kid's Place of Tampa Bay, Inc. and Subsidiaries

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2025 and 2024

NOTE A - DESCRIPTION OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

13. In-Kind Contributions

Donated goods consist primarily of food, personal items, and toys and are reflected in the accompanying consolidated financial statements at their fair value when an objective basis is available to measure such goods. For donated goods or services for which no objective basis is available to measure the value, no such contributions are reflected. A substantial number of volunteers have donated significant amounts of time to the Organization's programs and operations that are not reflected in the accompanying consolidated financial statements, as they do not meet the requirements of accounting principles generally accepted in the United States of America.

14. Advertising Costs

The Organization's policy is to expense advertising and marketing costs as incurred.

15. Functional Allocation of Expenses

The costs of providing the Organization's programs and other activities have been summarized on a functional basis in the accompanying consolidated statements of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited, as shown in the consolidated statements of functional expenses. A portion of costs that benefit multiple areas are allocated on the basis of employee time and effort or other allocable bases.

A Kid's Place of Tampa Bay, Inc. and Subsidiaries

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2025 and 2024

NOTE B - LIQUIDITY

The Organization's financial assets available within one year of the date of the consolidated financial statements of financial position for general expenditure are as follows:

	<u>2025</u>	<u>2024</u>
Cash and cash equivalents	\$ 1,810,230	\$ 1,026,349
Pledges receivable	707,509	504,415
Accounts receivable	328,162	475,880
Beneficial interest in assets held by others	<u>441,833</u>	<u>490,576</u>
Total financial assets available within one year	3,287,734	2,497,220
Less:		
Amounts unavailable for general expenditures within one year, due to:		
Restricted by donors with purpose restrictions	<u>1,149,342</u>	<u>1,018,684</u>
Total amounts unavailable for general expenditures within one year	<u>1,149,342</u>	<u>1,018,684</u>
Total financial assets available to management for expenditure within one year	<u>\$ 2,138,392</u>	<u>\$ 1,478,536</u>

The Organization maintains a policy of structuring its financial assets to be available as its general expenditures, liabilities, and other obligations come due. The Organization's investments are considered to be long term in nature however are available for expenditure subject to approval from management.

NOTE C - CONTRIBUTIONS RECEIVABLE

Contributions receivable are summarized and due as follows at June 30,:

<u>Year ending June 30,</u>	
2026	\$ 707,509
2027	181,734
2028	101,100
2029	<u>300</u>
Total gross contributions receivable	990,643
Less allowance for uncollectible accounts	(48,757)
Less discount on long-term pledges (4%)	<u>(40,761)</u>
Net contributions receivable	<u>\$ 901,125</u>

A Kid's Place of Tampa Bay, Inc. and Subsidiaries

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2025 and 2024

NOTE D - INVESTMENTS

Investments consisted of the following at June 30,:

	<u>2025</u>	<u>2024</u>
Cash and money market funds	\$ 122,356	\$ 236,252
Equities	1,182,578	1,374,396
Fixed Income	484,720	555,439
Non-traditional funds	<u>51,164</u>	<u>298,130</u>
	<u>\$ 1,840,818</u>	<u>\$ 2,464,217</u>

NOTE E - LAND, BUILDINGS, AND EQUIPMENT

Land, buildings, and equipment are valued at cost at the acquisition date and fair value at the date of donation. Assets are capitalized when the purchase price or estimated fair value exceeds \$5,000 and the estimated useful life is more than one year. Depreciation is computed on the straight-line method based upon the estimated useful lives ranging from three to thirty-nine years. Depreciation expense was \$312,137 and \$291,687 for the years ended June 30, 2025 and 2024, respectively.

Land, buildings, and equipment consist of the following at June 30,:

	<u>2025</u>	<u>2024</u>
Land	\$ 1,244,721	\$ 865,946
Buildings	5,315,925	4,617,151
Vehicles	416,905	408,403
Office equipment	35,533	28,738
Playground equipment	43,266	30,872
Leasehold Improvements	1,187,729	659,356
Construction in progress	<u>801,583</u>	<u>595,844</u>
	9,045,662	7,206,310
Less accumulated depreciation	<u>(2,652,572)</u>	<u>(2,340,434)</u>
	<u>\$ 6,393,090</u>	<u>\$ 4,865,876</u>

NOTE F - NOTES PAYABLE

The Organization entered into a note payable with a grantor agency on March 28, 2023 for building improvements made under the Community Development Block Grant Program. The note bears no interest and is to be forgiven in full if no modifications are made to the mortgaged property. The note payable was \$338,136 at June 30, 2025 and 2024, respectively.

A Kid's Place of Tampa Bay, Inc. and Subsidiaries

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2025 and 2024

NOTE F - NOTES PAYABLE - Continued

The Organization entered into a note payable with a grantor agency on April 3, 2024 for building improvements made under the Community Development Block Grant Program. The note bears no interest and is to be forgiven in full if no modifications are made to the mortgaged property. The note payable was \$551,150 and \$0 at June 30, 2025 and 2024, respectively.

The Organization entered into a promissory note with a commercial banking institution on December 8, 2023 for \$480,000. All principal and interest on the note was due June 22, 2025. The Organization made prepayments on the loan during the year ended June 30, 2024. The loan had a balance of \$0 and \$300,000 at June 30, 2025 and 2024, respectively.

NOTE G - COMMITMENTS AND CONTINGENCIES

Certain funding agencies reserve the right to examine records by terms of the Organization's contracts. In the event there is a determination on non-qualifying expenditures for which a payment has been made, the funding agency may demand a refund for the appropriate amount. Management of the Organization does not anticipate adjustments to be made for completed contracts closed out as of June 30, 2025 and 2024. Accordingly, no provision for such a liability has been made in the accompanying consolidated financial statements.

NOTE H - RETIREMENT PLAN

The Organization sponsors a profit-sharing plan under the provisions of Section 401(k) of the Internal Revenue Code. The Plan covers all eligible employees and the Organization may provide a discretionary contribution to the employee deferral account. The Organization provided discretionary contributions of approximately \$46,000 and \$44,000 for the years ended June 30, 2025 and 2024, respectively.

NOTE I - CONCENTRATIONS OF CREDIT RISK

Financial instruments that potentially subject the Organization to concentrations of credit risk consist principally of cash and cash equivalents, grants receivable, gift cards and prepaid expenses. The Organization manages its risk with cash and cash equivalents through the use of high credit worthy financial institutions. All cash accounts are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. At June 30, 2025 and 2024 respectively, approximately \$1,755,000 and \$807,000 of cash and cash equivalents are not insured. The Organization has not experienced any losses from its deposits.

A Kid's Place of Tampa Bay, Inc. and Subsidiaries

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2025 and 2024

NOTE J - NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are net assets subject to donor-imposed stipulations that may be fulfilled by actions of the Organization to meet the stipulations, that may become undesignated by the passage of time, or that require net assets to be maintained in perpetuity.

At June 30, 2025 and 2024, net assets with time and purpose restrictions were \$901,125 and \$441,833, respectively. At June 30, 2025 and 2024, donor restrictions in perpetuity consist of an Endowment Fund with a balance of \$441,833 and \$490,576, respectively. Net assets released from donor restriction were \$1,502,379 and \$777,901 for the years ended June 30, 2025 and 2024, respectively.

NOTE K - ENDOWMENT NET ASSETS

In accordance with FASB ASC 958-205-50 *“Endowments of Not-for-Profit Organizations: Net Asset Classification of Funds Subject to an Enacted Version of the Uniform Prudent Management of Institutional Funds Act, and Enhanced Disclosures of All Endowment Funds,”* the Organization has established a permanently restricted endowment fund. This fund is invested in accordance with the investment policy of the Organization.

Changes in the endowment’s net assets are as follows for the years ended June 30, 2025 and 2024:

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Endowment net assets at June 30, 2023	\$ -	\$ 445,684	\$ 445,684
Endowment contributions	-	-	-
Endowment distributions	-	-	-
Interest and dividends	-	5,167	5,167
Realized and unrealized loss on investment	-	39,725	39,725
	<hr/>	<hr/>	<hr/>
Endowment net assets at June 30, 2024	-	490,576	490,576
Endowment contributions	-	-	-
Endowment distributions	-	(93,150)	(93,150)
Interest and dividends	-	7,035	7,035
Realized and unrealized gain on investment	-	37,372	37,372
	<hr/>	<hr/>	<hr/>
Endowment net assets at June 30, 2025	<u>\$ -</u>	<u>\$ 441,833</u>	<u>\$ 441,833</u>

A Kid's Place of Tampa Bay, Inc. and Subsidiaries

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2025 and 2024

NOTE L - FAIR VALUE MEASUREMENTS

The Financial Accounting Standards Board *Accounting Standards Codification* 820 establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurement), a middle priority to quoted prices for similar assets or liabilities (level 2 measurements), and the lowest priority to unobservable inputs (level 3 measurements).

A fair value measure should reflect the assumptions that market participants would use in pricing the asset or liability, including the assumptions about the risk inherent in a particular valuation technique, the effect of a restriction on the sale or use of an asset and the risk of nonperformance.

The three levels of the fair value hierarchy under FASB ASC 820 are described below:

- Level 1 valuations, where the valuation is based on quoted market prices for identical assets or liabilities traded in active markets (which include exchanges and over-the-counter markets with sufficient volume),
- Level 2 valuations, where the valuation is based on quoted market prices for similar instruments traded in active markets, quoted prices for identical or similar instruments in markets that are not active and model-based valuation techniques for which all significant assumptions are observable in the market, and
- Level 3 valuations, where the valuation is generated from model-based techniques that use significant assumptions not observable in the market, but observable based on organization-specific data. These unobservable assumptions reflect the organization's own estimates for assumptions that market participants would use in pricing the asset or liability. Valuation techniques typically include option pricing models, discounted cash flow models and similar techniques, but may also include the use of market prices of assets or liabilities that are not directly comparable to the subject asset or liability.

An asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The following is a description of the valuation methodologies used for significant assets measured at fair value at June 30, 2025 and 2024:

Beneficial interest in assets held by others: Consists of funds held by a community foundation. The beneficial interest is not actively traded and significant other observable inputs are not available. Thus, the fair value is equal to the value reported by the trustee.

A Kid's Place of Tampa Bay, Inc. and Subsidiaries

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2025 and 2024

NOTE L - FAIR VALUE MEASUREMENTS - Continued

Equities and commodities: Comprised of common stock and securities valued at the closing price reported in the active market in which the individual securities are traded.

Non-traditional and fixed income funds: Valued at the net asset value (NAV) of shares held at year end.

The methods described above may produce a fair value calculation that may not be indicative of the net realizable value or reflective of future fair values. Furthermore, while the Organization believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following table presents financial assets measured at fair value on a recurring basis as of June 30, 2025:

	Fair Value	Level 1 Inputs	Level 2 Inputs	Level 3 Inputs
Beneficial interest in assets held by others	\$ 441,833	\$ -	\$ -	\$ 441,833
Cash and money market funds	122,356	122,356	-	-
Equities and commodities	1,182,578	1,182,578	-	-
Fixed income funds	484,720	484,720	-	-
Non-traditional funds	51,164	51,164	-	-
Total	<u>\$ 2,282,651</u>	<u>\$ 1,840,818</u>	<u>\$ -</u>	<u>\$ 441,833</u>

The following table presents financial assets measured at fair value on a recurring basis as of June 30, 2024:

	Fair Value	Level 1 Inputs	Level 2 Inputs	Level 3 Inputs
Beneficial interest in assets held by others	\$ 490,576	\$ -	\$ -	\$ 490,576
Cash and money market funds	236,252	236,252	-	-
Equities and commodities	1,374,396	1,374,396	-	-
Fixed income funds	555,439	555,439	-	-
Non-traditional funds	298,130	298,130	-	-
Total	<u>\$ 2,954,793</u>	<u>\$ 2,464,217</u>	<u>\$ -</u>	<u>\$ 490,576</u>

No transfers between level 1, 2, or 3 inputs took place during the years ended June 30, 2025 or 2024.

A Kid's Place of Tampa Bay, Inc. and Subsidiaries

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2025 and 2024

NOTE M - SUBSEQUENT EVENTS

The Organization has evaluated events and transactions occurring subsequent to June 30, 2025 as of December 31, 2025, which is the date the consolidated financial statements were available to be issued.

SUPPLEMENTARY INFORMATION

A Kid's Place of Tampa Bay, Inc. and Subsidiaries

CONSOLIDATED SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE

For the year ended June 30, 2025

Grantor / Pass-through Grantor / Program or Cluster Title	Federal Assistance Listing / State CFSA number	Pass-Through Identifying Number	Pass-Through to Subrecipients	Expenditures
Federal Programs				
<u>U.S. Department of Health and Human Services</u>				
Passed-through Florida Department of Children and Families				
Passed through Family Support Services of Suncoast				
MaryLee Allen Promoting Safe and Stable Families	93.556	N/A	\$ -	\$ 248,445
Foster Care-Title IV-E	93.658	N/A	-	86,043
			<u>-</u>	<u>334,488</u>
Passed through Children's Network of Hillsborough				
MaryLee Allen Promoting Safe and Stable Families	93.556	N/A	-	36,890
Adoption Assistance	93.659	N/A	-	6,496
Foster Care-Title IV-E	93.658	N/A	-	195,962
			<u>-</u>	<u>239,348</u>
<u>U.S. Department of Housing and Urban Development</u>				
Passed through Hillsborough County				
Community Development Block Grants/Entitlement Grants*	14.218	N/A	-	925,039
			<u>-</u>	<u>925,039</u>
Total expenditures of federal awards			<u>\$ -</u>	<u>\$ 1,498,875</u>
*Denotes loan guarantee of \$889,286				
State Projects				
<u>Florida Department of Children and Families</u>				
Passed-through Florida Department of Children and Families				
Passed through Family Support Services of Suncoast				
Out-of-Home Supporters	60.074	N/A	\$ -	\$ 811,629
Extended Foster Care Program	60.141	N/A	-	1,128
			<u>-</u>	<u>812,757</u>
Passed through Children's Network of Hillsborough				
Out-of-Home Supporters	60.074	N/A	-	2,225,597
			<u>-</u>	<u>2,225,597</u>
Total state financial assistance			<u>\$ -</u>	<u>\$ 3,038,354</u>

The accompanying notes are an integral part of this consolidated schedule.

A Kid's Place of Tampa Bay, Inc. and Subsidiaries

NOTES TO CONSOLIDATED SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE

For the year ended June 30, 2025

NOTE A - BASIS OF PRESENTATION AND SUMMARY OF SIGNIFICANT ACCOUNTING
POLICIES

The accompanying consolidated schedule of expenditures of federal awards and state financial assistance (the "Schedule") includes the federal and state award activity of A Kid's Place of Tampa Bay, Inc. and Subsidiaries under programs of the federal government and the State of Florida for the year ended June 30, 2025. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations, Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance) and the State of Florida Chapter 10.650, *Rules of the Auditor General*. Because the schedule presents only a selected portion of the operations of the A Kid's Place of Tampa Bay, Inc. and Subsidiaries it is not intended to and does not present the financial position, changes in net assets or cash flow of A Kid's Place of Tampa Bay, Inc. and Subsidiaries.

Some amounts presented in the schedule may differ from amounts presented or used in the preparation of the financial statements.

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance and cost principles established by the State of Florida Department of Financial Services, wherein certain types of expenditures are not allowable or are limited as to reimbursement

NOTE B - INDIRECT COST RATE

The Organization has elected not to use the 10-percent de minimis indirect cost rate under the Uniform Guidance.

NOTE C - LOAN GUARANTEES

The U.S. Department of Housing and Urban Development Program, Community Development Block Grants / Entitlement Program has multiple loan guarantees included in the Schedule of Expenditures of Federal Awards. The outstanding balance of these loans was \$889,286 at June 30, 2025.

NOTE D - SUBRECIPIENTS

The Organization did not provide any federal awards or state financial assistance to subrecipients.

NOTE E - MATCHING FUNDS FOR FEDERAL PROGRAMS

The Organization received funds as matching funds for federal programs totaling \$450,898. These expenditures are not subject to Uniform Guidance or the Florida Single Audit Act.

COMPLIANCE REPORTS

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN
AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH *GOVERNMENT AUDITING STANDARDS*

A KID'S PLACE OF TAMPA BAY, INC. AND SUBSIDIARIES

June 30, 2025



Herman V. Lazzara	Michael E. Helton
Sam A. Lazzara	James K. O'Connor
Kevin R. Bass	David M. Bohnsack
Jonathan E. Stein	Julie A. Davis
Stephen G. Douglas	Karl N. Swan
Marc D. Sasser, of Counsel	
Cesar J. Rivero, in Memoriam (1942-2017)	

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND
OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS

Board of Directors
A Kid's Place of Tampa Bay, Inc. and Subsidiaries

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of A Kid's Place of Tampa Bay, Inc. and Subsidiaries (a nonprofit organization) (the "Organization"), which comprise the statement of financial position as of June 30, 2025, and the related statements of activities and changes in net assets, cash flows, and functional expenses for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated December 31, 2025.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered A Kid's Place of Tampa Bay, Inc. and Subsidiaries' internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the A Kid's Place of Tampa Bay, Inc. and Subsidiaries' internal control. Accordingly, we do not express an opinion on the effectiveness of A Kid's Place of Tampa Bay, Inc. and Subsidiaries' internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies in internal control, such that there is a reasonable probability that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.


Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audits we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether A Kid's Place of Tampa Bay, Inc. and Subsidiaries' financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Bui, Gardner & Company, P.A." The signature is written in a cursive, flowing style.

Tampa, Florida
December 31, 2025

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL
PROGRAM AND STATE PROJECT AND ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE AND
CHAPTER 10.650, *RULES OF THE AUDITOR GENERAL*

A KID'S PLACE OF TAMPA BAY, INC. AND SUBSIDIARIES

June 30, 2025



Herman V. Lazzara	Michael E. Helton
Sam A. Lazzara	James K. O'Connor
Kevin R. Bass	David M. Bohnsack
Jonathan E. Stein	Julie A. Davis
Stephen G. Douglas	Karl N. Swan
Marc D. Sasser, of Counsel	
Cesar J. Rivero, in Memoriam (1942-2017)	

INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND STATE PROJECT AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE AND CHAPTER 10.650, RULES OF THE AUDITOR GENERAL

Board of Directors
A Kid’s Place of Tampa Bay, Inc. and Subsidiaries

Report on Compliance for Each Major Federal Program and State Project

Opinion on Each Major Federal Program and State Project

We have audited A Kid’s Place of Tampa Bay, Inc. and Subsidiaries’ (the Organization) compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* and State of Florida Department of Financial Services’ *State Projects Compliance Supplement* that could have a direct and material effect on each of the Organization’s major federal programs and state projects for the year ended June 30, 2025. The Organization’s major federal programs and state projects are identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Organization complied in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs and state projects for the year ended June 30, 2025.

Basis for Opinion of Each Major Federal Program and State Project

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements of *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance); and the State of Florida *Chapter 10.650, Rules of the Auditor General*. Our responsibilities under those standards, the Uniform Guidance and Chapter 10.650, *Rules of the Auditor General* are further described in the Auditor’s Responsibilities for the Audit of Compliance section of our report.



We are required to be independent of the Organization and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program and state project. Our audit does not provide a legal determination of the Organization's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provision of contracts or grant agreements applicable to the Organization's federal programs and state projects.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error and express an opinion on the Organization's compliance based on our audit. 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, *Government Auditing Standards*, the Uniform Guidance and Chapter 10.650, *Rules of the Auditor General* will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentation or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgement made by a reasonable use of the report on compliance about the Organization's compliance with the requirements of each major federal program and state financial assistance project as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, the Uniform Guidance, and Chapter 10.650, *Rules of the Auditor General*, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error and design and perform audit procedure responsive to those risks. Such procedures includes examining, on a test basis, evidence regarding the Organization's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Organization's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and Chapter 10.650, *Rules of the Auditor General*, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weakness in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct, noncompliance with a type of compliance requirement of a federal program or state project on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program or state project will not be prevented or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program or state project that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and Chapter 10.650, *Rules of the Auditor General*. Accordingly, this report is not suitable for any other purpose.

Tampa, Florida
December 31, 2025



A Kid's Place of Tampa Bay, Inc. and Subsidiaries

SCHEDULE OF FINDINGS AND QUESTIONED COSTS - FEDERAL PROGRAMS AND STATE PROJECTS

June 30, 2025

Section I - Summary of Auditors' Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP:	<u>Unmodified</u>
Internal control over financial reporting	
Material weakness(es) identified?	_____ yes <u> X </u> no
Significant deficiency(ies) identified	_____ yes <u> X </u> none reported
Noncompliance material to financial statements noted?	_____ yes <u> X </u> no

Federal Awards and State Projects

Internal control over major programs/projects	
Material weakness(es) identified?	_____ yes <u> X </u> no
Significant deficiency(ies) identified	_____ yes <u> X </u> none reported
Type of auditors' report issued on compliance for major programs/projects	<u>Unmodified</u>
Any audit findings disclosed that are required to be reported in accordance with Section 2 CFR 200.516(a) or Chapter 10.656, <i>Rules of the Auditor General</i>	_____ yes <u> X </u> no

Identification of major programs:

Federal Program or Cluster

<u>Assistance Listing Number</u>	<u>Name of Federal Program or Cluster</u>
14.218	Community Development Block Grants / Entitlement grants

State Project

<u>CFSA Number</u>	<u>Name of State Project</u>
60.074	Out-of-Home Supporters

Dollar threshold used to distinguish between Type A and Type B federal programs	<u>\$ 750,000</u>
---	-------------------

Dollar threshold used to distinguish between Type A and Type B State projects	<u>\$ 750,000</u>
---	-------------------

Auditee qualified as low-risk auditee pursuant to the Uniform Guidance	_____ yes <u> X </u> no
--	---------------------------

A Kid's Place of Tampa Bay, Inc. and Subsidiaries

SCHEDULE OF FINDINGS AND QUESTIONED COSTS - FEDERAL PROGRAMS
AND STATE PROJECTS - CONTINUED

June 30, 2025

Section II - Financial Statement Findings

No matters were reported for the year ended June 30, 2025 and no matters were reported for the prior year. Accordingly, a corrective action plan is not required.

Section III - Federal Award Findings, State Financial Assistance and Questioned Costs

No matters were reported for the year ended June 30, 2025 and no matters were reported for the prior year. Accordingly, a summary of prior year financial audit findings is not presented.

Section IV - Other Issues

No summary schedule of prior year audit findings is required because there were no prior year audit findings related to federal programs.