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One More Child, Inc.

Reporting Package

For The Year Ended June 30, 2025

ONE MORE CHILD, INC.

Lakeland, Florida

**CONSOLIDATED FINANCIAL STATEMENTS AND
RELATED SUPPLEMENTAL INFORMATION AND REPORTS
For The Year Ended June 30, 2025**

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REPORT OF INDEPENDENT AUDITOR

The Board of Directors
One More Child, Inc.
Lakeland, Florida

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of One More Child, Inc (“the Organization”), which consist of the consolidated statement of financial position as of June 30, 2025, and the related consolidated statements of activities, cash flows, and functional expenses for the year 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 consolidated financial position of One More Child, Inc. as of June 30, 2025, the consolidated changes in its net assets and its consolidated cash flows for the year 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 Consolidated Financial Statements section of our report. We are required to be independent of the Organization and to meet our other ethical responsibilities in accordance with the 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 audit opinion.

Responsibilities of Management for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated 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 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 Consolidated 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.

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- 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 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 supplemental consolidating statement of financial position as of June 30, 2025, the supplemental consolidating statements of activities and cash flows for the year ended June 30, 2025, and the accompanying schedule of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and Chapter 10.650 Rules of the Auditor General, are presented for purposes of additional analysis and are not a required part of the consolidated financial statements. Such information is the responsibility of management and, except for that portion marked "unaudited," was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. That information has been subjected to the auditing procedures applied in the audit 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, that information is fairly stated, in all material respects, in relation to the consolidated financial statements as a whole. The information marked "unaudited" has not been subjected to the auditing procedures applied in the audit of the consolidated financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 30, 2026 on our consideration of the Organization's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely 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 the Organization's 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.

Batts Morrison Wales & Lee, P.A.

BATTS MORRISON WALES & LEE, P.A.

Orlando, Florida

January 26, 2026 (except for our report on the supplementary information for which the date is March 30, 2026)

ONE MORE CHILD, INC.
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
June 30, 2025

ASSETS

	Without Donor Restrictions	With Donor Restrictions	Total
ASSETS			
Cash and cash equivalents	\$ 4,664,828	\$ 6,945,823	\$ 11,610,651
Cash designated for long-term purposes	7,060,319	—	7,060,319
Assets restricted for long-term purposes	—	11,805,581	11,805,581
Investments	72,654,377	7,790,358	80,444,735
Property and equipment, net	40,113,562	—	40,113,562
Beneficial interest in perpetual trusts held by others	—	3,211,962	3,211,962
Other assets	3,190,998	—	3,190,998
Total assets	\$ 127,684,084	\$ 29,753,724	\$ 157,437,808

LIABILITIES AND NET ASSETS

LIABILITIES			
Accounts payable and accrued expenses	\$ 2,602,343	\$ —	\$ 2,602,343
Present value of charitable gift annuities payable	—	2,215,005	2,215,005
Total liabilities	2,602,343	2,215,005	4,817,348
NET ASSETS			
Without donor restrictions			
Operating	77,907,860	—	77,907,860
Net investment in property and equipment	40,113,562	—	40,113,562
Board designated	7,060,319	—	7,060,319
Total net assets without donor restrictions	125,081,741	—	125,081,741
With donor restrictions	—	27,538,719	27,538,719
Total net assets	125,081,741	27,538,719	152,620,460
Total liabilities and net assets	\$ 127,684,084	\$ 29,753,724	\$ 157,437,808

ONE MORE CHILD, INC.
CONSOLIDATED STATEMENT OF ACTIVITIES
For The Year Ended June 30, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
PUBLIC SUPPORT AND REVENUE AND NET ASSETS			
RELEASED FROM RESTRICTIONS			
Contributions - noncash	\$ 51,531,972	\$ —	\$ 51,531,972
Contributions - cash	18,126,768	26,525	18,153,293
Child support and contracts	6,245,959	—	6,245,959
Net gain on investments	3,504,450	138,587	3,643,037
Interest and dividend income	1,729,048	411,322	2,140,370
Other revenue	203,199	—	203,199
Change in beneficial interest in perpetual trusts held by others	—	174,951	174,951
Net change in present value of charitable gift annuities payable	—	89,280	89,280
Net loss on sales of property and equipment	(74,163)	—	(74,163)
Net assets released from time and use restrictions	<u>2,427,211</u>	<u>(2,427,211)</u>	<u>—</u>
Total public support and revenue and net assets released from restrictions	<u>83,694,444</u>	<u>(1,586,546)</u>	<u>82,107,898</u>
EXPENSES			
Program services			
Compassion ministries	52,923,223	—	52,923,223
Global	3,730,147	—	3,730,147
Foster care	3,694,981	—	3,694,981
Anti-trafficking	3,107,031	—	3,107,031
Other programs	2,920,518	—	2,920,518
Single moms	1,408,183	—	1,408,183
Campus ministries	1,370,458	—	1,370,458
Family support	<u>1,085,002</u>	<u>—</u>	<u>1,085,002</u>
Total program services	<u>70,239,543</u>	<u>—</u>	<u>70,239,543</u>
Support services			
Promotion and development	4,410,551	—	4,410,551
General administration	<u>3,936,020</u>	<u>—</u>	<u>3,936,020</u>
Total support services	<u>8,346,571</u>	<u>—</u>	<u>8,346,571</u>
Total expenses	<u>78,586,114</u>	<u>—</u>	<u>78,586,114</u>
CHANGE IN NET ASSETS	5,108,330	(1,586,546)	3,521,784
NET ASSETS - Beginning of year	<u>119,973,411</u>	<u>29,125,265</u>	<u>149,098,676</u>
NET ASSETS - End of year	<u>\$ 125,081,741</u>	<u>\$ 27,538,719</u>	<u>\$ 152,620,460</u>

The Accompanying Notes are an Integral
Part of These Consolidated Financial Statements

ONE MORE CHILD, INC.
CONSOLIDATED STATEMENT OF CASH FLOWS
For The Year Ended June 30, 2025

OPERATING CASH FLOWS

Cash received from contributors	\$ 13,567,530
Cash received for child support and contracts	7,666,684
Cash received from interest and dividends	2,140,370
Other revenue received	203,199
Cash paid for operating activities and costs	<u>(26,183,875)</u>

Net operating cash flows (2,606,092)

INVESTING CASH FLOWS

Net proceeds from sales of investments	6,328,474
Net release of assets restricted for long-term purposes	(1,551,895)
Net proceeds from sales of property and equipment	211,547
Purchases of and improvements to property and equipment	<u>(11,221,055)</u>

Net investing cash flows (6,232,929)

FINANCING CASH FLOWS

Proceeds from contributions restricted for:	
Investment in property and equipment	4,559,238
Endowment	<u>26,525</u>

Net financing cash flows 4,585,763

**NET CHANGE IN CASH AND CASH EQUIVALENTS,
DESIGNATED CASH, AND RESTRICTED CASH** (4,253,258)

**CASH AND CASH EQUIVALENTS, DESIGNATED CASH,
AND RESTRICTED CASH - Beginning of year** 23,328,266

**CASH AND CASH EQUIVALENTS, DESIGNATED CASH,
AND RESTRICTED CASH - End of year** \$ 19,075,008

**REPORTED IN THE CONSOLIDATED STATEMENT OF
FINANCIAL POSITION AS FOLLOWS**

Cash and cash equivalents	\$ 11,610,651
Cash designated for long-term purposes	7,060,319
Restricted cash included in "assets restricted for long-term purposes"	<u>404,038</u>

**Total cash and cash equivalents, designated
cash, and restricted cash** \$ 19,075,008

ONE MORE CHILD, INC.
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
For The Year Ended June 30, 2025

	Program services								
	Compassion ministries	Global	Foster care	Anti-trafficking	Other programs	Single moms	Campus ministries	Family support	Total program services
Salaries and related expenses									
Salaries	\$ 665,763	\$ 572,835	\$ 2,124,406	\$ 1,940,887	\$ 1,616,281	\$ 650,497	\$ 297,758	\$ 620,012	\$ 8,488,439
Payroll taxes	41,992	35,438	150,982	142,510	115,930	46,854	21,705	41,290	596,701
Employee benefits	31,951	48,082	121,518	38,386	191,379	54,567	20,193	11,107	517,183
Total salaries and related expenses	739,706	656,355	2,396,906	2,121,783	1,923,590	751,918	339,656	672,409	9,602,323
Client care									
Gifts in-kind	51,537,312	—	—	—	—	—	—	—	51,537,312
International sponsorship	—	942,218	—	—	—	—	—	—	942,218
International travel	—	897,837	—	—	—	—	—	—	897,837
International projects	—	790,877	—	—	—	—	—	—	790,877
Other client care	—	—	42,369	1,864	3,791	76,717	253	99,103	224,097
Activities	—	—	—	130,462	—	—	—	—	130,462
Food	—	—	—	—	56,432	—	—	1,576	58,008
Supplies	1,565	—	—	41,555	4,892	5,007	1,657	5,661	60,337
Foster home payments	—	—	1,815	—	—	—	—	—	1,815
Total client care	51,538,877	2,630,932	44,184	173,881	65,115	81,724	1,910	106,340	54,642,963
Other expenses									
Insurance	158,740	132,456	588,161	389,681	333,014	222,245	141,004	154,426	2,119,727
Professional services	2,324	106,071	943	7,376	40,355	3,463	1,540	7,658	169,730
Office supplies	62,499	15,830	86,439	48,703	144,403	27,638	13,363	23,199	422,074
Travel	53,005	82,949	77,766	174,702	99,496	7,668	5,110	36,973	537,669
Utilities	64,673	9,375	201,446	13,125	44,286	182,446	71,510	8,960	595,821
Promotion and development	2,119	24,743	10,962	30,000	107,093	—	—	2,569	177,486
Other	85,850	—	17,627	45,497	19,367	8,148	—	45,779	222,268
Repairs and maintenance	118,477	—	83,819	102	6,587	72,221	212,813	3,450	497,469
Telephone	10,762	6,951	55,379	66,506	19,213	32,183	6,874	10,364	208,232
Memberships and training	4,586	12,027	29,723	31,182	37,546	11,175	1,550	11,283	139,072
Bank fees	—	39,131	—	—	44	—	—	—	39,175
Postage and freight	76,298	5,192	844	911	2,816	454	57	545	87,117
Meetings and exhibits	—	7,644	—	849	36,552	—	—	—	45,045
Furnishings and capital	—	—	3,413	—	—	6,053	—	—	9,466
Scholarship	—	—	—	—	—	—	—	—	—
Trustee travel	—	—	—	—	—	—	—	—	—
Recruiting and hiring	1,201	491	3,662	2,733	797	847	995	1,047	11,773
Total other expenses	640,534	442,860	1,160,184	811,367	891,569	574,541	454,816	306,253	5,282,124
Total expenses before depreciation	52,919,117	3,730,147	3,601,274	3,107,031	2,880,274	1,408,183	796,382	1,085,002	69,527,410
Depreciation	4,106	—	93,707	—	40,244	—	574,076	—	712,133
Total expenses	\$ 52,923,223	\$ 3,730,147	\$ 3,694,981	\$ 3,107,031	\$ 2,920,518	\$ 1,408,183	\$ 1,370,458	\$ 1,085,002	\$ 70,239,543

The Accompanying Notes are an Integral
Part of These Consolidated Financial Statements

ONE MORE CHILD, INC.
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES (Continued)
For The Year Ended June 30, 2025

	Total program services	Support services			Total expenses
		Promotion and development	General administration	Total support services	
Salaries and related expenses					
Salaries	\$ 8,488,439	\$ 2,430,073	\$ 1,833,753	\$ 4,263,826	\$ 12,752,265
Payroll taxes	596,701	163,325	97,858	261,183	857,884
Employee benefits	517,183	168,057	161,448	329,505	846,688
Total salaries and related expenses	9,602,323	2,761,455	2,093,059	4,854,514	14,456,837
Client care					
Gifts in-kind	51,537,312	—	—	—	51,537,312
International sponsorship	942,218	—	—	—	942,218
International travel	897,837	—	—	—	897,837
International projects	790,877	—	—	—	790,877
Other client care	224,097	3,791	—	3,791	227,888
Activities	130,462	—	—	—	130,462
Food	58,008	56,432	—	56,432	114,440
Supplies	60,337	4,892	125	5,017	65,354
Foster home payments	1,815	—	—	—	1,815
Total client care	54,642,963	65,115	125	65,240	54,708,203
Other expenses					
Insurance	2,119,727	524,786	304,174	828,960	2,948,687
Professional services	169,730	163,418	642,446	805,864	975,594
Office supplies	422,074	80,616	200,692	281,308	703,382
Travel	537,669	79,405	78,124	157,529	695,198
Utilities	595,821	60,692	33,239	93,931	689,752
Promotion and development	177,486	461,395	1,834	463,229	640,715
Other	222,268	22,390	388,084	410,474	632,742
Repairs and maintenance	497,469	5,586	6,956	12,542	510,011
Telephone	208,232	32,745	16,644	49,389	257,621
Memberships and training	139,072	24,540	34,620	59,160	198,232
Bank fees	39,175	72,429	9,409	81,838	121,013
Postage and freight	87,117	17,218	11,757	28,975	116,092
Meetings and exhibits	45,045	36,552	—	36,552	81,597
Furnishings and capital	9,466	—	41,855	41,855	51,321
Scholarship	—	—	30,190	30,190	30,190
Trustee travel	—	—	26,912	26,912	26,912
Recruiting and hiring	11,773	2,209	5,427	7,636	19,409
Total other expenses	5,282,124	1,583,981	1,832,363	3,416,344	8,698,468
Total expenses before depreciation	69,527,410	4,410,551	3,925,547	8,336,098	77,863,508
Depreciation	712,133	—	10,473	10,473	722,606
Total expenses	\$ 70,239,543	\$ 4,410,551	\$ 3,936,020	\$ 8,346,571	\$ 78,586,114

The Accompanying Notes are an Integral
Part of These Consolidated Financial Statements

ONE MORE CHILD, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2025

NOTE A – NATURE OF ACTIVITIES

One More Child, Inc. (“the Organization”) is a faith-based not-for-profit corporation dedicated to providing Christ-centered services to vulnerable children and struggling families. The Organization is a cooperating ministry of the Florida Baptist State Convention. The Organization serves foster families, trafficking victims, hungry children, single moms, and struggling families in service centers and through initiatives and volunteer opportunities across the United States and around the world.

In conformity with accounting principles generally accepted in the United States of America (“GAAP”), the Organization’s consolidated financial statements include the accounts of the following entities, which are separate not-for-profit Florida corporations:

- FBCH Land Holdings, Inc. – established for the purpose of holding title to certain real property and allowing such property to be used by the Organization at a cost that is well below market value.
- FBCH Land Holdings II, Inc. – established for the purpose of holding title to certain real property. Subsequent to June 30, 2025, FBCH Land Holdings II, Inc.’s name was changed to One More Child Services, Inc.
- One More Child Foundation, Inc. (“the Foundation”) – established for the purpose of pursuing and administering non-traditional donations for the benefit of the Organization.

The Organization has the authority to appoint the board of directors of each of the above legal entities. All entities are collectively referred to herein as “the Organization.” All significant interorganization balances and transactions have been eliminated in consolidation.

In March 2025, the Organization changed its name from Florida Baptist Children’s Homes, Inc. to One More Child, Inc.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Revenue recognition

The Organization recognizes cash contributions as revenue when the contributions are received by the Organization. Contributions received are recorded as without or with donor restrictions, depending on the existence and/or nature of any donor restrictions. Support that is restricted by the donor is reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the support is recognized. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the accompanying consolidated statement of activities as “net assets released from time and use restrictions.”

Child support and contracts revenue is reported at the amount that reflects the consideration to which the Organization expects to be entitled for providing child support and other services. Such amounts are generally due from Florida community-based care lead agencies and other state institutions. Generally, the Organization invoices such agencies and institutions as services are provided. Revenue is recognized in the period the related services are provided. Performance obligations are determined based on the nature of the services provided by the Organization. Generally, the Organization measures the performance obligation for child support from when a child is placed into the care of the Organization, to the point when the Organization is no longer required to provide such support services. The Organization determines the transaction prices based on agreed-upon rate agreements and contract terms.

Investment income and gains restricted by donors are reported as increases in net assets without donor restrictions if the restrictions expire in the reporting period in which the income and gains are recognized.

ONE MORE CHILD, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2025

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Split-interest gifts

For irrevocable split-interest arrangements such as charitable gift annuities, charitable remainder trusts, and similar arrangements in which the Organization is trustee or custodian, the assets of such arrangements are reflected in the Organization's consolidated financial statements as further described in Note E. The carrying values of such investments conform to GAAP, which generally require that investment securities be carried at estimated fair value at all times and that other assets be carried at the estimated fair value of the assets on the date the assets are contributed, unadjusted for subsequent changes in value. Also, for arrangements in which the Organization is trustee or custodian, a liability is recognized for the estimated present value of benefits payable to other beneficiaries. For split-interest arrangements in which the Organization is not the trustee or custodian, the Organization recognizes an asset for the estimated present value of the Organization's benefits under the arrangements.

For all irrevocable split-interest arrangements, regardless of whether or not the Organization acts as trustee or custodian, contribution revenue without donor restrictions or with donor restrictions is recognized for the estimated present value of the Organization's benefits under each such arrangement in the period the arrangement is established or in the period in which the Organization is provided sufficient information about the existence and nature of the arrangement. Periodic adjustments are made for changes in estimated present values using applicable mortality tables and appropriate discount rates. State law imposes certain restrictions on the manner in which charitable gift annuity assets may be invested.

Cash and cash equivalents

The Organization considers investment instruments purchased or donated with original maturities of three months or less to be cash equivalents.

Cash designated for long-term purposes

Cash designated for long-term purposes is designated by the Board of Directors for various purposes as described in Note J.

Investments

Investments consist of common and preferred stocks, debt securities, and mutual funds which are recorded at estimated fair value.

Property and equipment

Property and equipment are stated at cost, if purchased, or estimated fair value on the date of donation, if donated. The Organization uses the straight-line method of depreciating assets over their respective estimated useful lives.

Net assets

Net assets without donor restrictions are available for use at the discretion of the Board of Directors and/or management for general operating purposes. From time to time, the Board of Directors may designate a portion of these net assets for specific purposes which makes them unavailable for use at management's discretion. The Board of Directors has designated a portion of net assets as further described in Note J. Net assets with donor restrictions consist of amounts with uses limited by donor-imposed time and/or purpose restrictions.

Noncash contributions

The Organization receives donations of food and beverages, clothing, toys, daily living essentials, and other similar donations from individuals and corporate partners for use in relieving suffering and poverty. Noncash contributions are recognized as revenue at their estimated fair value on the date the gifts are received and are recognized as expenses when the related gifts are distributed to the end user. In general, management estimates the fair value of noncash contributions using online pricing sources. Noncash contributions are not monetized and all noncash contributions were received without donor restrictions.

ONE MORE CHILD, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2025

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Functional allocation of expenses

The consolidated statement of functional expenses presents expenses by function and natural classification. Expenses directly attributable to a specific functional area are reported as expenses of those functional areas. Indirect costs that benefit multiple functional areas are allocated among the various functional areas based primarily on employee time and space utilization.

Income taxes

Each organization described in Note A is exempt from federal income tax as an organization described in Section 501(c)(3) of the Internal Revenue Code and is generally exempt from applicable state income taxes. Each organization is further classified as a public charity and not a private foundation for federal tax purposes. The organizations have not incurred unrelated business income taxes. As a result, no income tax provision or liability has been provided for in the accompanying consolidated financial statements.

Use of estimates

Management uses estimates and assumptions in preparing consolidated financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and reported revenues and expenses. Significant estimates used in preparing these consolidated financial statements include those used in determining the fair value of investments, beneficial interest in perpetual trusts held by others, and noncash contributions; the useful lives of property and equipment; and the liabilities for charitable gift annuities. Actual results could differ from the estimates.

Subsequent events

The Organization has evaluated for possible financial reporting and disclosure subsequent events through January 26, 2026, the date as of which the consolidated financial statements were available to be issued.

NOTE C – LIQUIDITY AND AVAILABILITY OF RESOURCES

Financial assets available for general expenditure within one year of the date of the consolidated statement of financial position are as follows:

Financial assets available:	
Cash and cash equivalents	\$ 11,610,651
Cash designated for long-term purposes	7,060,319
Cash and investments restricted for long-term purposes (see Note F)	11,205,581
Investments	<u>80,444,735</u>
Total financial assets available	110,321,286
Less amounts unavailable for general expenditure within one year due to:	
Board designations	(7,060,319)
Donor-imposed restrictions	<u>(19,439,896)</u>
Net financial assets available within one year	\$ <u>83,821,071</u>

The Organization is primarily supported by contributions. As part of the Organization's liquidity management, it structures its financial assets to be available as its general expenditures, liabilities, and other obligations come due. The Board of Directors has designated certain amounts for various purposes as described in Note J. Because of the designations, those amounts are not available for general expenditure within the next year; however, the Board of Directors could make them available, if necessary.

ONE MORE CHILD, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2025

NOTE C - LIQUIDITY AND AVAILABILITY OF RESOURCES (Continued)

The Organization also has certain assets limited to use for donor-restricted purposes. Because a donor's restriction requires resources to be used in a specific manner or in a future period, the Organization must maintain sufficient resources to meet its responsibilities to its donors. Thus, those financial assets may not be available for general expenditure within one year and are excluded from net financial assets available to meet general expenditures within one year. Certain other donor-restricted net assets are available for general expenditure within one year, because the restrictions on the net assets are expected to be met by conducting the normal activities of the Organization in the coming year. Management believes the Organization has sufficient cash and investments available for general operations that may be drawn upon in the event of an unanticipated financial distress or an immediate liquidity need.

NOTE D - CONCENTRATIONS

The Organization maintains its cash and cash equivalents in deposit accounts which may not be federally insured, may exceed federally insured limits, or may be insured by an entity other than an agency of the federal government. The Organization has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk related to cash and cash equivalents.

NOTE E - INVESTMENTS

Investments, including investments restricted for long-term purposes (see Note F), consisted of the following:

<u>Category</u>	
Common and preferred stocks	\$ 69,734,926
Debt securities	16,669,336
Mutual funds	<u>4,842,016</u>
Total investments	<u>\$ 91,246,278</u>

NOTE F - ASSETS RESTRICTED FOR LONG-TERM PURPOSES

Assets restricted for long-term purposes consisted of the following:

<u>Category</u>	
Cash and cash equivalents	\$ 404,038
Investments	10,801,543
Pledge receivable	<u>600,000</u>
Total assets restricted for long-term purposes	<u>\$ 11,805,581</u>

Assets restricted for long-term purposes were restricted for the following purposes:

<u>Category</u>	
Endowment funds and trusts	\$ 8,095,460
Net investments held for charitable gift annuities	2,712,675
Capital improvements	<u>997,446</u>
Total assets restricted for long-term purposes	<u>\$ 11,805,581</u>

ONE MORE CHILD, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2025

NOTE G – FAIR VALUE MEASUREMENTS

GAAP defines fair value for an investment generally as the price an organization would receive upon selling the investment in an orderly transaction to an independent buyer in the principal or most advantageous market for the investment. The information available to measure fair value varies depending on the nature of each investment and its market or markets. Accordingly, GAAP recognizes a hierarchy of “inputs” an organization may use in determining or estimating fair value. The inputs are categorized into “levels” that relate to the extent to which an input is objectively observable and the extent to which markets exist for identical or comparable investments. In determining or estimating fair value, an organization is required to maximize the use of observable market data (to the extent available) and minimize the use of unobservable inputs. The hierarchy assigns the highest priority to unadjusted quoted prices in active markets for identical items (Level 1 inputs) and the lowest priority to unobservable inputs (Level 3 inputs). A financial instrument’s level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

Following is a description of each of the three levels of input within the fair value hierarchy:

Level 1 – unadjusted quoted market prices in active markets for identical items

Level 2 – other significant observable inputs (such as quoted prices for similar items)

Level 3 – significant unobservable inputs

The estimated fair value of the Organization’s beneficial interest in perpetual trusts held by others measured using Level 3 inputs is based on a valuation model that calculates the discounted present value of the estimated future distributions the Organization expects to receive as well as amounts provided by banks and financial institutions.

The estimated fair value of charitable gift annuities payable measured using Level 3 inputs is based on a valuation model that calculates the discounted present value of the estimated payments to be made by the Organization under the contracts, applying certain assumptions regarding interest rates and life expectancies.

Estimated fair value of certain assets (liabilities) measured on a recurring basis at June 30, 2025, are as follows:

	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Common and preferred stocks	\$ 69,734,926	\$ 69,734,926	\$ —	\$ —
Debt securities	16,669,336	16,669,336	—	—
Mutual funds	4,842,016	4,842,016	—	—
Beneficial interest in perpetual trusts held by others	<u>3,211,962</u>	<u>—</u>	<u>—</u>	<u>3,211,962</u>
Total assets	<u>\$ 94,458,240</u>	<u>\$ 91,246,278</u>	<u>\$ —</u>	<u>\$ 3,211,962</u>
Present value of charitable gift annuities payable	<u>\$ (2,215,005)</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ (2,215,005)</u>

The activity of financial instruments measured using Level 3 inputs during the year ended June 30, 2025 was immaterial.

ONE MORE CHILD, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2025

NOTE H - PROPERTY AND EQUIPMENT

Property and equipment consisted of the following:

Category	
Land	\$ 5,089,271
Buildings and building improvements	25,942,550
Furniture and equipment	2,444,257
Vehicles	1,131,065
Construction in progress	<u>17,294,079</u>
Total	51,901,222
Less: Accumulated depreciation	<u>(11,787,660)</u>
Net property and equipment	<u>\$ 40,113,562</u>

Depreciation expense amounted to \$722,606 for the year ended June 30, 2025.

NOTE I - BENEFICIAL INTEREST IN PERPETUAL TRUSTS HELD BY OTHERS

Beneficial interest in perpetual trusts held by others consisted of the following:

Category	
Beneficial interest in perpetual trusts held by others	\$ 1,832,636
Beneficial interest in perpetual trusts held by Florida Baptist Foundation, Inc. ("FBF")	<u>1,379,326</u>
Total beneficial interest in perpetual trusts held by others	<u>\$ 3,211,962</u>

NOTE J - BOARD DESIGNATED NET ASSETS

Net assets were designated by the Organization's Board of Directors for the following purposes as of June 30, 2025:

Category	
Capital improvements	\$ 5,060,594
Capital repairs	1,218,717
Vehicle repairs	723,025
Insurance reserve	<u>57,983</u>
Total board designated net assets	<u>\$ 7,060,319</u>

ONE MORE CHILD, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2025

NOTE K – NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions were comprised of the following during the year ended June 30, 2025:

	Balance <u>July 1</u>	<u>Contributions</u>	Investment activity, net and other	Disbursements/ releases	Balance <u>June 30</u>
Appreciation on endowment assets	\$ 7,246,773	\$ —	\$ 262,901	\$ —	\$ 7,509,674
Endowment corpus with distributions available for general operating purposes	7,331,549	26,525	—	—	7,358,074
Other time and use restrictions	3,680,362	—	17,954	(241,880)	3,456,436
Net investment held for charitable gift annuities	2,932,398	—	274,629	(494,352)	2,712,675
Beneficial interest in perpetual trusts held by others	1,699,000	—	133,636	—	1,832,636
Beneficial interest in perpetual trusts held by FBF	1,338,011	—	41,315	—	1,379,326
Capital improvements	2,573,340	—	83,705	(1,659,599)	997,446
Global	846,281	—	—	(15,856)	830,425
Endowment corpus with distributions restricted for various purposes	737,386	—	—	—	737,386
Scholarships	<u>740,165</u>	<u>—</u>	<u>—</u>	<u>(15,524)</u>	<u>724,641</u>
Total	<u>\$ 29,125,265</u>	<u>\$ 26,525</u>	<u>\$ 814,140</u>	<u>\$ (2,427,211)</u>	<u>\$ 27,538,719</u>

The Organization preserves the estimated fair value of endowment gifts as of the gift date, which management deems is in compliance with state law. Accordingly, the Organization classifies as “endowment corpus” (a) the original value of gifts donated to the endowments and (b) the original value of subsequent gifts to the endowments. The Organization has adopted an investment policy for endowment assets that attempts to provide a predictable stream of funding to supported programs while seeking to maintain the purchasing power of the endowment assets and to preserve the invested capital. The Organization seeks the advice of investment counsel, as well as management and the Board, when determining amounts to be spent on supported programs. The Organization has adopted a current spending policy of 5% of the estimated fair value of the endowment funds.

NOTE L – NONCASH CONTRIBUTIONS

Noncash contributions recognized in the consolidated statement of activities included:

<u>Category</u>	
Food and beverages	\$ 32,738,312
Clothing, toys, daily living essentials, and other	<u>18,793,660</u>
Total noncash contributions	<u>\$ 51,531,972</u>

ONE MORE CHILD, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2025

NOTE M – RETIREMENT PLAN

The Organization participates in a defined contribution retirement plan administered by Guidestone Financial Resources of the Southern Baptist Convention (“the Plan”). The Plan covers all employees of the Organization meeting certain eligibility requirements. The Organization contributed approximately \$803,000 to the Plan during the year ended June 30, 2025.

NOTE N – SELF-INSURANCE PROGRAM

The Organization maintains a self-insurance program for health insurance coverage. The Organization has contracted with a third-party administrator to process health insurance claims. Under the terms of the contract, the Organization is self-insured for the first \$75,000 of claims incurred per covered individual per calendar year. To limit its risk, the Organization has purchased specific stop-loss insurance that reimburses 100% of eligible claims in excess of \$75,000 per covered individual per year, with no lifetime maximum. The Organization also maintains aggregate stop-loss insurance which reimburses 100% of eligible claims above a minimum aggregate deductible, up to a maximum aggregate benefit of \$1,000,000 per policy year for the entire covered group. As of June 30, 2025, claims incurred but not paid or reported were not material to the consolidated financial statements and are included within “accounts payable and accrued expenses” in the accompanying consolidated statement of financial position.

NOTE O – TRANSACTIONS WITH COOPERATING MINISTRIES

The Organization is a cooperating ministry of the Florida Baptist State Convention. The Florida Baptist State Convention provides funding to the Organization through the Cooperative Program administered by Florida Baptist Convention, Inc. The Organization received approximately \$912,000 from Florida Baptist Convention, Inc. related to this program during the year ended June 30, 2025. This amount is included within “contributions without donor restrictions” in the accompanying consolidated statement of activities.

Florida Baptist Foundation, Inc. (“FBF”) is also a cooperating ministry of the Florida Baptist State Convention. FBF serves as trustee over a number of investment accounts for the Organization, and also holds trusts in which the Organization has a beneficial interest. FBF was trustee of approximately \$3,365,000 of the Organization’s cash and investments as of June 30, 2025. Further, the Organization had a beneficial interest in trusts held by FBF in the amount of \$1,379,326 as of June 30, 2025.

NOTE P – RELATED PARTY TRANSACTIONS

During the year ended June 30, 2025, the Organization paid approximately \$2,249,000 for construction services to an entity in which a Board member has an ownership interest.

NOTE Q – COMMITMENTS

FBCH Land Holdings, Inc. has entered into various contracts for residential construction and related costs. The contracts total approximately \$8,211,000, of which approximately \$1,697,000 remained unpaid as of June 30, 2025.

NOTE R – CONTINGENCIES

From time to time, the Organization becomes aware of the existence of possible legal claims against it. While possible claims may exist, management does not have any basis for concluding that such claims would have a material adverse effect on the consolidated financial statements.

Supplemental Information

ONE MORE CHILD, INC.
SUPPLEMENTAL CONSOLIDATING STATEMENT OF FINANCIAL POSITION
June 30, 2025
(UNAUDITED)

	ASSETS					
	One More Child, Inc.	FBCH Land Holdings, Inc.	FBCH Land Holdings II, Inc.	One More Child Foundation, Inc.	Eliminations	Total
ASSETS						
Cash and cash equivalents	\$ 8,132,328	\$ 628,613	\$ 899	\$ 2,848,811	\$ —	\$ 11,610,651
Cash designated for long-term purposes	1,999,725	5,060,594	—	—	—	7,060,319
Assets restricted for long-term purposes	3,572,823	397,446	—	7,835,312	—	11,805,581
Investments	7,998,159	—	—	72,446,576	—	80,444,735
Property and equipment, net	706,809	39,406,753	—	—	—	40,113,562
Beneficial interest in perpetual trusts held by others	3,211,962	—	—	—	—	3,211,962
Other assets	3,283,520	1,220,478	—	—	(1,313,000)	3,190,998
Total assets	\$ 28,905,326	\$ 46,713,884	\$ 899	\$ 83,130,699	\$ (1,313,000)	\$ 157,437,808
LIABILITIES AND NET ASSETS						
LIABILITIES						
Accounts payable and accrued expenses	\$ 2,602,343	\$ 1,260,000	\$ 5,000	\$ 48,000	\$ (1,313,000)	\$ 2,602,343
Present value of charitable gift annuities payable	2,215,005	—	—	—	—	2,215,005
Total liabilities	4,817,348	1,260,000	5,000	48,000	(1,313,000)	4,817,348
NET ASSETS						
Without donor restrictions						
Operating	9,178,147	589,091	(4,101)	68,144,723	—	77,907,860
Net investment in property and equipment	706,809	39,406,753	—	—	—	40,113,562
Board designated	1,999,725	5,060,594	—	—	—	7,060,319
Total net assets without donor restrictions	11,884,681	45,056,438	(4,101)	68,144,723	—	125,081,741
With donor restrictions	12,203,297	397,446	—	14,937,976	—	27,538,719
Total net assets	24,087,978	45,453,884	(4,101)	83,082,699	—	152,620,460
Total liabilities and net assets	\$ 28,905,326	\$ 46,713,884	\$ 899	\$ 83,130,699	\$ (1,313,000)	\$ 157,437,808

ONE MORE CHILD, INC.
SUPPLEMENTAL CONSOLIDATING STATEMENT OF ACTIVITIES
For The Year Ended June 30, 2025
(UNAUDITED)

	One More Child, Inc.	FBCH Land Holdings, Inc.	FBCH Land Holdings II, Inc.	One More Child Foundation, Inc.	Eliminations	Total
CHANGE IN NET ASSETS WITHOUT DONOR						
RESTRICTIONS						
Public support and revenue						
Contributions - noncash	\$ 51,531,972	\$ —	\$ —	\$ —	\$ —	\$ 51,531,972
Contributions - cash	18,091,328	—	—	35,440	—	18,126,768
Child support and contracts	6,245,959	—	—	—	—	6,245,959
Net (loss) gain on investments	(9,665)	—	—	3,514,115	—	3,504,450
Interest and dividend income	308,450	180,970	—	1,239,628	—	1,729,048
Other revenue	152,387	50,812	—	—	—	203,199
Net gain (loss) on sales of property and equipment	10,450	(84,613)	—	—	—	(74,163)
Grants from affiliates	4,160,713	4,459,238	—	—	(8,619,951)	—
Total public support and revenue	80,491,594	4,606,407	—	4,789,183	(8,619,951)	81,267,233
Net assets released from time and use restrictions	1,107,598	1,319,613	—	—	—	2,427,211
Total public support and revenue and net assets released from time and use restrictions	81,599,192	5,926,020	—	4,789,183	(8,619,951)	83,694,444
Expenses						
Program services						
Compassion ministries	52,923,223	—	—	—	—	52,923,223
Global	3,730,147	—	—	—	—	3,730,147
Foster care	3,608,743	86,238	—	—	—	3,694,981
Anti-trafficking	3,107,031	—	—	—	—	3,107,031
Other programs	2,880,274	40,244	—	—	—	2,920,518
Single moms	1,408,183	—	—	—	—	1,408,183
Campus ministries	922,019	448,439	—	—	—	1,370,458
Family support	1,085,002	—	—	—	—	1,085,002
Grants to affiliates	4,459,238	311,097	2,500	3,847,116	(8,619,951)	—
Total program services	74,123,860	886,018	2,500	3,847,116	(8,619,951)	70,239,543
Support services						
Promotion and development	4,410,551	—	—	—	—	4,410,551
General administration	3,926,251	9,367	190	212	—	3,936,020
Total support services	8,336,802	9,367	190	212	—	8,346,571
Total expenses	82,460,662	895,385	2,690	3,847,328	(8,619,951)	78,586,114
Change in net assets without donor restrictions	(861,470)	5,030,635	(2,690)	941,855	—	5,108,330
CHANGE IN NET ASSETS WITH DONOR						
RESTRICTIONS						
Interest and dividend income	139,794	—	—	271,528	—	411,322
Change in beneficial interest in perpetual trusts held by others	174,951	—	—	—	—	174,951
Net gain (loss) on investments	200,962	—	—	(62,375)	—	138,587
Net change in present value of charitable gift annuities payable	89,280	—	—	—	—	89,280
Contributions - cash	26,525	—	—	—	—	26,525
Net assets released from time and use restrictions	(1,107,598)	(1,319,613)	—	—	—	(2,427,211)
Grants to/from affiliates	(26,525)	—	—	26,525	—	—
Change in net assets with donor restrictions	(502,611)	(1,319,613)	—	235,678	—	(1,586,546)
CHANGE IN NET ASSETS	(1,364,081)	3,711,022	(2,690)	1,177,533	—	3,521,784
NET ASSETS - Beginning of year	25,452,059	41,742,862	(1,411)	81,905,166	—	149,098,676
NET ASSETS - End of year	\$ 24,087,978	\$ 45,453,884	\$ (4,101)	\$ 83,082,699	\$ —	\$ 152,620,460

ONE MORE CHILD, INC.
SUPPLEMENTAL CONSOLIDATING STATEMENT OF CASH FLOWS
For The Year Ended June 30, 2025
(UNAUDITED)

	One More Child, Inc.	FBCH Land Holdings, Inc.	FBCH Land Holdings II, Inc.	One More Child Foundation, Inc.	Eliminations	Total
OPERATING CASH FLOWS						
Cash received from contributors	\$ 13,532,090	\$ —	\$ —	\$ 35,440	\$ —	\$ 13,567,530
Cash received for child support and contracts	7,666,684	—	—	—	—	7,666,684
Cash received from interest and dividends	448,244	180,970	—	1,511,156	—	2,140,370
Cash received from affiliates	4,160,713	5,929,225	—	—	(10,089,938)	—
Other revenue received	152,387	50,812	—	—	—	203,199
Cash paid for operating activities and costs	<u>(32,132,356)</u>	<u>(320,464)</u>	<u>(190)</u>	<u>(3,847,328)</u>	<u>10,116,463</u>	<u>(26,183,875)</u>
Net operating cash flows	<u>(6,172,238)</u>	<u>5,840,543</u>	<u>(190)</u>	<u>(2,300,732)</u>	<u>26,525</u>	<u>(2,606,092)</u>
INVESTING CASH FLOWS						
Net proceeds from sales of investments	1,765,165	—	—	4,563,309	—	6,328,474
Net investment in assets restricted for long-term purposes	(1,525,370)	—	—	(26,525)	—	(1,551,895)
Net proceeds from sales of property and equipment	10,450	201,097	—	—	—	211,547
Purchases of and improvements to property and equipment	<u>(161,662)</u>	<u>(11,059,393)</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>(11,221,055)</u>
Net investing cash flows	<u>88,583</u>	<u>(10,858,296)</u>	<u>—</u>	<u>4,536,784</u>	<u>—</u>	<u>(6,232,929)</u>
FINANCING CASH FLOWS						
Proceeds from contributions restricted for:						
Investment in property and equipment	4,559,238	—	—	—	—	4,559,238
Endowment	26,525	—	—	—	—	26,525
Grants to/from affiliates restricted for long-term endowment	<u>—</u>	<u>—</u>	<u>—</u>	<u>26,525</u>	<u>(26,525)</u>	<u>—</u>
Net financing cash flows	<u>4,585,763</u>	<u>—</u>	<u>—</u>	<u>26,525</u>	<u>(26,525)</u>	<u>4,585,763</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS, DESIGNATED CASH, AND RESTRICTED CASH	(1,497,892)	(5,017,753)	(190)	2,262,577	—	(4,253,258)
CASH AND CASH EQUIVALENTS, DESIGNATED CASH, AND RESTRICTED CASH - Beginning of year	<u>11,636,537</u>	<u>11,104,406</u>	<u>1,089</u>	<u>586,234</u>	<u>—</u>	<u>23,328,266</u>
CASH AND CASH EQUIVALENTS, DESIGNATED CASH, AND RESTRICTED CASH - End of year	<u>\$ 10,138,645</u>	<u>\$ 6,086,653</u>	<u>\$ 899</u>	<u>\$ 2,848,811</u>	<u>\$ —</u>	<u>\$ 19,075,008</u>
REPORTED IN THE CONSOLIDATING STATEMENT OF FINANCIAL POSITION AS FOLLOWS						
Cash and cash equivalents	\$ 8,132,328	\$ 628,613	\$ 899	\$ 2,848,811	\$ —	\$ 11,610,651
Cash designated for long-term purposes	1,999,725	5,060,594	—	—	—	7,060,319
Restricted cash included in "assets restricted for long-term purposes"	<u>6,592</u>	<u>397,446</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>404,038</u>
Total cash and cash equivalents, designated cash, and restricted cash	<u>\$ 10,138,645</u>	<u>\$ 6,086,653</u>	<u>\$ 899</u>	<u>\$ 2,848,811</u>	<u>\$ —</u>	<u>\$ 19,075,008</u>

ONE MORE CHILD, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
For The Year Ended June 30, 2025

Federal Agency	Federal CFDA Number	Contract/Grant Number	Expenditures
U.S. Department of Health and Human Services			
Passed through State of Florida Department of Children and Families:			
Family Partnerships of Central Florida:			
Foster Care Title IV-E	93.658	CPA2401	\$ 102,030
Adoption Assistance	93.659	CPA2401	5,817
Temporary Assistance for Needy Families	93.558	CPA2401	36,162
Foster Care Title IV-E	93.658	CRA2403	31,883
Adoption Assistance	93.659	CRA2403	1,817
Temporary Assistance for Needy Families	93.558	CRA2403	11,300
MaryLee Allen Promoting Safe and Stable Families Program	93.556	CRA2471	1,118
Social Services Block Grant	93.667	CRA2471	2,249
Child Abuse and Neglect State Grants	93.669	CRA2471	175
Foster Care Title IV-E	93.658	CRA2471	3,423
Temporary Assistance for Needy Families	93.558	CRA2471	10,278
Children's Network of Hillsborough County:			
Foster Care Title IV-E	93.658	Other assistance	15,562
Adoption Assistance	93.659	Other assistance	888
Temporary Assistance for Needy Families	93.558	Other assistance	5,516
Children's Network of Southwest Florida:			
Foster Care Title IV-E	93.658	BBW20	384,030
Adoption Assistance	93.659	BBW20	21,890
Temporary Assistance for Needy Families	93.558	BBW20	136,108
Community Partnership for Children:			
Foster Care Title IV-E	93.658	D12-24-FBCH-CPA	218,512
Adoption Assistance	93.659	D12-24-FBCH-CPA	12,456
Temporary Assistance for Needy Families	93.558	D12-24-FBCH-CPA	77,446
BOCC St. John's Family Integrity Program Foster Care:			
Foster Care Title IV-E	93.658	Other assistance	2,027
Adoption Assistance	93.659	Other assistance	116
Temporary Assistance for Needy Families	93.558	Other assistance	718
Family Support Services of North Florida:			
Foster Care Title IV-E	93.658	Other assistance	205,958
Adoption Assistance	93.659	Other assistance	11,739
Temporary Assistance for Needy Families	93.558	Other assistance	72,995
Family Support Services Suncoast:			
Foster Care Title IV-E	93.658	FSS-C6-TFC-FBCH-FY25	65,338
Adoption Assistance	93.659	FSS-C6-TFC-FBCH-FY25	3,724
Temporary Assistance for Needy Families	93.558	FSS-C6-TFC-FBCH-FY25	23,157
Heartland for Children:			
Foster Care Title IV-E	93.658	TFB01	137,640
Adoption Assistance	93.659	TFB01	10,072
Temporary Assistance for Needy Families	93.558	TFB01	50,559
Northwest Florida Health Network:			
Foster Care Title IV-E	93.658	A0909	86,849
Adoption Assistance	93.659	A0909	4,950
Temporary Assistance for Needy Families	93.558	A0909	30,781
Foster Care Title IV-E	93.658	A0936	103,645
Adoption Assistance	93.659	A0936	5,908
Temporary Assistance for Needy Families	93.558	A0936	36,734
Partnership for Strong Families:			
Foster Care Title IV-E	93.658	PNP952	134,711
Adoption Assistance	93.659	PNP952	8,218
MaryLee Allen Promoting Safe and Stable Families Program	93.556	PNP952	177
Stephanie Tubbs Jones Child Welfare Services Program	93.645	PNP952	1,391
Temporary Assistance for Needy Families	93.558	PNP952	56,058
Social Services Block Grant	93.667	PNP952	744
Grants to States for Medicaid	93.778	PNP952	95

ONE MORE CHILD, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE (Continued)
For The Year Ended June 30, 2025

Federal Agency	Federal CFDA Number	Contract/Grant Number	Expenditures
U.S. Department of Health and Human Services (Continued)			
Passed through State of Florida Department of Children and Families (Continued):			
Safe Children Coalition:			
Foster Care Title IV-E	93.658	FBHOHCS25 - Flat	\$ 134,589
Adoption Assistance	93.659	FBHOHCS25 - Flat	7,672
Temporary Assistance for Needy Families	93.558	FBHOHCS25 - Flat	47,702
Foster Care Title IV-E	93.658	FBHOHCS25 - Daily	17,866
Adoption Assistance	93.659	FBHOHCS25 - Daily	616
Temporary Assistance for Needy Families	93.558	FBHOHCS25 - Daily	308
Social Services Block Grant	93.667	FBHOHCS25 - Daily	12,014
U.S. Department of Justice			
VOCA:			
Crime Victims Assistance	16.575	VOCA-C-2024-Florida Baptist Children's Homes-00179	91,518
Crime Victims Assistance	16.575	VOCA-C-2024-Florida Baptist Children's Homes-00169	166,774
Crime Victims Assistance	16.575	VOCA-C-2024-Florida Baptist Children's Homes-00178	342,203
Crime Victims Assistance	16.575	VOCA-C-2024-Florida Baptist Children's Homes-00177	428,315
Crime Victims Assistance	16.575	VOCA-C-2024-Florida Baptist Children's Homes-00152	255,381
U.S. Department the Treasury			
North Carolina Human Trafficking Commission and the North Carolina Office of the Courts:			
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.0027	Other assistance	77,431
Total Expenditures of Federal Awards			<u>\$ 3,715,353</u>
State Agency	State CSFA Number	Contract/Grant Number	Expenditures
Florida Department of Children and Families			
Community Partnership for Children:			
Out-of-Home Supports	60.074	D12-24-FBCH-CPA	\$ 11,757
State Appropriations:			
Services to Victims of Sexual Exploitation	60.152	TJ507	769,516
Florida Baptist Children's Homes - Brave Moms Program	60.165	LJ202	475,000
One More Child - Sarasota Campus for Children and Families	60.292	WG059	* 1,353,708
One More Child - Sarasota Campus for Children and Families	60.328	WG080	750,000
Florida Department of Health			
State Appropriations:			
Ounce of Prevention Fund of Florida	64.035	24-25-480	92,090
Total Expenditures of State Financial Assistance			<u>\$ 3,452,071</u>
Total Federal and State Awards			<u>\$ 7,167,424</u>

SUPPLEMENTAL DISCLOSURE

* The \$1,353,708 of expenditures for One More Child - Sarasota Campus for Children and Families grant number WG059 includes \$401,434 of expenditures incurred in the prior reporting period. See additional details within the Schedule of Findings and Questioned Costs - Federal Programs and State Projects (Finding 2025-001).

ONE MORE CHILD, INC.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE (Continued)
For The Year Ended June 30, 2025

Reconciliation of Amounts as Reported by Federal CFDA and State CSFA Number

<u>Federal Program Title</u>	<u>Federal CFDA Number</u>	<u>Expenditures</u>
MaryLee Allen Promoting Safe and Stable Families Program	93.556	\$ 1,295
Temporary Assistance for Needy Families	93.558	595,822
Foster Care Title IV-E	93.658	1,644,063
Adoption Assistance	93.659	95,883
Stephanie Tubbs Jones Child Welfare Services Program	93.645	1,391
Social Services Block Grant	93.667	15,007
Child Abuse and Neglect State Grants	93.669	175
Grants to States for Medicaid	93.778	95
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	77,431
Crime Victims Assistance	16.575	<u>1,284,191</u>

Total Expenditures of Federal Awards by CFDA Number **\$ 3,715,353**

<u>State Awards Title</u>	<u>State CSFA Number</u>	<u>Expenditures</u>
Out-of-Home Supports	60.074	\$ 11,757
Services to Victims of Sexual Exploitation	60.152	769,516
Florida Baptist Children's Homes - Brave Moms Program	60.165	475,000
One More Child - Sarasota Campus for Children and Families	60.292	1,353,708
One More Child - Sarasota Campus for Children and Families	60.328	750,000
Ounce of Prevention Fund of Florida	64.035	<u>92,090</u>

Total Expenditures of State Awards by CSFA Number **\$ 3,452,071**

Total Federal and State Awards **\$ 7,167,424**

ONE MORE CHILD, INC.

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
For The Year Ended June 30, 2025

NOTE A - BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards and State Financial Assistance (“the Schedule”) includes the federal and state award activity of One More Child, Inc. (“the Organization”) under programs of the federal and state government 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 Chapter 10.650 Rules of the Auditor General. Because the Schedule presents only a selected portion of the operations of the Organization, it is not intended to and does not present the consolidated financial position, consolidated changes in net assets, or consolidated cash flows of the Organization.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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 OMB Circular A-122, *Cost Principles for Non-Profit Organizations*, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

NOTE C - INDIRECT COST RATE

The Organization has elected to use the 10% de minimis indirect cost rate as allowed under the Uniform Guidance.



Batt Morrison
Wales & Lee
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REPORT OF INDEPENDENT AUDITOR ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE
AND OTHER MATTERS BASED ON AN AUDIT OF CONSOLIDATED FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

The Board of Directors
One More Child, Inc.
Lakeland, Florida

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 consolidated financial statements of One More Child, Inc. (“the Organization”), which consist of the consolidated statement of financial position as of June 30, 2025, and the related consolidated statements of activities, cash flows, and functional expenses for the year then ended, and the related notes to the consolidated financial statements, and have issued our report thereon dated January 26, 2026, except for our report on the supplementary information for which the date is March 30, 2026.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the consolidated financial statements, we considered the Organization’s 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 consolidated financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Organization’s internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization’s 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 a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Organization’s consolidated 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 audit 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.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Organization’s consolidated 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 consolidated financial statements. 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*.

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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.

Batts Morrison Wales & Lee, P.A.

BATTS MORRISON WALES & LEE, P.A.

Orlando, Florida
March 30, 2026



Batts Morrison
Wales & Lee
CPAs for Nonprofits

REPORT OF INDEPENDENT AUDITOR 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

The Board of Directors
One More Child, Inc.
Lakeland, Florida

Report on Compliance for Each Major Federal Program and State Project

Opinion on Each Major Federal Program and State Project

We have audited One More Child, Inc.'s ("the Organization") compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement*, and the requirements identified as subject to audit in the 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 – Federal Programs and State Projects.

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 on 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 and 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* ("the Uniform Guidance"); and 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 provisions 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 for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

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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 judgment made by a reasonable user of the report on compliance about the Organization's compliance with the requirements of each major federal program and state 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 judgment 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 procedures responsive to those risks. Such procedures include 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 weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

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, and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify a certain deficiency in internal control over compliance that we consider to be a material weakness.

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. We consider the deficiency in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs – Federal Programs and State Projects as item 2025-001 to be a material weakness in internal control over state project compliance.

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.

Government Auditing Standards requires the auditor to perform limited procedures on the Organization's response to the internal control over compliance finding identified in our compliance audit described in the accompanying Schedule of Findings and Questioned Costs – Federal Programs and State Projects. The Organization's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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.

One More Child, Inc.
March 30, 2026
Page 3

Batts Morrison Wales & Lee, P.A.

BATTS MORRISON WALES & LEE, P.A.

Orlando, Florida
March 30, 2026

ONE MORE CHILD, INC.

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS – FEDERAL PROGRAMS AND STATE PROJECTS
For The Year Ended June 30, 2025**

A. SUMMARY OF AUDITOR’S RESULTS

1. The auditor’s report expresses an unmodified opinion on whether the consolidated financial statements of One More Child, Inc. (“the Organization”) were prepared in accordance with accounting principles generally accepted in the United States of America.
2. No material weaknesses or significant deficiencies relating to the audit of the consolidated financial statements are reported in the Report of Independent Auditor on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Consolidated Financial Statements Performed in Accordance with *Government Auditing Standards*.
3. No instances of noncompliance material to the consolidated financial statements of the Organization, which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
4. One material weakness relating to the audit of the major federal award programs and state projects is reported in the Report of Independent Auditor 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.
5. The auditor’s report on compliance with requirements applicable to the major federal programs and state projects for the Organization expresses an unmodified opinion.
6. Our audit disclosed no findings required to be reported related to federal programs in accordance with 2 CFR section 200.516(a), nor did our audit disclose any findings related to state projects required to be disclosed in accordance with Chapter 10.656, Rules of the Auditor General.
7. The programs and projects tested as major programs and projects included the following:

<u>Federal Programs</u>	<u>Federal CFDA Number</u>
Department of Health and Human Services: Temporary Assistance for Needy Families	93.558
Department of Justice: Crime Victim Assistance	16.575
<u>State Projects</u>	<u>State CSFA Number</u>
Florida Department of Children and Families: Florida Baptist Children's Homes - Brave Moms Program	60.165
One More Child - Sarasota Campus for Children and Families	60.292
One More Child - Sarasota Campus for Children and Families	60.328

8. The threshold used for distinguishing between Type A and B programs was \$750,000 for major federal programs and state projects.
9. The Organization was determined to be a low-risk auditee.

B. FINDINGS – CONSOLIDATED FINANCIAL STATEMENTS AUDIT

None.

ONE MORE CHILD, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS – FEDERAL PROGRAMS AND STATE PROJECTS
(Continued)
For The Year Ended June 30, 2025

C. FINDINGS – MAJOR FEDERAL PROGRAMS

None.

D. FINDINGS – MAJOR STATE PROJECTS

MATERIAL WEAKNESS

2025-001. Florida Department of Children and Families:
One More Child - Sarasota Campus for Children and Families – CSFA 60.292
Grant Number WG059

We recommend certain improvements related to the preparation and review of the Organization's Schedule of Expenditures of Federal Awards and State Financial Assistance.

Criteria: Internal controls should provide reasonable assurance that all expenditures subject to state single audit requirements are included on the Schedule of Expenditures of Federal Awards and State Financial Assistance in the appropriate period.

Condition: The Organization incurred \$1,353,708 of expenditures for the One More Child - Sarasota Campus for Children and Families – CSFA 60.292 grant number WG059 through June 30, 2025. Of this amount, \$401,434 of expenditures were incurred from March 2024 through June 30, 2024, and \$952,274 of expenditures were incurred from July 1, 2024 through June 30, 2025. The Schedule of Expenditures of Federal Awards and State Financial Assistance is prepared under the accrual basis of accounting. Accordingly, the expenditures incurred from March 2024 through June 30, 2024 for this contract should have been reported in the Organization's Schedule of Expenditures of Federal Awards and State Financial Assistance for the year ended June 30, 2024, but the expenditures were inadvertently omitted from the prior schedule. As a result, the \$401,434 of expenditures incurred from March 2024 through June 30, 2024 have been reported in the Schedule of Expenditures of Federal Awards and State Financial Assistance for the year ended June 30, 2025, and disclosed accordingly.

Cause: The Organization did not receive reimbursement of the expenditures incurred from March 2024 through June 30, 2024 for grant number WG059 until the year ended June 30, 2025. We understand that due to the timing of receipt of reimbursement, management inadvertently omitted these expenditures from the prior Schedule of Expenditures of Federal Awards and State Financial Assistance.

Effect: The condition presents an elevated risk of the Organization preparing an incomplete Schedule of Expenditures of Federal Awards and State Financial Assistance.

Context: The auditor identified that the \$401,434 of expenditures for grant number WG059 were incurred in a prior period through its auditing procedures. No other similar exceptions were noted.

Repeat Finding: This finding is not a repeat finding.

Recommendation: We recommend that the Organization carefully review the Schedule of Expenditures of Federal Awards and State Financial Assistance to ensure all expenditures subject to state single audit requirements are properly included in the correct reporting period.

ONE MORE CHILD, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS – FEDERAL PROGRAMS AND STATE PROJECTS
(Continued)
For The Year Ended June 30, 2025

2025-001. (Continued)

Views of Responsible Officials and Planned Corrective Action: The Organization agrees with the finding and will implement additional procedures for its preparation and review of the Schedule of Expenditures of Federal Awards and State Financial Assistance.

E. OTHER ISSUES

No management letter is required because there were no findings required to be reported in the management letter under Rule 10.656(3)(e) of the Rules of the Auditor General.

No summary schedule of prior audit findings is required because there were no prior audit findings related to federal programs or state projects (Section 10.656(3)(d)5, Rules of the Auditor General).



CORRECTIVE ACTION PLAN

March 30, 2026

Florida Department of Children and Families

One More Child, Inc. (“the Organization”), respectfully submits the following corrective action plan for the year ended June 30, 2025.

Name and address of independent public accounting firm: Batts Morrison Wales & Lee, P.A.
801 North Orange Avenue, Suite 800
Orlando, Florida 32801

Audit period: June 30, 2025

The findings from the June 30, 2025 Schedule of Findings and Questioned Costs – Federal Programs and State Projects are discussed below.

FINDINGS – MAJOR STATE PROJECTS

MATERIAL WEAKNESS

2025-001. Florida Department of Children and Families
One More Child - Sarasota Campus for Children and Families – CSFA 60.292
Grant No. WG059

We recommend certain improvements related to the preparation and review of the Organization’s Schedule of Expenditures of Federal Awards and State Financial Assistance.

Criteria: Internal controls should provide reasonable assurance that all expenditures subject to state single audit requirements are included on the Schedule of Expenditures of Federal Awards and State Financial Assistance in the appropriate period.

Joe K. Blanton Campus
1015 Sikes Blvd.
Lakeland, FL 33815

P.O. Box 1870
Lakeland, FL 33802

863.688.4981
children@onemorechild.org
onemorechild.org



Condition: The Organization incurred \$1,353,708 of expenditures for the One More Child - Sarasota Campus for Children and Families – CSFA 60.292 grant number WG059 through June 30, 2025. Of this amount, \$401,434 of expenditures were incurred from March 2024 through June, 30, 2024, and \$952,274 of expenditures were incurred from July 1, 2024 through June 30, 2025. The Schedule of Expenditures of Federal Awards and State Financial Assistance is prepared under the accrual basis of accounting. Accordingly, the expenditures incurred from March 2024 through June, 30, 2024 for this contract should have been reported in the Organization’s Schedule of Expenditures of Federal Awards and State Financial Assistance for the year ended June 30, 2024, but the expenditures were inadvertently omitted from the prior schedule. As a result, the \$401,434 of expenditures incurred from March 2024 through June, 30, 2024 have been reported in the Schedule of Expenditures of Federal Awards and State Financial Assistance for the year ended June 30, 2025, and disclosed accordingly.

Cause: The Organization did not receive reimbursement of the expenditures incurred from March 2024 through June, 30, 2024 for grant number WG059 until the year ended June 30, 2025. We understand that due to the timing of receipt of reimbursement, management inadvertently omitted these expenditures from the prior Schedule of Expenditures of Federal Awards and State Financial Assistance.

Effect: The condition presents an elevated risk of the Organization preparing an incomplete Schedule of Expenditures of Federal Awards and State Financial Assistance.

Context: The auditor identified that the \$401,434 of expenditures for grant number WG059 were incurred in a prior period through its auditing procedures. No other similar exceptions were noted.

Repeat Finding: This finding is not a repeat finding.

Recommendation: We recommend that the Organization carefully review the Schedule of Expenditures of Federal Awards and State Financial Assistance to ensure all expenditures subject to state single audit requirements are properly included in the correct reporting period.

Views of Responsible Officials and Planned Corrective Action: The Organization agrees with the finding and will implement additional procedures for its preparation and review of the Schedule of Expenditures of Federal Awards and State Financial Assistance.

If the Florida Department of Children and Families has questions regarding this plan, please contact us at (863) 687-8811.

Sincerely yours,



Kim Bedwell, CFO
One More Child, Inc.