

VOICES FOR CHILDREN FOUNDATION, INC.

**FINANCIAL STATEMENTS,
INDEPENDENT AUDITOR'S REPORT,
AND SUPPLEMENTARY INFORMATION**

JUNE 30, 2025 AND 2024

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HALLER ROBBINS EPELBAUM MISIUNAS, LLC

Certified Public Accountants and Associates

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Voices For Children Foundation, Inc.
Miami, Florida

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Voices For Children Foundation, Inc. (the "Organization"), (a nonprofit organization), which comprise the statements of financial position as of June 30, 2025 and 2024, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Voices For Children Foundation, Inc. as of June 30, 2025 and 2024, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America 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 the Organization and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

HALLER ROBBINS EPELBAUM MISIUNAS, LLC

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Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with 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 financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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 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 financial statements as a whole. 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 of the State of Florida, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

HALLER ROBBINS EPELBAUM MISIUNAS, LLC

Certified Public Accountants and Associates

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 11, 2026, on our consideration of the Organization's internal control over financial reporting and on our tests of its compliance with certain 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.

Haller Robbins Epelbaum Misiunas, LLC

Miami, Florida
February 11, 2026

VOICES FOR CHILDREN FOUNDATION, INC.

STATEMENTS OF FINANCIAL POSITION

JUNE 30, 2025 AND 2024

	<u>June 30, 2025</u>	<u>June 30, 2024</u>
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 1,466,415	\$ 642,988
Grants receivable (Note 5)	566,127	1,048,756
Promises receivable, net of allowance for doubtful promises of \$10,000 as of June 30, 2024 (Note 6)	51,541	142,475
Prepaid expenses and other assets	<u>152,843</u>	<u>161,329</u>
Total current assets	<u>2,236,926</u>	<u>1,995,548</u>
NON-CURRENT ASSETS		
Endowment investments, at fair value (Note 4)	<u>2,512,802</u>	<u>2,696,117</u>
Total assets	<u>\$ 4,749,728</u>	<u>\$ 4,691,665</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable and accrued expenses	\$ 159,327	\$ 118,334
Accrued payroll and related expenses	66,930	172,496
Accrued vacation	90,452	179,294
Credit cards payable	36,398	39,691
Unearned revenue	<u>676,850</u>	<u>641,089</u>
Total current liabilities	<u>1,029,957</u>	<u>1,150,904</u>
Total liabilities	<u>1,029,957</u>	<u>1,150,904</u>
COMMITMENTS AND CONTINGENCIES (NOTES 9 AND 10)		
NET ASSETS		
Without donor restrictions	3,205,729	3,071,518
With donor restrictions	<u>514,042</u>	<u>469,243</u>
Total net assets	<u>3,719,771</u>	<u>3,540,761</u>
Total liabilities and net assets	<u>\$ 4,749,728</u>	<u>\$ 4,691,665</u>

See accompanying independent auditor's report and notes to financial statements.

VOICES FOR CHILDREN FOUNDATION, INC.

STATEMENT OF ACTIVITIES

YEAR ENDED JUNE 30, 2025

	Net assets without donor restrictions	Net assets with donor restrictions	Total
	<u> </u>	<u> </u>	<u> </u>
SUPPORT AND REVENUES			
Government and other grants	\$ 100,000	\$ 2,723,581	2,823,581
Contributions	657,039	149,103	806,142
Investment income, net of fees	158,986	23,542	182,528
Other income	5,134	-	5,134
	<u>921,159</u>	<u>2,896,226</u>	<u>3,817,385</u>
Special events	1,792,833	-	1,792,833
Less: Direct costs	<u>(571,437)</u>	<u>-</u>	<u>(571,437)</u>
	<u>1,221,396</u>	<u>-</u>	<u>1,221,396</u>
Net assets released from restrictions:			
Satisfaction of program restrictions	<u>2,851,427</u>	<u>(2,851,427)</u>	<u>-</u>
Total support and revenues	<u>4,993,982</u>	<u>44,799</u>	<u>5,038,781</u>
EXPENSES			
PROGRAM SERVICES			
Guardian ad Litem Support	2,368,466		2,368,466
Children's Needs	<u>1,254,618</u>		<u>1,254,618</u>
Total program services	<u>3,623,084</u>		<u>3,623,084</u>
SUPPORTING SERVICES			
Fundraising	332,878		332,878
Management and general	<u>903,809</u>		<u>903,809</u>
Total supporting services	<u>1,236,687</u>		<u>1,236,687</u>
Total expenses	<u>4,859,771</u>		<u>4,859,771</u>
CHANGE IN NET ASSETS	134,211	44,799	179,010
NET ASSETS - BEGINNING	<u>3,071,518</u>	<u>469,243</u>	<u>3,540,761</u>
NET ASSETS - ENDING	<u><u>\$ 3,205,729</u></u>	<u><u>\$ 514,042</u></u>	<u><u>\$ 3,719,771</u></u>

See accompanying independent auditor's report and notes to financial statements.

VOICES FOR CHILDREN FOUNDATION, INC.

STATEMENT OF ACTIVITIES

YEAR ENDED JUNE 30, 2024

	Net assets without donor restrictions	Net assets with donor restrictions	Total
SUPPORT AND REVENUES			
Government and other grants	\$ 145,000	\$ 3,741,853	3,886,853
Contributions	601,926	134,103	736,029
Investment income, net of fees	169,222	32,494	201,716
Other income	8,032	-	8,032
	924,180	3,908,450	4,832,630
Special events	1,726,731	-	1,726,731
Less: Direct costs	(667,069)	-	(667,069)
	1,059,662	-	1,059,662
Net assets released from restrictions:			
Satisfaction of program restrictions	4,140,660	(4,140,660)	-
	6,124,502	(232,210)	5,892,292
EXPENSES			
PROGRAM SERVICES			
Guardian ad Litem Support	3,495,592		3,495,592
Children's Needs	1,129,465		1,129,465
Total program services	4,625,057		4,625,057
SUPPORTING SERVICES			
Fundraising	366,195		366,195
Management and general	778,743		778,743
Total supporting services	1,144,938		1,144,938
Total expenses	5,769,995		5,769,995
CHANGE IN NET ASSETS	354,507	(232,210)	122,297
NET ASSETS - BEGINNING	2,717,011	701,453	3,418,464
NET ASSETS - ENDING	\$ 3,071,518	\$ 469,243	\$ 3,540,761

See accompanying independent auditor's report and notes to financial statements.

VOICES FOR CHILDREN FOUNDATION, INC.

STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED JUNE 30, 2025

	Program Services		Supporting Services		Total
	Guardian ad Litem Support	Children's Needs	Fundraising	Management and General	
Accounting	\$ 50,118	\$ 8,353	\$ -	\$ 108,589	\$ 167,060
Advertising	8,469	2,117	38,249	31,757	80,592
Bank fees	-	474	-	17,732	18,206
Children's assistance	-	655,716	-	-	655,716
Donor development	12,782	8,982	23,007	7,669	52,440
Grant writer	9,900	3,300	46,200	6,600	66,000
Insurance	13,534	1,504	7,520	7,520	30,078
Miscellaneous professional fees	50,717	78,638	12,640	13,150	155,145
Office and administrative	16,317	4,791	22,362	19,596	63,066
Other	1,236	775	1,401	6,290	9,702
Parking	40,827	354	338	279	41,798
Payroll and related costs	2,058,847	460,059	77,320	646,926	3,243,152
Postage	140	105	252	112	609
Recruitment materials	1,970	92	-	53	2,115
Rent	35,731	11,910	41,686	29,776	119,103
Representation consulting	17,955	-	53,864	-	71,819
Telephone	46	15	54	39	154
Training and support	2,547	14,483	5,872	5,872	28,774
Travel	47,330	2,950	2,113	1,849	54,242
	<u>\$ 2,368,466</u>	<u>\$ 1,254,618</u>	<u>\$ 332,878</u>	<u>\$ 903,809</u>	<u>\$ 4,859,771</u>

See accompanying independent auditor's report and notes to financial statements.

VOICES FOR CHILDREN FOUNDATION, INC.

STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED JUNE 30, 2024

	Program Services		Supporting Services		Total
	Guardian ad Litem Support	Children's Needs	Fundraising	Management and General	
Accounting	\$ 52,459	\$ 8,743	\$ -	\$ 113,661	\$ 174,863
Advertising	9,938	6,485	43,000	37,269	96,692
Bad debt	-	-	10,000	-	10,000
Bank fees	-	290	-	9,893	10,183
Children's assistance	-	821,564	-	-	821,564
Donor development	10,431	9,054	18,775	6,258	44,518
Grant writer	10,876	3,625	50,753	7,250	72,504
Insurance	12,086	1,343	6,714	6,714	26,857
Miscellaneous professional fees	20,199	30,238	12,692	58,076	121,205
Office and administrative	21,157	5,287	27,360	24,039	77,843
Other	1,188	387	1,346	24,493	27,414
Parking	38,794	32	7	6	38,839
Payroll and related costs	3,180,985	226,124	112,395	448,927	3,968,431
Postage	312	237	562	250	1,361
Recruitment materials	10,228	-	-	-	10,228
Rent	35,731	11,910	41,686	29,776	119,103
Representation consulting	9,537	-	28,613	-	38,150
Telephone	4,113	53	62	44	4,272
Training and support	12,349	3,440	11,087	11,087	37,963
Travel	65,209	653	1,143	1,000	68,005
	<u>\$ 3,495,592</u>	<u>\$ 1,129,465</u>	<u>\$ 366,195</u>	<u>\$ 778,743</u>	<u>\$ 5,769,995</u>

See accompanying independent auditor's report and notes to financial statements.

VOICES FOR CHILDREN FOUNDATION, INC.

STATEMENTS OF CASH FLOWS

YEARS ENDED JUNE 30, 2025 AND 2024

	<u>June 30, 2025</u>	<u>June 30, 2024</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 179,010	\$ 122,297
Adjustments to reconcile change in net assets to net cash and cash equivalents provided by operating activities:		
Provision for bad debt	-	10,000
Net realized and unrealized (gain) loss on endowment investments	186,958	782,284
Changes in operating assets and liabilities:		
Grants receivable	482,629	(222,265)
Promises receivable	90,934	(99,000)
Prepaid expenses and other assets	8,486	(34,049)
Accounts payable and accrued expenses	40,993	(29,846)
Accrued payroll and related expenses	(105,566)	(15,029)
Accrued vacation	(88,842)	19,518
Credit cards payable	(3,293)	(2,791)
Unearned revenue	35,761	(55,593)
Net cash and cash equivalents provided by operating activities	<u>827,070</u>	<u>475,526</u>
 CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of endowment investments	(1,312,798)	(1,605,230)
Proceeds from sale of endowment investments	<u>1,309,155</u>	<u>632,489</u>
Net cash and cash equivalents used in investing activities	<u>(3,643)</u>	<u>(972,741)</u>
 NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	823,427	(497,215)
 CASH AND CASH EQUIVALENTS - BEGINNING	<u>642,988</u>	<u>1,140,203</u>
 CASH AND CASH EQUIVALENTS - ENDING	<u>\$ 1,466,415</u>	<u>\$ 642,988</u>
 <u>SUPPLEMENTAL DISCLOSURE</u>		
In-kind contributions	<u>\$ 177,522</u>	<u>\$ 251,551</u>
Interest paid	<u>\$ -</u>	<u>\$ -</u>

See accompanying independent auditor's report and notes to financial statements.

VOICES FOR CHILDREN FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 AND 2024

NOTE 1 - ORGANIZATION AND NATURE OF ACTIVITIES

The mission of Voices For Children Foundation, Inc. (the "Organization") is to provide a beacon of hope for abused, abandoned and neglected children and youth in the Miami-Dade County foster care system. The Organization will do this by providing critical support for advocacy, essential needs and positive experiences so all children and youth can thrive.

The Organization currently conducts two main projects:

- Guardian ad Litem Support - Project advocates for the best interests of children of the 11th Judicial Circuit Guardian ad Litem Office who are abused, neglected or abandoned and who are involved in court proceedings.
- Children's Needs - Project provides financial assistance to children for immediate basic needs (food, clothing, shelter) as well as educational and enrichment needs.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Statement Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting and are presented in accordance with accounting principles generally accepted in the United States of America ("GAAP"). GAAP requires the Organization to report information regarding its financial position and activities according to two classes of net assets based on the existence or absence of donor-imposed restrictions. The two classes of net asset categories are as follows:

- *Net assets without donor restrictions* – Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. These net assets may be used at the discretion of the Organization's management and the board of directors.
- *Net assets with donor restrictions* – Net assets that are subject to explicit donor-imposed restrictions such as time and/or purpose restrictions. Some donor restrictions are temporary in nature; those restrictions will be met by the actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, where the donor stipulated the funds be maintained in perpetuity.

Revenues are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions, including time restrictions. Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on endowment investments and other assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulations or law. Expirations of donor restrictions on net assets are reported as reclassifications between the classes of net assets.

VOICES FOR CHILDREN FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 AND 2024

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Financial Statement Presentation (Continued)

Expenses of donor restrictions occur when donor-imposed stipulated purposes have been accomplished and/or the stipulated time period has elapsed.

Grants Revenue and Grants Receivable

Grants awarded by federal, state and other sponsors, which generally are considered nonexchange transactions restricted by sponsors for certain purposes, are recognized as revenue when qualifying expenditures are incurred or other conditions under the agreements are met. The Organization has elected the simultaneous release policy available under Accounting Standards Update ("ASU") 2018-08, which allows a not-for-profit organization to recognize a restricted contribution directly in net assets without donor restrictions if the restriction is met in the same period that the revenue is recognized.

The amounts received under grants and contracts are designed for specific purposes by the granting agencies. Grants revenue is recognized when the allowable costs, as defined by the individual grants or contracts, are incurred and/or unit of service has been performed. The Organization records advances at the start of each grant as a liability. Upon completion or expiration of a grant, unexpended funds are not available to the Organization.

Amounts reflected as grants receivable represent expenditures, which have not yet been reimbursed by the granting agency.

Contributions and Promises Receivable

Unconditional contributions, including unconditional promises to give, are recognized at fair value in the period the promise is made and increases net assets in the period received. Written promises to give that are scheduled to be received after the statement of financial position date are shown as increases in net assets with donor restrictions and are reclassified to net assets without donor restrictions when the purpose or time restrictions are met.

Contributions to be received after one year are measured at the present value of estimated future cash flows using risk-free interest rates applicable to the respective years in which the promises are expected to be received. Amortization of the discount is recorded as additional contribution revenue in the appropriate net asset category.

Conditional promises to give and grants receivable are recognized as revenue when the conditions on which they depend are substantially met.

The Organization maintains an allowance for uncollectible promises receivable for estimated losses resulting from inability of its donors to make required payments. An allowance for uncollectible promises receivable is provided based on prior collection history and management's analysis of specific promises made. Promises receivable are written off after all means of collection have been exhausted and the potential for recovery is considered remote.

VOICES FOR CHILDREN FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 AND 2024

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenue Recognition – Exchange Transaction

Reciprocal transfers in which each party received and sacrifices goods or services with approximate commensurate value are recognized as exchange transactions and are accounted for under Accounting Standards Codification (“ASC”) Topic 606, *Revenue from Contracts with Customers* (“Topic 606”).

Revenue is recognized pursuant to a five-step model: (i) identify contract(s) with the customer; (ii) identify the performance obligation in the contract; (iii) determine the transaction price; (iv) allocate the transaction price to the performance obligations; (v) recognize revenue when (or as) each performance obligation is satisfied.

The Organization’s sources of revenue from exchange transactions subject to ASC 606 include sponsorship dues, ticket sales and auction proceeds. Sponsorship dues and ticket sales are recognized at a point in time when the event occurs. Auction proceeds are recognized at a point in time when auction sale takes place.

During the years ended June 30, 2025 and 2024, revenue related to sponsorship dues, ticket sales and auction proceeds were approximately \$844,000 and \$900,000, respectively, and are included in the accompanying statements of activities within the caption “Special events”.

Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

For purposes of the statements of cash flows, the Organization considers demand deposits and highly liquid investments available for current use purchased with an original maturity of three months or less to be cash equivalents. Cash and cash equivalents that are held as part of the investment portfolio purchased with donor-restricted contributions are reported within investments.

Donated Facilities

Effective October 2012, the Organization moved to a building donated by Miami Dade County to the 11th Judicial Circuit Guardian ad Litem Office through the State of Florida, who subleases portions of the premises to the Organization. The estimated fair rental values of the donated facilities were approximately \$119,000, for the years ended June 30, 2025 and 2024.

VOICES FOR CHILDREN FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 AND 2024

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Contributed Services

Contributed services are reported at fair value in the financial statements for voluntary donations of services when those services (1) create or enhance nonfinancial assets or (2) require specialized skills provided by individuals possessing those skills and would be typically purchased if not provided by donation. Many individuals volunteer their time and perform a variety of tasks that assist the Organization, but these services do not meet the criteria for recognition as contributed services. The estimated fair value of contributed services were approximately \$18,000 during the year ended June 30, 2024. No contributed services were rendered during the year ended June 30, 2025.

Endowment Investments

Endowment investments in marketable securities with readily determinable fair values and all investments in debt securities are initially recorded at cost as of the date of acquisition and are reported at their fair values in the statements of financial position in accordance with Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") 958, *Investments - Debt and Equity Securities Held by Not-for-Profit Organizations*. Restrictions on investment earnings are reported as increases in net assets with donor restrictions if the restrictions expire in the fiscal year in which earnings are recognized. Investment income (including interest and dividend income and net realized and unrealized gains and losses) is included in the accompanying statements of activities as increases or decreases in net assets without donor restrictions unless the income or loss is restricted by donor or law. Investment fees are netted against investment income.

Income Taxes

The Internal Revenue Service has determined that the Organization is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. Accordingly, the accompanying financial statements reflect no provision for income taxes. The Organization's income tax filings are subject to audit by federal tax authorities. Management annually reviews its tax positions and has determined that there are no material uncertain tax positions that require recognition in the accompanying financial statements.

VOICES FOR CHILDREN FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 AND 2024

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Property and Equipment

Purchased property and equipment are recorded at cost. Expenditures for property and equipment in excess of \$1,000 are capitalized. Lesser amounts are expensed. Expenditures for repairs and maintenance are charged to expense as incurred. Donations of property and equipment are capitalized at their estimated fair value at the date contributed. Such donations are reported as contributions without donor restrictions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as contributions with donor restrictions. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service. The Organization reclassifies net assets with donor restrictions to net assets without donor restrictions at that time. Property and equipment are depreciated using the straight-line method over estimated useful lives ranging from three to seven years.

Accrued Vacation

The Organization records a liability for amounts due to employees for future absences, which are attributable to services performed in the current and prior periods depending on length of service and other factors. Accrued vacation at June 30, 2025 and 2024 is approximately \$90,000 and \$179,000, respectively.

Unearned Revenue

Grant funding and contributions received in advance of expenditures are recorded as unearned revenue in the accompanying statements of financial position.

Allocation of Functional Expenses

Identifiable expenditures made in direct fulfillment of the Organization's expressed goals are classified as Guardian ad Litem Support or Children's Needs. In addition, the costs of providing the various programs and other activities have been summarized on a functional basis in the statements of activities and statements of functional expenses. Accordingly, certain common expenses have been allocated among the programs and supporting services based upon management's estimate of the costs related to each function based on factors such as time spent or space utilized.

Fair Value Measurements

The Organization reports its fair value measures using a fair value hierarchy defined by generally accepted accounting principles 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 measurements) and the lowest priority to unobservable inputs (level 3 measurements).

VOICES FOR CHILDREN FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 AND 2024

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fair Value Measurements (Continued)

The three levels of the fair value hierarchy under generally accepted accounting principles are:

- Level 1 Observable inputs, such as quoted market prices in active markets for the identical asset or liability that are accessible at the measurement date.
- Level 2 Observable inputs for similar assets or liabilities in active markets, or other than quoted prices in an active market that are observable either directly or indirectly.
- Level 3 Unobservable inputs that reflect the entity's own assumptions about the exit price of the asset or liability. Unobservable inputs may be used if there is little or no market data for the asset or liability at the measurement date.

The following is a description of the valuation methodology used for endowment investments measured on a recurring basis at fair value:

Money market and mutual funds: Valued at the daily closing price as reported by the fund. Mutual funds held by the Organization are open-end mutual funds that are registered with the Securities and Exchange Commission. These funds are required to publish their daily net asset value (NAV) and to transact at that price. Mutual funds held by the Organization are deemed to be actively traded.

Equity securities and fixed income securities: Valued at the closing price reported on the active market in which the security is traded.

The methods described above may produce a fair value calculation that may not be indicative of 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 fair values of the Organization's endowment investments measured on a recurring basis at June 30, 2025 and 2024, are as follows:

	June 30, 2025			
	Level 1	Level 2	Level 3	Total
Money market funds	\$ 212,618	\$ -	\$ -	\$ 212,618
Mutual funds	441,571	-	-	441,571
Equity securities	1,462,113	-	-	1,462,113
Fixed income securities	396,500	-	-	396,500
Total investments	\$ 2,512,802	\$ -	\$ -	\$ 2,512,802

VOICES FOR CHILDREN FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 AND 2024

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fair Value Measurements (Continued)

	June 30, 2024			Total
	Level 1	Level 2	Level 3	
Money market funds	\$ 888,370	\$ -	\$ -	\$ 888,370
Equity securities	1,406,158	-	-	1,406,158
Fixed income securities	401,589	-	-	401,589
Total investments	\$ 2,696,117	\$ -	\$ -	\$ 2,696,117

Certain assets and liabilities are measured at fair value on a nonrecurring basis; that is, the assets and liabilities are not measured at fair value on an ongoing basis but are subject to fair value adjustments in certain circumstances (for example, when there is evidence of impairment). The following is a description of the valuation methodologies used for the Organization's financial and non-financial assets and liabilities measured at fair value on a nonrecurring basis, as well as the general classification of such instruments pursuant to the valuation hierarchy:

Cash and cash equivalents, grants receivable, promises receivable, prepaid expenses and other assets, accounts payable and accrued expenses, accrued payroll and related expenses, accrued vacation, credit cards payable and unearned revenue: These financial instruments approximate their fair value because of the short term nature of these instruments.

Promises receivable: Subsequent to initial recognition, revaluations are recorded upon evidence of declines in fair value arising from changes in expected timing of cash inflows. Fair values of promises receivable are estimated using Level 3 inputs based on customized discounting criteria. There were no transfers between the levels of the fair value hierarchy during the years ended June 30, 2025 and 2024.

Advertising

Advertising expenses are charged to expense as incurred.

Subsequent Events

In preparation of these financial statements and in accordance with ASC 855, *Subsequent Events*, the Organization has evaluated subsequent events and transactions for potential recognition and disclosure in the financial statements through February 11, 2026, the date which the financial statements were available to be issued.

Effective June 30, 2025, the State of Florida Guardian ad Litem Office (“GAL”) implemented a statewide restructuring of its staffing and funding model. Under this new model, Guardian ad Litem positions previously funded through nonprofit partner organizations are now funded and administered directly by the State. As a result of this change, the Organization’s State of Florida grant agreement of \$1,000,000 that supported Guardian ad Litem staffing concluded on June 30, 2025.

VOICES FOR CHILDREN FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 AND 2024

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Subsequent Events (Continued)

Additionally, as of September 30, 2025, Federal Victim Assistance Program (VOCA) funding in the annual amount of approximately \$1,723,000, which also supported Guardian ad Litem staffing within the Organization, concluded as part of this same statewide restructuring. Subsequent to these changes, the Organization was awarded a separate \$1,000,000 grant from the State of Florida Department of Juvenile Justice to support programmatic services that are distinct from the Guardian ad Litem staffing model.

NOTE 3 - NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions consist of the following purposes:

	June 30, 2025	June 30, 2024
Children's Needs	\$ 418,442	\$ 378,780
Empower a Student	8,000	8,000
Other net assets with restrictions to be held in perpetuity	87,600	82,463
	\$ 514,042	\$ 469,243

NOTE 4 - RESTRICTED FUNDS AND ENDOWMENT INVESTMENTS

The Organization's endowment consists of individual funds reported as net assets without donor restrictions and net assets with donor restrictions that must be maintained in perpetuity. The earnings on these assets may be used to support the Organization's activities and are used as needed and approved by the Board. The endowment is comprised of donor-restricted funds and unrestricted funds.

As required by GAAP, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions. The Organization's Board of Directors has established two separate funds, known as the "VFCF Endowment Fund" and the "Pan Endowment for Children", for the purpose of raising and preserving funds for long-term use, consistent with the purposes of the Organization. These funds aggregated \$2,512,802 at June 30, 2025 and consisted of \$2,139,845 of unrestricted funds and \$372,957 of funds restricted by donors. At June 30, 2024, these funds aggregated \$2,696,117 and consisted of \$2,346,703 of unrestricted funds and \$349,414 of funds restricted by donors.

FASB ASC 958, *Not-for-Profit Entities*, provides guidance on the asset classification of donor restricted endowment funds for a not-for-profit organization that is subject to the Florida Uniform Prudent Management of Institutional Funds Act (FUPMIFA) and disclosures about an organization's endowment funds, whether or not the organization is subject to the Act.

The Organization has interpreted FUPMIFA as requiring the preservation of the fair value of the original gift as of the gift date of donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Organization would consider

VOICES FOR CHILDREN FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 AND 2024

NOTE 4 - RESTRICTED FUNDS AND ENDOWMENT INVESTMENTS (Continued)

the fund to be underwater if the fair value of the endowment funds is less than the sum of (1) the original value of initial and subsequent gifts donated to the fund and (2) any accumulations to the fund that are required to be maintained in perpetuity in accordance with applicable donor gift instrument.

In accordance with FUPMIFA, the Organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- (1) The duration and preservation of the endowment funds
- (2) The purposes of the Organization's donor-restricted endowment funds
- (3) General economic conditions
- (4) The possible effect of inflation and deflation
- (5) The expected total return from income and appreciation of investments
- (6) Other resources of the Organization
- (7) The Organization's investment policies

Return objectives and risk parameters

The Organization has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets of donor-restricted funds that the Organization must hold in perpetuity or for a donor-specified period. Under this policy, as approved by the Board of Directors, the endowment assets are invested in a manner that is intended to produce results that exceed the price and yield results of the S&P 500 index while assuming a moderate level of investment risk. Short term volatility will be tolerated in as much as it is consistent with the volatility of a comparable market index.

Strategies employed for achieving objectives

To satisfy its long-term rate-of-return objectives, the Organization relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Organization targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long term objectives within prudent risk constraints.

Spending policy and how the investment objectives relate to the spending policy

The Organization has a policy of appropriating for distribution each year five percent of its endowment funds average fair value over the prior eight quarters. If the total return is zero or negative, there will be no distribution recommended. Distributions are discretionary unless required by the Internal Revenue Service or other regulatory body. In establishing this policy, the Organization considered the long-term expected return on its endowment. Accordingly, over the long term, the Organization expects the current spending policy to allow its endowment to grow. This is consistent with the Organization's objective to maintain the purchasing power of the endowment assets held in perpetuity or for a specified term as well as to provide additional real growth through new gifts and investment return.

VOICES FOR CHILDREN FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 AND 2024

NOTE 4 - RESTRICTED FUNDS AND ENDOWMENT INVESTMENTS (Continued)

For the years ended June 30, 2025 and 2024, the Organization has elected not to add appreciation for cost of living or other spending policies to its restricted endowment for inflation or other economic conditions.

Income (loss) from the funds is reflected as an increase (decrease) in net assets without donor restrictions and restricted fund balances in accordance with donor imposed restrictions. The funds are maintained with a private investment institution. Investments are stated at fair value and consisted of the following:

June 30, 2025			
	Cost	Fair Value	Unrealized Appreciation
Money market funds	\$ 212,618	\$ 212,618	\$ -
Mutual funds	416,594	441,571	24,977
Equity securities	1,426,299	1,462,113	35,814
Fixed income securities	391,760	396,500	4,740
	\$ 2,447,271	\$ 2,512,802	\$ 65,531

June 30, 2024			
	Cost	Fair Value	Unrealized Appreciation
Money market funds	\$ 888,370	\$ 888,370	\$ -
Equity securities	1,247,084	1,406,158	159,074
Fixed income securities	412,639	401,589	11,050
	\$ 2,548,093	\$ 2,696,117	\$ 148,024

The composition of endowment net assets for these funds and the changes in endowment net assets as of June 30, 2025 are as follows:

	Without donor restrictions	With donor restrictions	Total
Endowment net assets, beginning of year	\$ 2,346,703	\$ 349,414	\$ 2,696,117
Contributions	-	-	-
Investment return:			
Investment income	72,026	10,214	82,240
Net realized/unrealized losses	83,504	16,894	100,398
Total investment return	155,530	27,108	182,638
Appropriation of endowment assets			
For expenditure	(17,308)	(3,565)	(20,873)
Withdrawals	(345,080)	(-)	(345,080)
Endowment net assets, end of year	\$ 2,139,845	\$ 372,957	\$ 2,512,802

VOICES FOR CHILDREN FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 AND 2024

NOTE 4 - RESTRICTED FUNDS AND ENDOWMENT INVESTMENTS (Continued)

The composition of endowment net assets for these funds and the changes in endowment net assets as of June 30, 2024 are as follows:

	Without donor restrictions	With donor restrictions	Total
Endowment net assets, beginning of year	\$ 2,188,740	\$ 316,920	\$ 2,505,660
Contributions	-	-	-
Investment return:			
Investment income	86,886	9,671	96,557
Net realized/unrealized losses	87,528	26,303	113,831
Total investment return	174,414	35,974	210,388
Appropriation of endowment assets			
For expenditure	(16,451)	(3,480)	(19,931)
Withdrawals	(-)	(-)	(-)
Endowment net assets, end of year	\$ 2,346,703	\$ 349,414	\$ 2,696,117

NOTE 5 - GRANTS RECEIVABLE

At June 30, 2025 and June 30, 2024, all of the Organization's grants receivable were from contracts with the following entities:

	June 30, 2025	June 30, 2024
Federal	\$ 204,316	\$ 697,246
State	176,444	174,276
County	70,367	141,234
Private	115,000	36,000
	\$ 566,127	\$ 1,048,756

NOTE 6 - PROMISES RECEIVABLE

Promises receivable are all due within one year and presented as follows:

	June 30, 2025	June 30, 2024
Promises receivable	\$ 61,541	\$ 152,475
Less: allowance for doubtful promises	(10,000)	(10,000)
Promises receivable, net	\$ 51,541	\$ 142,475

VOICES FOR CHILDREN FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 AND 2024

NOTE 7 - PROPERTY AND EQUIPMENT

Property and equipment comprise the following:

	June 30, 2025	June 30, 2024
Office equipment	\$ 17,560	\$ 17,560
Less: accumulated depreciation	(17,560)	(17,560)
Total property and equipment	<u>\$ -</u>	<u>\$ -</u>

NOTE 8 - CONCENTRATION OF CREDIT RISK

Financial instruments which potentially subject the Organization to concentrations of credit risk consist principally of cash and cash equivalents. The Organization maintains its cash and cash equivalents balances at highly rated financial institutions located in Florida. Cash balances are guaranteed by the Federal Deposit Insurance Corporation up to \$250,000. The Organization's uninsured cash balances totaled approximately \$1,216,000 and \$396,000 at June 30, 2025 and 2024, respectively. The Organization has not experienced losses to its cash and cash equivalents and management believes that it is not exposed to any significant credit risk related to cash accounts.

Endowment investments are subject to both credit and market risks. Credit risk is the possibility that a loss may occur from failure to another party to perform according to the terms of a contract. Market risk is the possibility that fluctuations in the investment market will impact the value of the portfolio. Additionally, due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the Organization's investment balances and the amounts reported in the statements of financial position. The Organization utilizes an investment policy and management oversight, which periodically reviews its investment portfolios to monitor these risks. The Organization's Board of Directors periodically reviews the investment strategy options to determine that the appropriate strategy has been selected for the Organization.

NOTE 9 - COMMITMENTS

The Organization has made a contractual commitment to a grant writer of \$72,000 for the year ended June 30, 2026.

During 2024, the Organization entered into a new two-year agreement with a federal lobbying firm in Florida whereas this firm conducts outreach to Senators and government officials and provides consulting services for \$72,000 for the period beginning on June 1, 2024 until May 31, 2026.

In addition, the Organization renewed its annual agreement with a lobbying firm in Florida whereas the firm provides consulting services to the Organization. The term of the contract is effective as of June 1, 2025 and shall remain effective until May 31, 2026. The commitment for the period is \$35,000.

VOICES FOR CHILDREN FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 AND 2024

NOTE 10 - CONTINGENCIES

Financial awards from federal, state and local government entities in the form of grants are subject to special audits by the respective governmental agencies. Such audits may subject grant programs to compliance tests that may result in disallowed costs. In the opinion of management, future disallowances of grant expenditures, if any, would not have a material adverse effect on the financial condition of the Organization. Accordingly, no provision for any liability that may result has been made in the financial statements.

NOTE 11 - ECONOMIC DEPENDENCE

The Organization is dependent upon public and governmental support for its operation and receives a significant portion of its revenue from government grants and contracts. The amount and timeliness in which the support from governmental agencies and fundraising events are collected is essential to meet the normal cash flow needs of the Organization.

Additionally, a reduction in the level of this funding, if this were to occur, may have a significant effect on the Organization's programs and activities.

Revenues received under contracts with governmental entities represented 47% and 58% of the Organization's total support and revenues for the years ended June 30, 2025 and 2024, respectively.

NOTE 12 - LIQUIDITY MANAGEMENT AND AVAILABILITY OF RESOURCES

The Organization maintains an informal policy of structuring its financial assets to be available as general expenditures, liabilities and other obligations come due. The Organization considers all expenditures related to its ongoing activities to accomplish its mission as well as the conduct of services undertaken to support those activities to be general expenditures. In addition, the Organization has a line of credit available with borrowing capacity of up to \$2,000,000 to meet its cash flow needs.

The Organization's financial assets available within one year as of June 30, 2025 consist of:

Cash and cash equivalents	\$ 1,466,415
Investment in money market account	212,618
Grants receivables	566,127
Promises Receivable	<u>51,541</u>
Total financial assets available to management for general expenditures within one year	<u>\$ 2,296,701</u>

Total financial assets are available to pay for operating expenses during the current year. As part of the liquidity plan, the Organization invests excess cash in a short-term savings account.

VOICES FOR CHILDREN FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 AND 2024

NOTE 13 - RETIREMENT PLAN

Effective December 2008, the Organization established a 403(b) plan where employees are eligible to participate after 90 days of employment and the Organization matches up to three percent of participating employee compensation, but no more than a \$1,000 per year. The Organization made a matching contribution of approximately \$18,000 and \$21,000 for the years ended June 30, 2025 and 2024, respectively.

NOTE 14 - LINES OF CREDIT

On September 6, 2019, the Organization entered into a revolving line of credit agreement with a financial institution, which provides that the Organization may borrow up to \$1,000,000 for working capital purposes. The credit facility is collateralized by a first security interest in all of the Organization's assets. Borrowings under the line of credit bear interest payable monthly at the weekly London Interbank Offered Rate ("LIBOR") plus 2.69% (7.31% at June 30, 2025 and 8.33% at June 30, 2024). The line of credit matured on December 6, 2025, but was renewed to March 6, 2029.

On August 19, 2024, the Organization entered into another revolving line of credit agreement with a financial institution, which provides that the Organization may borrow up to \$1,000,000 for working capital purposes. The credit facility is collateralized by a first security interest in all of the Organization's assets. Borrowings under this line of credit bear interest payable monthly at the daily Secured Overnight Financing Rate ("SOFR") plus 1.00% (4.74% at June 30, 2025). This line of credit is due on demand.

SUPPLEMENTARY INFORMATION

VOICES FOR CHILDREN FOUNDATION, INC.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE

YEAR ENDED JUNE 30, 2025

GRANTOR / PROGRAM TITLE	CFDA/ CFSA	CONTRACT/ GRANT NUMBER	EXPENDITURES	TRANSFERS TO SUBRECIPIENTS
<u>FEDERAL GOVERNMENT</u>				
<u>Department of Justice</u>				
Victim Assistance Program	16.575	VOCA-2023-Voices For Children Found- 00761	\$ 268,569	\$ -
Victim Assistance Program	16.575	VOCA-C-2024-Voices For Children Foundation-00247	742,611	-
Total – Departmet of Justice			<u>1,011,180</u>	<u>-</u>
<u>STATE OF FLORIDA</u>				
<u>Justice Administration</u>				
Court System Services for Children & Youth/Guardian ad Litem 2024-2025	21.002	GM#25-002	898,610	-
Court System Services for Children & Youth/Guardian ad Litem 2024-2025	21.002	GM#25-003	100,000	-
Total – Justice Administration			<u>998,610</u>	<u>-</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE			<u>\$ 2,009,790</u>	<u>\$ -</u>

See accompanying notes to the schedule of expenditures of federal awards and state financial assistance.

VOICES FOR CHILDREN FOUNDATION, INC.

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE**

YEAR ENDED JUNE 30, 2025

NOTE 1 - BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards and State Financial Assistance (the "Schedule") presents the activity of all federal and state award programs of Voices For Children Foundation, Inc. (the "Organization") for the year ended June 30, 2025. The Federal and the State of Florida grants on the Schedule are included in the statement of activities within the caption "Government and other grants". 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* and the Department of Financial Services Rules, Chapter 69I-5, Florida Administrative Code, *State Financial Assistance*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the general-purpose financial statements.

NOTE 2 - 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 the State of Florida Single Audit Act, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

All federal and state grant operations of the Organization are included in the scope of the Federal Single Audit Act and the State of Florida Single Audit Act. The Federal Single Audit Act was performed in accordance with the provisions of audit requirements of the OMB Compliance Supplement, and the State of Florida Single Audit Act was performed in accordance with the provisions of the *Department of Financial Services' State Projects Compliance Supplement*. Compliance testing of all requirements, as described in the OMB Compliance Supplement and the State Projects Compliance Supplement, was performed for the grants programs noted in the accompanying schedule of Expenditures of Federal Awards and State Financial Assistance.

NOTE 3 - CONTINGENCY

The grants revenue amount received is subject to audit and adjustment. If any expenditure is disallowed by the grantor agency as a result of such an audit, any claim for the reimbursement to the grantor agency would become a liability of the Organization. In the opinion of management, all grant expenditures are in compliance with the terms of the grant agreements and applicable federal and state laws and regulations.

NOTE 4 - SUB RECIPIENTS

There were no Federal or State awards provided to sub recipients.

NOTE 5 - INDIRECT COST RATE

The Organization has elected to use the de-minimis indirect cost rate (10%) allowed under the Uniform Guidance during the year ended June 30, 2025.

HALLER ROBBINS EPELBAUM MISIUNAS, LLC

Certified Public Accountants and Associates

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

To the Board of Directors of
Voices For Children Foundation, Inc.
Miami, 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 financial statements of Voices For Children Foundation, Inc. (the "Organization"), (a nonprofit organization), which comprise the statement of financial position as of June 30, 2025, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated February 11, 2026.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Organization's internal control over financial reporting (internal control) to determine the 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 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 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 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 have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Organization's 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*.

HALLER ROBBINS EPELBAUM MISIUNAS, LLC

Certified Public Accountants and Associates

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.

Haller Robbins Epelbaum Misiunas, LLC

Miami, Florida
February 11, 2026

HALLER ROBBINS EPELBAUM MISIUNAS, LLC

Certified Public Accountants and Associates

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 OF THE STATE OF FLORIDA

To the Board of Directors of
Voices For Children Foundation, Inc.
Miami, Florida

Report on Compliance for Each Major Federal Program and State Project

Opinion on Each Major Federal Program and State Project

We have audited Voices For Children Foundation, 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 in the *Department of Financial Services' State Projects Compliance Supplement* that could have a direct and material effect on 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, Voices For Children Foundation, Inc. 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 of 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* (Uniform Guidance) and Chapter 10.650, Rules of the Auditor General of the State of Florida. Our responsibilities under those standards and the Uniform Guidance 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. 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 of the State of Florida 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,

HALLER ROBBINS EPELBAUM MISIUNAS, LLC

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misrepresentations, 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 judgment made by a reasonable user of the report on compliance about the Organization's compliance with the requirements of each major federal program 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 of the State of Florida, 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 of the State of Florida, 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

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 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 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 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 that 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.

HALLER ROBBINS EPELBAUM MISIUNAS, LLC

Certified Public Accountants and Associates

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 of the State of Florida. Accordingly, this report is not suitable for any other purpose.

Haller Robbins Epelbaum Misiunas, LLC

Miami, Florida
February 11, 2026

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS –
FEDERAL PROGRAMS AND STATE PROJECTS**

VOICES FOR CHILDREN FOUNDATION, INC.

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

YEAR ENDED JUNE 30, 2025

SECTION I - SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued on whether the financial statements audited were prepared in accordance with GAAP:

Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? yes no
- Significant deficiency(ies) identified that are not considered to be material weaknesses? yes none reported

Noncompliance material to financial statements noted?

yes no

Federal Awards and State Projects

Type of auditor's report issued on compliance for major federal programs and state projects:

Unmodified

Internal control over major federal programs and state projects:

- Material weakness(es) identified? yes no
- Significant deficiency(ies) identified that are not considered to be material weaknesses? yes none reported

Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance or Chapter 10.650, Rules of the Auditor General of The State of Florida?

yes no

VOICES FOR CHILDREN FOUNDATION, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS –
FEDERAL PROGRAMS AND STATE PROJECTS
YEAR ENDED JUNE 30, 2025

SECTION I - SUMMARY OF AUDITOR'S RESULTS (Continued)

<u>Federal Awarding Agency</u>	<u>CFDA Number</u>	<u>Year</u>
Programs tested as major federal programs included:		
<u>Department of Justice</u>		
Victim Assistance Program	16.575	2023-2024
Victim Assistance Program	16.575	2024-2025
Dollar threshold used to distinguish between Type A and Type B projects:	<u>\$750,000</u>	
Auditee qualified as low-risk auditee pursuant to The Uniform Guidance:	<u>X</u> yes	<u> </u> no

<u>State Projects</u>	<u>CFSA Number</u>	<u>Year</u>
Program tested as a major state project:		
Justice Administration		
Court System Services for Children & Youth/Guardian ad Litem	21.002	2024-2025
Dollar threshold used to distinguish between Type A and Type B projects:	<u>\$300,000</u>	

VOICES FOR CHILDREN FOUNDATION, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS –
FEDERAL PROGRAMS AND STATE PROJECTS

YEAR ENDED JUNE 30, 2025

SECTION II - FINANCIAL STATEMENTS FINDINGS

CURRENT YEAR FINDINGS

None

SECTION III – FEDERAL AWARDS AND STATE PROJECTS FINDINGS AND QUESTIONED COSTS

CURRENT YEAR FINDINGS

None

SECTION IV – SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDING

PRIOR YEAR FINDINGS

None

SECTION V - OTHER REPORTING

No management letter was issued for the year ended June 30, 2025 because there were no findings required to be reported.