

Voices for Children of Tampa Bay, Inc.

Audited Financial Statements

June 30, 2024 and 2023

Voices for Children of Tampa Bay, Inc.

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Independent Auditors' Report

To the Board of Directors
Voices for Children of Tampa Bay, Inc.

Opinion

We have audited the accompanying financial statements of Voices for Children of Tampa Bay, Inc. (Organization), which comprise the statement of financial position as of June 30, 2024 and 2023 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 of Tampa Bay, Inc. as of June 30, 2024 and 2023, and the changes in its net assets and its cash flows for the years then ended, respectively, 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. 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 Voices for Children of Tampa Bay, Inc. 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 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 Voices for Children of Tampa Bay, Inc'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 will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery,

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

In performing an audit in accordance with generally accepted 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 Voices for Children of Tampa Bay, Inc.'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 Voices for Children of Tampa Bay, Inc.'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.

FRSCAA, PLLC

St. Petersburg, Florida
January 8, 2025

Voices for Children of Tampa Bay, Inc.

Statements of Financial Position

June 30, 2024 and 2023

<i>June 30,</i>	2024	2023
ASSETS		
Current assets:		
Cash	\$ 369,219	\$ 533,110
Prepaid expenses and other assets	708	2,226
Agency reserve funds	117,646	160,809
Total current assets	487,573	696,145
Property and equipment:		
Computer equipment, net	2,689	2,689
Less: accumulated depreciation	(2,689)	(2,689)
Property and equipment, net	—	—
Right of use asset	50,125	34,461
Total assets	\$ 537,698	\$ 730,606
LIABILITIES AND NET ASSETS		
Current liabilities:		
Accounts payable and accrued expenses	\$ 18,739	\$ 16,210
Total current liabilities	18,739	16,210
Lease liability	51,095	34,656
Total liabilities	69,834	50,866
Net assets:		
Without donor restrictions	440,601	490,343
With donor restrictions	27,263	189,397
Total net assets	467,864	679,740
Total liabilities and net assets	\$ 537,698	\$ 730,606

See accompanying notes to financial statements.

Voices for Children of Tampa Bay, Inc.

Statement of Activities and Changes in Net Assets

Year ended June 30, 2024

	Without Donor Restrictions	With Donor Restrictions	Total 2024
Public Support and Revenue:			
Cash contributions	\$ 431,197	\$ 60,000	\$ 491,197
Contributed nonfinancial assets (in-kind)	163,829	–	163,829
Special events, net of direct expenses	36,715	–	36,715
Investment return	39,366	–	39,366
Total public support and revenue	671,107	60,000	731,107
Net assets reclassified due to fulfillment of donor restrictions	172,134	(172,134)	–
Total public support and revenue	843,241	(112,134)	731,107
Expenses:			
Program services	738,354	–	738,354
Supporting services			
Management and general	58,451	–	58,451
Fundraising	146,178	–	146,178
Total supporting services	204,629	–	204,629
Total Expenses	942,983	–	942,983
Change in net assets	(99,742)	(112,134)	(211,876)
Net assets, beginning of year	540,343	139,397	679,740
Net assets, end of year	\$ 440,601	\$ 27,263	\$ 467,864

See accompanying notes to financial statements.

Voices for Children of Tampa Bay, Inc.

Statement of Activities and Changes in Net Assets

Year ended June 30, 2023

	Without Donor Restrictions	With Donor Restrictions	Total 2023
Public Support and Revenue:			
Cash contributions	\$ 485,297	\$ 86,500	\$ 571,797
Contributed nonfinancial assets (in-kind)	116,478	–	116,478
Special events, net of direct expenses	205,424	–	205,424
Investment return	23,080	–	23,080
Total public support and revenue	780,279	86,500	916,779
Net assets reclassified due to fulfillment of donor restrictions	25,376	(25,376)	–
Total public support and revenue	855,655	61,124	916,779
Expenses:			
Program services	599,071	–	599,071
Supporting services			
Management and general	51,891	–	51,891
Fundraising	108,424	–	108,424
Total supporting services	160,315	–	160,315
Total Expenses	759,386	–	759,386
Change in net assets	96,269	61,124	157,393
Net assets, beginning of year	444,074	78,273	522,347
Net assets, end of year	\$ 540,343	\$ 139,397	\$ 679,740

Voices for Children of Tampa Bay, Inc.

Statement of Functional Expenses

Year ended June 30, 2024

	Program Services	Management & General	Fundraising	2024
Salaries and related expenses	\$ 143,165	\$ 30,783	\$ 123,014	\$ 296,962
Professional fees	–	9,932	753	10,685
Printing and postage	–	735	10	745
Program expenses	411,896	–	–	411,896
Supplies	–	3,095	7,380	10,475
Insurance	–	2,392	–	2,392
Telephone	1,286	191	434	1,911
Occupancy	14,067	2,010	4,019	20,096
Conferences and meetings	–	2,113	–	2,113
Computer and website	–	4,559	4,357	8,916
Guardian recruitment	4,111	–	–	4,111
Donor appreciation	–	–	6,211	6,211
Contributed nonfinancial assets	163,829	–	–	163,829
Miscellaneous	–	2,641	–	2,641
Total expenses	\$ 738,354	\$ 58,451	\$ 146,178	\$ 942,983

See accompanying notes to financial statements.

Voices for Children of Tampa Bay, Inc.

Statement of Functional Expenses

Year ended June 30, 2023

	Program Services	Management & General	Fundraising	2023
Salaries and related expenses	\$ 115,056	\$ 24,264	\$ 91,550	\$ 230,870
Professional fees	–	11,980	280	12,260
Printing and postage	–	275	420	695
Program expenses	341,360	–	–	341,360
Supplies	–	2,408	2,098	4,506
Insurance	–	2,409	–	2,409
Telephone	1,075	161	366	1,602
Occupancy	12,961	1,824	3,647	18,432
Conferences and meetings	–	1,472	–	1,472
Computer and website	–	4,847	1,608	6,455
Guardian recruitment	12,141	–	–	12,141
Donor appreciation	–	–	8,455	8,455
In-kind expenses	116,478	–	–	116,478
Miscellaneous	–	1,515	–	1,515
Depreciation	–	736	–	736
Total expenses	\$ 599,071	\$ 51,891	\$ 108,424	\$ 759,366

See accompanying notes to financial statements.

Voices for Children of Tampa Bay, Inc.

Statements of Cash Flows

Year ended June 30, 2024 and 2023

Year ended June 30,	2024	2023
Cash flow from operating activities:		
Change in net assets	\$ (211,876)	\$ 157,393
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation	–	736
Amortization of right of use asset	15,664	3,133
Realized and unrealized gain on investments	43,163	(9,482)
Changes in operating assets and liabilities:		
Pledges receivable		–
Prepaid expenses and other assets	1,518	(1,526)
Accounts payable and accrued expenses	2,529	11,175
Deferred revenue	–	(4,135)
Payment of lease liability	(16,439)	(2,938)
Net cash provided by (used in) operating activities	(165,441)	154,356
Net change in cash and cash equivalents	(165,441)	154,356
Cash and equivalents, beginning of the year	533,110	378,754
Cash and equivalents, end of the year	\$ 367,669	\$ 533,110
Noncash operating transactions		
Execution of operating lease agreement – right of use asset	\$ –	\$ 37,594

See accompanying notes to financial statements.

Voices for Children of Tampa Bay, Inc.

Notes to financial statements

June 30, 2024 and 2023

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

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

1. Description of the Organization

Voices for Children of Tampa Bay, Inc. (the "Organization") was founded in 1986 as the Child Advocacy Guild, Inc. The mission of the Organization is to provide support and advocacy for the abused, neglected and abandoned children of Hillsborough County, Florida for the purpose of achieving 100% representation for those children in partnership with the Guardian Ad Litem Program.

2. Basis of Accounting

The financial statements, presented on the accrual basis of accounting, have been prepared to focus on the Organization as a whole and to present balances and transactions according to the existence or absence of donor-imposed restrictions. This has been accomplished by the classification of assets, liabilities, and net assets into two groups - with donor restrictions and without donor restrictions.

These two groups are defined as follows:

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

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

Voices for Children of Tampa Bay, Inc.

Notes to financial statements

June 30, 2024 and 2023

3. Financial Accounting Standards

The Organization follows the provisions of the Financial Accounting Standards Boards *Accounting Standards Codification ("FASB ASC")*.

FASB ASC 956-605 requires the Organization to distinguish between contributions that are subject to donor-imposed restrictions and those that are not subject to donor-imposed restrictions. It also requires recognition of contributed services meeting certain criteria at fair values.

FASB ASC 958-205 establishes standards for general purpose external financial statements of not-for-profit organizations that require a statement of financial position, a statement of activities, and a statement of cash flows.

4. Use of Estimates

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

5. Pledges Receivable

Pledges receivable represent unconditional amounts owed to the Organization for various fundraising events and support from private donors. No allowance for doubtful accounts or discount for present value of long-term pledges is warranted as all of the total pledges receivable are expected to be collected in the current year.

6. Agency Reserve Funds

Agency reserve funds represent investment reserve funds with the Community Foundation of Tampa Bay, Inc. and are reported at fair value. Realized and unrealized gains and losses are included in the statement of activities and changes in net assets. Investment and administrative fees are netted against investment income.

Voices for Children of Tampa Bay, Inc.

Notes to financial statements

June 30, 2024 and 2023

7. Property and Equipment

The Organization follows the practice of capitalizing, at cost, all payments for fixed assets in excess of \$1,000. Routine expenditures for office supplies and equipment are charged to expenses as incurred.

Depreciation is provided for in amounts sufficient to relate the cost of depreciable assets to operations. Depreciation on fixed assets is calculated on the straight-line method over the estimated useful lives of the assets, which is five years.

8. Revenue Recognition

Contributions received are recorded as without donor restriction or with donor restriction support, depending on the existence and/or nature of any donor restrictions. Conditional contributions are recognized as deferred revenue if assets are transferred in advance or not recognized at all until the conditions have been substantially met or explicitly waived by the donor, at which point the contributions are recognized as unconditional and classified as net assets with or without donor restrictions. Unconditional contributions are recognized immediately and classified as net assets with or without donor restrictions. 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 Statement of Activities and Changes in Net Assets. The Organization reports any donor-restricted contributions whose restrictions are met in the same accounting period as unrestricted support.

9. Functional Allocation of Expenses

The statement of functional expenses presents expenses by function and natural classification. Expenses directly attributed to a specific functional area of the Organization are reported as expenses on those functional areas. Expenses that benefit multiple functional areas have been allocated across programs, general and administrative, and fundraising expenses based on the proportion of employee time involved.

Voices for Children of Tampa Bay, Inc.

Notes to financial statements

June 30, 2024 and 2023

10. Concentrations of Credit Risk

Financial instruments that potentially subject the Organization to concentrations of credit risk consist principally of cash. The Organization manages its risk with cash through the use of high credit worthy financial institutions. All cash accounts are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. The Company had no uninsured bank deposits as of June 30, 2024.

NOTE B – LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

Cash	\$ 369,219
Agency reserve funds	117,646
<hr/>	
Total financial assets available withing one year	486,865
Less:	
Amounts unavailable for general expenditures within one year, due to:	
Restricted by donors with purpose restrictions	(160,607)
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Total amounts unavailable for general expenditures within one year	(160,607)
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Total financial assets available to management for expenditure within one year	\$ 326,258

The Organization maintains a policy of structuring its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

NOTE C – INCOME TAX STATUS

The Organization has received a determination of tax-exempt status from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code and Chapter 220.13 of the Florida Statutes, respectively. Accordingly, no provision for income taxes is reflected in the accompanying financial statements.

Management is not aware of any activities that would jeopardize the Organization's tax-exempt status. The Organization is not aware of any tax positions it has taken that are

Voices for Children of Tampa Bay, Inc.

Notes to financial statements

June 30, 2024 and 2023

subject to a significant degree of uncertainty. Tax years after 2019 remain subject to examination by taxing authorities.

NOTE D – BENEFICIAL INTEREST IN ASSETS HELD BY OTHERS

The Organization is the beneficiary of endowment funds held with a local community foundation to support its operations. The Organization transfers donor and/or board designated funds to this endowment as designated funds are accumulated. Those transfers of funds to the foundation are irrevocable, with no variance powers residing with the Organization. As such, no related assets are shown on the Organization's financial statements. The Organization receives semi-annual distributions from this endowment. These funds are valued at approximately \$161,000 at June 30, 2024.

NOTE E – AGENCY RESERVE FUNDS

The Organization established three Agency Reserve Funds with the Community Foundation of Tampa Bay, Inc. for the benefit of the Organization during 2018. These funds are considered non-endowed funds and distributions may be requested requiring board of director's approval.

Amounts classified as agency reserve funds consist of the following at June 30, 2024 and 2023:

Agency reserve funds at Community Foundation of Tampa Bay	2024	2023
Short Term Fund	\$ 49,682	\$ 98,153
Intermediate Term Fund	32,352	29,958
Long Term Fund	35,612	32,698
	<u>\$ 117,646</u>	<u>\$ 160,809</u>

Voices for Children of Tampa Bay, Inc.

Notes to financial statements

June 30, 2024 and 2023

NOTE F – NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions contain donor-imposed restrictions that expire upon the passage of time or once specific actions are undertaken by the Organization. The net assets are then released and reclassified to net assets without donor restrictions when these restrictions are satisfied.

Net assets with donor restrictions related to the following as of June 30, 2024 and 2023.

June 30,	2024	2023
Legal assistance	\$ 6,500	\$ 76,897
Courthouse Dog Program	–	25,000
Braces for Kids	20,763	25,000
Children Across Borders	–	12,500
	<u>\$ 27,263</u>	<u>\$139,397</u>

NOTE G – FAIR VALUE MEASUREMENTS

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

The three levels of the fair value hierarchy under the Fair Value Measurement and Disclosure Topic are described as follows:

Level 1 – Quoted market prices in active markets for identical assets or liabilities in active markets that the entity has the ability to access as of the measurement date.

Level 2 – Significant other observable inputs other than Level 1 prices such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable can be corroborated by observable market data.

Voices for Children of Tampa Bay, Inc.

Notes to financial statements

June 30, 2024 and 2023

Level 3 – Significant unobservable inputs that reflect a reporting entity's own assumptions about the assumptions that market participants would use in pricing an asset or liability.

In many cases, a valuation technique used to measure fair value includes inputs from multiple levels of fair value hierarchy. The lowest level of significant input determines the placement of the entire fair value measurement in the hierarchy.

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

Agency reserve funds: Consists of agency reserve funds held by a community foundation. These assets are measured as reported by the community foundation and are not traded on the active market.

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

The following table presents financial assets measured at fair value on a recurring basis as of June 30, 2024 and 2023.

<i>June 30, 2024</i>	Fair Value	Level 1 Inputs	Level 2 Inputs	Level 3 Inputs
Agency reserve funds	\$117,646	–	–	\$117,646
Total	\$117,646	–	–	\$117,646

<i>June 30, 2023</i>	Fair Value	Level 1 Inputs	Level 2 Inputs	Level 3 Inputs
Agency reserve funds	\$160,809	–	–	\$160,809
Total	\$160,809	–	–	\$160,809

Voices for Children of Tampa Bay, Inc.

Notes to financial statements

June 30, 2024 and 2023

The following illustrates a roll forward for all assets and liabilities measured at fair value on a recurring basis using significant unobservable inputs (level 3) for the years ended June 30, 2024 and 2023:

Assets	
Agency reserve funds at June 30, 2022	\$151,327
Contributions	–
Interest and dividends	3,880
Realized and unrealized gains	7,146
Fees	(1,554)
Agency reserve funds at June 30, 2023	160,809
Contributions	–
Interest and dividends	3,392
Realized and unrealized gains	4,510
Grants	(50,000)
Fees	(1,065)
Agency reserve funds at June 30, 2024	\$117,646

NOTE H – LEASES

The Organization entered into a leasing agreement for office space during 2017. The effective date of the lease was September 1, 2017. The lease has been renewed for subsequent years and is extended through April 30, 2025.

The Organization adopted FASB ASU 2016-02, Leases, which requires the Organization to recognize lease assets and lease liabilities on the Statement of Financial Position, and disclose key information about the leasing arrangements. The Organization adopted the lease guidance on July 1, 2024 using a modified retrospective approach; prior period financial statements were not adjusted.

Right of Use (ROU) asset represents the right to use an underlying asset for the lease term and lease liability represents the obligation to make lease payments arising from the lease. This asset and liability is recognized at the commencement date of the lease based on their present value. The Organization uses the risk-free interest rate in determining present value, which was 4.1% for the lease renewal May 1, 2023.

Voices for Children of Tampa Bay, Inc.

Notes to financial statements

June 30, 2024 and 2023

The approximate future minimum lease payments are as follows:

Year ending June 30,	
2025	<u>\$ 5,500</u>
Total	<u>\$ 5,500</u>

Lease expense for office space approximated \$20,100 and \$18,200 for the years ended June 30, 2024 and 2023, respectively.

NOTE I – SUBSEQUENT EVENTS

The Organization has evaluated events and transactions occurring subsequent to June 30, 2024 as of January 8, 2025 which is the date the financial statements were available to be issued.