Helping Advance and Nurture the Development of Youth, Inc. f/k/a Helping Abused, Neglected, Disadvantaged Youth (HANDY), Inc.

Financial Statements
For the Years Ended June 30, 2025 and 2024

Helping Advance and Nurture the Development of Youth, Inc.

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors and Shareholders
Helping Advance and Nurture the Development of Youth, Inc.

Report on the Financial Statements

Opinion

We have audited the accompanying financial statements of Helping Advance and Nurture the Development of Youth, Inc. (the "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 present fairly, in all material respects, the financial position of Helping Advance and Nurture the Development of Youth, Inc. as of June 30, 2025 and 2024, and the changes in its net assets and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Helping Advance and Nurture the Development of Youth, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Other Matter

We have audited, in accordance with generally accepted auditing standards ("GAAS"), the consolidated financial statements of the Organization and Housing Opportunities Mortgage Assistance & Effective Neighborhood Solutions, Inc. d/b/a H.O.M.E.S., Inc., which comprise the consolidated 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 (none of which are presented herein), and we expressed an unmodified opinion on those financial statements. Such consolidated financial statements are the general-purpose financial statements of Helping Advance and Nurture the Development of Youth, Inc and Housing Opportunities Mortgage Assistance & Effective Neighborhood Solutions, Inc. D/B/A H.O.M.E.S., Inc., and the financial statements of the Organization presented herein are not a valid substitute for those consolidated financial statements.

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 Helping Advance and Nurture the Development of Youth, 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 and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the 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 Helping Advance and Nurture the Development of Youth, Inc.'s internal control. Accordingly, no such opinion is expressed.

Auditor's Responsibilities for the Audit of the Financial Statements (Continued)

- 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 Helping Advance and Nurture the Development of Youth, 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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 28, 2025, on our consideration of the Organization's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Organization's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control over financial reporting and compliance.

Citrin Cooperman & Company, LLP

Fort Lauderdale, Florida
October 28, 2025

FINANCIAL STATEMENTS

Helping Advance and Nurture the Development of Youth, Inc.
Statements of Financial Position
June 30, 2025 and 2024

	2025	2024
Assets:		
Current:		
Cash	$ 1,777,186	$ 641,150
Grants and contracts receivable	344,400	354,782
Prepaid expenses and other assets	128,135	36,815
Total current assets	2,249,721	1,032,747
Non-current:		
Deposits and other assets	92,883	76,260
Property and equipment, net	12,188,409	1,065,605
Operating lease right-of-use asset, net	2,028,683	2,200,128
Total non-current assets	14,309,975	3,341,993
Total assets	$ 16,559,696	$ 4,374,740
Liabilities:		
Current:		
Accounts payable and accrued expenses	$ 286,774	$ 145,449
Current portion of operating lease liability	163,901	148,028
Current portion of mortgage loan	65,281	-
Refundable advances	575,192	246,817
Total current liabilities	1,091,148	540,294
Non-current:		
Mortgage loan	5,906,300	-
Operating lease liability, net of current portion	2,012,994	2,176,894
Total liabilities	9,010,442	2,717,188
Net Assets:		
Without donor restrictions:		
Undesignated	7,425,122	1,447,629
With donor restrictions:		
Purpose and time restrictions	124,132	209,923
Total net assets	7,549,254	1,657,552
Total liabilities and net assets	$ 16,559,696	$ 4,374,740

See accompanying notes to financial statements.

Helping Advance and Nurture the Development of Youth, Inc.
Statement of Activities
For the Year Ended June 30, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
Change in Net Assets:			
Revenue and other support:			
Governmental agency contracts	$ 2,298,459	$ -	$ 2,298,459
Contributions and other grants	3,364,185	31,818	3,396,003
Special event revenue	947,760	-	947,760
Less: cost of direct benefit to donors	(328,020)	-	(328,020)
Noncash contributions	5,401,962	-	5,401,962
Other revenues	81,457	-	81,457
Interest income	28,591	-	28,591
Total revenue and other support	11,794,394	31,818	11,826,212
Net assets released from restrictions:			
Satisfaction of purpose and time restrictions	117,609	(117,609)	-
Expenses:			
Program services:			
Education	1,263,034	-	1,263,034
Youth development	3,135,302	-	3,135,302
Self sufficiency	616,065	-	616,065
Supporting services:			
Management and general	433,267	-	433,267
Development/fundraising	582,981	-	582,981
Total expenses	6,030,649	-	6,030,649
Change in net assets before other items	5,881,354	(85,791)	5,795,563
Other Items:			
Insurance proceeds	66,186	-	66,186
Miscellaneous income	29,953	-	29,953
Total other items	96,139	-	96,139
Change in net assets	5,977,493	(85,791)	5,891,702
Net Assets, Beginning of Year	1,447,629	209,923	1,657,552
Net Assets, End of Year	$ 7,425,122	$ 124,132	$ 7,549,254

See accompanying notes to financial statements.

Helping Advance and Nurture the Development of Youth, Inc.
Statement of Activities
For the Year Ended June 30, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
Change in Net Assets:			
Revenue and other support:			
Governmental agency contracts	$ 1,906,448	$ -	$ 1,906,448
Contributions and other grants	1,463,931	174,151	1,638,082
Special event revenue	1,053,210	-	1,053,210
Less: cost of direct benefits to donors	(370,069)	-	(370,069)
Noncash contributions	86,065	-	86,065
Other revenues	22,742	-	22,742
Interest income	22,220	-	22,220
Total revenue and other support	4,184,547	174,151	4,358,698
Net assets released from restrictions:			
Satisfaction of purpose and time restrictions	361,117	(361,117)	-
Expenses:			
Program services:			
Education	1,193,485	-	1,193,485
Youth development	2,432,459	-	2,432,459
Self sufficiency	470,638	-	470,638
Supporting services:			
Management and general	458,707	-	458,707
Development/fundraising	480,084	-	480,084
Total expenses	5,035,373	-	5,035,373
Change in net assets before other items	(489,709)	(186,966)	(676,675)
Other Items:			
Insurance proceeds	78,047	-	78,047
Miscellaneous income	36,838	-	36,838
Total other items	114,885	-	114,885
Change in net assets	(374,824)	(186,966)	(561,790)
Net Assets, Beginning of Year	1,822,453	396,889	2,219,342
Net Assets, End of Year	$ 1,447,629	$ 209,923	$ 1,657,552

See accompanying notes to financial statements.

Helping Advance and Nurture the Development of Youth, Inc.
Statement of Functional Expenses
For the Year Ended June 30, 2025

	Program Services				Supporting Services				
	Education	Youth Development	Self Sufficiency	Total Program Services	Management and General	Development/ Fundraising	Total Supporting Services	Cost of Direct Benefits to Donors	Total
Bank and credit card charges	$ -	$ -	$ -	$ -	$ 3,026	$ 6,498	$ 9,524	$ -	$ 9,524
Dues and subscriptions	230	875	120	1,225	6,008	790	6,798	-	8,023
Supplies - in-kind	2,383	71,698	2,381	76,462	2,383	14,089	16,472	-	92,934
Insurance	27,305	81,023	6,978	115,306	15,963	6,987	22,950	-	138,256
Interest expense	36,394	109,182	9,098	154,674	18,197	9,099	27,296	-	181,970
Meals and entertainment	-	-	-	-	-	-	-	328,020	328,020
Postage and printing	984	679	209	1,872	1,977	2,781	4,758		6,630
Professional services	87,411	254,757	75,521	417,689	80,530	69,690	150,220	-	567,909
Public relations	23,073	25,000	25,000	73,073	25,000	49,568	74,568	-	147,641
Rentals, repairs and maintenance	120,739	270,514	43,521	434,774	47,835	30,031	77,866	-	512,640
Salaries and related expenses	762,973	1,608,233	262,167	2,633,373	182,476	346,762	529,238	-	3,162,611
Specific assistance to others	101,091	398,086	143,812	642,989	7,231	2,854	10,085	-	653,074
Staff training	2,184	5,459	2,090	9,733	2,971	2,191	5,162	-	14,895
Supplies and equipment	3,635	51,996	1,394	57,025	2,262	2,049	4,311	-	61,336
Taxes, licenses and permits	-	-	-	-	611	120	731	-	731
Travel	7,057	36,972	2,214	46,243	4,530	76	4,606	-	50,849
Utilities	25,368	66,408	11,218	102,994	10,928	10,683	21,611	-	124,605
Total expenses before depreciation	1,200,827	2,980,882	585,723	4,767,432	411,928	554,268	966,196	328,020	6,061,648
Depreciation	62,207	154,420	30,342	246,969	21,339	28,713	50,052	-	297,021
Total expenses	1,263,034	3,135,302	616,065	5,014,401	433,267	582,981	1,016,248	328,020	6,358,669
Less: expenses included with revenues on the statement of activities:									
Cost of direct benefits to donors	-	-	-	-	-	-	-	(328,020)	(328,020)
Total expenses	$ 1,263,034	$ 3,135,302	$ 616,065	$ 5,014,401	$ 433,267	$ 582,981	$ 1,016,248	$ -	$ 6,030,649

See accompanying notes to financial statements.

Helping Advance and Nurture the Development of Youth, Inc.
Statement of Functional Expenses
For the Year Ended June 30, 2024

	Program Services				Supporting Services				
	Education	Youth Development	Self Sufficiency	Total Program Services	Management and General	Development/ Fundraising	Total Supporting Services	Cost of Direct Benefits to Donors	Total
Bank and credit card charges	$ -	$ -	$ -	$ -	$ 1,557	$ 4,960	$ 6,517	$ -	$ 6,517
Dues and subscriptions	508	659	299	1,466	4,771	1,082	5,853	-	7,319
Supplies - in-kind	-	71,005	-	71,005	172	14,888	15,060	-	86,065
Insurance	7,793	35,325	2,978	46,096	8,653	2,880	11,533	-	57,629
Meals and entertainment	-	-	-	-	-	-	-	370,069	370,069
Postage and printing	125	447	125	697	888	1,917	2,805	-	3,502
Professional services	37,407	55,942	44,284	137,633	73,330	111,183	184,513	-	322,146
Public relations	26,702	27,100	26,552	80,354	26,552	33,777	60,329	-	140,683
Rentals, repairs and maintenance	94,840	239,624	21,762	356,226	32,762	18,361	51,123	-	407,349
Salaries and related expenses	837,351	1,532,748	231,729	2,601,828	254,575	258,297	512,872	-	3,114,700
Specific assistance to others	102,776	295,025	112,940	510,741	13,019	625	13,644	-	524,385
Staff training	525	4,018	10	4,553	9,206	310	9,516	-	14,069
Supplies and equipment	8,386	15,300	962	24,648	3,820	4,517	8,337	-	32,985
Taxes, licenses and permits	-	-	-	-	473	729	1,202	-	1,202
Travel	15,668	28,021	1,194	44,883	2,662	-	2,662	-	47,545
Utilities	14,490	31,632	9,304	55,426	8,237	7,688	15,925	-	71,351
Total expenses before depreciation	1,146,571	2,336,846	452,139	3,935,556	440,677	461,214	901,891	370,069	5,207,516
Depreciation	46,914	95,613	18,499	161,026	18,030	18,870	36,900	-	197,926
Total expenses	1,193,485	2,432,459	470,638	4,096,582	458,707	480,084	938,791	370,069	5,405,442
Less: expenses included with revenues on the statement of activities:									
Cost of direct benefits to donors	-	-	-	-	-	-	-	(370,069)	(370,069)
Total expenses	$ 1,193,485	$ 2,432,459	$ 470,638	$ 4,096,582	$ 458,707	$ 480,084	$ 938,791	$ -	$ 5,035,373

See accompanying notes to financial statements.

Helping Advance and Nurture the Development of Youth, Inc.
Statements of Cash Flows
For the Years Ended June 30, 2025 and 2024

	2025	2024
Cash Flows from Operating Activities:		
Change in net assets	$ 5,891,702	$ (561,790)
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation	297,021	197,926
Amortization of operating lease right-of-use asset	171,445	162,875
Donation of land, building and other equipment	(5,309,028)	-
Decreases (increases) in assets:		
Grants and contracts receivable	10,382	(63,993)
Prepaid expenses and other assets	(91,320)	(15,058)
Deposits and other assets	(16,623)	4,647
Increases (decreases) in liabilities:		
Accounts payable and accrued expenses	141,325	(38,074)
Refundable advances	328,375	(43,745)
Operating lease liability	(148,027)	(133,213)
Net cash provided by (used in) operating activities	1,275,252	(490,425)
Cash Flows from Investing Activities:		
Purchases of property and equipment	(110,797)	(46,416)
Net cash used in investing activities	(110,797)	(46,416)
Cash Flows from Financing Activities:		
Payment on debt	(28,419)	-
Net cash used in financing activities	(28,419)	-
Net increase (decrease) in cash	1,136,036	(536,841)
Cash, Beginning of Year	641,150	1,177,991
Cash, End of Year	$ 1,777,186	$ 641,150

See accompanying notes to financial statements.

Note 1 - Organization and Operations

Helping Advance and Nurture the Development of Youth, Inc. (the "Organization" or "HANDY") is a private, 501(c)(3), nonprofit Florida corporation incorporated in February 1985. The Organization's mission is to achieve positive, lasting change for youth by providing life skills, education and a supportive community. HANDY's goal is to provide customized programs that meet the individual needs of a child that take them from early childhood to adulthood. HANDY has provided hope, encouragement and inspiration to at-risk youth associated with Broward County's dependency system.

On August 22, 2023, the Organization officially changed its name from Helping Abused, Neglected, Disadvantaged Youth, Inc. to Helping Advance and Nurture the Development of Youth, Inc.

For the years ended June 30, 2025 and 2024, the Organization's **LIFE** program (**L**ife skills, **I**ndependent living, **F**oundation building, and **E**ducation/Employment) provided services that focused on education, youth development and economic self-sufficiency to ensure at-risk youth do not drop out of school, do not engage in criminal activities, complete their education and enter the workforce as self-sufficient, contributing members of the community. All youth receive assessments, LIFE plan and evaluations, intensive case management, counseling and mentors. Additional program activities include tutoring, mentoring, social and recreational activities, emergency needs assistance for food, clothing, housing, education workshops, life skill training, post-secondary education support, internships and job placements, service learning projects, self-advocacy learning and more. The Organization's LIFE program served an estimated 734 middle school, high school, and college age youth for the fiscal year ended June 30, 2025. In addition, HANDY also provides assistance with emergency needs for youth and their families and community clients.

Additionally, the Organization operates its Best Buy Teen Tech Center, which is a place where teens can develop critical skills through hands-on activities that explore their interest in programming, film-making, music production and design. This center works to bridge the digital divide by giving youth access to tech education opportunities, relationships that help build confidence, and a foundation for school and career success.

Previously, the Organization became the sole member of the nonprofit organization Housing Opportunities Mortgage Assistance & Effective Neighborhood Solutions, Inc. D/B/A H.O.M.E.S., Inc. ("HOMES"). This alliance has allowed both organizations to combine their expertise to advance and expand programs, services and housing that they currently provide to low-income families, youth and neighborhoods. This partnership will not only strengthen and build community support but will also help residents from spiraling into economic despair and help break the cycle of poverty for current and future generations.

Note 2 - Summary of Significant Accounting Policies

Basis of accounting: The accompanying financial statements have been prepared on the accrual basis of accounting. Using this method, revenues are recognized when earned and expenses are recognized when incurred.

Basis of presentation: Financial statement presentation follows generally accepted accounting principles in the United States of America ("U.S. GAAP") which requires the Organization to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Note 2 - Summary of Significant Accounting Policies (continued)

Net assets: Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

- *Net Assets Without Donor Restrictions* - Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.

- *Net Assets With Donor Restrictions* - Net assets subject to donor (or certain grantor) imposed restrictions. Some restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor or grantor. Other restrictions are perpetual in nature, where the donor or grantor stipulates those resources be maintained in perpetuity. There were no restrictions perpetual in nature as of June 30, 2025, and 2024.

Revenue and other support received is recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor restrictions. Non-cash contributions are recorded at their estimated fair value on the date received.

Revenue and other support that is restricted by the donor is reported as an increase in net assets without donor restrictions if the restriction expires, or purpose restriction is accomplished, in the reporting period in which the support is recognized. All other donor restricted support is reported as an increase in net assets with donor restrictions, depending on the nature of the restriction. 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 statements of activities as net assets released from restrictions.

Any contribution not specifically restricted by the donor or subject to other legal restrictions is considered available for general use.

Revenue and revenue recognition: The Organization recognizes grants and contributions when cash, securities or other assets; an unconditional promise to give; or a notification of a beneficial interest is received. Conditional promises to give, that is, those with a measurable performance or other barrier, and a right of return, are not recognized until the conditions on which they depend have been substantially met or explicitly waived.

Contract revenue, from governmental agency contracts, is generally billed monthly and is derived from cost reimbursement contracts. Any revenue derived from cost-reimbursement contracts, which is conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses, is recognized when such expenditures are incurred in compliance with specific contract provisions. Certain agreements contain matching requirements, which have been met for the years ended June 30, 2025, and 2024.

Note 2 - Summary of Significant Accounting Policies (continued)

Revenue and revenue recognition: (continued) Amounts received prior to meeting certain conditions, including measurable performance or other barriers and incurring qualifying expenditures in compliance with the specific grant or contract, are reported as a liability, refundable advances, in the statements of financial position.

Revenues from special events that are considered exchange transactions are not recognized until the special event takes place. Other program income from products and services are recognized as income when the performance obligation of transferring the products and providing the services are met. Amounts received in advance are deferred to the applicable period.

Cash and cash equivalents: The Organization considers all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

Receivables and allowance for uncollectible amounts: Management periodically reviews the grants and contracts receivable and promises to give balances and provides an allowance for amounts which may become uncollectible. At June 30, 2025 and 2024, management considered the receivable balances to be fully collectible and no allowance for uncollectible amounts was considered necessary.

As of June 30, 2025 and 2024, the amount of financial assistance receivable from grantors for reimbursement of eligible expenditures incurred by the Organization was $ 344,400 and $ 354,782 respectively, of which 67% and 77%, respectively, is due in the aggregate from the Children's Services Council of Broward County, CareerSource Broward and the Broward County Board of County Commissioners.

Promises to give: The Organization records unconditional promises to give that are expected to be collected within one year at net realizable value. Unconditional promises to give expected to be collected in future years are initially recorded at fair value using present value techniques using risk-adjusted discount rates. In subsequent years, amortization of the discounts is included in contributions and other grants revenue in the statements of activities. The Organization did not have any unconditional promises to give as of June 30, 2025, or 2024.

Property and equipment: Property and equipment are carried at cost, if purchased, or at estimated fair value on the date contributed, if donated, less accumulated depreciation. The Organization's policy is to provide for depreciation using the straight-line method over either the shorter of the estimated useful life of each type of asset or, for leasehold improvements, the term of the lease, which is as follows:

Leasehold improvements	10 years
Computer equipment and software	5 - 7 years
Office furniture and equipment	5 - 7 years

Note 2 - Summary of Significant Accounting Policies (continued)

Property and equipment: (continued) Donations of property and equipment are reported as support without donor restrictions unless the donor has restricted the donated asset for 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 support with donor restrictions. Without donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated assets are placed in service, reclassifying net assets with donor restrictions to net assets without donor restrictions at that time.

Additions and major renewals to property and equipment are capitalized. Maintenance and repairs to property and equipment are charged to expenses when incurred.

Leases: The Organization has entered an operating lease for office space. The obligations associated with this lease have been recognized as a liability in the statements of financial position based on the future lease payments, discounted by the Organization's incremental borrowing rate at the inception of the lease. The Organization determines if an arrangement is or contains a lease at inception. Lease terms may include options to extend or terminate certain leases. The value of an option is reflected in the valuation of the lease if it is reasonably certain management will exercise an option to extend or terminate a lease. Right to use lease assets are recognized over the shorter of the lease term or the useful life of the underlying asset using the straight-line method.

Deferred revenue: Revenues received in advance from special events and other program income that are considered exchange transactions are deferred to the applicable period, if applicable.

Donated goods and services: Donated services are recognized, at estimated fair value, as contributions, along with a corresponding expense, if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise have been purchased. Donated goods are recorded at their estimated fair market value when received. Donated property and equipment are capitalized at its estimated fair value at the date of donation and depreciated over the estimated useful life of the asset.

Functional allocation of expenses: The costs of providing the various programs and activities have been summarized on a functional basis in the statements of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include salaries and related expenses, professional fees, rent, insurance, among other expenses. These expenses are allocated based on full-time equivalents, time and effort, square footage, and other methods as determined by management.

Income taxes: The Organization is a not-for-profit corporation exempt from federal income taxes under Internal Revenue Code 501(c)(3). Accordingly, no provision for income taxes is reflected in the accompanying financial statements since the Organization was deemed by management not to have unrelated business income.

Note 2 - Summary of Significant Accounting Policies (continued)

Concentrations of credit risk: Financial instruments that potentially subject the Organization to concentrations of credit risk consist principally of cash and receivables. The Organization has cash in financial institutions that are insured by the Federal Deposit Insurance Corporation ("FDIC"), subject to applicable limits. At June 30, 2025, and 2024, cash balances exceeded FDIC coverage by approximately $ 1,604,000 and $ 377,000, respectively. Deposit accounts are maintained with what management believes to be quality financial institutions.

Use of estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements; and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Reclassifications: Certain amounts in the prior year financial statements have been reclassified in order to be comparable with the current year presentation.

Date of management review: Management has evaluated subsequent events through October 28, 2025, which is the date the financial statements were available for issuance.

Note 3 - Liquidity and Availability

The Organization has a policy to manage its liquidity and reserves following three guiding principles: operating within a prudent range of financial stability, maintaining adequate liquidity to fund near-term operations, and maintaining sufficient reserves to provide reasonable assurance that long-term obligations will be discharged. The Organization is subject to certain covenants, including requirements to maintain adequate insurance coverage on the secured property and restrictions on additional indebtedness secured by the same asset (Note 7). As of June 30, 2025, the Organization was in compliance with all covenants. The following table reflects the Organization's financial assets at June 30, reduced by amounts not available for general expenditures within one year.

Note 3 - Liquidity and Availability (continued)

Financial Assets:		
Cash	$ 1,777,186	$ 641,150
Grants and contracts receivable	344,400	354,782
Financial assets, at year-end	2,121,586	995,932
Less those unavailable for general expenditures within one year, due to:		
Contractual or donor imposed restrictions:		
Purpose and time restrictions by donor	(124,132)	(209,923)
Financial assets available to meet cash needs for general expenditures within one year	$ 1,997,454	$ 786,009

Note 4 - Property and Equipment

Property and equipment consist of the following at June 30:

	2025	2024
Leasehold improvements	$ 1,787,674	$ 1,775,608
Computer equipment and software	89,398	192,632
Office furniture and equipment	396,636	82,322
Building	9,375,997	-
Land	1,694,760	-
Construction in progress	-	4,000
	13,344,465	2,054,562
Less: accumulated depreciation	1,156,056	988,957
Net property and equipment	$ 12,188,409	$ 1,065,605

During the year ended June 30, 2025, the Organization acquired a building with an appraised fair value of $11,070,000 for a purchase price of $6,000,000 from a company owned by or affiliated with a member of the Board of Directors. The difference of $5,070,000 between the appraised fair value and the purchase price was recognized as a noncash contribution in the Statement of Activities. As part of the transaction the Organization also received donated furniture and equipment that were not included in the appraised building value but were valued separately by the Organization using comparable items sold in the area and totaled $239,028, see Note 11 for more information.

Note 5 - Net Assets With Donor Restrictions

Net assets with donor restrictions are available as of June 30, as follows:

	2025	2024
Management operations	$ 38,570	$ 132,476
LIFE expenses	85,562	77,447
	$ 124,132	$ 209,923

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose, or by occurrence of the passage of time, or other events specified by the donors as follows:

	2025	2024
Satisfaction of purpose restrictions:		
Building project	$ -	$ 274,262
LIFE expenses	77,447	86,855
Management operations	40,162	-
	$ 117,609	$ 361,117

Note 6 - Grants and Contracts

The Organization receives financial assistance from various agencies in the form of grants and contracts. The disbursement of funds received under these programs generally requires compliance with terms and conditions specific in the grant/contract agreements and may be subject to audit by the grantor agencies. As a result of such audits, the grantor may require that amounts be returned. In the opinion of management, all grant and contract expenditures are in compliance with the terms of the agreements and applicable laws and regulations. The Organization had conditional promises to give which requires them to incur allowable costs before recognition of approximately $ 1,102,000 and $ 768,000 at June 30, 2025, and 2024, respectively.

Note 6 - Grants and Contracts (continued)

For the years ended June 30, revenue and support from governmental agency contracts were comprised of the following:

Grantor/Program	Contract Number	Governmental Agency Contracts	
Local:		2025	2024
Children's Services Council of Broward County, Florida:			
Healthy Youth Transition	20-2419 & 24-411	$ 1,008,387	$ 922,099
Youth Force	20-2418 & 24-2410	605,602	486,972
Community Partnership Division of Broward County, Florida:			
Supported Employment Services	20-CP-CSA-4827-01-02-22	-	73,941
Youth Economic Stability Services	22-CP-CSA-4827-01	222,740	204,852
Federal:			
CareerSource Broward	2019-2020-CR-WIOA-OSY-54000	135,797	106,614
YouthBuild	24A60YB000125-01-00	239,303	-
Broward College			
Up Promise Neighborhood	S215N210041	86,630	111,970
		$ 2,298,459	$ 1,906,448

Note 7 – Long-Term Debt

On January 15, 2025, the Organization entered into a mortgage agreement with a commercial lender totaling $6,000,000 for the Organization’s new headquarters (Note 4). The loan bears interest at a fixed annual rate of 7.5%, payable monthly, and matures on January 31, 2030. The mortgage is secured by the Organization’s real property, which serves as collateral under the terms of the agreement.

As of June 30, 2025, the outstanding principal balance on the mortgage was $5,971,581. Interest expense recognized during the year ended June 30, 2025, related to this obligation, was approximately $182,000.

Note 7 – Long-Term Debt (continued)

The mortgage agreement includes customary covenants, including requirements to maintain adequate insurance coverage on the secured property and restrictions on additional indebtedness secured by the same asset. As of June 30, 2025, the Organization was in compliance with all covenants.

Future maturities of long-term debt as of June 30, 2025, are approximately as follows:

Year Ending June 30,		Amount
2026	$	65,300
2027		70,200
2028		75,700
2029		81,400
2030		5,679,000
	$	5,971,600

Note 8 - Commitments and Contingencies

Leases: Previously, the Organization adopted Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") 842, *Leases.* The right-of-use asset and corresponding liability associated with future lease payments at June 30, 2025, was approximately $ 2,028,700 and $ 2,177,000, respectively, measured using the Organization's incremental borrowing rate of 6.103% at the inception of the lease. This lease is for the Organization's office space and expires on February 28, 2034. Cash paid in connection with this lease was approximately $ 284,400 and $ 278,200 for the years ended June 30, 2025 and 2024, respectively. Lease cost for this lease was approximately $ 307,800 for each of the years ended June 30, 2025 and 2024.

Note 8 - Commitments and Contingencies (continued)

Estimated future base payments required under this lease are approximately as follows:

Year Ending June 30,		Amount
2026	$	290,800
2027		304,200
2028		324,600
2029		326,800
2030		324,400
Thereafter		1,245,300
		2,816,100
Less: Present Value Discount		(639,200)
	$	2,176,900

Economic Dependency: The Organization receives a substantial amount of its public support from certain grantor agencies (Note 6) and private donors. If a significant reduction in the level of funding were to occur from these agencies or other major donors, there could be an adverse effect on the Organization's level of programs and activities.

Litigation: From time to time, the Organization may be involved in litigation in the normal course of business. While the ultimate effect of such litigation cannot be ascertained at this time, in the opinion of management, the Organization has sufficient insurance coverage to cover any claims and/or liabilities which may arise from any such actions. Management believes that the effect of such losses, if any, is not expected to have a material adverse effect on the financial condition of the Organization.

Note 9 - Related-Party Transactions

During the years ended June 30, 2025 and 2024, the Organization had employer cost sharing expenses of approximately $ 15,100 and $ 48,500, respectively, with HOMES (Note 1). As of June 30, 2025 and 2024, the Organization had no payables to or receivables from HOMES.

Also, the Organization receives direct and indirect support in the form of cash and nonfinancial donations from various board members or their affiliated organizations.

Note 10 - Employee Benefit Plan

The Organization offers all employees, who meet certain age and service requirements, a tax-sheltered retirement plan under Internal Revenue Code Section 403(b) (the “Plan”). The Plan allows the participant to make pre-tax and/or after-tax contributions up to defined statutory limits. The Organization may, at its discretion, make a matching contribution based on a percentage of the participants’ Plan contributions. The Organization made matching contributions of $ 12,000 for each of the years ended June 30, 2025 and 2024.

Note 11 - Nonfinancial Contributions

The Organization receives various forms of nonfinancial contributions including fundraising items and property and equipment. Nonfinancial contributions are reported as contributions at their estimated fair value on the date of receipt and reported as expenses when utilized or depreciated. Nonfinancial contributions are valued based upon estimates of fair market or wholesale values that would be received for selling the goods in their principal market considering their condition and utility for use at the time the goods are contributed by the donor.

Non-financial contributions category	Type of contributions for beneficiaries	Valuation	2025	2024
Property and equipment	Land, building, and other equipment	Real-Estate Appraisal	$ 5,309,028	$ -
Fundraising and other items	Banquet hall, décor and gifts	U.S. wholesale prices of identical or similar products and standard rental rates	92,934	86,065
		Total	$ 5,401,962	$ 86,065

Note 12 – Supplemental Cash Flow Information

Noncash investing and financing activities:	
Mortgage issued for purchase of land, building and equipment	$ 6,000,000
Contributed value of land, building and equipment	$ 5,309,028

INTERNAL CONTROLS AND COMPLIANCE

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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
Helping Advance and Nurture the Development of Youth, Inc.

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 Helping Advance and Nurture the Development of Youth, Inc. (a nonprofit organization) (the "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 October 28, 2025.

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) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Organization's 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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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.

Citrin Cooperman & Company, LLP

Fort Lauderdale, Florida
October 28, 2025