

KIDS IN NEED OF DEVELOPMENT, EDUCATION, AND RELIEF

FINANCIAL STATEMENTS
AND INDEPENDENT AUDITORS' REPORT

DECEMBER 31, 2024 AND 2023

KIDS IN NEED OF DEVELOPMENT, EDUCATION, AND RELIEF

DECEMBER 31, 2024 AND 2023

CONTENTS

	Page
INDEPENDENT AUDITORS' REPORT	1 - 2
FINANCIAL STATEMENTS	
STATEMENTS OF FINANCIAL POSITION	3
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS FOR THE YEAR ENDED DECEMBER 31, 2024	4
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS FOR THE YEAR ENDED DECEMBER 31, 2023	5
STATEMENTS OF CASH FLOWS	6
STATEMENT OF FUNCTIONAL EXPENSES FOR THE YEAR ENDED DECEMBER 31, 2024	7
STATEMENT OF FUNCTIONAL EXPENSES FOR THE YEAR ENDED DECEMBER 31, 2023	8
NOTES TO FINANCIAL STATEMENTS	9 - 16



Independent Auditors' Report

To the Board of Directors and Management
Kids in Need of Development, Education, and Relief

Opinion

We have audited the accompanying financial statements of Kids in Need of Development, Education, and Relief (a nonprofit organization) ("the Organization"), which comprise the statements of financial position as of December 31, 2024 and 2023, and the related statements of activities and changes in net assets, cash flows, and functional expenses 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 the Organization as of December 31, 2024 and 2023, and the statements of activities and changes in net assets, its cash flows and functional expenses for the years then ended in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP").

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America ("GAAS"). Our responsibilities under those standards are further described in the Auditors' 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 opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with U.S. GAAP, 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.

Auditors' 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 auditors' 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 GAAS 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.

Auditors' Responsibilities for the Audit of the Financial Statements (Continued)

In performing an audit in accordance with GAAS, 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.

Orta & Choate, P.C.

McKinney, Texas
April 14, 2025

KIDS IN DEVELOPMENT, EDUCATION, AND REFLIEF
STATEMENTS OF FINANCIAL POSITION
December 31,

ASSETS

	2024	2023
CURRENT ASSETS		
Cash and cash equivalents	\$ 1,037,475	\$ 1,185,777
Certificate of deposit	230,000	-
Investments	1,345,365	16,314
Contributions receivable	92,202	82,033
Total current assets	2,705,042	1,284,124
RIGHT-OF-USE ASSET - OPERATING LEASE	-	12,302
PROPERTY AND EQUIPMENT AT COST - NET	391	510
DEPOSIT	1,350	1,350
TOTAL ASSETS	\$ 2,706,783	\$ 1,298,286

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES		
Accounts payable and accrued expenses	\$ 9,024	\$ 12,163
Grants payable	-	15,200
Operating lease liability	-	12,302
Total current liabilities	9,024	39,665
NET ASSETS		
Without donor restrictions	2,697,759	1,258,621
Total net assets	2,697,759	1,258,621
TOTAL LIABILITIES AND NET ASSETS	\$ 2,706,783	\$ 1,298,286

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

KIDS IN DEVELOPMENT, EDUCATION, AND REFLIEF
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
For the Year Ended December 31, 2024

	Without Donor Restriction	With Donor Restriction	Total
SUPPORT AND REVENUES			
Contributions and grants	\$ 2,686,762	\$ 693,722	\$ 3,380,484
Loss on currency exchange	(30,158)	-	(30,158)
Net investment income	27,740	-	27,740
Other	2,566	-	2,566
Net assets released from restrictions	693,722	(693,722)	-
Total support and revenues	3,380,632	-	3,380,632
EXPENSES			
Program services			
Grants and assistance	1,745,574	-	1,745,574
Total program services	1,745,574	-	1,745,574
Supporting services			
Management and general	82,847	-	82,847
Fundraising	113,073	-	113,073
Total supporting services	195,920	-	195,920
Total expenses	1,941,494	-	1,941,494
Change in net assets	1,439,138	-	1,439,138
NET ASSETS, at beginning of year	1,258,621	-	1,258,621
NET ASSETS, at end of year	\$ 2,697,759	\$ -	\$ 2,697,759

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

KIDS IN DEVELOPMENT, EDUCATION, AND REFLIEF
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
For the Year Ended December 31, 2023

	Without Donor Restriction	With Donor Restriction	Total
SUPPORT AND REVENUES			
Contributions and grants	\$ 1,572,195	\$ 614,690	\$ 2,186,885
Loss on currency exchange	(28,065)	-	(28,065)
Net investment income	4,740	-	4,740
Other	6,444	-	6,444
Net assets released from restrictions	614,690	(614,690)	-
Total support and revenues	2,170,004	-	2,170,004
EXPENSES			
Program services			
Grants and assistance	1,462,203	-	1,462,203
Total program services	1,462,203	-	1,462,203
Supporting services			
Management and general	74,985	-	74,985
Fundraising	84,922	-	84,922
Total supporting services	159,907	-	159,907
Total expenses	1,622,110	-	1,622,110
Change in net assets	547,894	-	547,894
NET ASSETS, at beginning of year	710,727	-	710,727
NET ASSETS, at end of year	\$ 1,258,621	\$ -	\$ 1,258,621

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

KIDS IN DEVELOPMENT, EDUCATION, AND RELIEF
STATEMENTS OF CASH FLOWS
For the Years Ended December 31,

	2024	2023
Cash flows from operating activities:		
Change in net assets	\$ 1,439,138	\$ 547,894
Adjustments to reconcile changes in net assets to net cash provided by (used) in operating activities		
Depreciation and amortization	119	119
Operating lease amortization	12,302	14,686
Unrealized (gains) losses on investments	11,890	(4,709)
Reinvested dividends	(39,585)	-
Donated stock	(51,330)	10,394
Changes in operating assets and liabilities, net		
Contributions receivables	(10,169)	(55,656)
Accounts payable and accrued expenses	(3,139)	(7,252)
Grants payable	(15,200)	15,200
Operating lease liability	(12,302)	(14,686)
Net cash provided by operating activities	1,331,724	505,990
Cash flows from investing activities:		
Purchase of investments	(1,250,026)	(11,524)
Purchase of certificate of deposit	(230,000)	-
Net cash used in investing activities	(1,480,026)	(11,524)
Increase (decrease) in cash and cash equivalents	(148,302)	494,466
Cash and cash equivalents, at beginning of year	1,185,777	691,311
Cash and cash equivalents, at end of year	\$ 1,037,475	\$ 1,185,777

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

KIDS IN DEVELOPMENT, EDUCATION, AND RELIEF
STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended December 31, 2024

	Program Services		Supporting Services		Total
	Grants and Assistance	Management and General	Fundraising	Supporting Services	
Grants and assistance	\$ 1,506,496	\$ -	\$ -	\$ -	\$ 1,506,496
Salaries and related benefits	193,088	39,715	15,527	55,242	248,330
Professional fees	-	22,700	54,276	76,976	76,976
Occupancy expense	17,738	3,648	1,427	5,075	22,813
Dues and memberships	-	607	-	607	607
Advertising/promotion	-	-	6,555	6,555	6,555
Printing	-	-	4,607	4,607	4,607
Technology expense	9,118	1,875	733	2,608	11,726
Fundraising expenses	-	-	22,737	22,737	22,737
Fees	3,469	10,369	5,163	15,532	19,001
Supplies	-	719	-	719	719
Travel	15,665	248	290	538	16,203
Insurance	-	962	-	962	962
Depreciation expense	-	119	-	119	119
Other expenses	-	1,885	1,758	3,643	3,643
	<u>\$ 1,745,574</u>	<u>\$ 82,847</u>	<u>\$ 113,073</u>	<u>\$ 195,920</u>	<u>\$ 1,941,494</u>

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