

**THE VOICES PROJECT INC.
(NOT-FOR-PROFIT ORGANIZATION)**

FINANCIAL STATEMENTS

**FOR THE TWELVE MONTHS ENDED
DECEMBER 31, 2022**

**TOGETHER WITH
INDEPENDENT ACCOUNTANT AUDIT REPORT**

Dec 4, 2023

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INDEPENDENT ACCOUNTANTS' AUDIT REPORT

To the Board of THE VOICES PROJECT INC.:

Opinion

We have audited the financial statements of The Voices Project Inc. (a nonprofit organization), which comprise Statement of Financial Position as of December 31, 2022, and the related Statement of Activities, Statement of Functional Expenses and Statements of Cash Flows for the year ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of The Voices Project Inc. (a nonprofit organization) as of December 31, 2022, and the results of its operations and its cash flows for the twelve then ended in accordance 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 (GAAS). 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 Project Inc. (a nonprofit 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 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 Voices Project Inc. (a nonprofit 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 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.

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.



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- 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 Voices Project Inc. (a nonprofit 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 Voices Project Inc. (a nonprofit 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.

Haroon Imtiaz, CPA

Haroon Imtiaz, CPA
San Jose, CA 95112
Dated: Dec 4, 2023

THE VOICES PROJECT INC.
NOT-FOR-PROFIT ORGANIZATION
Statement of Financial Position
As of DECEMBER 31, 2022

ASSETS:

Current Assets

Cash and Cash Equivalents \$ 153,046

Total Current Assets 153,046

Fixed Assets

-

Total Assets 153,046

LIABILITIES AND NET ASSETS:

LIABILITIES:

Current Liabilities

Accounts Payable \$ 1,352

Total Current Liabilities 1,352

Long-term Liabilities 116,209

Total Liabilities 117,560

NET ASSETS:

Without Donor Restrictions -

With Donor Restrictions 35,485

Total Net Assets 35,485

Total Liabilities and Net Assets \$ 153,046

THE VOICES PROJECT INC.
NOT-FOR-PROFIT ORGANIZATION
Statement of Activities
For the Year Ended DECEMBER 31, 2022

	Without Donor Restrictions	With Donor Restrictions	Total
Support & Revenues			
Contributions and fundraising	\$ 1,275,010	\$ -	\$1,275,010
In-Kind Contributions	301,878	-	301,878
Interest income	55	-	55
Other Income	150	-	150
Net assets released from restrictions	-	-	-
Total Support & Revenues	1,577,093	-	1,577,093
Expenses			
Program Services	(1,520,306)	-	(1,520,306)
Management and general	(67,534)	-	(67,534)
Fundraising	-	-	-
Total Expenses	(1,587,840)	-	(1,587,840)
Change in net assets	(10,746)	-	(10,746)
Net assets, beginning of year	46,231	-	46,231
Net assets, end of year	\$ 35,485	\$ -	\$ 35,485

THE VOICES PROJECT INC.
NOT-FOR-PROFIT ORGANIZATION
Statement of Functional Expenses
For the Year Ended DECEMBER 31, 2022

	Supporting Services			Total
	Program Services	Management and General	Fundraising	
Consulting Expense	\$ 21,923	\$ 6,000	\$ -	\$ 27,923
Logistics & Planning	325,869	-	-	325,869
Legal and accounting services	-	5,699	-	5,699
Charitable Contributions	9,421	-	-	9,421
Advertising	5,000	1,413	-	6,413
Production Cost	323,064	-	-	323,064
Travel and entertainment	99,444	-	-	99,444
Program Design	1,118	-	-	1,118
Program Facilitator	34,383	-	-	34,383
Program Fee	341,796	-	-	341,796
Program Management	332,975	-	-	332,975
Bank fees	-	3,599	-	3,599
Program Venue fee	3,521	-	-	3,521
Media and Videography	2,909	-	-	2,909
Supplies	5,808	3,720	-	9,528
Insurance	-	6,086	-	6,086
Computer and Interest Expense	-	2,028	-	2,028
Software Expense	100	11,671	-	11,771
Government Relations	10,000	-	-	10,000
Website	-	1,800	-	1,800
Office Expenses	-	8,825	-	8,825
License & fees	250	12,331	-	12,581
Other Expenses	2,725	4,362	-	7,087
Total Functional Expenses	\$ 1,520,306	\$ 67,534	\$ -	\$1,587,840

THE VOICES PROJECT INC.
NOT-FOR-PROFIT ORGANIZATION
Statements of Cash Flows
For the Year Ended DECEMBER 31, 2022

CASH FLOWS FROM OPERATING ACTIVITIES

Change in Net Assets	\$	(10,746)
Adjustments to reconcile Change in Net Assets to Net cash Provided By (Used For) operating activities:		
Change in Operating Assets and liabilities:		
Decrease in Receivable		2,250
Decrease in Accounts Payable		(3,352)
Total adjustments		<u>(1,102)</u>
Net cash provided (used) by operating activities		<u>(11,848)</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Net cash provided (used) by investing activities		<u>-</u>
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CASH FLOWS FROM FINANCING ACTIVITIES

Proceed from Credit Line		<u>41,309</u>
Net cash provided (used) by financing activities		<u>41,309</u>

Net increase (decrease) in cash and equivalent 29,461

CASH AND CASH EQUIVALENTS: Beginning of year 123,585

CASH AND CASH EQUIVALENTS: End of year \$ 153,046

THE VOICES PROJECT INC.
NOT-FOR-PROFIT ORGANIZATION
Notes to Financial Statements
For the Year Ended DECEMBER 31, 2022

NOTE 1. GENERAL

The Voices Project Inc. is an exempt organization under the Internal Revenue Code Section 501(c) (3) and was established on June 20, 2018 and is a grassroots recovery advocacy organization that is changing the way America thinks about recovery, one voice at a time. By working closely with people in recovery, The Voices Project Inc. is dedicated to raising up the voices of people whose lives are affected by addiction. From direct outreach to civic & community engagement, The Voices Project Inc. focus on centering recovery and engaging people in advocacy in a new, vital, and meaningful way. The Voices Project Inc. gives people in recovery a seat at the table, so that the community's real needs and experiences can be represented as the organization make strides toward helping America recover.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies of organization is presented to assist in understanding the financial statements. The financial statements and notes are representations of the organization's management, which is responsible for their integrity and objectivity.

Basis of Accounting

The financial statements of the Company are prepared on the accrual basis of accounting and in accordance with accounting principles generally accepted in the United States of America. Accordingly, revenues are recognized when earned and expenses are recorded when incurred.

Basis of Presentation

The financial statements are presented are in accordance with FASB Accounting Standard Codification (FASB ASC) 958, Not-for-Profit Entities. Under FASB ASC 958, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted and permanently restricted.

Cash and cash equivalents

For purpose of the statement of cash flows, the Company considers all money market funds purchased with a maturity of three months or less when purchased to be cash equivalents.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally

THE VOICES PROJECT INC.
NOT-FOR-PROFIT ORGANIZATION
Notes to Financial Statements
For the Year Ended DECEMBER 31, 2022

Note 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Use of Estimates (Continued)

accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of financial statements and the reported amounts of revenues and disbursements during the reporting period. Actual results could differ from those estimates.

Liabilities

The Voices Project Inc. (a nonprofit organization) maintains no current liabilities with accounts payable carrying month to month. Further, The organization maintains no Long term liabilities on its assets.

Investments

Investments with readily determinable fair values are reported at fair value based upon quoted market prices or published net asset values for alternative investments with characteristics similar to a mutual fund. Other alternative investments (nontraditional, not readily marketable vehicles), such as certain hedge funds, private equity, alternative hedged strategies and real assets are reported at net asset value, as a practical expedient for estimated fair value, as provided by the investment managers of the respective funds. The reported values may differ from the values that would have been reported had a ready market for these investments existed. All other investments are stated at fair value based upon quoted market prices in active markets.

Fair Value Measurements

The Voices Project Inc. (a nonprofit organization) determines the fair market value of its financial assets and liabilities based on the fair value hierarchy established in accordance with U.S. generally accepted accounting principles.

Income Taxes

The Voices Project Inc. is generally exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. In addition, the organization has been classified that is not a private foundation under Section 590(a)(1). Income that is not related to exempt purposes, less applicable deductions, is subject to Federal and state corporate income taxes and did not have any unrelated business income for the years ended DEC 31, 2022.

THE VOICES PROJECT INC.
NOT-FOR-PROFIT ORGANIZATION
Notes to Financial Statements
For the Year Ended DECEMBER 31, 2022

Note 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Uncertain Tax Provisions

Accounting for uncertain income tax positions, relating to both federal and state income taxes, are required when a more likely than not threshold is attained. If such positions result in uncertainties, then the unrecognized tax liability is estimated based on a cumulative probability assessment that aggregates the estimated tax liability for all uncertain tax positions. With the adoption of these new rules, the Organization assessed its tax positions in accordance with the guidance. The Organization has determined that its tax status as non-profit corporation is its only tax position and is highly certain. Therefore, these new rules had no impact on the Organization's financial statements.

Revenue Recognition

All revenues are recorded in accordance with ASC 606, Revenue from Contracts with Customers, which is recognized when: (i) a contract with a customer has been identified, (ii) the performance obligation(s) in the contract have been identified, (iii) the transaction price has been determined, (iv) the transaction price has been allocated to each performance obligation in the contract, and (v) the Organization has satisfied the applicable performance obligation over time or at a point in time.

Contributions

The Voices Project Inc. (a nonprofit organization) receives contributions and are recorded as with or without donor restrictions depending on the existence and/or nature of any donor restrictions. Net assets with donor restrictions are reclassified to net assets without donor restrictions upon satisfaction of the time or purpose restriction. Contributed property and equipment are recorded at fair value at the date of donation.

Grants and Contract Awards

The Organization receives grants and contracts from governmental agencies and private grantors for various purposes. Grants and contract awards not yet received are accrued to the extent that unreimbursed expenses have been incurred for the purposes specified by an approved grant or contract. The Organization defers grants and contract revenues received under approved awards from grantors to the extent they exceed expenses incurred for the purposes specified under the grant restrictions.

THE VOICES PROJECT INC.
NOT-FOR-PROFIT ORGANIZATION
Notes to Financial Statements
For the Year Ended DECEMBER 31, 2022

Note 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Accounts and Grants Receivable

Receivables consist of billings on grant and contract receivables. The Organization performs periodic evaluations of the collectability of its receivables and does not require collateral on its accounts receivable. Losses on uncollectible receivables are provided for in the financial statements based on management's expectations. At DECEMBER 31, 2022, the Organization did not record an allowance for doubtful accounts.

Promises to Give

Unconditional promises to give are recognized as revenue or gains in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized when the conditions on which they depend are substantially met. All promises to give are due in less than one year

Donated Services

Where donated services meet the criteria for recognition, they are reflected in the financial statements. Approximately 0 hours of services were provided by an individual during 2022.

Property, Plant and Equipment

Property, plant and equipment are stated at cost, if purchased or fair value on date of contribution. Depreciation and amortization are computed on a straight-line basis over the estimated useful life of the asset. Capitalization costs incurred in connection with ongoing capital projects are recorded as systems and construction in progress. These costs will be reclassified into categories and depreciated once placed in service. Expenditures for normal maintenance and repairs are charged to expense.

The estimated useful lives by asset class are as follows:

	<u>Years</u>
Buildings	25-50
Buildings improvements	10
Vehicles	5
Furniture and office equipment	5
Software and computer equipment	3-5

THE VOICES PROJECT INC.
NOT-FOR-PROFIT ORGANIZATION
Notes to Financial Statements
For the Year Ended DECEMBER 31, 2022

Note 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Functional Allocation of Expenses

The cost of program and supporting services has been summarized on a functional basis in the statements of activities. The statements of functional expenses present the nature classification detail of expenses by function. Expenses that are identified with a specific program or support service are charged directly to the appropriate function. Other shared costs have been allocated among the programs and supporting services benefited based on management's estimate of the relative effort expended for the related functions.

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 restrictions.

Net Assets With Donor Restrictions - Net assets subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

There were no donor-imposed restrictions of any nature as of DECEMBER 31, 2022.

Note 3. SICK LEAVE, VACATION AND OTHER COMPENSATED ABSENCES

The Voices Project Inc. (a nonprofit organization) is in conformity with the state and federal Labor Laws and Regulations, OSHA Safety and Health Protection, State Minimum Wage, Family Care and Medical Leave and Pregnancy Disability Leave, and Prohibits Workplace Discrimination.

THE VOICES PROJECT INC.
NOT-FOR-PROFIT ORGANIZATION
Notes to Financial Statements
For the Year Ended DECEMBER 31, 2022

Note 4. FAIR VALUE MEASUREMENT

The Organization values its investments in accordance with GAAP and consistent with the FASB’s official pronouncement on Fair Value Measurements for financial assets and liabilities. The pronouncement defines fair value as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. GAAP establishes a hierarchy of valuation inputs based on the extent to which the inputs are observable in the marketplace. Observable inputs reflect market data obtained from sources independent of the reporting entity. Unobservable inputs reflect the entities own assumptions about how market participants would value an asset or liability based on the best information available. Valuation techniques used to measure fair value utilize relevant observable inputs and minimize the use of unobservable inputs.

The three levels of the fair value hierarchy are as follows:

Level 1 Inputs are quoted prices or published net asset values (unadjusted), in active markets for identical assets or liabilities that the Organization has the ability to access at the measurement date.

Level 2 Inputs are other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3 Inputs are unobservable inputs for the asset or liability.

A financial instrument’s categorization within the valuation hierarchy is based upon the lowest level of input that is significant to the fair value measurement. In determining fair value, organization utilizes valuation techniques that maximize the use of observable inputs and minimize the use of unobservable inputs to the extent possible; as well as, considers nonperformance risk in its assessment of fair value.

Fair values of assets measured on a recurring basis at DECEMBER 31, 2022 are as follows:

		Quoted Prices in Active Markets for identical Assets (Level 1)	Observables Inputs (Level 2)	Unobservable Inputs (Level 3)
	FMV			
Cash	\$	153,046	-	-

THE VOICES PROJECT INC.
NOT-FOR-PROFIT ORGANIZATION
Notes to Financial Statements
For the Year Ended DECEMBER 31, 2022

NOTE 5. CONCENTRATIONS OF CREDIT AND MARKET RISK

The Voices Project Inc. (a nonprofit organization) maintains substantially all of their cash balances in deposit accounts that at times may exceed Federally insured limits. The Voices Project Inc. (a nonprofit organization) has not experienced any losses in such accounts. The Voices Project Inc. (a nonprofit organization) believes they are not exposed to any significant credit risk related to these deposit accounts.

Financial instruments that potentially expose the Company to concentrations of credit and market risk consist primarily of cash and cash equivalents. Cash and cash equivalents are maintained at financial institutions and accounts at each institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. At DECEMBER 31, 2022, The Voices Project Inc. (a nonprofit organization) had \$0; of uninsured balances at these institutions.

NOTE 6. FIXED ASSETS

Fixed Assets consists of the following at December 31, 2022:

	<u>2022</u>
Machinery & Equipment	<u>6,717</u>
	6,717
Less: Accumulated Depreciation	<u>(6,717)</u>
Fixed Assets, net	<u>\$ -</u>

NOTE 7. LITIGATION, COMMITMENTS AND CONTINGENCIES

From time to time The Voices Project Inc. (a nonprofit organization) may be subject to legal proceedings and claims in the ordinary course of its business. However, in the opinion of management, there are no claims, pending or asserted, that will have a material adverse effect on financial position of The Voices Project Inc. (a nonprofit organization)

NOTE 8. SUBSEQUENT EVENTS

Management of The Voices Project Inc. (a nonprofit organization) has evaluated subsequent events through Dec 4, 2023, the date on which the financial statements were available to be issued. Management has determined that none of the events occurring after the date of the balance sheet through the date of Management's review substantially affect the amounts and disclosure of the accompanying financial statements of organization.

THE VOICES PROJECT INC.
NOT-FOR-PROFIT ORGANIZATION
Notes to Financial Statements
For the Year Ended DECEMBER 31, 2022

Note 9. CASH AND CASH EQUIVALENTS

Cash & cash equivalents at we have months ended consist of the following checking accounts:

	<u>DECEMBER 31, 2022</u>	
Cash	\$	153,046
Total	\$	<u>153,046</u>

NOTE 10. COVID 19

The outbreak of Novel Coronavirus (COVID 19) continues to progress and evolve. Therefore, it is challenging now, to predict the full extent and duration of its business and economic impact. The extent and duration of such impacts remain uncertain and dependent on future developments that cannot be accurately predicted at this time, such as the transmission rate of the coronavirus and the extent and effectiveness of containment actions taken. Given the ongoing economic uncertainty, a reliable estimate of the impact cannot be made at the date of authorization of these financial statements. These developments could impact our future financial results, cash flows and financial condition however the management of the Company was hopeful that it will not significantly impact the business of the Company.