Florida Alliance for Community Solutions, Inc.

(A NON-PROFIT ORGANIZATION)

Financial Statements and Independent Auditor's Report

December 31, 2025 and 2024

Florida Alliance for Community Solutions, Inc.

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SMITH CPA'S
& ASSOCIATES

Independent Auditor's Report

To the Board of Directors

Florida Alliance for Community Solutions, Inc.

Jacksonville, Florida

Report on the Audit of the Financial Statements

We have audited the financial statements of Florida Alliance for Community Solutions, Inc. (The Organization), which comprise the statements of financial position as of December 31, 2025 and 2024, and the related statements of activities and changes in net assets, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Florida Alliance for Community Solutions, Inc. as of December 31, 2025 and 2024, and the change 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 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 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 Organization's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted in the United States of America 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 accounting standards in the United States of America, we:

- Exercise professional judgment and maintain professional scepticism 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.

Shaun Smith

Smith CPA's & Associates
Weston, Florida

March 31, 2026

Florida Alliance for Community Solutions, Inc.

Statements of Financial Position

As of December 31, 2025 and 2024

	2025	2024
Assets		
Current Assets		
Cash and cash equivalents	$ 73,976	$ 42,335
Inventories	1,548	1,340
Total Current Assets	75,524	43,675
Total Assets	75,524	43,675
Liabilities & Net assets		
Current liabilities		
Accounts payable	2,500	-
Accrued expenses	989	996
Total Current liabilities	3,489	996
Total Liabilities	3,489	996
Net assets		
Changes in Net assets	29,356	37,961
Net assets at the beginning of the year	42,679	4,718
Without donor restrictions	72,035	42,679
Total Liabilities and Net Assets	$ 75,524	$ 43,675

See accompanying notes to the financial statements

Florida Alliance for Community Solutions, Inc.

Statements of Activities and Changes in Net Assets

For the years ended December 31, 2025 and 2024

	Without Donor Restriction 2025	With Donor Restriction 2025	Total 2025	Total 2024
Revenue and Other Support:				
Board contributions	$ 2,750	$ -	$ 2,750	$ -
Grants	107,250	-	107,250	109,611
In-kind revenue	14,075	-	14,075	32,212
Membership dues	40,512	-	40,512	19,767
Miscellaneous	-	-	-	3,674
Summit income	3,402	-	3,402	12,484
Total Revenue and Other Support:	167,989	-	167,989	177,748
Operating Expenses:				
General and administrative	8,158	-	8,158	8,146
Program services	130,475	-	130,475	131,641
Total Operating Expenses:	138,633	-	138,633	139,787
Changes in Net Assets	29,356	-	29,356	37,961
Net Assets at Beginning of year	42,679	-	42,679	4,718
Net Assets at End of Year	$ 72,035	$ -	$ 72,035	$ 42,679

See accompanying notes to the financial statements

Florida Alliance for Community Solutions, Inc.

Statements of Functional Expenses

For the years ended December 31, 2025 and 2024

	Not-for-Profit funds			Not-for-Profit funds		
Description	**Program services 2025**	**General and administrative 2025**	**Total 2025**	**Program services 2024**	**General and administrative 2024**	**Total 2024**
Expenses						
Accounting	$ 6,440	$ 715	$ 7,155	$ 4,050	$ 450	$ 4,500
Advertising	48	-	48	956	-	956
Annual summit expenses	16,213	-	16,213	41,871	-	41,871
Consulting and professional fees	30,025	-	30,025	11,239	109	11,348
Computer and software	-	-	-	501	-	501
Fees and charges	874	200	1,074	924	211	1,135
Insurance	1,632	181	1,813	1,670	186	1,856
Lease and rental	980	108	1,088	1,966	218	2,184
Membership dues	467	83	550	483	88	571
Office expenses	991	-	991	1,737	206	1,943
Repairs and maintenance	-	-	-	161	18	179
Salaries and benefits	61,839	6,871	68,710	53,930	5,992	59,922
Telephone	8,569	-	8,569	7,031	668	7,699
Training	-	-	-	2,000	-	2,000
Travel	2,397	-	2,397	3,122	-	3,122
Total Expenses	$ 130,475	$ 8,158	$ 138,633	$ 131,641	$ 8,146	$ 139,787

See accompanying notes to the financial statements

Florida Alliance for Community Solutions, Inc.

Statements of Cash Flows

For the years ended December 31, 2025 and 2024

		2025		2024
Cash Flows From Operating Activities				
Change in Net Assets	$	29,356	$	37,961
Adjustments to reconcile change in Net Assets to net cash provided by operating activities:		-		-
Decrease in Accrued payroll		-		(13,998)
Decrease in Accrued expenses		(215)		(174)
Increase / (Decrease) in Deferred income		2,500		(2,500)
Net Cash Provided by Operating Activities		31,641		21,289
Net Increase in Cash and Cash Equivalents		31,641		21,289
Cash and Cash Equivalents at Beginning of year		42,335		21,046
Cash and Cash Equivalents at End of Year		73,976		42,335

Reconciliation of Cash and Cash Equivalents				
Cash and cash equivalents	$	73,976	$	42,335

Cash paid during this year for		
Interest paid	-	-
Taxes	-	-

See accompanying notes to the financial statements

1. Nature of the Organization

The Florida Alliance for Community Solutions, Inc. (the "Organization") is a member-driven association of non-profit community-based development corporations ("CDCs") and their partners dedicated to strengthening Florida's community-based development institutions in order to serve their local communities better.

Incorporated in August 2004, the Organization grew out of a 2003 meeting of concerned CDCs who wanted a strong state-wide trade association that could speak with one voice. The volunteer board is comprised of diverse CDC executives and staff representing urban, rural, small, medium and large organizations across the state.

The Organization is supported primarily through contributions and membership dues.

2. Summary of significant accounting policies

a. Basis of presentation

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. The financial statements are presented in accordance with the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958-205 dated August 2016, and the provisions of American Institute of Certified Public Accountants (AICPA "Audit and Accounting Guide for Not-for-Profit Organizations" (the "Guide"). ASC 958-205 was effective January 1, 2018.

Under provisions of the Guide, net assets and revenues, and gains and losses are classified based on the existence or absence of donor-imposed restrictions.

Accordingly, the net assets of the Organization and changes therein are classified as follows:

Net assets without donor restrictions: Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the organization. These net assets may be used at the discretion of Organization's management and the board of directors.

Net assets with donor restrictions: Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated that the funds be maintained in perpetuity.

Donor-restricted contributions are reported as increases in net assets with donor-restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the activities and changes in net assets.

b. Cash and Cash equivalents

Cash and cash equivalents principally include cash on hand, cash on deposit, certificates of deposit, and investments with original maturity of three months or less.

c. Income taxes

The Organization is exempt from federal and state income taxes under Internal Revenue Section 501(c)(3). Income from activities not directly related to the Organization's tax-exempt purpose is subject to taxation as unrelated business income at statutory corporate tax rates. For the years ended December 31, 2025 and 2024, the Organization did not have any unrelated business income.

d. Advertising costs

Advertising costs are expensed as incurred and included in operating expenses. The Organization incurred $48 and $956 in advertising costs for the years ended December 31, 2025, and 2024, respectively.

e. Use of estimates

The preparation of financial statements in conformity with generally accepted in the United States requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting periods. Actual results could differ from those estimates.

f. Contributions receivable

Contributions, including unconditional promises to pay due in future periods, are recognized as revenues in the period in which they are made.

Conditional promises to give, which depend upon specified future and uncertain events, are recognized as revenue when the conditions upon which they depend are substantially met.

Contributions received with donor-imposed restrictions that are met in the same year as the contribution is received are reported as revenues on the unrestricted net asset class.

Contributions of assets other than cash are recorded at their estimated fair value at the date received. Contributions of money or other assets to acquire property and equipment are reported as revenues of the temporarily restricted net assets class; the restrictions are released at the time of acquisition of such long-lived assets.

g. Functional expense allocation

The financial statements report specific categories of expenses attributable to more than one program or supporting function. Expenses that can be identified with a specific program and supporting service are allocated directly according to their natural expenditures' classification. Other expenses common to several functions are allocated on a reasonable basis that is consistently applied. The expenses allocated include payroll, insurance, and travel, which are allocated based on estimated time and effort.

h. 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 and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting periods. Actual results could differ from those estimates.

i. New Accounting Pronouncements

FASB and other entities issued new or modifications to, or interpretations of, existing accounting guidance during the years ended December 31, 2025, and 2024. The Organization has considered new pronouncements that altered accounting principles generally accepted in the United States of America, and other than disclosed in these notes to the financial statements, does not believe that any new or modified principles will have a material impact on the Organization's reported financial position or operations in the near term.

j. Subsequent Events

The Organization's management has evaluated subsequent events through March 31, 2026, the date the financial statements were available to be issued. The Organization's management is not aware of any matter or circumstances arising since the end of the financial year to the date of this report that could materially impact the financial position or results of operations.

3. Contributions Receivable

As of December 31, 2025, Organization's contributions receivable consisted of unconditional promises to give in the amount of $0 and receivables from third party processors in the amount of $0, all of which are expected to be collected within one year. As of December 31, 2024, contributions receivable consisted of unconditional promises to give in the amount of $0 and receivables from third party processors in the amount of $0.

4. Liquidity and availability of resources

The following reflects the Organization's financial assets as of December 31, 2025 and 2024, reduced by amounts not available for general use within one year of December 31, 2025 and 2024 due to contractual or donor-imposed restrictions:

		2025		2024
Financial assets at end of year:				
Cash and cash equivalents	$	73,976	$	42,335
Financial assets available to meet general expenditures over the next twelve months	$	73,976	$	42,335

5. Concentration of Credit Risk

Credit risk of cash deposits in banking institutions in excess of federally insured amounts of $250,000 totaled $0 and $0, respectively, as of December 31, 2025, and 2024.

6. In-kind Contributions

The Organization received donated services of $14,075 and $32,212 for the years ended 2025 and 2024, respectively. Such amounts, which are based upon information provided by third-party service providers, are recorded at their estimated fair value determined on the date of contribution and are reported as consulting and professional services allocated to program services on the accompanying Statements of Activities and Change in Net Assets.
Several volunteers have made significant contributions of their time. These services were not reflected in the accompanying statements of activities because they do not meet the necessary criteria for recognition under Professional Services.

7. Related Party Transactions

The Organization receives contributions from members during the normal course of business. For the years ended December 31, 2025, and 2024, the total contributions received were $2,750 and $0 respectively.