

IDIGNITY, INC.

Financial Statements and
Supplementary Information

June 30, 2025 and 2024
(With Independent Auditors' Report Thereon)

IDIGNITY, INC.

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Independent Auditors' Report

Board of Directors
IDignity, Inc.

Opinion

We have audited the financial statements of IDignity, Inc., which comprise the statements of financial position as of June 30, 2025 and 2024 and the related statements of activities and changes in net assets, functional expenses, and cash flows for the year then 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 IDignity, Inc. as of June 30, 2025 and 2024, and the changes in its net assets and its 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 (GAAS) and if applicable, 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 IDignity, Inc. as of June 30, 2025 and 2024.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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 IDignity, Inc.'s ability to continue as a going concern for 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.
- 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 IDignity, Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about IDignity, 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.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles and Audit Requirements of Federal Awards (Uniform Guidance), is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion,

the accompanying schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the combined financial statements as a whole.

Report on Other Legal and Regulatory Requirements

In accordance with *Government Auditing Standards*, we have also issued our report dated December 19, 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.

A handwritten signature in blue ink that reads "Davis Group, P.A.".

Davis Group, P.A.
December 19, 2025

IDIGNITY, INC.

Statements of Financial Position

June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
<u>Assets</u>		
Current assets:		
Cash and cash equivalents	\$ 532,754	\$ 722,940
Restricted cash	2,840,261	3,554,992
Grants and accounts receivable, net	1,520,073	64,177
Pledges receivable - current portion	177,267	173,533
Prepaid expenses	31,304	10,083
Total current assets	<u>5,101,659</u>	<u>4,525,725</u>
Pledges receivable	78,570	231,943
Intangible assets, net	51,927	74,204
Financing costs, net	26,398	-
Property and equipment, net	<u>4,275,333</u>	<u>1,734,600</u>
Total assets	<u><u>\$ 9,533,887</u></u>	<u><u>\$ 6,566,472</u></u>
<u>Liabilities and Net Assets</u>		
Current liabilities:		
Accounts payable and accrued expenses	\$ 228,182	\$ 97,352
Deferred revenue	516,581	169,050
Total liabilities	<u>744,763</u>	<u>266,402</u>
Net assets:		
Without donor restrictions:		
Undesignated	5,969,026	2,315,602
Board-designated operating reserve	<u>24,000</u>	<u>24,000</u>
Total net assets without donor restrictions	5,993,026	2,339,602
With donor restrictions	<u>2,796,098</u>	<u>3,960,468</u>
Total net assets	<u>8,789,124</u>	<u>6,300,070</u>
Total liabilities and net assets	<u><u>\$ 9,533,887</u></u>	<u><u>\$ 6,566,472</u></u>

See accompanying notes to financial statements.

IDIGNITY, INC.

Statement of Activities and Changes in Net Assets

Year Ended June 30, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
Support, revenue and gains:			
Direct public support	\$ 739,677	\$ -	\$ 739,677
Capital campaign income	1,912,878	1,075,000	2,987,878
Direct public grants	701,645	-	701,645
In-kind donations	80,656	-	80,656
Interest income	128,298	-	128,298
Assets released from restriction	<u>2,239,370</u>	<u>(2,239,370)</u>	<u>-</u>
Total support, revenue and gains	<u>5,802,524</u>	<u>(1,164,370)</u>	<u>4,638,154</u>
Expenses:			
Program services	<u>1,496,342</u>	<u>-</u>	<u>1,496,342</u>
Supporting services:			
Management and general	266,924	-	266,924
Fundraising	<u>385,834</u>	<u>-</u>	<u>385,834</u>
Total supporting services	<u>652,758</u>	<u>-</u>	<u>652,758</u>
Total expenses	<u>2,149,100</u>	<u>-</u>	<u>2,149,100</u>
Changes in net assets	3,653,424	(1,164,370)	2,489,054
Net assets, at beginning of year	<u>2,339,602</u>	<u>3,960,468</u>	<u>6,300,070</u>
Net assets, at end of year	<u>\$ 5,993,026</u>	<u>\$ 2,796,098</u>	<u>\$ 8,789,124</u>

See accompanying notes to financial statements.

IDIGNITY, INC.

Statement of Activities and Changes in Net Assets

Year Ended June 30, 2024

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Support, revenue and gains:			
Direct public grants	\$ 483,585	\$ 38,425	\$ 522,010
Capital campaign income	528,506	2,202,189	2,730,695
Direct public support	570,885	207,615	778,500
In-kind donations	87,941	-	87,941
Interest income	110,582	-	110,582
Assets released from restriction	-	-	-
Total support, revenue and gains	<u>1,781,499</u>	<u>2,448,229</u>	<u>4,229,728</u>
Expenses:			
Program services	<u>1,098,116</u>	<u>-</u>	<u>1,098,116</u>
Supporting services:			
Management and general	234,137	-	234,137
Fundraising	<u>358,515</u>	<u>-</u>	<u>358,515</u>
Total supporting services	<u>592,652</u>	<u>-</u>	<u>592,652</u>
Total expenses	<u>1,690,768</u>	<u>-</u>	<u>1,690,768</u>
Changes in net assets	90,731	2,448,229	2,538,960
Net assets, at beginning of year	<u>2,248,871</u>	<u>1,512,239</u>	<u>3,761,110</u>
Net assets, at end of year	<u>\$ 2,339,602</u>	<u>\$ 3,960,468</u>	<u>\$ 6,300,070</u>

See accompanying notes to financial statements.

IDIGNITY, INC.

Statement of Functional Expenses

Year Ended June 30, 2025

	Program	Management and General	Fundraising	Total Support Services	Total
Wages and benefits	\$ 780,024	\$ 135,365	\$ 194,175	\$ 329,540	\$ 1,109,564
Office supplies and services	146,454	88,189	11,603	99,792	246,246
Capital Campaign	209,086	630	32,250	32,880	241,966
Professional fees	10,758	15,000	93,056	108,056	118,814
Occupancy	107,671	1,607	-	1,607	109,278
Client Documents	92,273	-	-	-	92,273
Direct Events	60,467	1,203	-	1,203	61,670
Property taxes and insurance	36,091	16,413	-	16,413	52,504
Direct Fundraising	-	-	39,452	39,452	39,452
Promotional Materials	13,141	814	10,296	11,110	24,251
Meetings and Travel	11,079	4,432	2,559	6,991	18,070
Telephone	6,971	1,195	1,792	2,987	9,958
Postage and Shipping	8,306	706	635	1,341	9,647
Depreciation	5,877	377	-	377	6,254
Volunteer Related	4,918	-	-	-	4,918
Printing and Supplies	3,165	982	-	982	4,147
Miscellaneous	61	11	16	27	88
Total expenses	\$ 1,496,342	\$ 266,924	\$ 385,834	\$ 652,758	\$ 2,149,100

See accompanying notes to financial statements.

IDIGNITY, INC.

Statement of Functional Expenses

Year ended June 30, 2024

	Program	General and Administrative	Fundraising	Total Support Services	Total
Wages and benefits	\$ 572,528	\$ 104,926	\$ 135,814	\$ 240,740	\$ 813,268
Capital campaign	181,279	224	41,070	41,294	222,573
Office supplies and services	21,708	79,657	76,486	156,143	177,851
Professional fees	4,659	28,592	76,125	104,717	109,376
Client Documents	100,065	-	-	-	100,065
Occupancy	91,904	675	-	675	92,579
Direct events	49,675	277	-	277	49,952
Property taxes and insurance	33,755	11,479	-	11,479	45,234
Meetings and travel	14,348	3,352	3,639	6,991	21,339
Miscellaneous	11,766	2,185	2,857	5,042	16,808
Direct Fundraising	-	-	14,181	14,181	14,181
Telephone	6,216	1,154	1,510	2,664	8,880
Promotional material	1,426	211	5,305	5,516	6,942
Depreciation	3,762	698	913	1,611	5,373
Postage and shipping	2,534	470	615	1,085	3,619
Printing and supplies	1,980	237	-	237	2,217
Volunteer related	511	-	-	-	511
Total expenses	<u>\$ 1,098,116</u>	<u>\$ 234,137</u>	<u>\$ 358,515</u>	<u>\$ 592,652</u>	<u>\$ 1,690,768</u>

See accompanying notes to financial statements.

IDIGNITY, INC.

Statements of Cash Flows

Years Ended June 30, 2025 and 2024

	2025	2024
Cash flows from operating activities:		
Changes in net assets	\$ 2,489,054	\$ 2,538,960
Adjustments to reconcile changes in net assets to net cash provided by operating activities:		
Depreciation	6,254	5,373
Amortization	25,120	-
Increases (decreases) in cash due to changes in:		
Grants and accounts receivable	(1,455,896)	20,857
Pledges receivable	149,639	(119,215)
Prepaid expenses	(21,221)	706
Accounts payable and accrued expenses	130,830	22,748
Deferred revenue	347,531	169,050
Net cash provided by operating activities	1,671,311	2,638,479
Cash flows from investing activities:		
Purchases of software	-	(10,532)
Purchases of property and equipment	(2,546,987)	(318,897)
Net cash used in investing activities	(2,546,987)	(329,429)
Cash flows from financing activities -		
Financing costs	(29,241)	-
(Decrease) increase in cash	(904,917)	2,309,050
Cash and restricted cash, beginning of year	4,277,932	1,968,882
Cash and restricted cash, end of year	\$ 3,373,015	\$ 4,277,932
Cash and restricted cash		
Cash	\$ 532,754	\$ 722,940
Restricted cash	2,840,261	3,554,992
Total cash and restricted cash	\$ 3,373,015	\$ 4,277,932

See accompanying notes to financial statements.

IDIGNITY, INC.

Notes to Financial Statements

June 30, 2024 and 2023

(1) Organization

IDignity, Inc. (the Organization) is a not-for-profit corporation founded in December 2008 with the mission to assist US citizens and legal residents with regaining legal proof of their identity. Lack of access to one's own identification documents is a barrier to housing, proper healthcare, employment and education. Self-sufficiency is nearly impossible without access to these. By collaborating with government agencies, attorneys, hundreds of volunteers and various nonprofit agencies throughout Central Florida, the Organization is able to serve over 100 individuals per week in bi-weekly Identification Service Days. These advocates help the Organization's clients navigate the complexities of obtaining their own documents. Since 2008, the Organization has served over 30,000 unique individuals obtain their IDs, birth certificates, social security cards and various other documents that provide access to opportunities for growth, dignity and hope in the lives of each client served.

(2) Summary of Significant Accounting Policies

(a) Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting.

(b) Basis of Presentation

The Organization classifies net assets into two categories: with donor restrictions and without donor restrictions. All net assets are considered to be without donor restrictions unless specifically restricted by the donor or by law. The Organization records contributions in the with donor restriction class of net assets if they are received with donor stipulations that limit their use through either purpose or time restrictions or both. When donor restrictions expire – that is, when the purpose restriction is fulfilled or the time restriction expires – 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. Contributions restricted for the purchase of property or equipment are considered to be met when the asset is acquired or constructed. As of June 30, 2025 and 2024, net assets with donor restrictions totaled \$2,796,098 and 3,960,468, respectively (See Note 5).

(c) Cash and cash equivalents

Cash equivalents represent money market funds or short-term investments with original maturities of three months or less from the date of purchase.

(d) Grants and Accounts Receivable

Grants and accounts receivable are recorded at net realizable value. The allowance for credit losses is estimated by the Organization based upon aging of receivables, historical experience, current conditions, expected future events and other factors deemed relevant. The allowance is reviewed periodically and adjusted for accounts deemed uncollectible by management at each reporting date. There are no allowance for credit losses at June 30, 2025 and 2024.

IDIGNITY, INC.

Notes to Financial Statements

June 30, 2024 and 2023

(2) Summary of Significant Accounting Policies, Continued

(e) *Promises to Give*

Unconditional promises to give are recognized as revenues in the period received. Conditional promises to give are recognized when the conditions on which they depend are substantially met. Promises to give are recorded at their estimated net realizable value.

(f) *Property and Equipment*

Property and equipment consists of land, office furniture and equipment. Property and equipment in excess of \$5,000 is capitalized and recorded at cost. Depreciation is provided on the straight-line method over the estimated useful lives of the assets, which range from three to seven years. Major additions and improvements are capitalized, and more routine expenditures for repairs and maintenance are charged to expense as incurred.

(g) *Intangible Assets*

Intangible assets consist of internal use software. Expenditures for software purchases and software developed or obtained for internal use are capitalized and amortized generally over a three to five-year period on a straight-line basis. The Organization capitalizes direct costs of materials and services associated with developing or obtaining internal use computer software. Costs associated with preliminary project stage activities, training, maintenance, and all other post-implementation stage activities are expensed as incurred. The Organization also expenses costs related to minor upgrades and enhancements, as it is impractical to separate these costs from normal maintenance activities.

(h) *Financing costs*

Costs totaling \$29,241 incurred in connection with obtaining financing have been capitalized during the year ended June 30, 2025 and are being amortized on a straight-line method which approximates the effective interest method over the life of the related financing arrangement. Accumulated amortization totaled \$2,843 at June 30, 2025.

(i) *Donated Materials, Facilities and Services*

Some of the operations of the Organization are conducted in facilities provided for use rent-free. Contributed services are recognized if the services received create or enhance non-financial assets or require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by contributions. Contributed materials are recorded at their fair value at the date of the gift.

The estimated fair value of contributed materials, facilities, and services is reflected as support services and expenses in the accompanying statements of activities and changes in net assets in the period in which the materials, use of facilities, and services are received. For the years ended June 30, 2025 and 2024, contributed materials, facilities and services totaled \$80,656 and \$87,941, respectively.

IDIGNITY, INC.

Notes to Financial Statements

June 30, 2024 and 2023

(2) Summary of Significant Accounting Policies, Continued

(i) *Donated Materials, Facilities and Services, Continued*

Many hours of additional donated time have not been reflected in the accompanying statements of activities and changes in net assets as these donated services do not meet either of the two recognition criteria described above. The Organization has estimated the value of these services (17,344 and 15,357 hours for the years ended June 30, 2025 and 2024, respectively), which are not included in the financial statements, to be \$277,508 and \$245,712 for the years ended June 30, 2025 and 2024, respectively.

(j) *Grants and Contributions*

The Organization is funded by grants from federal, state and local governmental agencies. Grants are considered exchange transactions if each party receives and sacrifices commensurate value. Funds from these exchange transactions are not considered contributions and are deemed to be earned and reported as revenue when such funds have been expended towards the designated purpose or when the services are provided as stipulated by the grant. Funds received in advance and not yet earned are recorded as deferred revenues.

Grants not considered exchange transactions are recognized as revenue when the funds are utilized by the Organization to carry out the activity stipulated by the grant. The grants can be terminated by the grantor or refunding can be required under certain circumstances coupled with other performance and/or control barriers. For these reasons, these grant agreements are considered conditional. Accordingly, amounts received, but not recognized as revenue, are classified in the accompanying statements of financial position as refundable advances.

The Organization is subject to state and federal audit examination to determine compliance with grant requirements. In the event that expenditures would be disallowed, repayment could be required. Management is of the opinion that such expenditures, if any, would not have a material adverse impact on the Organization.

Unconditional promises to give are recognized as contributions in the period received at their fair value. Conditional contributions or promises to give, that is those with a measurable performance or other barrier and a right of return or release, are not recognized until the conditions upon which they depend are substantially met. Conditional contributions received in advance of satisfying the conditions are recorded as refundable advances in the accompanying combined financial statements.

(k) *Income Taxes*

The Organization has been classified as an other-than-private foundation and is tax-exempt under Section 501(c)(3) of the Internal Revenue Code. The Organization is subject to a tax on income from any unrelated business.

IDIGNITY, INC.

Notes to Financial Statements

June 30, 2024 and 2023

(2) Summary of Significant Accounting Policies, Continued

(k) Income Taxes, Continued

The Organization has adopted the recognition requirements for uncertain income tax positions as required by accounting principles generally accepted in the United States of America (GAAP), with no cumulative effect adjustment required. Income tax benefits are recognized for income tax positions taken or expected to be taken in a tax return, only when it is determined that the income tax position will more-likely-than-not be sustained upon examination by taxing authorities. The Organization has analyzed tax positions taken for filing with the Internal Revenue Service and all state jurisdictions where it operates.

The Organization believes that income tax filing positions will be sustained upon examination and does not anticipate any adjustments that would result in a material adverse effect on the Organization's financial condition, result of operations or cash flows. Accordingly, the Organization has not recorded any reserves, or related accruals for interest and penalties for uncertain income tax positions at June 30, 2025. The Organization is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress.

(l) Use of Estimates

The preparation of financial statements in conformity with GAAP 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 support and revenue and expenses during the reporting period. Actual results could differ from these estimates.

(m) Allocation of Expenses from Management and General Activities

The financial statements report certain categories of expenses that are attributable to more than one program or supporting function. Accordingly, certain costs have been allocated between the program and support services of the Organization. Those expenses include salaries and benefits and professional fees. Salaries and benefits are allocated based on an estimate of the relative benefit provided and considerations of time spent on the related activities. Professional fees have been allocated based on the relative benefit provided to the Organization.

(n) Concentration of Credit Risk

Financial instruments which potentially subject the Organization to concentrations of credit risk consist of cash and cash equivalents in excess of federally insured limits. The Organization places its cash with high quality institutions to minimize the risks.

(o) Reclassifications

Certain prior year amounts have been reclassified to conform to the current year presentation.

IDIGNITY, INC.

Notes to Financial Statements

June 30, 2024 and 2023

(2) Summary of Significant Accounting Policies, Continued

(p) Subsequent Events

The Organization has performed an evaluation of subsequent events through December 19, 2025, which is the date the financial statements were available to be issued.

(q) Recently Adopted Accounting Pronouncement - Allowance for Credit Losses

In June 2016, the FASB issued guidance (FASB ASC 326) which significantly changed how entities measure credit losses for most financial assets and certain other instruments that aren't measured at fair value through net income. The most significant change in this standard is a shift from the incurred loss model to the expected loss model. Under the standard, disclosures are required to provide users of the financial statements with useful information in analyzing an entity's exposure to credit risk and the measurement of credit losses. Financial assets held by the Organization that are subject to the guidance in FASB ASC 326 were receivables. The Organization adopted the standard effective July 1, 2023. The impact of the adoption is not material to the financial statements and resulted in enhanced disclosures.

(3) Property and Equipment

Property and equipment consist of the following as of June 30:

	<u>2025</u>	<u>2024</u>
Land	\$ 1,407,029	\$ 1,407,029
Furniture and equipment	34,482	34,482
	<u>1,441,511</u>	<u>1,441,511</u>
Less: accumulated depreciation	<u>(17,251)</u>	<u>(10,998)</u>
	1,424,260	1,430,513
Construction in progress	<u>2,851,073</u>	<u>304,087</u>
Total property and equipment, net	<u>\$ 4,275,333</u>	<u>\$ 1,734,600</u>

Depreciation expense of \$6,254 and \$5,373 was recorded for the years ended June 30, 2025 and 2024, respectively.

(4) Line of Credit

During March 2025, the Organization entered into a line of credit with a bank for \$3,000,000. The line of credit matures during March 2028. Interest is payable monthly at a fixed rate of 6.5%. No balance was outstanding under the agreement at June 30, 2025. The Organization is required to maintain a \$300,000 deposit with the bank in order to draw funds on the line of credit. The loan is collateralized by property located at 1128 Atlanta Avenue, Orlando, FL. The Organization paid a financing fee of \$29,241.

IDIGNITY, INC.

Notes to Financial Statements

June 30, 2024 and 2023

(5) Net Assets with Donor Restrictions

Net assets with donor restrictions consist of funds restricted for the acquisition and construction of capital assets, as well as, for delivery of services to clients. Origins of these funds consisted of the following at June 30:

	<u>2025</u>	<u>2024</u>
Capital campaign	\$ 2,770,464	\$ 3,691,041
Client services	25,634	179,567
Recruitment program	-	69,860
Website improvements	-	20,000
Total temporarily restricted net assets	<u>\$ 2,796,098</u>	<u>\$ 3,960,468</u>

(6) Capital Campaign

In 2018, the Organization launched a multi-year capital campaign to raise approximately \$13.2 million. The Organization acquired land and is constructing a building which will house its physical headquarters that will provide a foundation both for their current services as well as expansion in the future.

(7) Liquidity

Financial assets consisting of cash and cash equivalents available for general expenditure within one year are \$532,754 and \$722,940 as of June 30, 2025 and 2024, respectively. None of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditure within one year of the balance sheet date. As part of its liquidity management, the Organization has a goal to maintain financial assets on hand to meet 90 days of normal operating expenses, which would be approximately \$470,000 and \$370,000 as of June 30, 2025 and 2024, respectively. The Organization's goal is to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. The Organization has a \$3,000,000 line of credit available to assist with liquidity management.

SUPPLEMENTARY INFORMATION

Idignity, Inc.
Schedule of Expenditures of Federal and State Awards
and State Financial Assistance
Year ended June 30, 2025

Federal/State Agency, Pass-through Entity Federal Program/State Project	CFDA CSFA No.	Contract Grant Number	Grant Award Amount	Grant Period	Expenditures for Year Ended June 30, 2025	Proceeds to Subrecipients
Federal Awards						
U.S. Department of Housing and Urban Development Pass-through from Orange County, Florida Community Development Block Grant	14.218	B-22-UC-12-0003	750,000	05/01/24-04/30/25	\$ 39,140	\$ -
U.S. Department of Housing and Urban Development Pass-through from City of Orlando Community Development Block Grant	14.218	B-24-MC-12-0015	30,000	10/01/24-9/30/25	30,000	-
U.S. Department of Housing and Urban Development Pass-through from Orange County, Florida Community Development Block Grant	14.218	B-24-UC-12-0003	45,000	10/01/24-09/30/25	<u>30,311</u>	<u>-</u>
Total U.S. Department of Housing and Urban Development					<u>99,451</u>	<u>-</u>
U.S. Department of Treasury Pass-through from Orange County, Florida Coronavirus Local Fiscal Recovery Fund	21.027	Y24-HCD	1,500,000	06/15/24-09/30/26	<u>710,860</u>	<u>-</u>
Total Expenditures of Federal Awards					<u>\$ 810,311</u>	<u>\$ -</u>
State Financial Assistance						
Florida Department of Commerce Housing and Community Development	40.038	HL230	1,000,000	07/01/23-06/30/25	\$ 919,050	-
DCF Challenge Grant Pass-through from Homeless Services Network of Central Florida	60.014	GPZ47	42,120	10/01/24-6/30/25	<u>42,120</u>	<u>-</u>
Total Expenditures of State Financial Assistance					<u>\$ 961,170</u>	<u>\$ -</u>

See accompanying notes to schedule of expenditures of federal awards and state financial assistance.

IDIGNITY, INC.

Notes to Financial Statements

Notes to Schedule of Expenditures of Federal Awards and State Financial Assistance

June 30, 2024

(1) Summary of Significant Accounting Policies

A summary of the significant accounting policies applied in the preparation of the accompanying Schedule of Expenditures of Federal Awards and State Financial Assistance follows:

(a) Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards and State Financial Assistance has been presented on a basis of funding source (grantor agency).

(b) Basis of Accounting

The Schedule of Expenditures of Federal Awards and State Financial Assistance is prepared using the accrual basis of accounting for federal awards and state financial assistance. Under the accrual basis of accounting, revenues are generally recognized when they are earned. Usually, the expenditure is the prime factor in determining eligibility as revenue and is recognized when the expenditure is made.

(c) Indirect Cost Rate

The Organization has elected to use the percent de minimis indirect cost rate allowed under the Uniform Guidance.

(d) Subrecipients

Of the federal expenditures presented in the Schedule, the Organization provided no awards to subrecipients.

IDIGNITY, INC.

Notes to Financial Statements

Schedule of Findings and Questioned Costs –
Federal Programs and State Projects

June 30, 2024

(1) Summary of Auditors' Results

- (a) The type of report issued on the financial statements: Unmodified
- (b) Reportable conditions or material weaknesses in internal control disclosed by the audit of the financial statements: None noted
- (c) Noncompliance which is material to the financial statements: None noted
- (d) Reportable conditions or material weaknesses in internal control over major federal programs and/or state projects: None noted
- (e) The type of report issued on compliance for major federal programs and/or state projects: Unmodified
- (f) Audit findings relative to the major federal programs and state projects: None noted
- (g) Federal Program:
 - Major Program: Coronavirus Local Fiscal Recovery Fund
 - CFDA #: 21.027
 - Agency: U.S. Department of Treasury
State Project:
 - Major Project: Housing and Community Development
 - CFDA #: 40.038
 - Agency: Florida Department of Commerce
- (h) Dollar threshold used to distinguish between Type A and Type B programs: Federal Programs - \$750,000: State Projects - \$750,000
- (i) Auditee qualifies as a low risk auditee: No

(2) Findings Relating to the Financial Statements Reported in Accordance with Government Auditing Standards: None

(3) Current Year Findings and Questioned Costs relating to Federal Awards and State Financial Assistance: None. There are no items noted related to federal or state financial assistance required to be reported in a management letter pursuant to Rules of the Auditor General.



**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***

Independent Auditors' Report

Board of Directors
IDignity, 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 IDignity, Inc. which comprise the statements of financial position as of June 30, 2025 and the related statement of activities and changes in net assets and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated December 19, 2025.

Internal Control over Financial Reporting

In planning and performing our audit of the combined financial statements, we considered IDignity, Inc.'s internal control over financial reporting (internal control) to determine the 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 IDignity, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of IDignity, Inc.'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 entity'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 to 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 may exist that have not been identified.

Davis Group, P.A.
Certified Public Accountants & Advisors
P.O. Box 3271, Orlando, Florida 32802
Phone: 407-434-7900 Fax: 407-434-7910

Compliance and Other Matters

As part of obtaining reasonable assurance about whether IDignity, Inc.'s financial statements are free of 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 determination of financial statement amounts. 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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in blue ink that reads "Davis Group, P.A." with a stylized, cursive font.

Davis Group, P.A.
Orlando, FL
December 19, 2025



Report on Compliance for Each Major Federal Program and State Project and Report on Internal Control over Compliance in Accordance with the Uniform Guidance and Chapter 10.650, Rules of the Auditor General

Independent Auditors' Report

Board of Directors
IDignity, Inc.

Report on Compliance for Each Major Federal Program and State Project

Opinion on Each Major Federal Program and State Project

We have audited IDignity, Inc.'s (a not-for-profit organization) compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Compliance Supplement*, and the requirements described in the *Department of Financial Services' State Project Compliance Supplement*, that could have a direct and material effect on each of IDignity, Inc.'s major federal programs and state projects for the year ended June 30, 2025. IDignity, Inc.'s corporation's major federal programs and state projects are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, IDignity, Inc. complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal programs and state projects for the year ended June 30, 2025.

Basis for Opinion on Each Major Federal Program and State Project

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States (Government Auditing Standards); and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Organization and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program and state project. Our audit does not provide a legal determination of the Organization's compliance with the compliance requirements referred to above.

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Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the Organization's federal programs.

Auditor's Responsibility for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on IDignity, Inc.'s compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Organization's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 IDignity, Inc.'s compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Organization's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of IDignity, Inc.'s internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a

deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of the internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Davis Group, P.A.

Davis Group, P.A.
Orlando, FL
December 19, 2025