



VICENTE FERRER FOUNDATION USA, INC.

FINANCIAL STATEMENTS

FOR THE YEARS ENDED
MARCH 31, 2025 AND 2024

VICENTE FERRER FOUNDATION USA, INC.

FINANCIAL STATEMENTS

MARCH 31, 2025 AND 2024

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Vicente Ferrer Foundation USA, Inc.

Opinion

We have audited the accompanying financial statements of Vicente Ferrer Foundation USA, Inc. (a nonprofit organization), which comprise the statements of financial position as of March 31, 2025 and 2024, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Vicente Ferrer Foundation USA, Inc. as of March 31, 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 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 Vicente Ferrer Foundation USA, Inc. and to meet our 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 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 Vicente Ferrer Foundation USA, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibility 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 it is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, 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 Vicente Ferrer Foundation USA, 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 Vicente Ferrer Foundation USA, 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.

Ouellette & Associates, P.A.

Certified Public Accountants

Lewiston, Maine
June 30, 2025

VICENTE FERRER FOUNDATION USA, INC.

STATEMENTS OF FINANCIAL POSITION

MARCH 31, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
ASSETS		
Cash and Cash Equivalents	\$ 287,457	\$ 212,697
Pledges Receivable	35,909	32,216
Security Deposit and Other Assets	<u>9,678</u>	<u>9,682</u>
TOTAL ASSETS	<u>\$ 333,044</u>	<u>\$ 254,595</u>
LIABILITIES		
Accounts Payable and Accrued Expenses	\$ 16,687	\$ 205
Grants Payable	<u>26,113</u>	<u>-</u>
Total Liabilities	<u>42,800</u>	<u>205</u>
NET ASSETS		
Net Assets Without Donor Restrictions	285,244	236,097
Net Assets With Donor Restrictions	<u>5,000</u>	<u>18,293</u>
Total Net Assets	<u>290,244</u>	<u>254,390</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 333,044</u>	<u>\$ 254,595</u>

See Independent Auditor's Report and Accompanying Notes to the Financial Statements

VICENTE FERRER FOUNDATION USA, INC.

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED MARCH 31, 2025

	<i>Without Donor Restrictions</i>	<i>With Donor Restrictions</i>	<i>Total</i>
REVENUES AND SUPPORT			
Private and Government Grants	\$ 300,000	\$ -	\$ 300,000
Contributions	212,745	10,000	222,745
Release of Donor Restricted Funds	<u>23,293</u>	<u>(23,293)</u>	<u>-</u>
TOTAL REVENUES AND SUPPORT	<u>536,038</u>	<u>(13,293)</u>	<u>522,745</u>
EXPENSES			
Program Services:			
Grants Made to India	215,674	-	215,674
Awareness	<u>78,644</u>	<u>-</u>	<u>78,644</u>
Total Program Services	<u>294,318</u>	<u>-</u>	<u>294,318</u>
Supporting Services:			
Management and General	93,069	-	93,069
Fundraising	<u>99,504</u>	<u>-</u>	<u>99,504</u>
Total Supporting Services	<u>192,573</u>	<u>-</u>	<u>192,573</u>
TOTAL EXPENSES	<u>486,891</u>	<u>-</u>	<u>486,891</u>
CHANGE IN NET ASSETS	49,147	(13,293)	35,854
NET ASSETS, BEGINNING OF YEAR	<u>236,097</u>	<u>18,293</u>	<u>254,390</u>
NET ASSETS, END OF YEAR	<u>\$ 285,244</u>	<u>\$ 5,000</u>	<u>\$ 290,244</u>

See Independent Auditor's Report and Accompanying Notes to the Financial Statements

VICENTE FERRER FOUNDATION USA, INC.

STATEMENT OF ACTIVITIES
(Continued)
FOR THE YEAR ENDED MARCH 31, 2024

	<i>Without Donor Restrictions</i>	<i>With Donor Restrictions</i>	<i>Total</i>
	<u> </u>	<u> </u>	<u> </u>
REVENUES AND SUPPORT			
Grants	\$ 300,000	\$ -	\$ 300,000
Contributions	226,124	26,586	252,710
Release of Donor Restricted Funds	62,293	(62,293)	-
TOTAL REVENUES AND SUPPORT	<u>588,417</u>	<u>(35,707)</u>	<u>552,710</u>
EXPENSES			
Program Services			
Grants Made to India	260,606	-	260,606
Awareness	100,704	-	100,704
Total Program Services	<u>361,310</u>	<u>-</u>	<u>361,310</u>
Supporting Services:			
Management and General	81,030	-	81,030
Fundraising	87,192	-	87,192
Total Supporting Services	<u>168,222</u>	<u>-</u>	<u>168,222</u>
TOTAL EXPENSES	<u>529,532</u>	<u>-</u>	<u>529,532</u>
CHANGE IN NET ASSETS	58,885	(35,707)	23,178
NET ASSETS, BEGINNING OF YEAR	<u>177,212</u>	<u>54,000</u>	<u>231,212</u>
NET ASSETS, END OF YEAR	<u>\$ 236,097</u>	<u>\$ 18,293</u>	<u>\$ 254,390</u>

See Independent Auditor's Report and Accompanying Notes to the Financial Statements

VICENTE FERRER FOUNDATION USA, INC.

STATEMENT OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED MARCH 31, 2025

	<i>Program Services</i>	<i>Support Services</i>		<i>Total</i>
		<i>Management and General</i>	<i>Fundraising</i>	
GRANTS MADE TO INDIA	<u>\$ 215,674</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 215,674</u>
SALARIES AND RELATED EXPENSES				
Salaries and Wages	42,626	57,395	50,021	150,042
Payroll Taxes	<u>3,769</u>	<u>5,027</u>	<u>4,352</u>	<u>13,148</u>
Total Salaries and Related Expenses	<u>46,395</u>	<u>62,422</u>	<u>54,373</u>	<u>163,190</u>
OTHER EXPENSES				
Bank Service Charges	40	1,117	1,819	2,976
Charitable Solicitations	-	-	2,294	2,294
Insurance	-	2,469	-	2,469
Outside Contracted Services	1,376	1,037	6,496	8,909
Postage and Mailing	-	56	101	157
Printing and Copying	-	54	131	185
Professional Fees	21,558	16,600	21,065	59,223
Rent, Parking, Utilities	4,228	6,114	4,842	15,184
Supplies	-	32	1,418	1,450
Telephone	646	295	671	1,612
Travel Expenses	<u>4,401</u>	<u>2,873</u>	<u>6,294</u>	<u>13,568</u>
Total Other Expenses	<u>32,249</u>	<u>30,647</u>	<u>45,131</u>	<u>108,027</u>
TOTAL EXPENSES	<u>\$ 294,318</u>	<u>\$ 93,069</u>	<u>\$ 99,504</u>	<u>\$ 486,891</u>

See Independent Auditor's Report and Accompanying Notes to the Financial Statements

VICENTE FERRER FOUNDATION USA, INC.

STATEMENT OF FUNCTIONAL EXPENSES

(Continued)

FOR THE YEAR ENDED MARCH 31, 2024

	<i>Program Services</i>	<i>Support Services</i>		<i>Total</i>
		<i>Management and General</i>	<i>Fundraising</i>	
GRANTS MADE TO INDIA	\$ 260,606	\$ -	\$ -	\$ 260,606
SALARIES AND RELATED EXPENSES				
Salaries and Wages	75,273	52,328	57,998	185,599
Payroll Taxes	6,237	4,374	4,872	15,483
Total Salaries and Related Expenses	81,510	56,702	62,870	201,082
OTHER EXPENSES				
Bank Service Charges	-	813	1,822	2,635
Charitable Solicitations	-	179	2,131	2,310
Conference Fee	238	-	238	476
Insurance	189	2,421	131	2,741
Outside Contracted Services	3,338	1,583	5,101	10,022
Postage and Mailing	15	85	357	457
Printing and Copying	625	422	632	1,679
Professional Fees	3,097	12,333	1,333	16,763
Rent, Parking, Utilities	8,494	6,033	6,613	21,140
Supplies	25	130	3,245	3,400
Telephone	656	221	627	1,504
Travel Expenses	2,517	108	2,092	4,717
Total Other Expenses	19,194	24,328	24,322	67,844
TOTAL EXPENSES	\$ 361,310	\$ 81,030	\$ 87,192	\$ 529,532

See Independent Auditor's Report and Accompanying Notes to the Financial Statements

VICENTE FERRER FOUNDATION USA, INC.

STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED MARCH 31, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ 35,854	\$ 23,178
<i>Adjustments to Reconcile Change in Net Assets to (Increase) Decrease in Operating Assets:</i>		
Pledges Receivable	(3,693)	36,900
Security Deposits and Other Assets	4	(3,607)
<i>Increase (Decrease) in Operating Liabilities:</i>		
Grants Payable	26,113	-
Accounts Payable and Accrued Expenses	16,482	91
NET CASH FLOWS FROM OPERATING ACTIVITIES	<u>74,760</u>	<u>56,562</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	74,760	56,562
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>212,697</u>	<u>156,135</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 287,457</u>	<u>\$ 212,697</u>

See Independent Auditor's Report and Accompanying Notes to the Financial Statements

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 2025 AND 2024

NOTE 1: NATURE OF ACITIVITIES

Vicente Ferrer Foundation USA, Inc. (VFF USA) was incorporated on March 18, 2013 for the purpose of supporting charitable, educational, and scientific programs as described in Section 501(c)(3) of the Internal Revenue Code, by empowering rural communities in India through building strategic partnerships with key corporate, individual, and institutional stakeholders in the United States. VFF USA is supported primarily through donor contributions and grants. VFF USA's principal place of business is in Washington, DC.

VFF USA's mission is empowering rural communities to improve their living conditions. VFF USA does this by educating people in the USA about the development challenges faced by communities that they partner within India and by fundraising for projects in India. Program services consist of grants, charitable initiatives, and educational events.

Awareness - Educate people in the United States about the challenges faced by marginalized communities in rural India, as well as the sustainable development projects which VFF and its partners are carrying out to empower local communities to improve their own living conditions.

Grant Making to India - Provides grants to their partners in India to support comprehensive development programs. Grant making supports rural infrastructure, health equity, education, and sustainable agriculture programs focused on marginalized populations, including women and people with disabilities.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements of VFF USA have been prepared on the accrual basis of accounting and are presented in accordance with accounting principles generally accepted in the United States of America (GAAP), and accordingly reflects all significant receivables, payables, and other liabilities.

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 certain reported amounts and disclosures. Accordingly, actual results could differ from the estimates.

Classification of Net Assets

Net assets of VFF USA are classified based on the presence or absence of donor-imposed restrictions. Net assets are comprised of two groups as follows:

Net Assets Without Donor Restrictions - Amounts that are not subject to usage restrictions based on donor-imposed requirements. This class also includes assets previously restricted where restrictions have expired or been met.

NOTES TO FINANCIAL STATEMENTS

(Continued)

MARCH 31, 2025 AND 2024

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Classification of Net Assets (Continued)

Net Assets With Donor Restrictions - Assets subject to usage limitations based on donor-imposed or grantor restrictions. These restrictions may be temporary or may be based on a particular use. Restrictions may be met by the passage of time or by the actions of VFF USA.

Earnings related to restricted net assets will be included in net assets without donor restrictions unless otherwise specifically required to be included in donor-restricted net assets by the donor or by applicable state law.

Cash and Cash Equivalents

For the purposes of the statements of cash flows, VFF USA considers all liquid investments with a maturity of three months or less to be cash equivalents.

Grants Receivable

Grants receivables are stated at the amount management expects to collect from balances outstanding at year-end. Balances outstanding after management has used reasonable collection efforts are written off through a charge to bad debt expense and a credit to the applicable grants receivable. There were no outstanding grants receivable as of March 31, 2025 and 2024.

Property and Equipment

Property and equipment are recorded at cost or, if donated, at their estimated fair value at the date of the gift. Depreciation is computed on a straight-line basis over the following estimated useful lives of the assets:

Computer Equipment	3 Years
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VFF USA's capitalization policy is to depreciate additions over \$1,000. Minor additions or repairs that do not extend the useful life of these assets are expensed in the year incurred.

Grants, Contributions and Unconditional Promises to Give

VFF USA receives a grant from a partner organization in Spain to cover operational expenses. All grants have a grant agreement to determine the use and allocation. This grant allows additional donor contributions in the United States to be sent to India to meet the mission and continue to establish VFF USA's office in the United States. Grants that are considered exchange transactions are recorded as revenue when earned, which is generally when the related expenditure is incurred. Grants that are not exchange transactions and are unconditional are recorded when VFF USA receives notification of the grant award.

NOTES TO FINANCIAL STATEMENTS

(Continued)

MARCH 31, 2025 AND 2024

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

VFF USA receives monthly gifts to support their child sponsorship and women's empowerment initiatives, as well as general donations on a one-time basis from contributors, which may have restrictions based upon the request of individual donors. Contributions received are recorded as donor-restricted net assets or net assets without donor restriction, depending on the existence and/or nature of any donor restrictions. When a donor restriction expires, that is, when a stipulated time restriction ends or a purpose restriction is accomplished, donor-restricted net assets are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. When a restriction on a contribution is met in the same reporting period that the contribution was received, the contribution is reported in the statement of activities as net assets without donor restrictions.

Functional Expenses

VFF USA allocates its expenses on a functional basis among its various programs and support services. Expenses that can be identified with a specific program and support service are allocated directly according to their natural expenditure classification. Other expenses, that are common to several functions, are allocated by management based on effort. Supporting services are those related to operating and managing VFF USA and its programs on a day-to-day basis. Supporting services have been sub-classified as follows:

Management and General - Includes all activities related to VFF USA's internal management.

Fundraising - Includes all activities related to maintaining contributor information, distribution of materials and other similar projects related to the procurement of funds for VFF USA's allocations and programs.

Grants to Others

VFF USA recognizes grant expenses at the time grant negotiations are substantially complete with the grantee and the grant award has been approved by the board of directors. As of March 31, 2025 and 2024, \$26,113 and \$0, respectively, grants to India were approved by the board of directors and not yet paid.

NOTES TO FINANCIAL STATEMENTS

(Continued)

MARCH 31, 2025 AND 2024

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Income Tax Status

VFF USA is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. In addition, VFF USA qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization other than a private foundation under Section 509(a)(2).

Management has determined that VFF USA does not have any uncertain tax positions and associated unrecognized benefits or liabilities that materially impact the financial statements or related disclosures. Since tax matters are subject to some degree of uncertainty, there can be no assurance that VFF USA's tax returns will not be challenged by the taxing authorities and that VFF USA will not be subject to additional tax, penalties, and interest as a result of such challenge. Generally, VFF USA's tax returns remain subject to examination for three years after they were filed, however, there are currently no audits for any tax periods in progress.

Subsequent Events

Management has made an evaluation of subsequent events through June 30, 2025, the date the financial statements were available to be issued and concluded that no subsequent events have occurred that would require recognition in the financial statements or disclosure in the notes to the financial statements.

NOTE 3: PLEDGES RECEIVABLE

Pledges receivable has consisted of small dollar donations (contributions) made online to VFF USA that were not received as of year-end. Total pledges receivable for the years ended March 31, 2025 and 2024 were \$35,909 and \$32,216, respectively. VFF USA believes these funds are fully collectible and are expected to be received in less than one year. As a result, no allowance was necessary, nor were any discounts needed to adjust balances to net realizable value.

NOTE 4: CONCENTRATIONS

Approximately 57% and 54% of VFF USA's revenue, for the years ended March 31, 2025 and 2024, respectively, was from one funding source, which is based in Spain.

VFF USA maintains several bank accounts at various financial institutions. The accounts are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. From time to time, balances may exceed federally insured limits. As of March 31, 2025 and 2024, cash balances exceeded the federally insured limits by \$37,290 and \$0, respectively.

VICENTE FERRER FOUNDATION USA, INC.

NOTES TO FINANCIAL STATEMENTS

(Continued)

MARCH 31, 2025 AND 2024

NOTE 5: RELATED PARTY TRANSACTIONS

Grants were awarded to an organization for which the president of the board of VFF USA was also a program director. The grants approved by the Board totaled \$215,674 and \$260,606 for the years ended March 31, 2025 and 2024, respectively. The Organization is working with International Giving Foundation, a professional fundraising organization. Fees are at varying percentages based on the contribution amounts. Total fees were \$11,284 and \$0 for the years ended March 31, 2025 and 2024, respectively. The net amounts, after fees, sent to the related organization totaled \$204,390 and \$260,606, for the years ended March 31, 2025 and 2024, respectively.

NOTE 6: OPERATING LEASE

The Organization currently leases its office space under an operating lease for \$1,260 per month. The current operating lease was effective on March 1, 2025, and expires on February 28, 2026. Total rent expense was \$15,175 and \$21,140 for the years ended March 31, 2025 and 2024, respectively. Future minimum lease obligations under the lease agreement are \$15,725 for the year ending March 31, 2026.

NOTE 7: NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are restricted for the following purpose:

	<u>2025</u>	<u>2024</u>
Income Generation Opportunities for People with Disabilities in Dosaludiki Village	\$ -	\$ 10,000
Income Generation Opportunities for Women Within the Chenchu Community	-	8,293
Manuel Ignacio Contreras		
Nutrition Program for Women and Children	<u>5,000</u>	-
	<u>\$ 5,000</u>	<u>\$ 18,293</u>

VICENTE FERRER FOUNDATION USA, INC.

NOTES TO FINANCIAL STATEMENTS

(Continued)

MARCH 31, 2025 AND 2024

NOTE 8: LIQUIDITY

VFF USA's financial assets available within one year of the statement of financial position date for general expenditures are as follows at March 31, 2025 and 2024:

	<u>2025</u>	<u>2024</u>
Cash and Cash Equivalents	\$ 287,457	\$ 212,697
Pledges Receivable	<u>35,909</u>	<u>32,216</u>
Total Financial Assets Available Within One Year	323,366	244,913
Less Amounts Unavailable for		
General Expenditures Within One Year, Due to:		
Restricted by Donors With Purpose Restrictions	<u>5,000</u>	<u>18,293</u>
Total Financial Assets Available		
Within One Year After Restrictions	<u>\$ 318,366</u>	<u>\$ 226,620</u>

VFF USA manages its liquidity by developing and adopting annual operating budgets that provide sufficient funds for general expenditures in meeting its liabilities and other obligations as they become due.