Restavek Freedom Foundation

Financial Statements

Year Ended December 31, 2024

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Restavek Freedom Foundation

Opinion

We have audited the accompanying financial statements of Restavek Freedom Foundation (a nonprofit organization), which comprise the statement of financial position as of December 31, 2024, and the related statements of activities, functional expenses and cash flows for the year 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 Restavek Freedom Foundation as of December 31, 2024, and the changes in its net assets and its cash flows for the year 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. 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 Restavek Freedom Foundation and to meet our other ethical responsibilities in accordance with the 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 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.

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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 Restavek Freedom Foundation'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 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 Restavek Freedom Foundation'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 Restavek Freedom Foundation'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.

Switzer, McGaughey & King, PSC

Switzer, McGaughey & King, PSC
Lexington, Kentucky

October 20, 2025

RESTAVEK FREEDOM FOUNDATION
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2024

ASSETS	
Current Assets:	
Cash and Cash Equivalents	$ 554,327
Investments	1,230,710
Other Receivables (net of allowance of $11,464)	66,485
Prepaid Expenses	72,375
Total Current Assets	1,923,897
Fixed Assets:	
Land and Buildings	3,733,477
Vehicles	452,804
Office Equipment	65,222
Other Equipment	145,921
	4,397,424
Less Accumulated Depreciation	(758,367)
Fixed Assets, Net	3,639,057
Total Assets	$5,562,954
LIABILITIES & NET ASSETS	
Current Liabilities:	
Accounts Payable	$ 88,268
Accrued Payroll	12,165
Other Current Liabilities	3,740
Total Current Liabilities	104,173
Net Assets:	
Net Assets without Donor Restrictions	5,414,632
Net Assets with Donor Restrictions	44,149
Total Net Assets	5,458,781
Total Liabilities and Net Assets	$5,562,954

See Independent Auditor's Report and Accompanying Notes

RESTAVEK FREEDOM FOUNDATION
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues, Gains & Other Support:			
Contributions of Cash and Other Financial Assets	$2,709,103	$ 207,341	$2,916,444
Other Income	1,163	--	1,163
Dividend & Interest Income, net	69,209	--	69,209
Gain (Loss) on Investments	5,554	--	5,554
Net Assets Released from Restrictions:			
Satisfaction of Program Restrictions	295,357	(295,357)	--
Total Revenues, Gains & Other Support	3,080,386	(88,016)	2,992,370
Expenses:			
Program Services:			
Child Advocacy	1,000,263	--	1,000,263
Awareness	114,090	--	114,090
Urban Community Programs	282,218	--	282,218
Rural Community Programs	609,319	--	609,319
Scholarship Programs	125,563	--	125,563
Pwoteje	315,439	--	315,439
Other Program Development	140,514	--	140,514
Supporting Services:			
Management & General	483,412	--	483,412
Fundraising	203,299	--	203,299
Total Expenses	3,274,117	--	3,274,117
Change in Net Assets	(193,731)	(88,016)	(281,747)
Net Assets, Beginning of Year	5,608,363	132,165	5,740,528
Net Assets, End of Year	$5,414,632	$ 44,149	$5,458,781

See Independent Auditor's Report and Accompanying Notes

RESTAVEK FREEDOM FOUNDATION
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2024

	Child Advocacy	Awareness	Urban Community Program	Rural Community Program	Pwoteje	Scholarship Programs	Other Program Development	Total Program	Management & General	Fundraising	Total
Tuition & Education	$692,387	$ --	$ 14,675	$ 3,676	$ 34,242	$72,847	$ 14,854	$ 832,681	$ 1,875	$ --	$ 834,556
Travel:											
Transportation to/from and in Haiti	34,877	--	27,522	25,576	10,491	3,880	2,145	104,491	4,208	1,863	110,562
Lodging/Housing	1,371	--	7,646	2,260	1,757	473	--	13,507	--	163	13,670
Miscellaneous	42	--	56	--	--	2,117	--	2,215	20,389	--	22,604
Construction & Labor	--	--	--	284,074	--	--	--	284,074	3,062	--	287,136
Food & Beverage Distribution	6,341	--	11,263	21,136	23,822	2,966	16,421	81,949	2,137	71	84,157
Staffing Costs	146,806	93,863	86,797	125,241	186,975	13,944	34,530	688,156	164,708	132,235	985,099
Supplies	14,126	891	12,454	13,555	5,309	12,457	1,498	60,290	1,538	2,540	64,368
Occupancy Costs	1,052	--	88,754	56,623	4,553	13,641	10,739	175,362	59,772	--	235,134
Utilities	12,144	1,024	9,952	15,028	11,895	1,739	14,854	66,636	9,159	1,525	77,320
Office, Meeting & Other	4,904	7,736	9,021	11,980	7,737	1,499	24	42,901	3,865	13,961	60,727
Funding Other Organizations	--	--	--	--	--	--	9,500	9,500	12,500	--	22,000
Depreciation	10,576	10,576	10,576	45,618	5,510	--	35,949	118,805	6,110	--	124,915
Organizational Expenses	--	--	289	23	--	--	--	312	1,593	--	1,905
Website	--	--	--	--	--	--	--	--	27,336	180	27,516
Marketing	--	--	--	--	--	--	--	--	--	243	243
Processing Fees	--	--	169	--	--	--	--	169	6,346	9,459	15,974
Professional Fees	75,637	--	3,044	4,529	23,148	--	--	106,358	72,445	36,460	215,263
Software	--	-	--	--	--	--	--	--	78,368	4,599	82,967
Bad Debt	--	--	--	--	--	--	--	--	8,001	--	8,001
Total Expense	$1,000,263	$ 114,090	$282,218	$609,319	$315,439	$125,563	$140,514	$2,587,406	$483,412	$203,299	$3,274,117

See Independent Auditor's Report and Accompanying Notes.

RESTAVEK FREEDOM FOUNDATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2024

Cash Flow from Operating Activities:	
Decrease in Net Assets	$ (281,747)
Adjustments to Reconcile Decrease in Net Assets to Net Cash Used by Operating Activities:	
Depreciation	124,915
Realized & Unrealized Gain on Investments, net	(5,554)
Contributions of Securities	(26,282)
Change in Operating Assets:	
Other Receivables	(53,236)
Prepaid Expenses	(32,764)
Change in Operating Liabilities:	
Accounts Payable	80,934
Accrued Payroll	5,211
Other Current Liabilities	3,740
Net Cash Used by Operating Activities	(184,783)
Cash Flow from Investing Activities:	
Purchase of Fixed Assets	(32,195)
Net Proceeds From Investments	330,795
Net Cash Provided by Investing Activities	298,600
Increase in Cash	113,817
Cash and Cash Equivalents at Beginning of Year	440,510
Cash and Cash Equivalents at End of Year	$ 554,327
Supplemental Disclosures:	
Cash Paid for Interest Expense	$ --
Cash Paid for Income Taxes	$ --

See Independent Auditor's Report and Accompanying Notes

RESTAVEK FREEDOM FOUNDATION
NOTES TO THE FINANCIAL STATEMENT
DECEMBER 31, 2024

NOTE A - NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Restavek Freedom Foundation (the Organization) exempt purpose is to help the population of former, current and potential restavecs, the majority of whom are located in Port au Prince, Haiti. By receiving and disbursing donations, money will be available to secure necessary educational supplies and medical supplies for Haitian children living in poverty, unable to attend school or to receive the most basic of hygienic and medical care.

In 2024, the Organization was supported through donor contributions. The officers of the Organization contributed approximately 11% of the Organization's support in 2024. The Organization is a 501(c)(3) non-profit corporation.

Revenue Recognition

The Organization recognizes revenue in accordance with ASC 606. While the majority of the Organization's contribution revenue consists of charitable giving with no expectation of goods or services in return, the Organization does receive grants from private organizations that are reimbursable in nature. Therefore, in order to receive grant funding in these instances, the Organization has an obligation to spend resources within the guidelines of the grant and to provide the necessary documented support to the grantor in order to receive reimbursement funding. The grants consist entirely of conditional contributions and not exchange transactions and therefore do not fall within the scope of ASC 606.

The Organization's other sources of revenue primarily consist of investment income and currency translation gains and losses, which are not subject to the provisions of ASC 606.

NOTE A - NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Promises to Give

Contributions are recognized when received. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions are recognized.

All other donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

Grantors that previously provided promises to give have since changed their grants to expense reimbursements. The Organization now receives reimbursements on these grants based on money expended and therefore, no grant receivable is recorded as of December 31, 2024.

Contributed Services

During the year ended December 31, 2024, the value of contributed services meeting the requirements for recognition in the financial statements was not material and has not been recorded. In addition, many individuals volunteer their time and perform a variety of tasks that assist the Organization. The Organization receives more than 3,000 volunteer hours per year.

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 those estimates.

Financial Statement Presentation

Under the Accounting Standards Update (ASU) No. 2016-14, *Financial Statements of Not-for-Profit Entities*, the Organization is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

NOTE A - NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Contributions

Under ASU No. 2016-14, *Financial Statements of Not-for-Profit Entities*, contributions received are recorded as net assets with donor restrictions or net assets without donor restrictions depending on the absence or existence of any donor restrictions.

Also, under ASU No. 2018-18, receipts of unconditional promises to give with payments due in future periods have been reported as net assets with donor restrictions.

Income Taxes

The Organization is a not-for-profit organization exempt from taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation. The Organization did not have 2023 income subject to unrelated business income tax on Form 990-T.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Organization considers all bank balances, uninvested cash balances and highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

Investments

Investments are recorded at fair value based on available market values at year end. Unrealized and realized gains and losses are recorded in the Statement of Activities.

Fixed Assets

Fixed assets are recorded at cost if purchased or fair value if contributed. Depreciation is determined on the straight-line basis over the estimated useful lives of the assets. The fixed assets owned by the foundation are all in use in Haiti. The Organization normally capitalizes fixed assets that have lives over one year and a cost basis in excess of $5,000.

NOTE B - RESTRICTIONS ON NET ASSETS

During 2024, the Organization received $207,341 in contributions with donor restrictions and spent $295,357 in donor restricted funds leaving $44,149 remaining in net assets with donor restrictions as of December 31, 2024.

NOTE C - INVESTMENTS

At December 31, 2024, the fair value of investments consisted of the following:

Common Stock	
Financial Services	$ 14,977
Healthcare	22,258
Technology	26,044
Retail	2,749
Mutual Funds	
Small Cap Growth	11,621
Fixed Income Bonds	109,676
Uninvested Cash	1,043,385
Total	$1,230,710

Fair value is defined as the price that would be received for an asset or paid to transfer a liability (an exit price) in the Organization's principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date.

This guidance establishes a fair value hierarchy which requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The standard describes here levels of inputs that may be used to measure fair value:

NOTE C - INVESTMENTS (CONTINUED)

Level 1: Quoted prices (unadjusted) for identical assets or liabilities in active markets that the entity has the ability to access as of the measurement date. The fair values of debt and equity investments that are readily marketable are determined by obtaining quoted prices on nationally recognized securities exchanges.

Level 2: Significant other observable inputs other than Level 1 prices such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that is observable or can be observable market data.

Level 3: Significant unobservable inputs that reflect a reporting entity's own assumptions about the assumptions that market participants would use in pricing an asset or liability.

In many cases, a valuation technique used to measure fair value includes inputs from multiple levels of the fair value hierarchy. The lowest level of significant input determines the placement of the entire fair value measurement in the hierarchy.

All of the Organization's investments, which include cash, equities and mutual funds and total $1,230,710 as of December 31, 2024, are classified Level 1. The fair values of these investments are based upon quoted prices for identical assets in active markets that the entity has the ability to access as of the measurement date.

Investment expenses are typically not a material amount and are netted with dividend and interest income in the Statement of Activities. Investment expenses were $-0- for the year ended December 31, 2024.

NOTE D - LIQUIDITY

Liquidity and Availability of Assets

The Organization's assets available within one year of the statement of financial position date for general expenditures are as follows:

Cash and Cash Equivalents	$ 554,327
Investments	1,230,710
Other Receivables	66,485
	$1,851,522
Less Net Assets with Donor Restrictions	(44,149)
Assets Available within One Year	$1,807,373

Availability of Organization's Financial Assets

Restavek Freedom Foundation has not adopted a formal liquidity management plan. The Organization continually reviews its financial assets and assesses if these financial assets are sufficient to meet cash needs for general expenditures. The Organization's cash and cash equivalents, as well as investments on hand at year end, are highly liquid and are available to meet the operating needs of the Organization for the next twelve months. There are no restrictions by donors or others on these assets that would preclude their use in funding the Organization's continued operations.

NOTE E - OTHER RECEIVABLES

The Organization routinely makes payroll advances to employees in Haiti for immediate financial needs such as medical emergencies, natural disasters and other personal needs. These loans are generally repaid through payroll deductions or other defined repayment terms. Advances are made at the discretion of the board president. As of December 31, 2024 the balance of employee advances receivable was $38,930 less an allowance for doubtful accounts of $19,465. Amounts are included in the allowance based on specific identification of employees that are no longer employed and therefore no method for collection is available.

Also included in Other Receivables are $47,021 of expenses paid on behalf of two related non-profit organizations.

NOTE F - METHODS USED FOR ALLOCATION OF EXPENSES FROM MANAGEMENT AND GENERAL ACTIVITIES

The financial statements report certain categories of expenses that are attributable to one or more program or supporting functions of the Organization. Those expenses include depreciation, travel expense, salary and contract services, occupancy costs, information technology and website expense and other supplies and fees. Depreciation and occupancy costs are allocated based on square footage and on specific use for depreciable tangible personal property. Salaries and contract services are allocated based on estimates of time and effort expended. Information technology and website expense are allocated based on estimates of specific use by function or activity. Supplies and fees are allocated based on direct use or relationship to an activity. Travel costs to and from Haiti are allocated based on the primary purpose of specific travel on a case by case basis.

NOTE G - PROMISES TO GIVE

The only promises to give relates to individual donors who are making monthly payments to the Sponsor a Child program. There are no pledges to the Foundation that are for longer than one year.

NOTE H - CONCENTRATIONS

Concentration of Credit Risk

Financial instruments which potentially subject the Organization to concentrations of credit risk are primarily cash and cash equivalents and accounts receivable. The Organization's cash deposits are in financial institutions in Ohio and Haiti and may at times exceed federally insured amounts. The Organization performs ongoing evaluations of their donors. Although the Organization is directly affected by the wellbeing of the economy in general, management does not believe significant credit risk exists at December 31, 2024.

Included in the Organization's Statement of Financial Position at December 31, 2024 are the net assets of the Organization's operating facilities in Haiti which total approximately $3.7 million.

NOTE I - LEASES

The Organization has adopted ASU 2016-02 Leases, and all subsequent amendments to the ASU (collectively "ASC 842") to account for leases with terms of more than one year. As all of the Organizations leases are year-to-year agreements, none of these leases are subject to recognition under ASC 842.

The Organization is subject to year-to-year lease agreements for residential, office and educational space in Haiti.

Total rent expense for 2024 was $117,370 and is included in occupancy costs on the Statement of Functional Expenses.

NOTE J - COMPENSATION POLICY

The Organization's management decided that all officers, directors and direct family members of the officers and directors would serve the organization without compensation during 2024.

NOTE K - FOREIGN CURRENCY TRANSACTIONS

The Organization's operations in Haiti often require transactions to be converted from U.S. dollars to Haitian Gourde and vice versa. During 2024, the Organization recognized a loss on currency translation of $4,297 which is netted with Other Income on the Statement of Activities.

NOTE M - SUBSEQUENT EVENTS

Management has evaluated subsequent events through October 20, 2025, which is the date that the financial statements were available to be issued.