THE NEW YORK CENTER FOR CHILDREN, INC.

Audited Financial Statements

March 31, 2025

The New York Center for Children, Inc.
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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
The New York Center for Children, Inc.

Opinion

We have audited the financial statements of The New York Center for Children, Inc. ("NYCC"), which comprise the statement of financial position as of March 31, 2025, 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 accompanying financial statements present fairly, in all material respects, the financial position of NYCC as of March 31, 2025, and the results of its operations 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 ("GAAS"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of NYCC 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.
In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern for the year ended March 31, 2025.

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.

Auditor's Responsibilities for the Audit of the Financial Statements- (continued)

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 NYCC'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 NYCC's ability to continue as a 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.

Report on Summarized Comparative Information

The financial statements of NYCC as of and for the year ended March 31, 2024, were audited by us, and we expressed an unmodified opinion on those financial statements in our report dated November 20, 2024. In our opinion, the summarized comparative information presented herein as of and the year ended March 31, 2024, is consistent, in all material respects with the audited financial statements from which it was derived.

RLN US LLP

New York, New York

October 14, 2025

THE NEW YORK CENTER FOR CHILDREN, INC.
STATEMENT OF FINANCIAL POSITION
As of March 31, 2025
(With comparative totals as of March 31, 2024)

Assets

	2025	2024
Assets:		
Cash and cash equivalents	$ 118,189	$ 79,129
Grants and contributions receivable	31,040	90,890
Cash held for security deposit	33,114	33,114
Fixed assets, net	14,410	13,705
Operating lease right-of-use asset	140,290	322,953
Total Assets	**$ 337,043**	**$ 539,791**

Liabilities and Net Assets

Liabilities:		
Accounts payable and accrued expenses	$ 15,331	$ 39,378
Operating lease liability	147,741	340,338
Total liabilities	**163,072**	**379,716**
Net assets:		
Without donor restrictions	119,389	110,075
With donor restrictions	54,582	50,000
Total net assets	**173,971**	**160,075**
Total liabilities and net assets	**$ 337,043**	**$ 539,791**

THE NEW YORK CENTER FOR CHILDREN, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED MARCH 31, 2025
(With comparative totals for the year ended March 31, 2024)

	Without Donor Restrictions	With Donor Restrictions	For the year ended March 31, 2025	2024
Public Support and Revenue				
Without donor restrictions:				
Contributions	$ 575,059	$ 100,000	$ 675,059	$ 593,739
Other government grants	89,980	-	89,980	151,376
Special event income, net	247,551	-	247,551	228,928
Professional training program income	8,706	-	8,706	10,920
Other income	1,208	-	1,208	44
Net assets released from restrictions	95,418	(95,418)	-	-
Total public support and revenue	**1,017,922**	**4,582**	**1,022,504**	**985,007**
Expenses				
Program services	883,238	-	883,238	898,564
Supporting services:				
Management and general	69,223	-	69,223	70,675
Fundraising	56,147	-	56,147	61,324
Total expenses	**1,008,608**	**-**	**1,008,608**	**1,030,563**
Change in net assets	9,314	4,582	13,896	(45,556)
Net assets - beginning of year	**110,075**	**50,000**	**160,075**	**205,631**
Net assets - end of year	**$ 119,389**	**$ 54,582**	**$ 173,971**	**$ 160,075**

THE NEW YORK CENTER FOR CHILDREN, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED MARCH 31, 2025
(With comparative totals for the year ended March 31, 2024)

		Supporting Services				
	Program Services	**Management and General**	**Fundraising**	**Total Supporting Services**	**Total Expenses 3/31/25**	**Total Expenses 3/31/24**
Salaries	$ 474,975	$ 20,077	$ 25,096	$ 45,173	$ 520,148	$ 550,059
Payroll taxes and benefits	121,225	5,124	6,405	11,529	132,754	132,550
Professional fees and consultants	17,539	32,300	10,700	43,000	60,539	62,105
Occupancy	205,009	8,666	10,832	19,498	224,507	220,928
Travel and conferences	5,555	-	-	-	5,555	5,797
Supplies and offices expenses	26,311	1,112	1,390	2,502	28,813	25,524
Telephone	11,352	480	600	1,080	12,432	14,421
Fundraising event expenses	-	-	4,115	4,115	4,115	6,080
Insurance	17,164	726	907	1,633	18,797	15,755
Other expenses	-	564	-	564	564	415
Depreciation	4,108	174	217	391	4,499	3,009
	883,238	**69,223**	**60,262**	**129,485**	**1,012,723**	**1,036,643**
Less: direct event expenses netted with revenue			(4,115)	(4,115)	(4,115)	(6,080)
Total expenses for statement of activities	**$ 883,238**	**$ 69,223**	**$ 56,147**	**$ 125,370**	**$1,008,608**	**$1,030,563**

THE NEW YORK CENTER FOR CHILDREN, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2025
(With comparative totals for the year ended March 31, 2024)

	2025	2024
Cash flows from operating activities:		
Changes in net assets	$ 13,896	$ (45,556)
Adjustments to reconcile change in net assets to net cash used for operating activities:		
Depreciation	4,499	3,009
Change in operating lease right-of-use asset and liability	(9,934)	(9,934)
Changes in assets and liabilities:		
Grants and contributions receivable	59,850	25,725
Accounts payable and accrued expenses	(24,047)	173
Deferred revenue	-	(6,000)
Net cash flows provided by (used by) operating activities	**44,264**	**(32,583)**
Cash flows from investing activities:		
Purchases of fixed assets	(5,204)	(3,750)
Net cash flows used for investing activities	**(5,204)**	**(3,750)**
Net decrease in cash, cash equivalents and restricted cash	39,060	(36,333)
Cash, cash equivalents and restricted cash, beginning of year	112,243	148,576
Cash, cash equivalents and restricted cash, end of year	**151,303**	**112,243**
CASH, CASH EQUIVALENTS AND RESTRICTED CASH		
Cash and cash equivalents	118,189	79,129
Cash held for security deposits	33,114	33,114
Total cash, cash equivalents and restricted cash	**$ 151,303**	**$ 112,243**

THE NEW YORK CENTER FOR CHILDREN, INC.
Notes to Financial Statements
March 31, 2025

Note 1 - Nature of Activities

Founded in 1995 as the Child Advocacy Center of Manhattan, The New York Center for Children, Inc. ("NYCC") is a child-friendly Center, providing free, comprehensive evaluation and therapy services to victims of child abuse and their families. NYCC also offers professional training on the diagnosis, treatment, and prevention of child abuse.

All of the programs and services at NYCC are completely free of charge. NYCC is a not-for-profit organization that relies on donations to cover the costs of operations. NYCC serves all families, including those without insurance. NYCC's support comes primarily through donor contributions and government grants.

NYCC has been notified by the Internal Revenue Service that it is a not-for-profit organization exempt from federal income tax under Section 501(c)(3} of the Internal Revenue Code and has not been determined to be a private foundation.

Note 2 - Summary of Significant Accounting Policies

a. *Basis of Accounting and Financial Statement Presentation*

The financial statements have been prepared on the accrual basis of accounting, which is the process of recording revenue and expenses when earned or incurred rather than received or paid.

NYCC reports information regarding their financial position and activities in the following classes of net assets:

- *Net Assets Without Donor Restrictions* – represents all activity without donor-imposed restrictions.

- *Net Assets With Donor Restrictions* – relates to contributions of cash and other assets with donor stipulations that make clear the assets' restrictions, either due to a program nature or by the passage of time.

b. *Revenue Recognition*

NYCC follows the requirements of FASB ASC 958-605 for recording contributions, which are recognized at the time a contribution becomes unconditional in nature. Contributions are recorded in the net asset classes referred to above depending on the existence and/or nature of any donor- imposed restriction. When a restriction expires, that is, when a stipulated time restriction ends, or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions. If donor restricted contributions are satisfied in the same period they were received, they are classified as without donor restrictions.

Note 2 - Summary of Significant Accounting Policies (continued)

Contributions may be subject to conditions which are defined as both a barrier to entitlement and a right of return of payments, or release from obligations, and are recognized as income once the conditions have been substantially met.

NYCC's government grants are primarily conditional non-exchange transactions and fall under the scope of FASB ASC 958-605. Revenue from these transactions is recognized when qualifying expenditures are incurred, performance-related outcomes are achieved, and other conditions under the agreements are met. Payments received in advance of conditions being met are recorded as deferred revenue.

Unconditional promises to give are recorded at net realizable value if expected to be received in less than one year, or at fair value using a risk-adjusted discount rate if expected to be received in greater than one year. Conditional promises to give are recognized when the conditions on which they depend are substantially met.

NYCC follows the requirements of FASB ASC 606 for recognizing revenue from contracts with customers. NYCC has professional training program income, which falls under ASC 606 and is included in the statement of activities. Revenue is recognized at the point in time that the training is provided, and the performance obligation is complete. Fees that have not been collected at year end are reflected as accounts receivable. Amounts collected in advance are treated as deferred revenue.

The Organization applies FASB Accounting Standards Update ("ASU") 2016-13, Financial Instruments - Credit Losses ("Topic 326"). Since the Organization's receivables consist solely of contributions receivables, which are not within the scope of this standard, the application had no impact on the financial statements.

The credit loss allowance is determined through analysis of the financial assets and assessments of risk that are based on historical trends and evaluation of the impact of current and projected economic conditions. Based on the analysis performed on the open accounts receivable aging and detail analysis, the Organization did not record an allowance for bad debt as of March 31, 2025.

Note 2 - Summary of Significant Accounting Policies (continued)

c. *Cash and Cash Equivalents*

NYCC considers all liquid investments with an initial maturity of three months or less to be cash and cash equivalents.

d. *Concentration of Risk*

Financial instruments, which potentially subject NYCC to a concentration of credit risk, consist of cash accounts with financial institutions that management deems to be creditworthy. At times, balances may exceed federally insured limits. At year end, there were no uninsured balances and NYCC has not suffered losses from the default of any financial institution.

e. *Fixed Assets*

Fixed assets that exceed $1,000 and have a useful life of greater than one year are capitalized in the year acquired and are carried at cost, if purchased, or fair value, if donated. Depreciation and amortization are computed over the estimated useful lives of the assets or life of the lease using the straight-line method. Maintenance and repairs, which neither materially add to the value of the asset nor appreciably prolong its life, are charged to expense as incurred.

f. *Leases (FASB ASC 842)*

In February 2016, the FASB issued ASC 842, Leases, which became effective on December 15, 2021. The Organization adopted ASC 842 on April 1, 2022. Right-of-use ("ROU") assets and corresponding lease liabilities are recognized for all leases with terms greater than 12 months, measured at the present value of lease payments over the lease term, using the rate implicit in the lease or, if not readily determinable, the Organization's incremental borrowing rate. ROU assets are recorded at the value of the related lease liabilities, adjusted for lease prepayments, incentives received, and accrued rent. Leases with a term of 12 months or less are expensed on a straight-line basis over the lease term.

Note 2 - Summary of Significant Accounting Policies (continued)

The change in operating lease right-of-use asset and liability on the statement of cash flows includes the amortization of the ROU asset and cash payments for leases offset by the accretion of the discounted lease liability. Operating lease expense is recognized on a straight-line basis over the lease term. NYCC does not report ROU assets and lease liabilities for its short-term leases (leases with a term of 12 months or less). Instead, the lease payments of those leases are reported as lease expense on a straight-line basis over the lease term. Lease terms may include options to extend or terminate the lease- when it is reasonably certain that the Organization will exercise that option.

g. *Management Estimates*

The preparation of financial statements in accordance 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. Actual results could differ from those estimates.

h. *Functional Allocation of Expenses*

The costs of providing various programs and other activities have been summarized on a functional basis in the financial statements. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Management and general expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of NYCC.
Salaries were allocated using time and effort as the basis. The following expenses were allocated using the salary allocation as the basis:

- Payroll taxes and benefits
- Occupancy
- Supplies and office expenses
- Telephone
- Insurance
- Depreciation

All other expenses have been charged directly to the applicable program or supporting services.

i. *Accounting for Uncertainty of Income Taxes*

NYCC does not believe its financial statements include any material, uncertain tax positions. Tax filings for periods ending March 31, 2022 and later are subject to examination by applicable taxing authorities.

j. *Comparative Financial Information*
The financial statements include certain prior year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of. Accordingly, such information should be read in conjunction with NYCC's financial statements for the year ended March 31, 2023, from which the summarized information was derived

Note 3 - Fixed Assets

Fixed assets consist of the following:

	March 31,	
	2025	**2024**
Computer and equipment	$83,882	$78,678
Furniture and equipment	41,470	41,470
Leasehold improvements	3,580	3,580
Total	**128,932**	**123,728**
Less accumulated depreciation	(114,522)	(110,023)
Total fixed assets, net	**$14,410**	**$13,705**

Note 4 - Operating Lease Right-of-Use Asset and Operating Lease Liability

NYCC leases office space in New York, NY under a non-cancelable lease, which expires on December 31, 2025 and has been determined to be an operating lease.

The ROU assets represent the Organization's right to use the underlying asset for the lease term, and the lease liabilities represent the Organization's obligation to make lease payments arising from this lease. The ROU assets and lease liabilities were calculated based on the present value of future lease payments over the lease terms. As of March 31, 2025, the weighted-average remaining lease term for the Organization's operating lease was 1.75 years. The Organization has made an accounting policy election to use a risk-free rate in lieu of its incremental borrowing rate to discount future lease payments. The weighted-average discount rate applied to calculate lease liabilities as of March 31, 2025 was 2.58%.

For the year ended March 31, 2025, total operating lease cost was $188,750. There were no short-term lease costs during the year ended March 31, 2025.

Cash paid for operating leases for the year ended March 31, 2025 was $198,684.

Future maturity of the lease liability is presented in the following table:

2026	149,013
Total lease payments	**$149,013**
Less present value adjustment	(1,272)
Total lease obligation	**$147,741**

Note 5 - Net Assets with Donor Restrictions

The following summarizes the changes in net assets with donor restrictions:

	March 31, 2025			
	Beginning Balance 3/31/24	Contributions	Released from Restrictions	Ending Balance 3/31/25
Program Restrictions	$50,000	$100,000	$(95,418)	$54,582
Total	**$50,000**	**$100,000**	**$(95,418)**	**$54,582**

	March 31, 2024			
	Beginning Balance 3/31/23	Contributions	Released from Restrictions	Ending Balance 3/31/24
Program Restrictions	$53,411	$100,000	$(103,411)	$50,000
Total	**$53,411**	**$100,000**	**$(103,411)**	**$50,000**

Note 6 - Special Events

NYCC holds several fundraising events throughout the year. A summary of the special events proceeds is as follows:

	March 31,	
	2025	**2024**
Gross revenue	$251,666	$235, 008
Less: expenses with a direct benefit to donors	(4,115)	(6,080)
Total	**$247,551**	**$228,928**

Note 7 - Retirement Plan

NYCC offers a defined contribution retirement benefit plan for all employees. Under the plan, NYCC matches participant contributions up to 2% of their salary. This match is discretionary. NYCC's contributions under this plan vest evenly over a five-year period and the participants' contributions to the plan vest immediately. Retirement plan expense totaled $5,000 for each of the years ended March 31, 2025, and 2024.

Note 8 - Availability and Liquidity

At March 31, 2025, financial assets totaled $149,229 which consisted of cash and cash equivalents of $118,189 and grants and contributions receivable of $31,040.
$50,000 was related to donor-imposed restrictions, and therefore not available for general expenditures. Thus, NYCC had $99,229 in financial assets available to meet cash needs for general expenditures within one year at March 31, 2025.

As part of its liquidity management, NYCC operates its programs within a board approved budget and relies on contributions and special event income to fund its operations and program activities.

Note 9 - Subsequent Events

Subsequent events have been evaluated through October 14, 2025, the date the financial statements were available to be issued. There were no material events that have occurred that require adjustment to or disclosure to the financial statements.