

Hand In Hand USA

Financial Statements – Cash Basis

Years ended December 31, 2024 and 2023

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Independent Auditor's Report

The Board of Directors
Hand In Hand USA
Oak Brook, IL

Opinion

We have audited the accompanying financial statements of Hand In Hand USA (a nonprofit organization), which comprise the statement of assets, liabilities and net assets – cash basis as of December 31, 2024 and 2023, and the related statements of support, revenue and expenses – cash basis 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 assets, liabilities, and net assets of Hand In Hand USA as of December 31, 2024 and 2023, and its support, revenue, and expenses for the year then ended in accordance with the cash basis of accounting as described in Note 2.

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 Hand In Hand USA and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis of Accounting

We draw attention to Note 2 of the financial statements, which describes the basis of accounting. The financial statements are prepared in accordance with the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our conclusion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the cash basis of accounting, as described in Note 2, and for determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible 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.

64 S. Washington Street, Suite 200 I Naperville, Illinois 60540
Phone: 630-505-3620 I Fax: 630-505-3621 I www.philiprae.com

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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, including omissions, 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 Hand In Hand USA'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 Hand In Hand USA'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.

Philip + Rose & Associates

Naperville, Illinois
May 18, 2025

Statements of Assets, liabilities and Net Assets - Cash Basis

December 31,	2024	2023
ASSETS		
Cash and cash equivalents	\$ 562,792	\$ 496,109
Investments, at cost	244,879	105,429
Total Assets	\$ 807,671	\$ 601,538
NET ASSETS		
Net assets - without donor restrictions	\$ 807,671	\$ 601,538
Total Net Assets	\$ 807,671	\$ 601,538

See notes to financial statements.

Hand In Hand USA
Statements of Support, Revenue and Expenses - Cash Basis

For the Year Ended December 31,	2024	2023
Revenue and Support - without donor restrictions		
Contributions	\$ 685,439	\$ 624,635
Fundraising	60,531	56,851
Net investment income	19,455	3,368
Other income	-	1,500
Total revenue and support	765,425	686,354
Functional Expenses		
Program		
Grants:		
Balashram support	500,000	350,000
Disaster relief	10,010	7,072
	510,010	357,072
Fundraising		
Meals & Entertainment	21,885	29,466
Supplies	3,255	2,281
Procurement	-	4,334
Software	700	700
Insurance	-	315
Printing	4,019	460
	29,859	37,556
General & Administrative		
Taxes and fees	7,816	6,313
Professional fees	4,475	5,250
Postage & technology	5,212	3,663
Printing	1,920	4,241
	19,423	19,467
Total expenses	559,292	414,095
Increase (decrease) in net assets without donor restrictions	206,133	272,259
Net assets without donor restrictions at beginning of year	601,538	329,279
Net assets without donor restrictions at end of year	\$ 807,671	\$ 601,538

See notes to financial statements.

Note 1 – Nature of Activities

Hand In Hand USA (the Organization) was organized on October 20, 2001 to provide aid and support to the needy. The Organization provides disaster assistance; improvement of medical and economic structures; improvement in healthcare for children; general family welfare; aid for the sick, aged and disabled; and educational and vocational training for children, youth and adults. The sphere of activity of the Organization extended to all countries of the world.

Note 2 – Summary of Significant Accounting Policies

Basis of presentation

The financial statements of Hand In Hand USA have been prepared on the cash basis of accounting which is a comprehensive basis of accounting other than generally accounting principles (GAAP). This basis of presentation differs from GAAP in that certain revenues are recognized when received rather than earned, and certain expenses are recognized when paid rather than incurred.

The Organization reports information regarding its financial position and activities according to the following net classes of assets:

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

Net assets with donor restrictions - Net assets subject to stipulations imposed by the donor. These stipulations can include restrictions on use, or a period of time. Some restrictions are permanent in nature requiring the Organization to maintain the funds in perpetuity. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), the donor restricted nets assets are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions. Net assets with donor restrictions received and released in the same period are recorded as net assets without donor restrictions.

As of December 31, 2024 and 2023, the Organization had no net assets with donor restrictions.

Cash

The Organization considers all highly liquid investments purchased with a maturity of three months or less to be cash equivalents. Cash is deposited in demand and interest bearing money market accounts and insured to the extent permitted by the Federal Deposit Insurance Corporation.

Note 2 – Summary of Significant Accounting Policies (continued)***Investments***

The Organizations investments consist of publicly traded mutual funds and exchange traded products. Investments are recorded at cost. Net investment return consists of interest and dividend income, investment fees and realized capital gains and losses.

Revenue and support

Contributions, fundraising and other income are recognized when received under the cash basis of accounting.

Contributed services and non-financial assets

No amounts have been reflected in the financial statements for donated services. The Organization generally pays third parties for services requiring specific expertise. However, many individuals volunteer their time and perform a variety of tasks which do not meet the criteria for recognition as contributed services. Additionally, the Organization does not recognize contributions of non-financial assets received for use by the Organization.

Functional expenses

The costs of providing program and other activities have been summarized on a functional basis on the statement of support, revenue and expenses. These expenses are reported as direct expenses relating to each function.

Note 3 – Liquidity

The Organization manages its liquidity by developing and adopting annual budgets that provide sufficient funds for general expenditures, liabilities and other obligations as they become due. At December 31, 2024 and 2023, none of the Organization's financial assets are subject to donor or other contractual restrictions. Accordingly, all financial assets are available to meet the cash needs of the Organization.

Note 4 – Significant Concentration of Credit Risk

Cash and cash equivalents that are exposed to concentrations of credit risk consist primarily of cash deposited in demand and money market accounts. Cash is placed with a high-quality financial institution but at times the balances may exceed the Federal Deposit Insurance Corporation coverage. The amounts by which cash balances exceeded the Federal Deposit Insurance Corporation (FDIC) coverage totaled \$357,506 and \$46,455 at December 31, 2024 and 2023, respectively.

The Organization's investments are exposed to various risks such as interest and dividend rates, market fluctuations and credit risk.

Note 5 – Grants

The Organization considers all grant requests for projects that support its charitable purposes.

Note 6 – Investments

Investments at cost consists of the following:

For the years ended December 31,	2024	2023
Fidelity - mutual funds	\$ 152,690	\$ 70,439
Fidelity - exchange traded products	92,189	34,990
Total investments at cost	\$ 244,879	\$ 105,429

Net investment income consists of the following:

For the years ended December 31,	2024	2022
Interest and dividends	\$ 14,972	\$ 2,718
Realized gains	4,477	650
Investment fees	(225)	-
Total net investment income	\$ 19,224	\$ 3,368

Note 7 – Income Taxes

The Organization is exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code. The Organization has determined that no income was derived from unrelated taxable income and has evaluated its tax positions taken for all open tax years. Management has evaluated the Organization’s tax positions and concluded that the Organization has taken no uncertain tax positions that require adjustment to or disclosure in the financial statements.

As of December 31, 2024, the Organization’s federal and state income tax returns generally remain open for the last three years.

Note 8 – Subsequent Events

Subsequent events have been evaluated through May 18, 2025, which is the date the financial statements were available to be issued.