BIG BROTHERS BIG SISTERS OF ACADIANA, INC.

Financial Report

Year Ended December 31, 2025

TABLE OF CONTENTS

DARNALL SIKES & FREDERICK
A CORPORATION OF CERTIFIED PUBLIC ACCOUNTANTS

2000 Kaliste Saloom Road, Suite 300
Lafayette, LA 70508

P 337-232-3312
F 337-237-3614

DSFCPAS.COM

OTHER LOCATIONS:
Eunice Morgan City Abbeville

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Big Brothers Big Sisters of Acadiana, Inc.
Lafayette, Louisiana

Opinion

We have audited the accompanying financial statements of Big Brothers Big Sisters of Acadiana, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 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 financial statements present fairly, in all material respects, the financial position of Big Brothers Big Sisters of Acadiana, Inc. as of December 31, 2025, 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 and 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 Big Brothers Big Sisters of Acadiana, Inc. 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 opinions.

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 Big Brothers Big Sisters of Acadiana, 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 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 and *Government 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 and *Government 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 Big Brothers Big Sisters of Acadiana, 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 Big Brothers Big Sisters of Acadiana, 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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 10, 2026, on our consideration of Big Brothers Big Sisters of Acadiana, Inc.'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 effectiveness of Big Brothers Big Sisters of Acadiana, Inc.'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 Big Brothers Big Sisters of Acadiana, Inc.'s internal control over financial reporting and compliance.

Darnall, Sikes & Frederick
A Corporation of Certified Public Accountants

Lafayette, Louisiana
June 10, 2026

BIG BROTHERS BIG SISTERS OF ACADIANA, INC.

STATEMENT OF FINANCIAL POSITION
December 31, 2025

ASSETS

CURRENT ASSETS	
Cash	$ 826,307
Accounts receivable, net	8,287
Contributions receivable - current, net	46,488
Grant and support funds receivable, net	47,950
Prepaid expenses	12,960
Total current assets	941,992
PROPERTY AND EQUIPMENT	
Furniture and equipment	39,456
Building and improvements	247,877
Less: Accumulated depreciation	(204,342)
Net property and equipment	82,991
OTHER ASSETS	
Deposits	3,250
Contributions receivable -long-term, net	48,211
Operating lease right-of-use assets	106,159
Total other assets	157,620
TOTAL ASSETS	$ 1,182,603

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES	
Accounts payable	$ 3,000
Credit card payable	11,720
Current maturities of obligations under operating leases	33,273
Deferred revenue	254,667
Other liabilities	10,375
Total current liabilities	313,035
LONG-TERM LIABILITIES	
Long-term obligations under operating leases, net of current maturities	73,861
TOTAL LIABILITIES	386,896
NET ASSETS	
Without donor restrictions:	
Invested in property and equipment, net of related debt	82,991
Available for operations	712,716
Total net assets	795,707
TOTAL LIABILITIES AND NET ASSETS	$ 1,182,603

The accompanying notes are an integral part of the financial statements.

BIG BROTHERS BIG SISTERS OF ACADIANA, INC.

STATEMENT OF ACTIVITIES
Year Ended December 31, 2025

NET ASSETS WITHOUT DONOR RESTRICTIONS	
SUPPORT	
Contributions (unrestricted)	$ 144,698
Donations	84,650
Fundraisers	493,722
In-kind income	52,000
United Way	12,509
Total support	787,579
REVENUES	
Other and miscellaneous	3,230
Interest	24,330
Total revenues	27,560
Total support and revenues without donor restrictions	815,139
Net assets released from restrictions	1,086,700
TOTAL SUPPORT AND REVENUES WITHOUT DONOR RESTRICTIONS	1,901,839
EXPENSES	
Program services	1,127,158
Support services:	
Management and general	234,852
Fundraising	302,760
Total expenses	1,664,770
Increase in net assets without donor restrictions	237,069
NET ASSETS WITH DONOR RESTRICTIONS	
SUPPORT	
Big Brothers Big Sisters of America	332,500
Children's Trust Fund	31,210
City of Natchitoches	10,000
Crime Victim Assistance	60,550
Lafayette Community Development	6,250
Louisiana Youth for Excellence	52,796
Mentoring Opportunities for Youth Initiative	117,611
New Orleans Super Bowl LIX Host Committee	163,283
State of Louisiana	312,500
Total support	1,086,700
Net assets released from donor restrictions	(1,086,700)
INCREASE IN NET ASSETS	237,069
NET ASSETS AT BEGINNING OF YEAR	558,638
NET ASSETS AT END OF YEAR	$ 795,707

The accompanying notes are an integral part of the financial statements.

BIG BROTHERS BIG SISTERS OF ACADIANA, INC.

STATEMENT OF FUNCTIONAL EXPENSES
Year Ended December 31, 2025

	Direct Program Services	Management and General	Fundraising	Totals
Salaries	$ 663,924	$ 80,369	$ 25,035	$ 769,328
Payroll taxes	53,943	6,297	1,960	62,200
Retirement plan	1,718	352	-	2,070
Activities expense	28,166	-	-	28,166
Advertising	18,253	73,012	-	91,265
Affiliation fees	16,920	-	-	16,920
Bank service charges	527	-	-	527
Depreciation	6,594	1,648	-	8,242
Dues and subscriptions	25,286	6,322	-	31,608
Grant expenses	-	17,683	-	17,683
Insurance	48,324	12,081	-	60,405
Legal and accounting	4,716	7,074	-	11,790
Office expense	13,099	13,099	-	26,198
Printing	11,587	1,287	-	12,874
Postage	185	21	-	206
Processing fees	-	-	12,510	12,510
Rent expense	16,723	4,180	-	20,903
Repairs and maintenance	43,300	-	-	43,300
Subgrant expense	83,333	-	-	83,333
Supplies	5,147	-	263,255	268,402
Telephone	2,349	587	-	2,936
Training	37,834	9,458	-	47,292
Travel	31,011	-	-	31,011
Utilities	5,529	1,382	-	6,911
Volunteer activities	8,690	-	-	8,690
TOTAL	$ 1,127,158	$ 234,852	$ 302,760	$ 1,664,770

The accompanying notes are an integral part of the financial statements.

BIG BROTHERS BIG SISTERS OF ACADIANA, INC.

STATEMENT OF CASH FLOWS
Year Ended December 31, 2025

CASH FLOWS FROM OPERATING ACTIVITIES	
Increase in net assets	$ 237,069
Adjustments to reconcile increase in net assets to net cash provided by operating activities:	
Depreciation	8,242
Rent expense in excess of cash paid	975
Decrease (increase) in:	
Accounts receivable	(7,994)
Contributions receivable	(94,699)
Grant and support funds receivable	15,130
Prepaid expenses	2,760
Deposits	(3,250)
Increase (decrease) in:	
Accounts payable	3,000
Deferred revenue	48,884
Other liabilities	8,111
Total adjustments	(18,841)
Net cash provided by operating activities	218,228
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchase of fixed assets	(8,029)
Net cash used by investing activities	(8,029)
NET INCREASE IN CASH	210,199
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	616,108
CASH AND CASH EQUIVALENTS, END OF YEAR	$ 826,307

The accompanying notes are an integral part of the financial statements.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Entity

Big Brothers Big Sisters of Acadiana, Inc. (the Organization) is a non-profit corporation organized under the laws of the State of Louisiana. The primary purpose of the Organization is to meet the unique needs of at-risk youth from single-parent homes by providing positive adult role models through individually matched relationships that foster an improved sense of well-being.

Basis of Accounting

The Organization is required to report information regarding its financial position and activities according to two classes of net assets: net assets with donor restrictions and net assets without donor restrictions.

> *Net Assets without Donor Restrictions* – Net assets without donor restrictions are resources available to support operations and not subject to donor or grantor restrictions.
>
> *Net Assets with Donor Restrictions* – Net assets with donor restrictions are resources that are subject to donor-imposed or grantor-imposed restrictions. Some restrictions are temporary in nature, such as those that are restricted by a donor for use for a particular purpose or in a particular future period. Other restrictions may be perpetual in nature; such as those that are restricted by a donor that the resources be maintained in perpetuity.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the following:

1. Reported amounts of assets and liabilities.
2. Disclosure of contingent assets and liabilities at the financial statement date.
3. Reported amounts of revenues and expenses during that period.

Actual amounts could differ from estimates.

Cash and Cash Equivalents

For financial statement purposes, the Organization considers all highly liquid debt instruments purchased with an original maturity of three months or less to be cash equivalents.

Accounts Receivable

Contributions and grants receivable are recorded at the amount management expects to collect.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Accounts Receivable (continued)

The Organization evaluates outstanding receivables for collectability and records an allowance for credit losses based on historical experience, current economic conditions, and reasonable and supportable forecasts. At December 31, 2025, Management has determined that all contributions receivable are fully collectible; accordingly, no allowance for credit losses has been recorded.

Prepaid Expenses

Insurance and other similar services which extend benefit over more than one accounting period, as well as payments for events occurring in the subsequent year, have been recorded as prepaid.

Property and Equipment

Property and equipment are stated at cost for assets purchased and at fair value at the date of donation for contributed assets. Donations of property and equipment are recorded as support at their estimated fair market value and are reported as without donor restrictions unless the donor has restricted the donated assets for a specific purpose.

Depreciation is computed based on the estimated useful lives of the assets using the straight-line method. The estimated useful lives of the principal classes of assets are as follows:

Furniture and equipment	5-7 years
Buildings and improvements	5-39 years

Expenditures for major renewals and betterments with a cost of $1,000 or more that extend the useful lives of property and equipment are capitalized. Expenditures for maintenance and repairs are charged to expense as incurred. Depreciation expense for the year ended December 31, 2025 was $8,242.

Operating Leases

The Organization accounts for leases under Financial Accounting Standards Board (FASB) ASC 842, which requires lessees to record right-of-use (ROU) assets and related lease obligations on the Statement of Financial Position.

The ROU assets represent the right of use of an underlying asset for the lease term and lease liabilities represent the obligation to make lease payments over that term. The Organization capitalizes initial direct costs, such as broker commissions, as part of the right-of-use asset and amortizes them over the lease term.

Operating ROU assets and liabilities are recognized at commencement based on the present value of lease payments over the lease term. ROU assets also include any lease payment made prior to lease commencement and exclude lease incentives.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Operating Leases (continued)

The lease term is the noncancelable period of the lease and includes options to extend or terminate the lease when it is reasonably certain that an option will be exercised. The Organization uses an incremental borrowing rate as the discount rate, which is based on what would normally be paid on a collateralized loan over a similar term for an amount equal to the lease payments. The Organization has elected the practical expedient to not separate the lease components from the non-lease components for most lease arrangements. Lease expense for operating lease payments is recognized on a straight-line basis over the lease term.

Compensated Absences

Compensated absences for personal time have not been accrued since they cannot be reasonably estimated. The Organization's policy is "use it or lose it." If employees do not use their accrued PTO for a quarter, they will lose it and it will be expensed in the quarter earned. During the year ended December 31, 2025, the Organization incurred $0 in wages related to the payout of compensated absences.

Deferred Revenue

Deferred revenues represent funding received for which the related expenses have not yet been incurred by the Organization. At December 31, 2025, deferred revenues were $254,667.

Revenue Recognition

Grants and contributions are recognized when cash, securities or other assets, an unconditional promise to give, or a notification of a beneficial interest is received. Unconditional promises to give are recognized as revenues in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received.

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in more than one year are recorded at fair value, which is measured as the present value of their future cash flows. The discounts on those amounts are computed using risk-adjusted interest rates applicable to the years in which the promises are received. Amortization of the discounts is included in contribution revenue. In the absence of donor stipulations to the contrary, promises with payments due in future periods are restricted to use after the due date. Promises that remain uncollected more than one year after their due dates are written off unless the donors indicate that payment is merely postponed. Conditional promises to give are not recognized in the financial statements until the conditions are substantially met or explicitly waived by the donor. Conditional promises to give, that is, those with a measurable performance or other barrier, and a right of return, are not recognized until the conditions on which they depend have been substantially met.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Revenue Recognition (continued)

The Organization receives support in the form of grants from federal, state, and local governmental agencies, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as refundable advances in the Statement of Financial Position.

Grants and contributions are recorded depending on the existence or nature of any donor restrictions. Support that is restricted by a donor is reported as an increase in net assets with donor restrictions.
When a restriction expires (that is, when a stipulated time restriction ends or a purpose restriction is accomplished), net assets are reclassified to net assets without donor restrictions and reported in the Statement of Activities and Changes in Net Assets as net assets released from restrictions. Donor restricted contributions whose restrictions are met in the same reporting period are reported as revenue without donor restrictions.

Contributions of property and equipment are reported as net assets with donor restrictions if the donor restricted the use of the property or equipment to a particular program, as are contributions of cash restricted to the purchase of property and equipment. Otherwise, donor restrictions on contributions of property and equipment or assets restricted for purchase of property and equipment are considered to expire when the assets are placed in service.

Federal Financial Awards

Revenues for direct and indirect federal contracts are recorded based on expenses incurred for contracts that are on a cost reimbursement basis. In the Statement of Activities, these revenues are referred to as 'Net Assets With Donor Restrictions Support'. Related contract receivables are referred to as "Grant and Support Funds Receivable" in the Statement of Financial Position.

Contributed Nonfinancial Assets – In-Kind

Donated services and materials are recorded at fair value at the date of donation. The donations of services are recognized if the services (a) create or enhance nonfinancial assets or (b) require specialized skills that are provided by individuals possessing these skills and would typically need to be purchased if not provided by donations. Donated services that could be reasonable estimated are reflected in the statement of activities as public support and revenue and are allocated on the statement of functional expenses between program services and supporting services.

A substantial number of volunteers have donated significant amounts of time in the Organization's program services that could not be reasonable estimated. No amounts have been reflected in the financial statements for volunteer services as they are not of a specialized nature.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. The Statement of Functional Expenses presents the natural classification of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Advertising

Advertising costs are expensed as incurred. Advertising expense was $91,265 for the year ended December 31, 2025.

Income Taxes

The Organization qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and, therefore has no provision for federal income taxes. However, should the Organization engage in activities unrelated to its exempt purpose, taxable income could result. The Organization had no material unrelated business income for the fiscal year under audit.

Accounting Standards Codification 740 (ASC 740) requires that a tax position be recognized or derecognized based on a “more likely than not” threshold. This applies to positions taken or expected to be taken in a tax return where there is uncertainty about whether a tax position will ultimately be sustained upon examination. The Organization has evaluated its tax positions and determined that it does not have any uncertain tax positions that meet the requirements of ASC 740. Accordingly, implementation of ASC 740 did not have any impact on the accompanying financial statements.

NOTE 2 AVAILABILITY AND LIQUIDITY

The following represents the Organization’s financial assets available for general expenditures, that is, without donor or other restrictions limiting their use as of December 31, 2025:

Financial assets at year end:	
Cash and cash equivalents	$ 826,307
Accounts receivable	8,287
Contributions receivable	46,488
Grant and support funds receivable	47,950
Line of credit - unused	60,500
Total financial assets available	989,532
Less: those unavailable for general expenditures within one year, due to:	
Contributions receivable due beyond one year	50,000
Total financial assets available to meet general expenditures over the next twelve months	$ 939,532

NOTE 3 CONTRIBUTIONS RECEIVABLE

Contributions receivable are unconditional promises to pay certain amounts in the future. Management believes that all pledges will be collected in full; therefore, no allowance for credit losses has been recorded. The promises to give as of December 31, 2025, are due $46,488 in 2026, and $48,211 in 2027. Promises to give that are due beyond a year are discounted at 3.71%.

At December 31, 2025, contributions receivable consisted of the following:

Due in less than one year	$ 50,000
Due in two years	50,000
	100,000
Less: unamortized discount	(5,301)
	$ 94,699

Management believes all amounts are fully collectible; accordingly no allowance for uncollectible contributions has been recorded.

NOTE 4 GRANT AND SUPPORT FUNDS RECEIVABLE

Grant and Support funds receivable at December 31, 2025, consisted of the following:

Big Brothers Big Sisters of America	$ 2,313
Children's Trust Fund	4,775
Crime Victim Assistance	2,937
Louisiana Youth for Excellence	9,364
Mentoring Opportunities for Youth Initiative	28,561
Total	$ 47,950

NOTE 5 NET ASSETS WITH DONOR RESTRICTIONS

Net Assets are released from donor restrictions by incurring expenses satisfying the purpose or time restrictions specified by donors. For the year ended December 31, 2025, $1,086,700 was released from restrictions.

NOTE 6 OPERATING LEASES

The Organization leases office space under an operating lease agreement with an initial lease term of 3 years and 1 month. The lease includes 2 optional renewal periods of 1 year each. The renewal options were not included in the measurement of the operating lease right of use asset or lease liability because management determined that exercise of the renewal options is not reasonably certain at lease commencement, in accordance with ASC 842.

As the Organization's lease does not contain a readily determinable implicit rate, the Organization determines the present value of the lease liability using its incremental borrowing rate at the lease commencement date.

NOTE 6 OPERATING LEASES (continued)

The following summarizes the statement of financial position information related to operating leases for the year ended December 31, 2025:

Operating lease right-of-use assets	$	106,159
Current portion of operating lease liabilities		33,273
Non-current portion of operating lease liabilities		73,861
Total operating lease liabilities	$	107,134

The components of operating lease expense that are included in program services and management and general expenses in the statement of activities for the year ended December 31, 2025 were as follows:

Operating lease cost	$	10,725

The following summarizes the cash flow information related to operating leases for the years ended December 31, 2025:

Cash paid for amounts included in the measurement of lease liabilities:		
Operating cash flows for operating leases	$	9,750

Lease assets obtained in exchange for lease liabilities for the year ended December 31, 2025 were as follows:

Operating leases	$	115,543

Weighted average lease term and discount rate as of December 31, 2025 were as follows:

Weighted average remaining lease term	2.75 years
Weighted average discount rate	7.25%

The maturities of operating lease liabilities as of December 31, 2025, were as follows:

2026	$	39,975
2027		43,875
2028		35,100
Total lease payments		118,950
Less: interest		(11,816)
Present value of lease liability	$	107,134

NOTE 7 GRANT REVENUE AND SUBRECIPIENT ARRANGEMENTS

The Organization receives funding from the State of Louisiana through a Cooperative Endeavor Agreement (CEA) to support mentoring programs across Acadiana, Greater New Orleans, and Southwest Louisiana. Under the terms of the CEA, the Organization is responsible for program design, implementation, and compliance with performance objectives, including the achievement of specified deliverables and reporting requirements. The Organization also bears responsibility for the proper use of funds and may be required to return unexpended or improperly used amounts.

For the year ended December 31, 2025, the Organization recognized $312,500 in revenue related to the state appropriation provided under the CEA.

As part of program implementation, the Organization entered into a subgrant agreement with Big Brothers Big Sisters of Southwest Louisiana (BBBS SWLA), a related nonprofit organization, to carry out a portion of the program activities. Total subgrants awarded under this agreement were $83,333 for the year ended December 31, 2025.

The Organization evaluated its role in these arrangements and determined it acts as a principal rather than an agent. This conclusion is based on the Organization's responsibility for:

- program execution and outcomes,
- selection and oversight of subrecipients,
- compliance with grant requirements, and
- financial accountability to the State.

Accordingly, revenue from the CEA is reported on a gross basis, and subgrant payments are recognized as direct program services in the accompanying Statement of Functional Expenses.

BBBS SWLA is considered a related party due to affiliation. Subgrant expenses to this related party totaled $83,333 during the year ended December 31, 2025.

NOTE 8 CONTRIBUTED NONFINANCIAL ASSETS – IN-KIND

The Organization utilizes contributed advertising and printing to promote its programs, fundraising events, and community outreach initiatives. Contributed professional services are used to support both program activities and general operations. The Organization did not receive any contributed nonfinancial assets with donor-imposed restrictions during the year ended December 31, 2025.

The following table summarizes contributed nonfinancial assets recognized in the financial statements for the year ended December 31, 2025:

Advertising	$ 46,000
Printing	6,000
Total in kind contributions	$ 52,000

NOTE 9 RETIREMENT PLAN

Big Brothers Big Sisters of Acadiana, Inc. began offering its employees the opportunity to participate in a “Simple IRA” retirement plan in July 1999. All eligible employees who work full time or over 30 hours per week may contribute from one percent (1%) of their gross pay upward. Big Brothers Big Sisters of Acadiana, Inc. matches their contribution up to three percent (3%) of gross pay. The associated expense for the year ended December 31, 2025 was $2,070.

NOTE 10 CONCENTRATION OF CREDIT RISK

The majority of the Organization revenues and grants receivable are from sub grants of U.S. Department of Justice Grants through the Louisiana Commission on Law Enforcement and Administration of Criminal Justice. A change in this funding could substantially affect the operations of the Organization.

NOTE 11 LINE OF CREDIT AND COMMITMENTS

The Organization has a $60,500 line of credit with Farmers Merchant Bank and Trust. The line of credit is secured by a building and lot. The line is available to support operating needs and matures February 3, 2026. There were no borrowings against the line of credit as of December 31, 2025. The line was subsequently extended through February 4, 2027.

Under the terms of the loan agreement, the Organization is required to maintain insurance and pay applicable taxes for the collateralized building and provide yearly financial records to the bank. The Organization was in compliance with these covenants at December 31, 2025.

NOTE 12 FINANCIAL INSTRUMENTS

Financial instruments that potentially subject the Organization to concentrations of credit risk consist principally of temporary cash investments. The Organization places its temporary cash investments with one high quality financial institution. At times, amounts may be in excess of FDIC insurance limits of $250,000. Total uninsured cash balances at December 31, 2025 were $320,066. The organization believes it is not exposed to any significant credit risk on its cash balances.

The fair values of the Organization’s financial instruments are as follows:

Cash and cash equivalents – The carrying amount approximates fair value due to the initial maturities of the instruments being three months or less.

Line of credit – Fair value approximates carrying value since stated rates are similar to rates currently available to the Organization for debt with similar terms and remaining maturities.

NOTE 13 NONCOMPLIANCE WITH GRANTOR RESTRICTIONS

Financial awards from federal, state, and local governmental entities in the form of grants are subject to special audit. Such audits could result in claims against the Organization for disallowed costs or noncompliance with grantor restrictions.

NOTE 13 NONCOMPLIANCE WITH GRANTOR RESTRICTIONS (continued)

Funds received under the CEA are subject to audit and compliance requirements. If the Organization fails to comply with program requirements, does not achieve specified performance objectives, or incurs costs determined to be unallowable, the State may require repayment of amounts received.

Management believes the Organization is in compliance with all grant requirements as of December 31, 2025. No provision has been made for any liabilities that may arise from such audits since the amounts, if any, cannot be determined at this date.

NOTE 14 COMPENSATION & OTHER BENEFITS TO EXECUTIVE DIRECTOR

During the year ended December 31, 2025, the executive director received the following benefits.

Executive Director	
Salary	$ 98,700

NOTE 15 SUBSEQUENT EVENTS

Management has evaluated subsequent events through June 10, 2026, the date the financial statements were available to be issued. No events requiring recognition or disclosure were identified.

INTERNAL CONTROL AND COMPLIANCE

DARNALL SIKES
& FREDERICK
A CORPORATION OF CERTIFIED
PUBLIC ACCOUNTANTS

2000 Kaliste Saloom Road, Suite 300
Lafayette, LA 70508

OTHER LOCATIONS:
Eunice Morgan City Abbeville

P 337-232-3312
F 337-237-3614

DSFCPAS.COM

INDEPENDENT AUDITOR'S 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*

To the Board of Directors of
Big Brothers Big Sisters, Inc.
Lafayette, Louisiana

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 Big Brothers Big Sisters of Acadiana, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2025, and the related statement of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated June 10, 2026.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Big Brothers Big Sisters of Acadiana, Inc.'s internal control over financial reporting (internal control) as a basis for designing 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 Big Brothers Big Sisters of Acadiana, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of the Big Brothers Big Sisters of Acadiana, 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 by 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 or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Big Brothers Big Sisters of Acadiana, Inc.'s financial statements are free from 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 financial statements. 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 organization'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 organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Darnall, Sikes & Frederick
A Corporation of Certified Public Accountants

Lafayette, Louisiana
June 10, 2026

BIG BROTHERS BIG SISTERS OF ACADIANA, INC.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2025

Part I: Summary of Auditor's Results

FINANCIAL STATEMENTS

Auditor's Report – Financial Statements

An unmodified opinion has been issued on Big Brothers Big Sisters of Acadiana, Inc.'s financial statements as of and for the year ended December 31, 2025.

Control and Significant Deficiencies and Material Weaknesses – Financial Reporting

There were no significant deficiencies or material weaknesses in internal control over financial reporting disclosed during the audit of the financial statements.

Material Noncompliance – Financial Reporting

There were no instances of noncompliance material to the financial statements disclosed during the audit of the financial statements.

FEDERAL AWARDS

This section is not applicable for the year ended December 31, 2025.

Part II: Findings Relating to an Audit in Accordance with *Government Auditing Standards*

This section is not applicable for the fiscal year ended December 31, 2025.

Part III: Federal Awards Findings and Questioned Costs

This section is not applicable for the year ended December 31, 2025.

BIG BROTHERS BIG SISTERS OF ACADIANA, INC.

SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS
Year Ended December 31, 2025

No prior year findings were noted; therefore, no response is deemed necessary.

BIG BROTHERS BIG SISTERS OF ACADIANA, INC.

MANAGEMENT'S CORRECTIVE ACTION PLAN
Year Ended December 31, 2025

Response to Findings:

No current year findings were noted; therefore, no response is necessary.