LOUISIANA VETERANS MUSEUM FOUNDATION

FINANCIAL STATEMENTS AND SUPPLEMENTARY INFORMATION

AND

AGREED-UPON PROCEDURES

DECEMBER 31, 2025

WITH

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

HoganTaylor

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INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors
Louisiana Veterans Museum Foundation

We have reviewed the accompanying financial statements of Louisiana Veterans Museum Foundation (LVMF), 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, which collectively comprise LVMF's basic financial statements as listed in the table of contents. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Accountant's Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of LVMF and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

Accountant's Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Supplementary Information

The accompanying schedule of compensation, benefits, and other payments to agency head is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from, and relates directly to, the underlying accounting and other records used to prepare the financial statements. The supplementary information has been subjected to the review procedures applied in our review of the basic financial statements. We are not aware of any material modifications that should be made to the supplementary information in order for it to be in accordance with accounting principles generally accepted in the United States of America. We have not audited the supplementary information and do not express an opinion on such information.

Report on Agreed-Upon Procedures

In accordance with the *Louisiana Governmental Audit Guide* and the provisions of state law, we have issued our report dated June 26, 2026, on the performance of agreed-upon procedures on compliance with certain laws and regulations contained in the accompanying Louisiana Attestation Questionnaire.

Hogan Taylor LLP

Baton Rouge, Louisiana
June 26, 2026

LOUISIANA VETERANS MUSEUM FOUNDATION

STATEMENT OF FINANCIAL POSITION

December 31, 2025

Assets	
Cash	$ 129,846
Total assets	$ 129,846
Liabilities and Net Assets	
Current liabilities:	
Refundable advance - conditional grant	$ 68,990
Net assets:	
Without donor restrictions	60,856
Total liabilities and net assets	$ 129,846

See notes to financial statements.

LOUISIANA VETERANS MUSEUM FOUNDATION

STATEMENT OF ACTIVITIES

Year ended December 31, 2025

	Without Donor Restrictions
Revenue and Other Support	
State funding	$ 292,260
Special events	14,350
Contributions	8,600
Total revenue and other support	315,210
Expenses	
Program	355,058
Management and general	8,634
Fundraising	11,461
Total expenses	375,153
Change in net assets	(59,943)
Net assets, beginning of year	120,799
Net assets, end of year	$ 60,856

See notes to financial statements.

LOUISIANA VETERANS MUSEUM FOUNDATION

STATEMENT OF FUNCTIONAL EXPENSES

Year ended December 31, 2025

	Program	Management and General	Fundraising	Total
Grants and other assistance	$ 355,058	$ -	$ -	$ 355,058
Professional fees	-	4,575	-	4,575
Office	-	2,520	1,849	4,369
Licenses and fees	-	1,539	-	1,539
Special event entertainment	-	-	9,612	9,612
Total expenses	$ 355,058	$ 8,634	$ 11,461	$ 375,153

LOUISIANA VETERANS MUSEUM FOUNDATION

STATEMENT OF CASH FLOWS

Year ended December 31, 2025

Cash Flows from Operating Activities	
Change in net assets without donor restrictions	$ (59,943)
Adjustments to reconcile change in net assets without donor restrictions to net cash provided by operating activities:	
Changes in assets and liabilities:	
Grant funds receivable	69,704
Deferred grant revenue	68,990
Net cash provided by operating activities	78,751
Net increase in cash	78,751
Cash, beginning of year	51,095
Cash, end of year	$ 129,846

See notes to financial statements.

Note 1 – Nature of Organization

Louisiana Veterans Museum Foundation (LVMF) is a non-profit corporation that supports the operations and programs of the USS Kidd Veterans Museum and ship restoration through state grants and fundraising.

Note 2 – Summary of Significant Accounting Policies

Basis of accounting and financial statement presentation

The financial statements are prepared using the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP).

Net assets, revenue, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of LVMF and changes therein are classified and reported as follows:

> *Net Assets Without Donor Restrictions:* Net assets not subject to donor-imposed stipulations.
>
> *Net Assets With Donor Restrictions:* Net assets subject to donor-imposed stipulations that (a) restrict their use to a specific purpose, which will be satisfied by actions of LVMF or the passage of time; or (b) require that they be maintained in perpetuity by LVMF; generally, the donor of these assets permits LVMF to use all or part of the income earned, including capital appreciation, or related investments for purposes with or without donor restrictions. At December 31, 2025, LVMF had no net assets with donor restrictions.

Use of estimates

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported revenue and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Cash and cash equivalents

For purposes of the statement of cash flows, LVMF considers all highly liquid investments with an original maturity of three months or less to be cash equivalents. LVMF had no cash equivalents as of December 31, 2025.

Grant funds receivable

Grant funds receivable are presented at face value, net of allowance for credit losses. LVMF maintains an allowance that reflects an estimate of the expected credit losses. LVMF's allowance is estimated using a loss rate model based on aging and delinquency. The estimated loss rate is based on LVMF's historical experience with collections, an understanding of the current economic conditions, and LVMF's own judgments as to the likelihood of ultimate payment based upon available data. The actual rate of future credit losses, however, may not be similar to past experience. The estimate of credit losses could change based on changing circumstances, including changes in the economy. Accordingly, LVMF may be required to increase or decrease its allowance. The receivable balance as of December 31, 2025 and 2024 was $0 and $69,704, respectively; therefore, management has not recorded an allowance as of December 31, 2025.

Income taxes

LVMF is a nonprofit organization exempt from income taxes under provisions of the Internal Revenue Code Section 501(c)(3); therefore, no provision has been made for income taxes.

Management has determined that there are no uncertain tax positions that would require recognition in the financial statements. If LVMF were to incur an income tax liability in the future, interest on any income tax liability would be reported as interest expense, and penalties on any income tax would be reported as income taxes. Management's conclusions regarding uncertain tax positions may be subject to review and adjustment at a later date based on ongoing analysis of tax laws, regulations, and interpretations thereof, as well as other factors.

Revenue recognition

LVMF receives grant funding from the State of Louisiana (Department of Treasury) to provide support to the repair and restoration of the USS Kidd DD-661, a World War II-era, US Navy Fletcher Class Destroyer, and a National Historic Landmark, on display in Baton Rouge, Louisiana. Half of the grant is received up front, and the remaining amount is received contingent upon the filing of reimbursement requests with the State. The grant agreements between LVMF and the State of Louisiana are nonreciprocal transactions and contain performance barriers (where the funding must be expended for specific allowable costs) and a right of return if the performance barriers are not met; therefore, the grant is accounted for as a conditional contribution. Public support is recognized as conditions are satisfied, primarily as expenses are incurred. As of December 31, 2025, LVMF had $68,990 of advanced grant funding for which no allowable expenses had been incurred; accordingly, the recognition of this revenue has been deferred and is recorded as refundable advance – conditional grant on the statement of financial position.

Contributions

LVMF reports contributions restricted by donors as increases in net assets without donor restrictions if the restrictions expire (that is, when stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from donor restrictions.

Functional expenses

Directly identifiable expenses are charged to each functional classification, as applicable. Expenses related to more than one function are allocated based on time spent or usage. Management and general expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and operation of LVMF.

Subsequent events

LVMF evaluated all subsequent events through June 26, 2026, the date the financial statements were available to be issued.

Note 3 – Financial Assets and Liquidity Resources

As of December 31, 2025, cash of $129,846 was the only financial asset available within one year of the date of the statement of financial position to meet general expenditures.

As part of its liquidity management, LVMF structures its financial assets to be available as its general expenditures and obligations become due. LVMF's operating model is flexible, and management adjusts programmatic and operating expenditures based on available funding.

While LVMF relies significantly on state appropriations and fundraising to expand its programs and support, it has historically operated at a reduced level without such funding. State grants primarily allow LVMF to enhance and expand support for the USS Kidd Veterans Museum rather than fund baseline operations.

Management intends to apply for additional state funding and continue fundraising efforts; however, expenditures may be reduced if such funding is not obtained. Accordingly, management believes its existing financial resources, combined with its ability to adjust spending, will be sufficient to meet its obligations as they become due.

Note 4 – Concentrations

From time to time, the cash balance maintained in a certain financial institution may exceed the $250,000 deposit insurance coverage by the FDIC. Management monitors the financial condition of the institution on a regular basis, along with their balances in cash, to minimize this potential risk.

Approximately 93% of LVMF's revenue for the year ended December 31, 2025, was from grants administered by the State of Louisiana. The grant amount is appropriated each year by the state government. If significant budget cuts are made at the federal and/or state level, the funds received by LVMF could be reduced significantly by an amount that could adversely impact its operations.

Note 5 – Contingencies

LVMF participates in state grant programs, which are governed by various rules and regulations. Costs charged to the grant program are subject to audit and adjustment by the grantor agency; therefore, to the extent that LVMF has not complied with the rules and regulations governing the grants, refunds of any money received and the collectability of any related receivable at year end may be impaired. In management's opinion, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the grants; therefore, no provision has been recorded in the accompanying financial statements for such contingencies. Any costs disallowed would be recognized in the period agreed upon by the grantor agency and LVMF.

SUPPLEMENTARY INFORMATION

LOUISIANA VETERANS MUSEUM FOUNDATION

SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER PAYMENTS TO AGENCY HEAD

Year ended December 31, 2025

Agency Head: Ms. Carolyn Castel, Chair

Purpose	Amount
Salary	$ -
Benefits-insurance	-
Benefits-retirement	-
Car allowance	-
Vehicle provided by government	-
Per diem	-
Reimbursements	-
Travel	-
Registration fees	-
Conference travel	-
Continuing professional education fees	-
Housing	-
Unvouchered expenses	-
Special meals	-
Total compensation	$ -

No amounts were paid to Ms. Castel from public funds.

OTHER REPORT

INDEPENDENT ACCOUNTANT'S REPORT
ON APPLYING AGREED-UPON PROCEDURES

Louisiana Veterans Museum Foundation and the Louisiana Legislative Auditor:

We have performed the procedures enumerated below on Louisiana Veterans Museum Foundation's (LVMF or the Agency) compliance with certain laws and regulations contained in the accompanying Louisiana Attestation Questionnaire during the fiscal year ended December 31, 2025, as required by Louisiana Revised Statute 24:513 and the *Louisiana Governmental Audit Guide*. LVMF's management is responsible for its financial records and compliance with applicable laws and regulations.

LVMF has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of the engagement, which is to perform specified procedures on LVMF's compliance with the laws and regulations contained in the accompanying Louisiana Attestation Questionnaire during the year ended December 31, 2025. Additionally, the Louisiana Legislative Auditor has agreed to and acknowledged that the procedures performed are appropriate for its purposes. The report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures and associated findings are as follows:

Federal, State, and Local Awards

1. Obtain the list of federal, state, and local government grant award expenditures for the fiscal year, by grant and grant year, from the Agency's management.

Federal, State, or Local Grant Name	Grant Year	Assistance Listing No.	Amount
State of Louisiana - Act 397 Funding	7/1/23 - 6/30/26	N/A	$ 159,250
State of Louisiana - Act 461 Funding	7/1/25 - 6/30/26	N/A	100,000
State of Louisiana - Act 1 Funding	7/1/25 - 6/30/26	N/A	81,010
Total expenditures			$ 340,260

For each federal, state, and local grant award, randomly select six disbursements from each grant administered during the fiscal year, provided that no more than 30 disbursements are selected.

We selected six disbursements from each grant administered during the fiscal year.

2. Obtain documentation for the disbursements selected in Procedure 2. Compare the selected disbursements to supporting documentation, and report whether the disbursements agree to the amount and payee in the supporting documentation.

No exceptions noted.

3. Report whether the selected disbursements were coded to the correct fund and general ledger account.

   No exceptions noted.

4. Report whether the selected disbursements were approved in accordance with the Agency's policies and procedures.

   No exceptions noted.

5. For each selected disbursement made for federal grant awards, obtain the *Compliance Supplement* for the applicable federal program. For each disbursement made for a state or local grant award, or for a federal program not included in the *Compliance Supplement*, obtain the grant agreement. Compare the documentation for each disbursement to the program compliance requirements or the requirements of the grant agreement relating to activities allowed or unallowed, eligibility, and reporting; and report whether the disbursements comply with these requirements.

   No exceptions noted. LVMF did not have any Federal awards.

6. Obtain the close-out reports for any program selected in Procedure 2 that was closed out during the fiscal year. Compare the close-out reports, if applicable, with the Agency's financial records; and report whether the amounts in the close-out reports agree with the Agency's financial records.

   No exceptions noted.

Open Meetings

7. Obtain evidence from management that agendas for meetings recorded in the minute book were posted as required by Louisiana Revised Statute 42:11 through 42:28 (the open meetings law), and report whether there were any exceptions.

   Determined LVMF is not subject to the open meetings law.

Budget

8. For each grant exceeding $5,000, obtain the comprehensive grant budgets that the Agency provided to the applicable federal, state, or local grantor agency. Report whether the budgets for federal, state, or local grants included the purpose and duration of the grants; and whether the budgets for state grants also included specific goals, objectives, and measures of performance.

   No exceptions noted.

State Audit Law

9. Report whether the Agency provided for a timely report in accordance with R.S. 24:513.

   No exceptions noted.

10. Inquire of management and report whether the Agency entered into any contracts that utilized state funds as defined in R.S. 39:72.1 A. (2); and that were subject to the public bid law (R.S. 38:2211, et seq.), while the Agency was not in compliance with R.S. 24:513 (the audit law).

    Determined LVMF is not subject to the public bid law.

Prior-Year Comments

11. Obtain and report management's representation as to whether any prior year suggestions, exceptions, recommendations, and/or comments have been resolved.

    Noted no prior year suggestions, recommendations, and/or comments for the year ended December 31, 2024.

We were engaged by LVMF to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants, and the standards applicable to attestation engagements contained in *Government Auditing Standards*, issued by the United States Comptroller General. We were not engaged to and did not conduct an examination or review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on LVMF's compliance with the foregoing matters. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of LVMF and to meet our ethical responsibilities in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

This report is intended solely to describe the scope of testing performed on LVMF's compliance with certain laws and regulations contained in the accompanying Louisiana Attestation Questionnaire, as required by Louisiana Revised Statute 24:513 and the *Louisiana Governmental Audit Guide*, and the result of that testing, and not to provide an opinion on control or compliance. Accordingly, this report is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document.

Hogan Taylor LLP

Baton Rouge, Louisiana
June 26, 2026

LOUISIANA VETERANS MUSEUM FOUNDATION

SCHEDULE OF FINDINGS AND RESPONSES

Year ended December 31, 2025

Financial Statement Findings

No current year findings.

LOUISIANA VETERANS MUSEUM FOUNDATION

SUMMARY OF PRIOR YEAR FINDINGS

Year ended December 31, 2025

Financial Statement Findings

No prior year findings.

LOUISIANA VETERANS MUSEUM FOUNDATION

LOUISIANA ATTESTATION QUESTIONNAIRE
(For Attestation Engagements of Quasi-public Agencies)

6/3/26 (Date Transmitted)

HoganTaylor LLP

8545 United Plaza Blvd., Suite 200

Baton Rouge, LA 70809

In connection with your engagement to apply agreed-upon procedures to the control and compliance matters identified below, as of December 31, 2025, and for the year then ended, and as required by Louisiana Revised Statute (R.S.) 24:513 and the *Louisiana Governmental Audit Guide*, we make the following representations to you.

Federal, State, and Local Awards

We have detailed for you the amount of federal, state, and local award expenditures for the fiscal year, by grant and grant year.

Yes [✓] No [ ] N/A [ ]

All transactions relating to federal, state, and local grants have been properly recorded within our accounting records and reported to the appropriate state, federal, and local grantor officials.

Yes [✓] No [ ] N/A [ ]

The reports filed with federal, state, and local agencies are properly supported by books of original entry and supporting documentation.

Yes [✓] No [ ] N/A [ ]

We have complied with all applicable specific requirements of all federal, state, and local programs we administer, to include matters contained in the OMB Compliance Supplement, matters contained in the grant awards, eligibility requirements, activities allowed and unallowed, and reporting and budget requirements.

Yes [✓] No [ ] N/A [ ]

Open Meetings

Our meetings, as they relate to public funds, have been posted as an open meeting as required by R.S. 42:11 through 42:28 (the open meetings law). **Note: Please refer to Attorney General Opinion No. 13-0043 and the guidance in the publication "Open Meeting FAQs," available on the Legislative Auditor's website to determine whether a non-profit agency is subject to the open meetings law.**

Yes [ ] No [ ] N/A [✓]

Budget

For each federal, state, and local grant we have filed with the appropriate grantor agency a comprehensive budget for those grants that included the purpose and duration, and for state grants included specific goals and objectives and measures of performance

Yes [✓] No [ ] N/A [ ]

Reporting

We have had our financial statements reviewed in accordance with R.S. 24:513.

Yes [✓] No [ ] N/A [ ]

LOUISIANA VETERANS MUSEUM FOUNDATION

We did not enter into any contracts that utilized state funds as defined in R.S. 39:72.1 A. (2); and that were subject to the public bid law (R.S. 38:2211, et seq.), while the agency was not in compliance with R.S. 24:513 (the audit law).

Yes [✓] No [ ] N/A [ ]

We have complied with R.S. 24:513 A. (3) regarding disclosure of compensation, reimbursements, benefits and other payments to the agency head, political subdivision head, or chief executive officer.

Yes [✓] No [ ] N/A [ ]

We have complied with R.S. 24:515.2 regarding reporting of pre- and post- adjudication court costs, fines and fees assessed or imposed; the amounts collected; the amounts outstanding; the amounts retained; the amounts disbursed, and the amounts received from disbursements.

Yes [✓] No [ ] N/A [ ]

Prior-Year Comments

We have resolved all prior-year recommendations and/or comments.

Yes [ ] No [ ] N/A [✓]

General

We acknowledge that we are responsible for the Agency's compliance with the foregoing laws and regulations and the internal controls over compliance with such laws and regulations.

Yes [✓] No [ ] N/A [ ]

We acknowledge that we are responsible for determining that that the procedures performed are appropriate for the purposes of this engagement.

Yes [✓] No [ ] N/A [ ]

We have evaluated our compliance with these laws and regulations prior to making these representations.

Yes [✓] No [ ] N/A [ ]

We have provided you with all relevant information and access under the terms of our agreement.

Yes [✓] No [ ] N/A [ ]

We have disclosed to you all known noncompliance of the foregoing laws and regulations, as well as any contradictions to the foregoing representations.

Yes [✓] No [ ] N/A [ ]

We are not aware of any material misstatements in the information we have provided to you.

Yes [✓] No [ ] N/A [ ]

We have disclosed to you any communications from regulatory agencies, internal auditors, other independent practitioners or consultants, and others concerning noncompliance with the foregoing laws and regulations, including communications received during the period under examination; and will disclose to you any such communication received between the end of the period under examination and the date of your report.

Yes [✓] No [ ] N/A [ ]

LOUISIANA VETERANS MUSEUM FOUNDATION

We will disclose to you, the Legislative Auditor, and the applicable state grantor agency/agencies all known noncompliance and other events subsequent to the date of this representation and the date of your report that could have a material effect on our compliance with laws and regulations and the internal controls with such laws and regulations, or would require adjustment or modification to the results of the agreed-upon procedures.

Yes [✓] No [ ] N/A [ ]

The previous responses have been made to the best of our belief and knowledge.

_______________ Secretary 6/3/26 Date

_______________ Treasurer 6/3/26 Date

Carolyn Castill President 6/3/2026 Date