CENTER FOR FAMILY AND CHILD ENRICHMENT, INC.

FINANCIAL STATEMENTS
AND ADDITIONAL INFORMATION

FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

CENTER FOR FAMILY AND CHILD ENRICHMENT, INC.
FINANCIAL STATEMENTS
AND ADDITIONAL INFORMATION
FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

TABLE OF CONTENTS

PAGE(S)

Independent Auditor's Report 1-3

FINANCIAL STATEMENTS

Statements of Financial Position 4

Statements of Activities 5

Statement of Functional Expenses 6-9

Statements of Cash Flows 10

Notes to Financial Statements 11-26

SUPPLEMENTAL INFORMATION

Schedule of Expenditures of Federal Awards and State Financial Assistance 27-28

Schedule of Other State Funding 29

Schedule of Local Financial Assistance 30

Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance, Other State Funding and Local Financial Assistance 31

Schedule of Program/Covered Service Actual Expenses and Revenues 32-33

Schedule of State Earnings 34

Schedule of Revenues and Expenses for the Department of Juvenile Justice - CIN/FIN Non-Residential Programs 35

INTERNAL CONTROLS AND COMPLIANCE

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* 36-37

Independent Auditor's Report on Compliance for Each Major Federal Program and State Project and on Internal Control over Compliance Required by the Uniform Guidance and Chapter 10.650, Rules of the Auditor General 38-40

Schedule of Findings and Questioned Costs 41-43

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Center for Family and Child Enrichment, Inc.

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Center for Family and Child Enrichment, Inc. (a nonprofit organization) (the "Center"), which comprise the statements of financial position as of June 30, 2023 and 2022, and the related statements of activities, functional expenses, and cash flows for the years 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 the Center as of June 30, 2023 and 2022, 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 audits 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 the Center 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.

Miramar Office
3350 SW 148th Ave. | Suite 110
Miramar, FL 33027
(954) 874-1721

CLIENT FOCUSED: SOLUTION DRIVEN
info@abcpasolutions.com

Miami Office
1801 NE 123rd Street | Suite 314
North Miami, FL 33181
(786) 743-7108

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 Center'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 the Center'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 the Center'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.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the financial statements. Furthermore, the schedules of other state funding, local financial assistance, program/covered service actual expenses and revenues, state earnings, and revenues and expenses for the Department of Juvenile Justice - CIN/FIN Non-Residential Programs are also presented for purposes of additional analysis and are 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 information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 12, 2024, on our consideration of the Center'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 the effectiveness of the Center'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 the Center's internal control over financial reporting and compliance.

Miramar, Florida
January 12, 2024

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CENTER FOR FAMILY AND CHILD ENRICHMENT, INC.
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2023 AND 2022

	2023	2022
ASSETS		
Current assets:		
Cash and cash equivalents, including restricted cash of $20,810 and $19,669 at June 30, 2023 and 2022, respectively	$ 2,876,679	$ 3,634,704
Accounts receivable, net	268,630	941,379
Grants and contracts receivables	309,582	518,232
Prepaid expenses and other assets	74,016	79,801
Total current assets	3,528,907	5,174,116
Property and equipment, net	2,979,573	2,679,343
Other assets:		
Operating lease right-of-use assets	1,553,465	-
Deposits	27,062	27,062
Total other assets	1,580,527	27,062
Total Assets	$ 8,089,007	$ 7,880,521
LIABILITIES AND NET ASSETS		
Current liabilities:		
Accounts payable and accrued expenses	$ 755,469	$ 1,227,116
Accrued employee leave benefits	756,623	661,006
Refundable advances and deferred revenue	20,000	955,057
Debt, current portion	16,349	25,259
Current portion of right-to-use operating lease liability	468,446	-
Total current liabilities	2,016,887	2,868,438
Long-term liabilities:		
Right-to-use operating lease liability, net of current portion	1,124,902	-
Debt, net of current portion and unamortized debt issue costs	937,782	950,665
Total long-term liabilities	2,062,684	950,665
Total liabilities	4,079,571	3,819,103
Net Assets:		
Without donor restrictions:		
Undesignated	4,009,436	4,061,418
Total net assets	4,009,436	4,061,418
Total Liabilities and Net Assets	$ 8,089,007	$ 7,880,521

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

CENTER FOR FAMILY AND CHILD ENRICHMENT, INC.
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

	2023	2022
Undesignated Net Assets:		
Operating Revenue and Public Support:		
Operating revenue:		
Grants and contracts	$ 17,054,239	$ 15,961,302
Client service revenue, net	2,512,120	2,878,908
Other operating revenues	84,998	3,330
Total operating revenue	19,651,357	18,843,540
Public support:		
Contributions of nonfinancial assets	47,410	40,175
Fundraising - special events	103,105	30,514
PPP loan forgiveness	-	1,258,762
Total public support	150,515	1,329,451
Total operating revenue and public support	19,801,872	20,172,991
Expenses:		
Program services	18,411,942	16,876,069
Supporting services	1,475,200	1,342,637
Total expenses	19,887,142	18,218,706
Excess of operating revenue and public support over expenses	(85,270)	1,954,285
Non-operating activities:		
Gain (loss) on disposition of property and equipment	-	700
Interest income	33,288	4,394
Total non-operating activities	33,288	5,094
Change in net assets	(51,982)	1,959,379
Net Assets, beginning of the year	4,061,418	2,102,039
Net Assets, end of the year	$ 4,009,436	$ 4,061,418

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

CENTER FOR FAMILY AND CHILD ENRICHMENT, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2023
(with comparative totals as of June 30, 2022)

	Case Management	Assessment	Medical Services	Outreach	Outpatient	Information and Referral	Prevention	B NETT Program	CIN/FIN Non-Residential FL-Network	Page Total
Personnel Costs:										
Salaries	$ 17,843	$ 53,785	$ 3,665	$ 6,616	$ 882,766	$ 18,217	$ 65,557	$ 33,613	$ 196,573	$ 1,278,635
Payroll Taxes	1,408	3,716	277	501	64,219	1,377	4,952	2,558	14,358	93,366
Fringe benefits	1,605	2,708	-	-	49,452	-	-	4,566	16,994	75,325
Workers' compensation and recruitment	195	607	40	73	9,922	203	480	376	2,170	14,066
Total personnel costs	21,051	60,816	3,982	7,190	1,006,359	19,797	70,989	41,113	230,095	1,461,392
Other Expenses:										
Laboratory expenses	-	-	-	-	-	-	-	-	-	-
Pharmacy expenses	-	-	-	-	-	-	-	121	-	121
Hazardous materials fees	-	-	-	-	-	-	-	-	-	-
Contract consulting (allocated)	-	4,449	171,705	-	68,857	-	-	115	3,015	248,141
Contract consulting CBC clients	-	-	-	-	-	-	-	-	-	-
Contract SAMH Services	-	-	-	-	-	-	-	-	-	-
Contract residential group home care	-	-	-	-	-	-	-	-	-	-
Building rent	7,618	13,377	15,236	-	100,437	-	-	5,460	45,708	187,836
Telephone	-	2,498	-	-	19,167	-	-	-	13,198	34,863
Office supplies	-	-	14	-	3,818	-	409	33	4,799	9,073
Client snacks	-	-	-	-	-	-	-	-	-	-
Client education supplies	-	-	-	-	-	-	-	765	-	765
Client outings	-	-	-	-	-	-	-	-	-	-
Liability insurance	3,732	5,598	7,464	1,711	26,124	1,866	-	1,866	11,352	59,713
Utilities	-	-	-	-	11,740	-	-	-	-	11,740
Program supplies	-	-	-	29	85	-	1,224	-	292	1,630
Client food	-	-	-	-	-	-	-	-	-	-
Legal fees	-	-	-	-	-	-	-	-	-	-
Accounting fees	-	-	-	-	-	-	-	-	-	-
Local travel	-	-	-	-	-	-	-	67	4,569	4,636
Client services	-	-	-	-	1,829	-	-	2,091	-	3,920
Seminar	-	-	-	-	4,536	-	-	278	2,389	7,203
Client transport	-	-	-	-	-	-	-	-	-	-
Property tax	-	-	-	-	70	-	-	-	-	70
Security	-	-	-	-	849	-	-	-	53	902
Maintenance repair	-	-	-	-	756	-	-	-	1,128	1,884
Equipment rental	-	282	-	-	2,270	-	-	-	1,522	4,074
Postage	-	30	-	-	590	-	-	-	510	1,130
Printing /copying	-	-	-	-	-	-	-	-	-	-
Books/subscriptions	-	-	-	-	-	-	-	-	-	-
Dues/memberships	-	-	-	-	87	-	-	624	-	711
Licenses/permits	-	32	5	-	18,316	-	-	1,251	801	20,405
Marketing expenses	-	-	-	-	-	-	-	-	-	-
Auto expenses	350	-	-	-	6,454	-	-	-	24	6,828
Board meeting	-	-	-	-	-	-	-	-	-	-
Recruitment	-	-	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	513	-	-	-	1,947	2,460
Interest expenses	-	-	-	-	-	-	-	-	-	-
Depreciation	-	-	-	-	-	-	-	-	-	-
Amortization	-	-	-	-	-	-	-	-	-	-
Bad debts expenses	-	1,720	3,679	-	15,327	-	-	-	-	20,726
Sliding fee discounts	-	22,504	46,269	-	205,850	-	-	-	-	274,623
Subtotal	11,700	50,490	244,372	1,740	487,675	1,866	1,633	12,671	91,307	903,454
Total program services	32,751	111,306	248,355	8,930	1,494,034	21,663	72,622	53,784	321,402	2,364,846
Indirect Expenses:										
Allocation of administration	2,541	7,507	509	932	118,211	2,534	6,054	4,616	27,149	170,053
Contributions of nonfinancial assets	-	-	-	-	-	-	-	-	-	-
Fundraising expenses	-	-	-	-	-	-	-	-	-	-
Miscellaneous expenses/ penalty not allocated of administration	-	-	-	-	-	-	-	-	-	-
Total expenses	$ 35,292	$ 118,813	$ 248,863	$ 9,862	$1,612,245	$ 24,197	$ 78,676	$ 58,400	$ 348,551	$ 2,534,899
Refunds	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

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

CENTER FOR FAMILY AND CHILD ENRICHMENT, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2023
(with comparative totals as of June 30, 2022)

	Balance Forward	CIN/FIN Non-Residential SNAP Program	Community Based Care	Residential Group Home	Dr. Conward Residential Center	Nurturing Parenting Program	Nurse Family Partnership	Nurse Family Partnership CHI	Pediatric Health and Wellness Center	HRSA Grant	Page Total
Personnel Costs:											
Salaries	$ 1,278,635	$ 197,435	$ 7,073,434	$ -	$ 1,071,744	$ 97,031	$ 72,915	$ 14,328	$ 175,148	$ 1,014,407	$ 10,995,077
Payroll Taxes	93,366	14,993	512,361	-	78,883	7,294	5,316	1,066	12,809	63,716	789,804
Fringe benefits	75,325	12,698	429,914	-	67,316	5,463	5,417	839	243	37,005	634,220
Workers' compensation and recruitment	14,066	2,233	77,769	-	11,793	1,009	845	149	1,949	12,049	121,862
Total personnel costs	1,461,392	227,359	8,093,478	-	1,229,736	110,797	84,493	16,382	190,149	1,127,177	12,540,963
Other Expenses:											
Laboratory expenses	-	-	-	-	351	-	-	-	532	7,423	8,306
Pharmacy expenses	121	-	-	-	-	-	-	-	104	-	225
Hazardous materials fees	-	-	-	-	-	-	-	-	-	20	20
Contract consulting (allocated)	248,141	664	67,192	-	-	-	-	-	103,537	304,453	723,987
Contract consulting CBC clients	-	-	1,191,566	-	-	(157,277)	-	-	-	-	1,034,289
Contract SAMH Services	-	-	-	-	-	-	-	-	-	-	-
Contract residential group home care	-	-	-	-	130	-	-	-	-	-	130
Building rent	187,836	22,854	478,284	-	63,505	30,472	-	-	-	68,563	851,514
Telephone	34,863	2,410	142,437	2,128	28,656	-	2,581	278	12,037	13,798	239,188
Office supplies	9,073	536	52,553	-	3,754	1,453	461	-	2,624	4,632	75,086
Client snacks	-	-	-	-	-	-	-	-	-	-	-
Client education supplies	765	-	-	-	-	-	-	-	-	-	765
Client outings	-	-	-	-	5,964	-	-	-	-	-	5,964
Liability insurance	59,713	5,598	96,207	4,141	6,584	69	-	-	11,196	-	183,508
Utilities	11,740	-	260	5,191	-	-	-	-	-	-	17,191
Program supplies	1,630	31	6,121	-	987	34	2,056	-	10,694	133,733	155,286
Client food	-	1,217	-	-	36,740	-	-	-	-	-	37,957
Legal fees	-	-	-	-	-	-	-	-	79	-	79
Accounting fees	-	-	-	-	-	-	-	-	-	-	-
Local travel	4,636	126	97,933	-	178	-	3,448	237	3,028	5,081	114,667
Client services	3,920	-	-	-	7,196	-	-	-	260	-	11,376
Seminar	7,203	410	26,974	-	2,429	830	218	-	21,193	4,262	63,519
Client transport	-	-	-	-	-	-	540	-	-	-	540
Property tax	70	-	247	591	51	-	-	-	67	47	1,073
Security	902	642	-	343	12,358	-	-	-	828	475	15,548
Maintenance repair	1,884	902	44,525	14,617	92,485	-	-	-	6,506	-	160,919
Equipment rental	4,074	112	11,139	-	2,067	18	-	-	6,161	883	24,454
Postage	1,130	120	803	-	36	-	-	-	574	-	2,663
Printing /copying	-	-	-	-	-	-	-	-	-	-	-
Books/subscriptions	-	-	-	-	-	-	-	-	1,118	-	1,118
Dues/memberships	711	-	13,697	-	38	-	-	-	45,871	10,122	70,439
Licenses/permits	20,405	234	30,377	-	3,452	140	16	-	19,076	2,015	75,715
Marketing expenses	-	-	300	-	-	-	-	-	840	282	1,422
Auto expenses	6,828	-	204,434	-	38,096	-	-	-	6,960	8	256,326
Board meeting	-	-	-	-	-	-	-	-	-	-	-
Recruitment	-	-	-	-	-	-	-	-	-	-	-
Miscellaneous	2,460	450	26,372	-	627	-	84	-	844	2,501	33,338
Interest expenses	-	-	-	-	-	-	-	-	-	-	-
Depreciation	-	-	-	8,246	404	-	-	-	254,150	-	262,800
Amortization	-	-	-	-	-	-	-	-	-	-	-
Bad debts expenses	20,726	-	-	-	-	-	-	-	34,975	-	55,701
Sliding fee discounts	274,623	-	-	-	-	-	-	-	57,737	-	332,360
Subtotal	903,454	36,306	2,491,421	35,257	306,088	(124,261)	9,404	515	600,991	558,298	4,817,473
Total program services	2,364,846	263,665	10,584,899	35,257	1,535,824	(13,464)	93,897	16,897	791,140	1,685,475	17,358,436
Indirect Expenses:											
Allocation of administration	170,053	27,381	974,203	-	147,580	13,464	8,948	1,652	24,363	-	1,367,644
Contributions of nonfinancial assets	-	5,600	41,810	-	-	-	-	-	-	-	47,410
Fundraising expenses	-	-	-	-	-	-	-	-	-	-	-
Miscellaneous expenses/ penalty not allocated of administration	-	-	-	-	-	-	-	-	-	-	-
Total expenses	$ 2,534,899	$ 296,646	$ 11,600,912	$ 35,257	$ 1,683,404	$ -	$ 102,845	$ 18,549	$ 815,503	$ 1,685,475	$ 18,773,490
Refunds	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 6,243	$ 6,243

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

CENTER FOR FAMILY AND CHILD ENRICHMENT, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2023
(with comparative totals as of June 30, 2022)

	Balance Forward	HRSA COVID CARE	HRSA HIV	HRSA COVID ECT	HRSA ORAL HEALTH	HRSA INFRASTRUCTURE	HRSA RESCUE INFRA INVESTMENT	HRSA IBHS & QI	NACH	FCC	Page Total
Personnel Costs:											
Salaries	$ 10,995,077	$ 8,099	$ 8,315	$ -	$ -	$ -	$ 21,796	$ 49,313	$ -	$ -	$ 11,082,600
Payroll Taxes	789,804	652	699	-	-	-	1,625	3,676	-	-	796,456
Fringe benefits	634,220	1,240	-	-	-	-	-	2,008	-	-	637,468
Workers' compensation and recruitment	121,862	83	83	-	-	-	-	615	-	-	122,643
Total personnel costs	12,540,963	10,074	9,097	-	-	-	23,421	55,612	-	-	12,639,167
Other Expenses:											
Laboratory expenses	8,306	-	-	-	-	-	-	-	-	-	8,306
Pharmacy expenses	225	-	-	-	-	-	-	-	-	-	225
Hazardous materials fees	20	-	-	-	-	-	-	-	-	-	20
Contract consulting (allocated)	723,987	4,600	-	-	-	-	59,841	5,933	-	-	794,361
Contract consulting CBC clients	1,034,289	-	-	-	-	-	-	-	-	-	1,034,289
Contract SAMH Services	-	-	-	-	-	-	-	-	-	-	-
Contract residential group home care	130	-	-	-	-	-	-	-	-	-	130
Building rent	851,514	-	-	-	-	-	-	-	-	-	851,514
Telephone	239,188	-	-	-	-	-	-	-	-	-	239,188
Office supplies	75,086	-	-	-	-	-	5,024	-	-	24,522	104,632
Client snacks	-	-	-	-	-	-	-	-	-	-	-
Client education supplies	765	-	-	-	-	-	-	-	-	-	765
Client outings	5,964	-	-	-	-	-	-	-	-	-	5,964
Liability insurance	183,508	-	-	-	-	-	-	-	-	-	183,508
Utilities	17,191	-	-	-	-	-	-	-	-	-	17,191
Program supplies	155,286	-	-	84,976	68,401	-	-	-	-	-	308,663
Client food	37,957	-	-	-	-	-	-	-	-	-	37,957
Legal fees	79	-	-	-	-	-	-	-	-	-	79
Accounting fees	-	-	-	-	-	-	-	-	-	-	-
Local travel	114,667	-	5	-	-	-	4,580	-	-	-	119,252
Client services	11,376	-	-	-	-	-	-	-	-	-	11,376
Seminar	63,519	-	-	-	-	-	-	-	-	-	63,519
Client transport	540	-	-	-	-	-	-	-	-	-	540
Property tax	1,073	-	-	-	-	-	-	-	-	-	1,073
Security	15,548	-	-	-	-	-	-	-	-	-	15,548
Maintenance repair	160,919	-	-	-	-	-	-	-	-	-	160,919
Equipment rental	24,454	-	-	-	-	-	-	-	-	-	24,454
Postage	2,663	-	-	-	-	-	112	-	-	-	2,775
Printing /copying	-	-	-	971	-	-	-	-	-	-	971
Books/subscriptions	1,118	-	-	-	-	-	-	-	-	-	1,118
Dues/memberships	70,439	-	-	-	-	-	299	-	-	-	70,738
Licenses/permits	75,715	-	500	-	-	-	9,360	5,402	-	-	90,977
Marketing expenses	1,422	4,050	-	-	-	-	69,800	-	-	-	75,272
Auto expenses	256,326	-	-	-	-	-	-	-	-	-	256,326
Board meeting	-	-	-	-	-	-	-	-	-	-	-
Recruitment	-	-	-	-	-	-	-	-	-	-	-
Miscellaneous	33,338	-	-	-	-	-	-	-	-	-	33,338
Interest expenses	-	-	-	-	-	-	-	-	-	-	-
Depreciation	262,800	-	-	-	-	-	-	-	-	-	262,800
Amortization	-	-	-	-	-	-	-	-	-	-	-
Bad debts expenses	55,701	-	-	-	-	-	-	-	-	-	55,701
Sliding fee discounts	332,360	-	-	-	-	-	-	-	-	-	332,360
Subtotal	4,817,473	8,650	505	85,947	68,401	-	149,016	11,335	-	24,522	5,165,849
Total program services	17,358,436	18,724	9,602	85,947	68,401	-	172,437	66,947	-	24,522	17,805,016
Indirect Expenses:											
Allocation of administration	1,367,644	-	-	-	-	-	-	-	-	-	1,367,644
Contributions of nonfinancial assets	47,410	-	-	-	-	-	-	-	-	-	47,410
Fundraising expenses	-	-	-	-	-	-	-	-	-	-	-
Miscellaneous expenses/ penalty not allocated of administration	-	-	-	-	-	-	-	-	-	-	-
Total expenses	$ 18,773,490	$ 18,724	$ 9,602	$ 85,947	$ 68,401	$ -	$ 172,437	$ 66,947	$ -	$ 24,522	$ 19,220,070
Refunds	$ 6,243	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 6,243

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

CENTER FOR FAMILY AND CHILD ENRICHMENT, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2023
(with comparative totals as of June 30, 2022)

	Balance Forward	Freedom School	University of Miami - Jasmine Project	Miami-Dade Violence and Drug Prevention Program	Miami Gardens	Miami Gardens Grant	University of Miami - CIFFTA	Building (1825)	Total Program Services	Administration	Fundraising	Total 2023	Total 2022
Personnel Costs:													
Salaries	$ 11,082,600	$ 56,251	$ 53,773	$ 135,344	$ -	$ 38,353	$ 65,017	$ 29,029	$ 11,460,367	$ 931,762	$ -	$ 12,392,129	$ 11,609,534
Payroll Taxes	796,456	4,306	8,564	10,089	-	2,929	4,795	2,180	829,319	66,010	-	895,329	881,301
Fringe benefits	637,468	-	-	13,760	-	28	6,253	1,799	659,308	51,078	-	710,386	609,512
Workers' compensation and recruitment	122,643	576	-	1,681	-	436	677	328	126,341	10,213	-	136,554	135,626
Total personnel costs	12,639,167	61,133	62,337	160,874	-	41,746	76,742	33,336	13,075,335	1,059,063	-	14,134,398	13,235,973
Other Expenses:													
Laboratory expenses	8,306	-	1,474	-	-	-	-	-	9,780	-	-	9,780	10,167
Pharmacy expenses	225	-	-	-	-	-	-	-	225	-	-	225	21
Hazardous materials fees	20	-	-	-	-	-	-	-	20	-	-	20	-
Contract consulting (allocated)	794,361	9,435	16,020	-	-	-	-	-	819,816	75,229	-	895,045	884,889
Contract consulting CBC clients	1,034,289	-	-	-	-	-	-	-	1,034,289	-	-	1,034,289	124,043
Contract SAMH Services	-	-	-	-	-	-	-	-	-	-	-	-	500,362
Contract residential group home care	130	-	-	-	-	-	-	-	130	-	-	130	-
Building rent	851,514	2,245	5,100	-	-	-	8,400	(382,271)	484,988	76,148	-	561,136	419,207
Telephone	239,188	-	-	-	-	-	1,589	2,120	242,897	15,770	-	258,667	182,171
Office supplies	104,632	4,500	-	584	-	-	128	1,300	111,144	9,451	-	120,595	176,910
Client snacks	-	6,907	-	3,048	-	-	-	-	9,955	-	-	9,955	6,411
Client education supplies	765	-	-	-	-	-	-	-	765	220	-	985	-
Client outings	5,964	3,500	-	-	-	-	-	-	9,464	-	-	9,464	4,430
Liability insurance	183,508	-	-	-	-	-	-	43,871	227,379	11,196	-	238,575	266,608
Utilities	17,191	-	-	-	-	-	-	36,390	53,581	-	-	53,581	40,533
Program supplies	308,663	5,500	6,959	1,766	-	19,541	-	-	342,429	6,955	-	349,384	344,781
Client food	37,957	-	-	-	-	-	-	-	37,957	-	-	37,957	25,598
Legal fees	79	-	-	-	-	-	-	-	79	10,623	-	10,702	23,350
Accounting fees	-	-	-	-	-	-	-	-	-	29,300	-	29,300	31,500
Local travel	119,252	209	-	1,898	-	(35)	-	223	121,547	14,440	-	135,987	109,075
Client services	11,376	-	-	-	-	-	-	960	12,336	65	-	12,401	46,194
Seminar	63,519	5,745	-	-	-	-	-	-	69,264	15,139	-	84,403	67,206
Client transport	540	-	-	-	-	-	-	-	540	-	-	540	-
Property tax	1,073	-	-	-	-	-	-	3,025	4,098	253	-	4,351	4,561
Security	15,548	-	-	-	-	-	-	22,020	37,568	2,284	-	39,852	19,042
Maintenance repair	160,919	-	278	-	-	-	-	126,935	288,132	6,390	-	294,522	272,640
Equipment rental	24,454	-	-	-	-	-	-	-	24,454	8,018	-	32,472	30,734
Postage	2,775	-	-	-	-	-	-	4	2,779	590	-	3,369	3,432
Printing /copying	971	-	-	-	-	-	-	-	971	1,924	-	2,895	1,072
Books/subscriptions	1,118	-	-	-	-	-	-	-	1,118	-	-	1,118	-
Dues/memberships	70,738	8,550	249	-	-	-	-	-	79,537	5,671	-	85,208	81,814
Licenses/permits	90,977	360	27	112	-	13	26	2,346	93,861	5,056	-	98,917	114,338
Marketing expenses	75,272	-	-	-	-	38,720	-	-	113,992	1,573	-	115,565	17,395
Auto expenses	256,326	736	-	-	-	-	-	8,600	265,662	-	-	265,662	264,313
Board meeting	-	-	-	-	-	-	-	-	-	-	-	-	300
Recruitment	-	-	-	-	-	-	-	-	-	-	-	-	17,498
Miscellaneous	33,338	-	1,500	-	-	1,600	-	-	36,438	56,655	-	93,093	33,028
Interest expenses	-	-	-	-	-	-	-	52,413	52,413	-	-	52,413	62,188
Depreciation	262,800	-	-	-	-	-	-	45,604	308,404	-	-	308,404	227,240
Amortization	-	-	-	-	-	-	-	3,124	3,124	-	-	3,124	3,124
Bad debts expenses	55,701	-	-	-	-	-	-	-	55,701	-	-	55,701	81,069
Sliding fee discounts	332,360	-	-	-	-	-	-	-	332,360	-	-	332,360	431,054
Subtotal	5,165,849	47,687	31,607	7,408	-	59,839	10,143	(33,336)	5,289,197	352,950	-	5,642,147	4,928,298
Total program services	17,805,016	108,820	93,944	168,282	-	101,585	86,885	-	18,364,532	1,412,013	-	19,776,545	18,164,271
Indirect Expenses:													
Allocation of administration	1,367,644	7,983	-	31,800	-	4,398	188	-	1,412,013	(1,412,013)	-	-	(1,328,378)
Contributions of nonfinancial assets	47,410	-	-	-	-	-	-	-	47,410	-	-	47,410	40,175
Fundraising expenses	-	-	-	-	-	-	-	-	-	-	55,639	55,639	7,141
Miscellaneous expenses/ penalty not allocated of administration	-	-	-	-	-	-	-	-	-	7,548	-	7,548	7,119
Total expenses	$ 19,220,070	$ 116,803	$ 93,944	$ 200,082	$ -	$ 105,983	$ 87,073	$ -	$ 19,823,955	$ 7,548	$ 55,639	$ 19,887,142	$ 18,218,706
Refunds	$ 6,243	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 6,243	$ -	$ -	$ -	$ -

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

CENTER FOR FAMILY AND CHILD ENRICHMENT, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

	2023	2022
Cash flows from operating activities:		
Change in net assets	$ (51,982)	$ 1,959,379
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Provision for depreciation	308,404	227,240
Amortization on operating leases	449,308	-
Amortization of debt costs	3,124	3,124
Bad debt expense	55,701	81,069
Gain on disposal of property and equipment	-	(700)
(Increase) decrease in assets:		
Accounts receivable, net	617,049	(815,167)
Grants and contracts receivables	208,650	139,385
Prepaid expenses and other assets	5,785	17,384
Operating lease right-of-use assets	(2,002,773)	-
Increase (decrease) in liabilities:		
Accounts payable and accrued expenses	(471,647)	607,732
Accrued employee leave benefits	95,617	155,882
Refundable advances and deferred revenue	(935,057)	(892,311)
Right-of-use operating lease liability	1,593,348	-
Net cash (used in) provided by operating activities	(124,473)	1,483,017
Cash flows from investing activities:		
Payments for purchases of property and equipment	(608,634)	(754,559)
Net cash (used in) investing activities	(608,634)	(754,559)
Cash flows from financing activities:		
Principal payments on debt	(24,918)	(2,094,899)
Net cash (used in) financing activities	(24,918)	(2,094,899)
Net (decrease) in cash and cash equivalents	(758,025)	(1,366,441)
Cash and cash equivalents, beginning of the year	3,634,704	5,001,145
Cash and cash equivalents, end of the year	$ 2,876,679	$ 3,634,704
Supplemental disclosure of other cash flow information:		
Cash received during the year for - interest income	$ 33,288	$ 4,394
Cash paid during the year for - interest expense	$ 52,413	$ 62,188

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

Note 1 - Nature of Operations

Center for Family and Child Enrichment, Inc. (the "Center" or "the Organization") is a nonprofit, tax exempt organization which operates various facilities that provide social, educational, and mental health services in Miami-Dade County, Florida.

The Center's Federally Qualified Health Center provides dental care, sick care, general and pediatric health services to the public. The Center is dedicated to promoting the well-being, stability, and permanency of children who have experienced trauma, aiming to provide a supportive and nurturing environment. The Center collaborates with a lead agency to deliver community-based care services, reaching hundreds of children annually. These services encompass a comprehensive range of programs, including residential group care, in home family counselling and behavioral health services.

The Center charges fees based upon its clients' ability to pay for clinical services and receive grants, contributions, and contracts from various governmental and charitable agencies for providing these services. Gifts, donations, and volunteer services are also received from individuals and private entities.

Note 2 - Summary of Significant Accounting Policies

Basis of accounting

The Center uses the accrual basis of accounting for financial reporting purposes, which is in accordance with generally accepted accounting principles. Revenues are recognized when earned and expenses are recognized when incurred.

Basis of presentation

The financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Accounting Standards Update (FASB ASU) No. 2016-14 *Not- for-Profit Entities (Topic 958): Presentation of Financial Statements for Not-for-Profit Entities.* Under FASB ASU No. 2016-14, the Center is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions. As of June 30, 2023 and 2022, the Organization had no assets with donor restrictions.

Net assets

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

> ***Net Assets Without Donor Restrictions*** - Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.

Note 2 - Summary of Significant Accounting Policies (cont'd)

Net assets (cont'd)

Net Assets With Donor Restrictions - Net assets subject to donor (or certain grantor) imposed restrictions. Some restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor or grantor. Other restrictions are perpetual in nature, where the donor or grantor stipulates that resources be maintained in perpetuity. Contributions restricted by donors are reported as increases in net assets without donor restrictions if the restrictions expire (that is, when a 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 restrictions.

Any contribution not specifically restricted by the donor or subject to other legal restrictions is considered available for general use.

Cash and cash equivalents

The Center considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

Restricted cash

Restricted cash primarily represents amounts restricted for debt covenants.

Receivables and allowance for doubtful accounts

Grants and contracts receivables consist principally of claims not yet reimbursed by various grantor/contract agencies. Accounts receivable consist of comprehensive medical care and support services to individuals. Receivable balances are unsecured. Management periodically reviews the receivable balances and provides an allowance for amounts which may be uncollectible based on historical experience, an assessment of economic conditions, and a review of subsequent collections. At June 30, 2023 and 2022, management considered all of its receivable balances to be collectible and no allowance was recorded, except for client service revenues, which are presented net of a provision for uncollectible accounts, contractual adjustments, and ability to pay adjustments, as applicable, in the accompanying financial statements.

Note 2 - Summary of Significant Accounting Policies (cont'd)

Promises to give

The Center records unconditional promises to give that are expected to be collected within one year at net realizable value. Unconditional promises to give expected to be collected in future years are initially recoded at fair value using present value techniques using risk-adjusted discount rates. In subsequent years, amortization of the discounts is included in donations in the statement of activities. Conditional promises to give are recognized when the conditions on which they depend are substantially met. The Center had no unconditional or conditional promises to give as of June 30, 2023 and 2022.

Debt issuance costs

Debt issuance costs associated with outstanding debt is presented in the statement of financial position as a direct reduction in the carrying value of the associated debt liability. Amortization of debt issuance costs is reported as a component of interest expense in the statement of activities. Debt costs are amortized using the straight-line method over the life of the associated debt.

Prepaid expenses and deposits

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid expenses. Deposits primarily include security and utility deposits.

Property and equipment

Property and equipment are carried at cost if purchased or, if donated, at estimated fair value on the date of donation, less allowance for depreciation. The cost of property and equipment purchased in excess of $1,000 is capitalized; and in excess of $5,000 for grant purposes. The Center follows the policy of providing for depreciation using the straight-line method over the estimated useful life of each type of asset which is as follows:

Building and improvements	3-39 years
Computer equipment and software	3-5 years
Furniture and equipment	5-7 years
Vehicles	5 years

If donors stipulate the period of time during which the assets must be used, the contributions are recorded as support with donor restrictions, and released as restrictions expire. In the absence of such stipulations, contributions of property and equipment and gifts of cash restricted for the acquisition of property and equipment, are recorded as support without donor restrictions when the assets are placed in service. For the year ended June 30, 2023 and 2022, the Center received no donated equipment.

Note 2 - Summary of Significant Accounting Policies (cont'd)

Property and equipment (cont'd)

Maintenance and repairs to property and equipment are charged to expense when incurred. Additions and major renewals are capitalized. When assets are retired or otherwise disposed of, the cost or donated value and the related accumulated depreciation are removed from the accounts and any resulting gain or loss is reflected in income for the period.

Refundable advances and deferred revenue

Revenues received in advance that are not recognized because the allowable costs as defined by the individual grant or contract have not been incurred, the unit of service has not been provided, and/or the conditions of release have not been substantially met or explicitly waived are considered refundable advances. In addition, revenues received in advance from special events and other program income that are considered exchange transactions are deferred to the applicable period.

Leases

The Center leases certain office space, vehicles and office equipment. Management determines if an arrangement is a lease at inception. Operating leases are included in operating lease right-of-use (ROU) assets, other current liabilities, and operating lease liabilities on the statements of financial position. Finance leases are included in property and equipment, other current liabilities, and other long-term liabilities on the statements of financial position.

ROU assets represent the right to use an underlying asset for the lease term and lease liabilities represent the obligation to make lease payments arising from the lease. Operating lease ROU assets and liabilities are recognized at commencement date based on the present value of lease payments over the lease term. As most of the Center's leases do not provide an implicit rate, the Center uses their incremental borrowing rate or a risk-free rate based on the information available at commencement date in determining the present value of lease payments. The operating lease ROU asset also includes any lease payments made and excludes lease incentives. The lease terms may include options to extend or terminate the lease when it is reasonably certain that the Center will exercise that option. Lease expense for lease payments is recognized on a straight-line basis over the lease term.

Lease agreements do not contain any material residual value guarantees or material restrictive covenants.

The Center has elected the short-term lease exemption for all leases with a term of 12 months or less for both existing and ongoing operating leases to not recognize the asset and liability for these leases. Lease payments for short-term leases are recognized on straight-line basis.

Note 2 - Summary of Significant Accounting Policies (cont'd)

Leases (cont'd)

In evaluating contracts to determine if they qualify as a lease, the Center considers factors such as if they have obtained substantially all of the rights to the underlying asset through exclusivity, if they can direct the use of the asset by making decisions about how and for what purpose the asset will be used and if the lessor has substantive substitution rights. This evaluation may require significant judgment.

In determining the weighted-average discount rate used to measure the right-of-use asset and lease liability, the Center uses rates implicit in the lease, or if not readily available, they estimate an applicable incremental borrowing rate. The incremental borrowing rate is estimated using the Center's applicable borrowing rates and the contractual lease term.

Revenue and revenue recognition

The Center recognizes revenues from nonexchange transactions when cash, securities or other assets, an unconditional promise to give, or notification of a beneficial interest is received. 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 or explicitly waived.

Grant and contract revenue is generally billed monthly and is derived from units of service contracts. Amounts received are recognized as revenue when the unit of service has been provided in compliance with the specific grant and contract. Also, any revenue derived from cost-reimbursement grants and contracts, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses, is recognized when such expenditures are incurred in compliance with specific grant and contract provisions. Amounts received in advance are deferred to the applicable period.

Client services revenue is reported at the amount that reflects the consideration to which the Center expects to be entitled to in exchange for providing care. These amounts are generally from third-party payers (including health insurers and government programs) and others and may include variable consideration for retroactive adjustments due to settlement of audits, reviews and investigations. Generally, the Center bills patients and third-party payers soon after the services are performed and/or the patient is discharged from the facility. Revenue is recognized as performance obligations are satisfied.

Note 2 - Summary of Significant Accounting Policies (cont'd)

Contributions of nonfinancial assets

Donated services are recognized, at estimated fair value, as contributions, along with a corresponding expense, if the services: (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise have been purchased. Donated goods are recorded at their estimated fair market value when received. Unless otherwise noted, the contributions of nonfinancial assets do not have donor-imposed restrictions, and they are utilized by the Center.

Functional expenses

The costs of providing the various programs and supporting services activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses presents the natural classification detail of expenses by function. Program and supporting services are charged with their direct expenses. Certain categories of expenses are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses allocated include personnel and occupancy costs, among other expenses; which are allocated on the basis of estimates of time and effort, square footage basis, as well as other methods as determined from time-to-time by management.

Concentration of credit risk

Financial instruments that potentially subject the Center to concentration of credit risk consist primarily of receivables, cash, and cash equivalents. The concentration of credit risk with respect to receivables is primarily due to the economic dependency in federal, state, and other agencies and the ability to obtain authorization, process and collect balances timely. The Center does not require collateral or other security to support receivables. The Center has cash and cash equivalents in financial institutions that are insured by the Federal Deposit Insurance Corporation ("FDIC"). At various times throughout the year, the Center may have cash balances at financial institutions that exceed the insured amount. Deposit accounts are maintained with what management believes to be quality financial institutions.

Joint costs of fundraising appeals

The Center utilizes various pamphlets, brochures, and information methods to inform the general public of their activities and to solicit funds. These costs are charged to fundraising.

Income taxes

The Center is a not-for-profit organization, exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. Gifts to the Center are tax deductible. Certain activities not directly related to the Center's tax-exempt purpose could be subject to taxation as unrelated business income.

Note 2 - Summary of Significant Accounting Policies (cont'd)

Income taxes (cont'd)

The Center assesses its tax position in accordance with "*Accounting for Uncertainties in Income Taxes*" as prescribed by the *Accounting Standards Codification*, which provides guidance for financial statement recognition and measurement of uncertain tax positions taken or expected to be taken in a tax return for open tax years (generally a period of three years from the later of each return's due date or the date filed) that remain subject to examination by the Center's major tax jurisdictions.

The Center assesses its tax positions and determines whether it has material unrecognized liabilities for uncertain tax positions. The Center records these liabilities to the extent that it deems them more likely than not to be incurred. Interest and penalties related to uncertain tax positions, if any, would be classified as a component of income tax expense.

The Center believes that it does not have any significant uncertain tax positions requiring recognition or measurement in the accompanying financial statements.

Use of estimates

The presentation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Comparative financial information

The financial statements include certain summarized comparative information in total from the prior year, which is not presented by net asset type and functional expense classification and does not include sufficient detail to conform with generally accepted accounting principles. This information should be read in conjunction with the Center's financial statements for the year ended June 30, 2022, from which the comparative information was derived.

Date of management review

Subsequent events have been evaluated by management through January 12, 2024, which is the date the financial statements were available for issuance.

Reclassifications

Certain reclassifications of amounts previously reported have been made to the accompanying consolidated financial statements to maintain consistency between periods presented. The reclassifications had no impact on previously reported net assets.

Note 2 - Summary of Significant Accounting Policies (cont'd)

New accounting pronouncements

The FASB has issued several pronouncements that have effective dates in the future that may impact future financial presentations.

ASU No. 2020-07, *Not-for-Profit Entities (Topic 958)*

Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets

The Board is issuing this update to improve generally accepted accounting principles (GAAP) by increasing the transparency of contributed nonfinancial assets for not-for-profit (NFP) entities through enhancements to presentation and disclosure.

The amendments in this update apply to NFPs that receive contributed nonfinancial assets. Contribution revenue may be presented in the financial statements using different terms (for example, gifts, donations, grants, gifts-in-kind, donated services, or other terms).

The amendments in this update improve financial reporting by providing new presentation and disclosure requirements about contributed nonfinancial assets for NFPs, including additional disclosure requirements for recognized contributed services. The amendments will not change the recognition and measurement requirements in Subtopic 958-605, *Not-for-Profit Entities—Revenue Recognition*, for those assets.

The amendments in this update should be applied on a retrospective basis and are effective for annual periods beginning after June 15, 2021, and interim periods within annual periods beginning after June 15, 2022. Early adoption is permitted.

Management has implemented this statement.

ASU No. 2016-02, (Updated No. 2020-05), *Leases (Topic 842)*

In February 2016, the Financial Accounting Standards Board (FASB) issued guidance, Accounting Standards Codification (ASC) 842, *Leases* to increase transparency and comparability among organizations by requiring the recognition of right-of-use (ROU) assets and lease liabilities on the balance sheet for all leases with a term longer than 12 months. Leases will be classified as finance or operating, with classification affecting the pattern and classification of expense recognition in the income statement. Most prominent among the changes in the standard is the recognition of ROU assets and lease liabilities by lessees for those leases classified as operating leases. Under the standard, disclosures are required to meet the objective of enabling users of financial statements to assess the amount, timing, and uncertainty of cash flows arising from leases.

Note 2 - Summary of Significant Accounting Policies (cont'd)

New accounting pronouncements (cont'd)

ASU No. 2016-02, (Updated No. 2020-05), *Leases (Topic 842) (cont'd)*

The Center adopted the standard effective July 1, 2022 and use the effective date as our date of initial application. Consequently, financial information will not be updated, and the disclosures required under the new standard will not be provided for dates and periods before July 1, 2022. Lease disclosures for the year ended June 30, 2022 are made under prior lease guidance in FASB ASC 840.

The new standard provides a number of optional practical expedients in transition. The Center elected the 'package of practical expedients', which permits them not to reassess under the new standard their prior conclusions about lease identification, lease classification and initial direct costs. The Center do not expect to elect the use-of-hindsight or the practical expedient pertaining to land easements; the latter not being applicable to the Center.

As a result of the adoption of the new lease accounting guidance, the Center recognized on July 1, 2022 operating lease liabilities of $2,000,372 with corresponding ROU assets of $2,002,772 based on the present value of the remaining minimum rental payments under current leasing standards for existing operating leases. The standard had a material impact on the statement of financial position and statement of cash flows but did not have an impact on the statement of activities. The most significant impact was the recognition of ROU assets and lease liabilities for operating leases.

The new standard also provides practical expedients for an entity's ongoing accounting. The Center elected the short-term lease recognition exemption for all qualifying leases. This means, for those leases that qualify, the Center will not recognize ROU assets or lease liabilities, and this includes not recognizing ROU assets or lease liabilities for existing short-term leases of those assets in transition. The Center also elected the practical expedient to not separate lease and non-lease components for all leases.

Note 3 - Liquidity and Availability

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, comprise the following:

	2023	2022
Financial Assets:		
Cash and cash equivalents	$ 2,876,679	$ 3,634,704
Accounts receivable, net	268,630	941,379
Grants and contracts receivable	309,582	518,232
Prepaid expenses and other assets	74,016	79,801
Total current assets	3,528,907	5,174,116
Less those unavailable for general expenditures within one year, due to:		
Program contractual or donor-imposed restrictions	20,810	19,669
Financial assets available to meet cash needs for general expenditures within one year and to satisfy certain liabilities as they become due.	$ 3,508,097	$ 5,154,447

In the event of an unanticipated liquidity need, the Center could draw upon $200,000 of its available line of credit (Note 7).

Note 4 - Property and Equipment

Property and equipment consisted of the following at June 30, 2023 and 2022:

	2023	2022
Building and improvements	$ 3,897,050	$ 3,696,425
Computer equipment and software	586,752	573,269
Furniture and equipment	510,300	115,774
Vehicles	71,057	71,057
	5,065,159	4,456,525
Less: accumulated depreciation	(2,141,360)	(1,832,956)
	2,923,799	2,623,569
Land	55,774	55,774
	$ 2,979,573	$ 2,679,343

Note 4 - Property and Equipment (cont'd)

From time-to-time, grant and contract revenue has been awarded to the Center for the purpose of improving existing real estate. The grantor retains a security interest in the subject property. If the improved real estate is no longer used for its intended purpose, the Center must obtain approval from the grantor agencies to use this property for other lawful purposes within the prescribed timeframe.

Construction commitment

As of June 30, 2023 and 2022, the Center had a commitment of approximately $104,900 and $134,700, respectively, for renovations of the main location.

Note 5 - Leases

The Center leases office space, vehicles and office equipment under various terms under long-term non-cancelable operating lease arrangements. The leases expire at various dates through 2026 and certain leases contain renewal options ranging from three years to five years. The Center includes in the determination of the right-of-use assets and lease liabilities any renewal options when the options are reasonably certain to be exercised. Certain operating leases provide for increases in future minimum annual rental payments by renegotiation.

Operating leases with a term of 12 months or less are not recorded on the statement of financial position.

The right-of-use asset and lease liability balances on our statement of financial position as of June 30, 2023, related to the Center's operating leases are as follows:

Lease Assets-Classification in Statement of Financial Position

Operating lease right-of-use	$ 1,553,465
Total leased right-of-use assets	$ 1,553,465

Lease Liabilities-Classification in Statement of Financial Position

Operating lease liabilities	$ 1,593,348
Total lease liabilities	$ 1,593,348

Total lease costs recognized in the income statement for the fiscal year ended June 30, 2023, are as follows:

Operating lease costs	$ 521,166
Short-term lease costs	19,843
	$ 541,009

Note 5 - Leases (cont'd)

The weighted-average discount rate represents the risk-free discount rate using a period comparable with that of the individual lease term.

Weighted-average discount rate:	
Operating leases	4.09%
Weighted-average remaining lease term:	
Operating leases	3.18 years

The Center does not have finance leases. Future minimum lease payments required under operating finance leases that have an initial or remaining non-cancelable lease term in excess of one year are listed below as of June 30, 2023:

Year Ending June 30,	Operating Leases
2024	$ 523,346
2025	532,801
2026	514,757
2027	127,895
Total future minimum lease payment	1,698,799
Less: Imputed interest	(105,451)
Present value of liability	$ 1,593,348

Note 6 - Debt

Debt at June 30, 2023 and 2022 consisted of the following:

In February 2018 the Center entered into a mortgage note agreement for $575,000. The note is recorded net of unamortized debt issue costs of $13,853 and $15,864 for 2023 and 2022, respectively; due in monthly installments of $3,278, including interest at a fixed rate of 4.75% through February 2023. Beginning March 2023, interest rate was readjusted to 6.89% to equal the sum of the weekly average yield on U.S. Treasury Securities (adjusted to a constant maturity of five years) plus 2.75%, through February 2028 (based on a 25 year amortization), at which time all outstanding principal and interest is due. The interest rate shall at no time be lower than 4.75%. This mortgage note is collateralized by real property and a security interest (UCC) on all assets owned by the Center and cross-collaterized and cross-defaulted with the mortgage note discussed below and the line of credit discussed in Note 7. Certain pre-payment penalties may apply during the first five years. At June 30, 2023 and 2022, the balance outstanding on this mortgage note payable, net of the unamortized debt issue costs, amounted to $491,045 and $503,017, respectively.

Note 6 - Debt (cont'd)

During the year ended June 30, 2020, the Center entered into a mortgage note for $500,000. The mortgage note calls for monthly interest only installments of $2,083 during the initial 12 months of the note. Thereafter, monthly principal and interest payments will be amortized, based on a 25-year amortization period, with a balloon payment of all outstanding principal, maturing in February of 2028. Interest is calculated at a 5% fixed rate for the first 5 years and then repriced to the five-year swap rate prevailing at this time, plus a 2.50% margin, with a floor of 5%. This mortgage note is collateralized by real property owned by the Center and cross-collaterized and cross-defaulted with the mortgage note discussed above and the line of credit discussed in Note 7. Proceeds from this loan will be used to supplement an awarded grant for renovation and improvement of the collateral property. At June 30, 2023 and 2022, the outstanding balance of the mortgage note, net of net of the unamortized debt issue costs of $12,110 and $13,223, amounted to $463,086 and $472,907, respectively.

Estimated future debt principal payments in the aggregate are approximately as follows:

Year Ending June 30,	
2024	$ 16,349
2025	17,275
2026	18,255
2027	19,292
Thereafter	908,923
Total debt	980,094
Unamortized debt issue costs	(25,963)
Total debt, net of unamortized debt issue costs	$ 954,131

The loan agreements relating to the financial arrangement discussed in this section and the line of credit discussed in Note 6 require certain restrictive covenants, including but not limited to, the following: maintain a (debt service coverage) ratio of net income/change in net assets plus depreciation/amortization and interest expense, to total interest expense and total current maturities of long-term debt of at least 1.25 to 1.00; and maintain a debt service reserve equivalent to six months of the mortgage note scheduled debt service payments. At June 30, 2023 and 2022, the Center was in compliance with these requirements. The lender reserves the right to curtail/freeze a portion of the line of credit (Note 7) at each annual review if it is determined that the Center's debt service coverage ratio cannot support a debt service of at least 1.25x for both credit facilities on a term-out basis.

Note 7 - Line of Credit

Previously, the Center entered into a $200,000 revolving line of credit agreement with a bank to provide funding for working capital needs which will continue until the earlier of when demand is made or February 2023. Interest is charged at a floating rate equal to 1% per annum over the variable Prime Rate, 5.50% at June 30, 2023 and 2022, respectively, and is payable monthly on the outstanding balance. The interest rate shall never be less than the initial rate of 5.50%. During each year of the term of this line, a twenty-five percent (25%) annual clean-up for at least thirty (30) consecutive days shall be required. In addition, this line of credit is cross-collateralized and cross-defaulted with the mortgage notes payable discussed in Note 6. At June 30, 2023 and 2022, the Center had no outstanding balance on the line of credit.

Note 8 - Grants and Contracts for Client Services

Funding agreements for services to be provided are entered into on an annual basis. The release of funds is subject to monies being made available by the federal government, the Florida Legislature and certain other grantor agencies. Generally, agreements may be terminated by either party within thirty days written notice. However, such an event would be unlikely if contract performance continues to be satisfactory.

Program expenditures made by the Center are subject to additional audit by grantor agencies. As a result of such audits, the grantor may require that amounts be returned. As of June 30, 2023 and 2022, the Center had no amounts required to be returned as a result of such audits.

Note 9 - Client Service Revenue

The components of client service revenue for the years ended June 30, 2023 and 2022 are summarized as follows:

	2023	2022
Client service revenue, gross	$ 3,672,306	$ 3,739,794
Less: contractual adjustments	(1,104,486)	(779,817)
Less: provision for doubtful accounts	(55,700)	(81,069)
Client service revenue, net	$ 2,512,120	$ 2,878,908

Note 10 - Contributions of Nonfinancial Assets

For the years ended June 30, contributions of nonfinancial assets recognized within the statement of activities included:

	2023	2022
Donated goods	$ 47,410	$ 40,175
	$ 47,410	$ 40,175

The Center recognized contributions of nonfinancial assets, within revenue, including donated goods from various donors. Donated goods comprise of school supplies, toys, and thanksgiving turkey boxes which are distributed to clients at various events, and are recorded at their estimated fair market value as determined by management, when received. Unless otherwise noted, contributed nonfinancial assets did not have donor-imposed restrictions.

Note 11 - Reinvestment Plan

During the year ended June 30, 2021, the Center received excess funding from Citrus Health Network, Inc., one of their grantor agencies, resulting in a surplus. This was mostly attributed to salary attrition due to difficulty in recruitment and retention of case management staff, minimal usage of flex funds (funds that can used for non-clinical expenses), due to children remaining out of school for the majority of the year, closure of many recreational and care facilities, medical and specialty offices, transport services, etc., and minimal usage of travel funds. This was a direct result of the coronavirus (COVID-19) outbreak.

The Center was approved to use these excess funds over the next three years for adjustments to salary scales for several positions, of which the largest is for case management positions, 3% annual salary increases for all personnel, and staff retention bonuses, ranging from $1,000 to $3,000 depending upon the years of service.

The surplus, which amounted to $1,847,368, is presented as a refundable advance/deferred revenue on the accompanying statement of financial position to be recognized over a three-year period as the expenditures are incurred. The Center utilized the remaining balance of $935,057 to cover the 3 % annual salary increases and bonuses incurred during the fiscal year.

Note 12 - Employee Benefit Plan

The Center offers all employees a tax-sheltered annuity under the Internal Revenue Code Section 403(b). Contributions are based upon the amount of compensation each participant elects to defer yearly, subject to certain limitations. No contributions to the plan are required of the Center.

Note 13 - Concentration in Operations

The Center receives a substantial amount of its public support and revenues from the State of Florida, including Medicaid, the federal government, and other state and county/local agencies. If a significant reduction in the level of funding were to occur, there would be an adverse effect on the Center's programs and activities.

Note 14 - Contingencies

The Center is involved in certain litigation which arose in the normal course of operations. The Center's management and legal counsel believe that the amount of liability resulting from any pending or unasserted claims is not reasonably determinable at this time but should be within the Center's insurance limits.

Note 15 - Subsequent Events

The Center evaluates events occurring subsequent to the date of the financial statements in determining the accounting for and disclosure of transactions and events that affect the financial statements. Subsequent events have been evaluated through January 12, 2024, which is the date the accompanying financial statements were available to be issued.

CENTER FOR FAMILY AND CHILD ENRICHMENT, INC.

SUPPLEMENTAL INFORMATION

JUNE 30, 2023

CENTER FOR FAMILY AND CHILD ENRICHMENT, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED JUNE 30, 2023

Federal/State Agency, Pass-through Entity Federal Program/State Project	Assistance Listing Number	Contract/ Grant Number	Expenditures	Transfers to Subrecipients
FEDERAL PROGRAMS				
Direct Programs:				
Department of Health and Human Services, Health Resources and Services Administration	93.526	C8ECS43858	$ 70,617	$ -
Grants for New and Expanded Services Under the Health Center Program	93.527	H8HCS46174	9,840	-
	93.224	H8FC41318	566,963	-
	93.224	H80CS26589	1,442,252	-
	93.224	H8DCS36006	18,677	-
	93.224	H8ECS38465	85,962	-
	93.224	H80CS26589	82,920	-
	93.224	H80CS26589	66,941	-
Federal Communications Commission	N/A	DA 21-1053	78,204	-
Indirect Programs:				
Department of Health and Human Services				
Passed through the Florida Department of Children and Families -				
Passed through the South Florida Behavioral Network, Inc.				
Block Grants for Community Mental Health Services	93.958	ME 225-12-47	109,014	-
Children's Health Insurance Program (CHIP) Title XXI	93.767	ME 225-12-47	59,123	-
Block Grant for Prevention and Treatment of Substance Abuse	93.959	ME 225-12-47	73,819	-
VOCA Program	16.575	ME 225-12-47	12,137	-
Passed through Citrus Health Network, Inc. d/b/a Citrus Family Care Network				
Foster Care Title IV-E	93.658		1,864,980	-
Temporary Assistance for Needy Families	93.558		1,273,796	-
Adoption Assistance	93.659		392,981	-
Promoting Safe and Stable Families	93.556		329,631	-
Social Services Block Grant	93.667		205,955	-
John H. Chafee Foster Care Program for Successful Transition to Adulthood	93.674		36,981	-
Stephanie Tubbs Jones Child Welfare Services Program	93.645		248,362	-
Medical Assistance Program	93.778		61,362	-
Grants to States for Access and Visitation Program	93.597		7,637	-
Passed through Health Choice Network of Florida, Inc.				
Maternal, Infant and Early Childhood Home Visiting Grant	93.870	X10MC31134	99,218	-
Total Expenditures of Federal Awards			$ 7,197,372	$ -

See notes to the schedule of expenditures of federal awards and state financial assistance, other state funding and local financial assistance.

CENTER FOR FAMILY AND CHILD ENRICHMENT, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED JUNE 30, 2023

Federal/State Agency, Pass-through Entity Federal Program/State Project	Assistance Listing CSFA Number	Contract/ Grant Number	Expenditures	Transfers to Subrecipients
STATE PROJECTS				
Indirect Projects:				
Florida Department of Children and Families				
Passed through Citrus Health Network, Inc. d/b/a Citrus Family Care Network				
Out-of-Home Supports	60.074		$ 2,496,755	$ -
CBC Purchase Therapeutic Services for Children	60.183		6,225	-
Florida Department of Juvenile Justice				
Passed through Florida Network of Youth and Family Services				
Children and Families in Need of Services (CINS/FINS)	80.005		831,286	-
Total Expenditures of State Financial Assistance			$ 3,334,266	$ -

See notes to the schedule of expenditures of federal awards and state financial assistance, other state funding and local financial assistance.

CENTER FOR FAMILY AND CHILD ENRICHMENT, INC.
SCHEDULE OF OTHER STATE FUNDING
FOR THE YEAR ENDED JUNE 30, 2023

Grantor	Program	Assistance Listing Number/ Contract Number	Expenditures
Other State Funding:			
State Matching Funds for Federal Programs:			
Florida Department of Health and Human Services			
Passed through the Florida Department of Children and Families			
Passed through Citrus Health Network, Inc. d/b/a Citrus Family Care Network	Promoting Safe and Stable Families	93.556	$ 16,763
	Temporary Assistance for Needy Families Block Grant	93.558	676,147
	Child Welfare Services-State Grant	93.645	211,912
	Foster Care- Title IV-E	93.658	3,126,991
	Adoption Assistance	93.659	554,775
	Social Services Block Grant	93.667	30,295
	Independent Living	93.674	123,944
	Medical Assistance Program	93.778	61,363
Passed through the South Florida Behavioral Network, Inc.	Children's Mental Health and Substance Abuse Services	ME 225-12-47	153,763
Total Expenditures of Other State Funding			$ 4,955,953

See notes to the schedules of expenditures of federal awards and state financial assistance, other state funding and local financial assistance.

CENTER FOR FAMILY AND CHILD ENRICHMENT, INC.
SCHEDULE OF LOCAL FINANCIAL ASSISTANCE
FOR THE YEAR ENDED JUNE 30, 2023

Grantor	Program	Contract Number	Expenditures
Local Financial Assistance:			
University of Miami	Culturally Informed Flexible Family-Based Treatment for Adolescents (CIFFTA)	2235-7571	$ 91,885
University of Miami	Jasmine Project	OS 00000432	92,122
Miami-Dade County	Violence and Drug Prevention Program	21-CFCE and 22-CFCE-A	212,000
Miami-Dade County	Freedom School Peek Program		20,000
United Way of Miami Dade	Freedom School Peek Program		70,000
City of Miami Gardens	CDC - Reach Supplemental Vaccination Project		110,253
Children's Trust	Freedom School Peek Program		14,000
Bachelor Foundation	Summer Program		20,000
Aetna	Nurse Family Partnership Alliance		14,693
Total Local Financial Assistance			$ 644,953

See notes to the schedules of expenditures of federal awards and state financial assistance, other state funding and local financial assistance.

Note 1 - Basis of Presentation

The accompanying Schedules of Expenditures of Federal Awards and State Financial Assistance, Other State Funding and Local Financial Assistance (the "Schedules") includes the federal, state, other state, and local funding of Center for Family and Child Enrichment, Inc. (the "Center") under programs of federal, state, and local government for the year ended June 30, 2023. The information in the Schedule of Expenditures of Federal Awards and State Financial Assistance is presented in accordance with the requirements of the Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements of Federal Awards,* (Uniform Guidance) and Chapter 10.650, *Rules of the Auditor General.* Because the Schedules present only a selected portion of the operations, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Center.

Note 2 - Summary of Significant Accounting Policies

Expenditures reported on the Schedules are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, and Chapter 10.650, *Rules of the Auditor General,* wherein certain types of expenditures are not allowable or are limited as to reimbursement, as applicable.

Note 3 - Indirect Cost Rate

The Center elected not to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

Note 4 - Contingency

The grant and contract revenue amounts received are subject to audit and adjustment. If any expenditures or expenses are disallowed by the grantor agencies as a result of such an audit, any claim for reimbursement to the grantor/contract agencies would become a liability of the Center. In the opinion of management, all grant and contract expenditures are in compliance with the terms of the agreements and applicable federal and state laws and other applicable regulations.

Note 5 - Reinvestment Plan

As discussed in the notes to the financial statements, the Center recorded a refundable advance for excess amounts received from one of their grantor agencies. This amount is reduced from the expenditures shown in the accompanying schedules of federal awards and state financial assistance and other state funding based on a proportional allocation.

CENTER FOR FAMILY AND CHILD ENRICHMENT, INC.
SCHEDULE OF PROGRAM/COVERED SERVICE ACTUAL EXPENSES AND REVENUES
FOR THE YEAR ENDED JUNE 30, 2023

	Mental Health									Total for State SAMH Funded Covered Services	Total for Non-State SAMH Funded Covered Services	Total
	Case Management	Assessment	Medical Services	Outreach	Outpatient (Individual)	Information and Referral	B NETT Program	Prevention	Total Mental Health			
Funding Sources and Revenues:												
State SAMH Funding:												
Contract/OCA:												
ME-225-11-47/MH009	$ 61,356	$ 12,488	$ 14,000	$ 5,768	$ 170,404	$ 10,899	$ 59,123	$ 73,819	$ 407,857	$ 407,857	$ -	$ 407,857
Total State SAMH funding	61,356	12,488	14,000	5,768	170,404	10,899	59,123	73,819	407,857	407,857	-	407,857
Other Government Funding:												
Other state agency funding	-	-	-	-	-	-	-	-	-	-	13,478,697	13,478,697
Federal grants and contracts	-	-	-	-	-	-	-	-	-	-	2,422,376	2,422,376
Local government	-	-	-	-	-	-	-	-	-	-	745,171	745,171
Medicaid	148	37,545	198,572	-	1,015,396	-	-	-	1,251,661	1,251,661	840,042	2,091,703
Total other government funding	148	37,545	198,572	-	1,015,396	-	-	-	1,251,661	1,251,661	17,486,286	18,737,947
All Other Revenues:												
Contributions and donations	-	-	-	-	-	-	-	-	-	-	103,104	103,104
First and second party payments	-	-	-	-	-	-	-	-	-	-	-	-
In-kind	-	-	-	-	-	-	-	-	-	-	47,410	47,410
Other	-	23,200	37,440	-	240,450	-	-	1,100	302,190	302,190	236,652	538,843
Total all other revenues	-	23,200	37,440	-	240,450	-	-	1,100	302,190	302,190	387,166	689,356
Total funding	$ 61,504	$ 73,233	$ 250,012	$ 5,768	$ 1,426,250	$ 10,899	$ 59,123	$ 74,919	$ 1,961,708	$ 1,961,708	$ 17,873,452	$ 19,835,160

CENTER FOR FAMILY AND CHILD ENRICHMENT, INC.
SCHEDULE OF PROGRAM/COVERED SERVICE ACTUAL EXPENSES AND REVENUES
FOR THE YEAR ENDED JUNE 30, 2023 (CONTINUED)

	Mental Health													
	Case Management	Assessment	Medical Services	Outreach	Outpatient	Information and Referral	Prevention	B NETT Program	Total Mental Health	Total for State-SAMH Funded Covered Services	Total for Non-State-SAMH Funded Covered Services	Administration	Fundraising	Total Expenses
Expenses														
Personnel Costs:														
Salaries	$ 17,843	$ 53,785	$ 3,665	$ 6,616	$ 882,766	$ 18,217	$ 65,557	$ 33,613	$ 1,082,062	$ 1,082,062	$ 10,378,305	$ 931,762	$ -	$ 12,392,129
Payroll taxes	1,408	3,716	277	501	64,219	1,377	4,952	2,558	79,008	79,008	750,311	66,010	-	895,329
Fringe benefits	1,605	2,708	-	-	49,452	-	-	4,566	58,331	58,331	600,977	51,078	-	710,386
Workers' compensation and recruitment	195	607	40	73	9,922	203	480	376	11,896	11,896	114,445	10,213	-	136,554
	21,051	60,816	3,982	7,190	1,006,359	19,797	70,989	41,113	1,231,297	1,231,297	11,844,038	1,059,063	-	14,134,398
Other Expenses:											-			
Laboratory expenses	-	-	-	-	-	-	-	-	-	-	9,780	-	-	9,780
Pharmacy expenses	-	-	-	-	-	-	-	121	121	121	104	-	-	225
Hazardous material fees	-	-	-	-	-	-	-	-	-	-	20	-	-	20
Contract consulting	-	4,449	171,705	-	68,857	-	-	115	245,126	245,126	574,690	75,229	-	895,045
Contract consulting CBC clients	-	-	-	-	-	-	-	-	-	-	1,034,289	-	-	1,034,289
Contract Res. Group Home Care	-	-	-	-	-	-	-	-	-	-	130	-	-	130
Building rent	7,618	13,377	15,236	-	100,437	-	-	5,460	142,128	142,128	342,860	76,148	-	561,136
Telephone	-	2,498	-	-	19,167	-	-	-	21,665	21,665	221,232	15,770	-	258,667
Office supplies	-	-	14	-	3,818	-	409	33	4,274	4,274	106,870	9,451	-	120,595
Client snacks	-	-	-	-	-	-	-	-	-	-	9,955	-	-	9,955
Client education supplies	-	-	-	-	-	-	-	765	765	765	-	220	-	985
Client outing	-	-	-	-	-	-	-	-	-	-	9,464	-	-	9,464
Liability insurance	3,732	5,598	7,464	1,711	26,124	1,866	-	1,866	48,361	48,361	179,018	11,196	-	238,575
Utilities	-	-	-	-	11,740	-	-	-	11,740	11,740	41,841	-	-	53,581
Program supplies	-	-	-	29	85	-	1,224	-	1,338	1,338	341,091	6,955	-	349,384
Client food	-	-	-	-	-	-	-	-	-	-	37,957	-	-	37,957
Legal fees	-	-	-	-	-	-	-	-	-	-	79	10,623	-	10,702
Accounting fee	-	-	-	-	-	-	-	-	-	-	-	29,300	-	29,300
Local travel	-	-	-	-	-	-	-	67	67	67	121,480	14,440	-	135,987
Client services	-	-	-	-	1,829	-	-	2,091	3,920	3,920	8,416	65	-	12,401
Seminar	-	-	-	-	4,536	-	-	278	4,814	4,814	64,450	15,139	-	84,403
Client transport	-	-	-	-	-	-	-	-	-	-	540	-	-	540
Property tax	-	-	-	-	70	-	-	-	70	70	4,028	253	-	4,351
Security	-	-	-	-	849	-	-	-	849	849	36,719	2,284	-	39,852
Maintenance repair	-	-	-	-	756	-	-	-	756	756	287,376	6,390	-	294,522
Equipment rental	-	282	-	-	2,270	-	-	-	2,552	2,552	21,902	8,018	-	32,472
Postage	-	30	-	-	590	-	-	-	620	620	2,159	590	-	3,369
Printing /copying	-	-	-	-	-	-	-	-	-	-	971	1,924	-	2,895
Books/subscription	-	-	-	-	-	-	-	-	-	-	1,118	-	-	1,118
Dues/membership	-	-	-	-	87	-	-	624	711	711	78,826	5,671	-	85,208
Licenses/permit	-	32	5	-	18,316	-	-	1,251	19,604	19,604	74,257	5,056	-	98,917
Marketing expenses	-	-	-	-	-	-	-	-	-	-	113,992	1,573	-	115,565
Auto expense	350	-	-	-	6,454	-	-	-	6,804	6,804	258,858	-	-	265,662
Miscellaneous	-	-	-	-	513	-	-	-	513	513	35,925	56,655	-	93,093
Interest expense	-	-	-	-	-	-	-	-	-	-	52,413	-	-	52,413
Depreciation	-	-	-	-	-	-	-	-	-	-	308,404	-	-	308,404
Amortization	-	-	-	-	-	-	-	-	-	-	3,124	-	-	3,124
Bad debts expense	-	1,720	3,679	-	15,327	-	-	-	20,726	20,726	34,975	-	-	55,701
Sliding fee discounts	-	22,504	46,269	-	205,850	-	-	-	274,623	274,623	57,737	-	-	332,360
Total other expenses	11,700	50,490	244,372	1,740	487,675	1,866	1,633	12,671	812,147	812,147	4,477,050	352,950	-	5,642,147
Total direct expenses	32,751	111,306	248,355	8,930	1,494,034	21,663	72,622	53,784	2,043,444	2,043,444	16,321,088	1,412,013	-	19,776,545
Distributed Indirect Costs:														
Allocation of administration	2,541	7,507	509	932	118,211	2,534	6,054	4,616	142,904	142,904	1,269,109	(1,412,013)	-	-
Total distributed indirect costs	2,541	7,507	509	932	118,211	2,534	6,054	4,616	142,904	142,904	1,269,109	(1,412,013)	-	-
Contributions of nonfinancial assets	-	-	-	-	-	-	-	-	-	-	47,410	-	-	47,410
Fundraising	-	-	-	-	-	-	-	-	-	-	-	-	55,639	55,639
Miscellaneous expenses/ penalty not allocated of administration	-	-	-	-	-	-	-	-	-	-	-	7,548	-	7,548
Total expenses	35,292	118,813	248,863	9,862	1,612,245	24,197	78,676	58,400	2,186,348	2,186,348	17,637,607	7,548	55,639	19,887,142
Unallowable Costs	-	-	-	-	-	-	-	-	-	-	-	-	55,639	55,639
Total allowable operating expenses	35,292	118,813	248,863	9,862	1,612,245	24,197	78,676	58,400	2,186,348	2,186,348	$ 17,637,607	7,548	-	$ 19,831,503
Capital Expenditures	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 608,634	$ -	$ -	$ 608,634

CENTER FOR FAMILY AND CHILD ENRICHMENT, INC.
SCHEDULE OF STATE EARNINGS
FOR THE YEAR ENDED JUNE 30, 2023

Total Expenditures	$ 19,887,142
Less other state and federal funds	(17,705,338)
Less nonmatch SAMH funds	(363,377)
Less unallowable costs per 65E-14, F.A.C.	(309,789)
Total Allowable Expenditures	$ 1,508,638
Maximum Available Earnings	$ 1,131,478
Amount of State Funds Requiring Match	$ 44,479
Amount Due to Department **	$ 1,086,999

** If this amount is negative, the amount is due to the department up to the amount on the line listed as “amount of state funds requiring match.”

CENTER FOR FAMILY AND CHILD ENRICHMENT, INC.
SCHEDULE OF REVENUES AND EXPENSES
FOR THE DEPARTMENT OF JUVENILE JUSTICE - CIN/FIN NON-RESIDENTIAL PROGRAMS
FOR THE YEAR ENDED JUNE 30, 2023

Revenues:	
Department of Juvenile Justice	$ 831,286
Total revenues	831,286
Operating Expenses:	
Payroll and related expenses:	
Salaries	394,008
Payroll taxes	29,351
Health insurance and other fringe benefits	34,095
Total payroll and related expenses	457,454
Other operating expenses:	
Contract consultancy	3,679
Repairs and maintenance	2,030
Supplies	5,658
Travel	4,695
Insurance	16,950
Rent	68,562
Food service client	1,217
Communication	15,608
Staff development/recruiting	2,799
Other	6,415
Total other operating expenses	127,613
Center's overhead allocation	54,530
Total operating expenses	639,597
Excess (deficiency) of revenues over expenses	$ 191,689

CENTER FOR FAMILY AND CHILD ENRICHMENT, INC.

INTERNAL CONTROL AND COMPLIANCE

FOR THE YEAR ENDED JUNE 30, 2023

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
Center for Family and Child Enrichment, Inc.

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 Center for Family and Child Enrichment, Inc. (the "Center") (a nonprofit organization), which comprise the statement of financial position as of June 30, 2023, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated January 12, 2024.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Center'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 the Center's internal control. Accordingly, we do not express an opinion on the effectiveness of the Center'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.

Miramar Office
3350 SW 148th Ave. | Suite 110
Miramar, FL 33027
(954) 874-1721

CLIENT FOCUSED: SOLUTION DRIVEN
info@abcpasolutions.com

Miami Office
1801 NE 123rd Street | Suite 314
North Miami, FL 33181
(786) 743-7108

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Center'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.

Miramar, Florida
January 12, 2024

CLIENT FOCUSED AB SOLUTION DRIVEN

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND STATE PROJECT AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE AND CHAPTER 10.650, *RULES OF THE AUDITOR GENERAL*

To the Board of Directors
Center for Family and Child Enrichment, Inc.

Report on Compliance for Each Major Federal Program and State Project

Opinion on Each Major Federal Program and State Project

We have audited Center for Family and Child Enrichment, Inc.'s (the "Center") compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* and the requirements described in the Department of Financial Services' State Projects Compliance Supplement that could have a direct and material effect on each of the Center's major federal programs and state projects for the year ended June 30, 2023. The Center's major federal programs and state projects are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Center complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs and state projects for the year ended June 30, 2023.

Basis for Opinion on Each Major Federal Program and State Project

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and Chapter 10.650, Rules of the Auditor General. Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Center and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program and state project. Our audit does not provide a legal determination of the Center's compliance with the compliance requirements referred to above.

Miramar Office
3350 SW 148th Ave. | Suite 110
Miramar, FL 33027
(954) 874-1721

CLIENT FOCUSED: SOLUTION DRIVEN
info@abcpasolutions.com

Miami Office
1801 NE 123rd Street | Suite 314
North Miami, FL 33181
(786) 743-7108

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the Center's federal programs and state projects.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Center's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Center's compliance with the requirements of each major federal program and state project as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 Center's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Center's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Center's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program and state project on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program and state project will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program and state project that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Miramar, Florida
January 12, 2024

CLIENT FOCUSED AB SOLUTION DRIVEN

CENTER FOR FAMILY AND CHILD ENRICHMENT, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2023

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: ***Unmodified Opinion***

Internal control over financial reporting:

- Material weakness(es) identified? ____ Yes __X__ No
- Significant deficiency(ies) identified? ____ Yes __X__ None Reported
- Noncompliance material to financial statements noted? ____ Yes __X__ No

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? ____ Yes __X__ No
- Significant deficiency(ies) identified? ____ Yes __X__ None Reported

Type of auditor's report issued on compliance for major federal programs: Unmodified Opinion

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? ____ Yes __X__ No

Identification of major federal program(s):

CFDA No.	Federal Programs:
93.527 and 93.224	Department of Health and Human Services - Grants for New and Expanded Services Under the Health Center Program
93.558	Temporary Assistance for Needy Families
93.658	Foster Care Title IV-E
93.659	Adoption Assistance

Dollar threshold used to distinguish between Type A and Type B programs: $750,000

Auditee qualified as low-risk auditee? __X__ Yes ____ No

Section I - Summary of Auditor's Results (cont'd)

State Projects

Internal control over major projects:

- Material weaknesses identified? ____Yes __X__No

- Significant deficiencies identified that are not considered to be material weaknesses? ____ Yes __X__ None Reported

Type of auditors' report issued on compliance for major projects: **Unmodified Opinion**

Any audit findings disclosed that are required to be reported in accordance with Chapter 10.650 "Rules of the Auditor General?" ____Yes __X__No

Identification of Major Projects:

CSFA Number	Name of State Project
60.074	Florida Department of Children and Families - Out of Home Supports

Dollar threshold used to distinguish between Type A and Type B projects: $750,000

Section II – Current Year - Financial Statement Findings

There are no reportable findings in current year.

Section III – Prior Year - Financial Statement Findings

There were no reportable findings in prior year.

Section IV – Current Year - Federal Awards Programs and State Financial Assistance Projects Findings and Questioned Costs

There were no findings reported which impact federal awards or state financial assistance programs.

Section V - Prior Year - Federal Awards and State Financial Assistance Findings and Questioned Costs

No findings were reported in prior year which impact federal awards or state financial assistance programs.

Section VI - Financial Assistance - Management Letter

A Management Letter was not issued.

Section VII - Other Issues

(a) No Summary Schedule of Prior Audit Findings is required because there were no prior audit findings related to Federal programs and State projects; and

(b) No Corrective Action Plan is required because there were no findings required to be reported under the Federal Single Audit Act and Florida Single Audit Act.