Florida Association of Agencies Serving the Blind, Inc.

Financial Statements
and Additional Information
For the Year Ended December 31, 2020

Keefe McCullough
CPA's + Trusted Advisors

Florida Association of Agencies Serving the Blind, Inc.

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Florida Association of Agencies Serving the Blind, Inc.

Report on the Financial Statements

We have audited the accompanying financial statements of Florida Association of Agencies Serving the Blind, Inc. (the "Organization") (a nonprofit organization), which comprise the statement of financial position as of December 31, 2020, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Organization as of December 31, 2020, 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.

Other Matters

Other 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 state financial assistance, as required by the Florida Single Audit Act, is presented for purposes of additional analysis and is not a required part of the 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 information 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 September 30, 2021, on our consideration of the Organization'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 Organization'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 Organization's internal control over financial reporting and compliance.

Keefe McCullough

KEEFE McCULLOUGH

Fort Lauderdale, Florida
September 30, 2021

FINANCIAL STATEMENTS

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Florida Association of Agencies Serving the Blind, Inc.
Statement of Financial Position
December 31, 2020

Assets:		
Cash and cash equivalents	$	250,607
Grants and contracts receivable, net		60,634
Prepaid expenses		500
Total assets	$	311,741
Liabilities:		
Accounts payable	$	88,098
Accrued expenses		98,237
Deferred revenue and refundable advances		27,719
Total liabilities		214,054
Net Assets:		
Without donor restrictions:		76,119
With donor restrictions:		21,568
Total net assets		97,687
Total liabilities and net assets	$	311,741

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

Florida Association of Agencies Serving the Blind, Inc.
Statement of Activities
For the Year Ended December 31, 2020

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues:			
Grant and contract revenue	$ 793,373	$ -	$ 793,373
Contributions	6,936	-	6,936
Association dues	70,079	-	70,079
Total revenues	870,388	-	870,388
Net assets released from restrictions	-	-	-
Total revenues and net assets released from restrictions	870,388	-	870,388
Operating Expenses:			
Program services	775,764	-	775,764
Supporting services:			
Administration	102,857	-	102,857
Fundraising	11,745	-	11,745
Total operating expenses	890,366	-	890,366
Change in net assets	(19,978)	-	(19,978)
Net Assets, Beginning of year	96,097	21,568	117,665
Net Assets, End of year	$ 76,119	$ 21,568	$ 97,687

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

Florida Association of Agencies Serving the Blind, Inc.
Statement of Functional Expenses
For the Year Ended December 31, 2020

	Program Services	Supporting Services: Administration	Supporting Services: Fundraising	Total
Personnel Costs:				
Salaries and wages	$ 2,674	$ 21,389	$ 2,674	$ 26,737
Payroll taxes and benefits	556	4,451	556	5,563
Total personnel costs	3,230	25,840	3,230	32,300
Other Expenses:				
Pass-through grants	744,961	-	-	744,961
Professional fees	-	70,620	-	70,620
Marketing and public relations	25,138	-	8,379	33,517
Provision for bad debt	-	2,712	-	2,712
Travel	2,299	-	-	2,299
Insurance	-	1,933	-	1,933
Supplies and other	136	1,085	136	1,357
Bank service fees	-	667	-	667
Total other expenses	772,534	77,017	8,515	858,066
Total expenses	$ 775,764	$ 102,857	$ 11,745	$ 890,366

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

Florida Association of Agencies Serving the Blind, Inc.
Statement of Cash Flows
For the Year Ended December 31, 2020

Cash Flows from Operating Activities:		
Change in net assets	$	(19,978)
Provision for bad debt		2,712
Changes in assets and liabilities:		
(Increase) decrease in:		
Grants and contracts receivable, net		8,239
Other receivables		7,400
Prepaid expenses		(500)
Increase (decrease) in:		
Accounts payable		(40,174)
Accrued expenses		13,064
Deferred revenue and refundable advances		17,219
Net cash provided by (used in) operating activities		(12,018)
Net increase (decrease) in cash and cash equivalents		(12,018)
Cash and Cash Equivalents, Beginning of Year		262,625
Cash and Cash Equivalents, End of Year	$	250,607

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

Note 1 - Organization and Operations

Florida Association of Agencies Serving the Blind, Inc. (the "Organization") is a nonprofit organization founded in 1972 that improves and grows professional rehabilitation services available for Floridians living with blindness and visual impairment. It is the Organization's mission to serve as the organizational support empowering private agencies serving Floridians with blindness and visual impairment. The Organization is supported primarily through grants and donor contributions.

Note 2 - Summary of Significant Accounting Policies

Basis of accounting: The Organization uses the accrual basis of accounting for financial reporting purposes, which is in accordance with accounting principles generally accepted in the United States of America ("GAAP"). 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 Organization 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.

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.

- *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.

All contributions are considered available for general use, unless specifically restricted by donor or subject to other legal restrictions.

Cash and cash equivalents: The Organization considers all highly liquid investments, for general operating purposes, with a maturity of three months or less when purchased to be cash equivalents.

Note 2 - Summary of Significant Accounting Policies (continued)

Promises to give: The Organization 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 recorded at fair value using present value techniques using risk-adjusted discount rates. In subsequent years, amortization of the discounts is included in contribution revenue. The Organization had no unconditional or conditional promises to give as of December 31, 2020.

Receivables and allowance for doubtful accounts: Receivables consist principally of claims not yet reimbursed by grantor/contract agencies. 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 December 31, 2020, management considered $ 2,712 of its receivable balances to be potentially uncollectible and has recorded an allowance in that amount.

Revenue and revenue recognition: The Organization 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 derived from units of service contracts is recognized as revenue when the unit of service has been provided in compliance with the specific contract. Revenue derived from cost-reimbursement 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 contract provisions. Amounts received prior to incurring qualifying expenditures are reported as refundable advances in the statement of financial position.

Association dues are recognized when the performance obligation of transferring or providing the service is met.

Functional expenses: The costs of providing the various programs and supporting services 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 costs, among other expenses; which are allocated on the basis of estimates of time and effort as well as other methods as determined from time-to-time by management.

Concentration of credit risk: Financial instruments that potentially subject the Organization to concentration of credit risk consist primarily of receivables and cash. The concentration of credit risk with respect to receivables is primarily due to the economic dependency on state agencies and the ability to obtain authorization, process and collect balances timely. The Organization does not require collateral or other security to support receivables. The Organization has cash in financial institutions that is insured by the Federal Deposit Insurance Corporation ("FDIC"). At various times throughout the year, the Organization 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.

Note 2 - Summary of Significant Accounting Policies (continued)

Paycheck Protection Program: In accordance with the guidance of the AICPA in Q&A section 3200, the Organization has the option to report the proceeds of this forgivable loan program under FASB *Accounting Standards Codification (ASC) 470, Debt* or by analogy to the guidance under FASB *ASC 958-605, Revenue Recognition*, and account for the funds as a conditional government grant. The Organization has elected to follow the provisions of ASC 958-605 in which the loan proceeds are recorded as refundable advances on the statement of financial position when received and recognized in revenue when the related conditions are deemed substantially met.

Income taxes: The Organization qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and as such, is only subject to federal income taxes on unrelated business income. Per management, there were no material income tax liabilities resulting from unrelated business income during the year ended December 31, 2020.

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

Date of management review: Subsequent events were evaluated by management through September 30, 2021, which is the date the financial statements were available for issuance.

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, is estimated and comprise the following at December 31, 2020:

Financial Assets:		
Cash and cash equivalents	$	250,607
Grants, contracts and other receivables		60,634
Financial assets at year-end		311,241
Less those unavailable for general expenditures within one year, due to:		
Contractual or donor-imposed restrictions:		
Purpose restrictions by donor		21,568
Financial assets available to meet cash needs for general expenditure within one year	$	289,673

Note 4 – Grant – CARES Act

Through a financial institution, the Organization received $ 5,600 from the U.S. Small Business Administration as part of the Paycheck Protection Program ("PPP") under the CARES Act, which was enacted March 27, 2020. The Organization has elected to account for the PPP funds in accordance with FASB's ASC 958-605, *Not for Profit Entities – Revenue Recognition*. Under this method, the PPP funds were recorded as a refundable advance in the statement of financial position when received in April 2020. During 2020, the Organization recognized $ 5,600 as grant revenue on the accompanying statement of activities as the related conditions were deemed substantially met by management. The Organization applied for and received full forgiveness during 2021, in accordance with the terms of this program.

Note 5 - Commitments and Contingencies

Grants and contracts: 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 becomes a liability of Florida Association of Agencies Serving the Blind, Inc.

Note 6 - Concentrations in Operations

The Organization receives a substantial amount of its public support and revenue from the State of Florida Department of Education. If a significant reduction in the level of funding were to occur, there would be an adverse effect on the Organization's programs and activities.

Note 7- Net Assets with Donor Restrictions

Net assets with donor restrictions are restricted for the following purposes as of December 31, 2020:

Subject to expenditure for a specified purpose:		
Vision Refer	$	21,568

No net assets were released from donor restriction during the year ended December 31, 2020.

Note 8 - Risks and Uncertainties

The coronavirus (COVID-19) outbreak has caused disruption in international and U.S. economies and markets. The coronavirus and fear of further spread has caused quarantines, cancellation of events, and overall reduction in business and economic activity. On March 11, 2020, the *World Health Organization* designated the coronavirus outbreak a pandemic. Management and the Board of Directors continue to evaluate and monitor the potential adverse effect that this event may have on the Organization's financial position, operations and cash flows. The full impact of COVID-19 is unknown at this time and cannot be reasonably estimated as these events are still developing.

ADDITIONAL INFORMATION

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Florida Association of Agencies Serving the Blind, Inc.
Schedule of Expenditures of State Financial Assistance
For the Year Ended December 31, 2020

State Agency, State Project	CSFA Number	Contract/Grant Number	Expenditures	Transfer to Subrecipients
Direct Project:				
State of Florida, Department of Education and Commissioner of Education -				
Children's Program/Florida Association of Agencies Serving the Blind	48.138	20-585	$ 533,333	$ 514,487
Children's Program/Florida Association of Agencies Serving the Blind	48.138	21-585	140,697	132,864
Total State of Florida, Department of Education and Commissioner of Education		48.138 Total	674,030	647,351
State of Florida, Department of Highway Safety and Motor Vehicles -				
A State of Vision License Plate	76.096	-	66,422	50,289
Blind Babies and Blind Youth Services Voluntary Contribution	76.120	-	37,308	37,308
Senior Vision Services	76.143	-	10,013	10,013
Total State of Florida, Department of Highway Safety and Motor Vehicles			113,743	97,610
Total Expenditures of State Financial Assistance			$ 787,773	$ 744,961

See Notes to Schedule of Expenditures of State Financial Assistance.

Note 1 - Basis of Presentation

The accompanying Schedule of Expenditures of State Financial Assistance (the "Schedule") include the grant activity of Florida Association of Agencies Serving the Blind, Inc. (the "Organization") under programs of the State of Florida government for the year ended December 31, 2020. The information in the Schedule of State Financial Assistance is presented in accordance with the requirements of Chapter 10.650, *Rules of the Auditor General*. Because the Schedule presents only a selected portion of the operations of the Organization, it is not intended to and does not present the financial position, changes in net position, or cash flows of the Organization.

Note 2 - Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in 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 - Contingency

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

INTERNAL CONTROLS AND COMPLIANCE

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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Board of Directors of the
Florida Association of Agencies Serving the Blind, 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 Florida Association of Agencies Serving the Blind, Inc. (a nonprofit organization) (the "Organization"), which comprise the statement of financial position as of December 31, 2020, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated September 30, 2021.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Organization's internal control over financial reporting (internal control) to determine the 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 Organization's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization'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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. 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 may exist that have not been identified.

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Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Organization'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. Finding 2019-01 in the accompanying Schedule of Findings and Questioned Costs is applicable under this section.

The Organization's Response to Findings

The Organization's response to the findings identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs under Section III. The Organization's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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.

Keefe McCullough

KEEFE McCULLOUGH

Fort Lauderdale, Florida
September 30, 2021

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

To the Board of Directors of the
Florida Association of Agencies Serving the Blind, Inc.

Report on Compliance for Each Major State Project

We have audited Florida Association of Agencies Serving the Blind, Inc. (a nonprofit organization) (the "Organization") compliance with the types of compliance requirements described in the Florida Department of Financial Services' State Projects Compliance Supplement, that could have a direct and material effect on the Organization's major state projects for the year ended December 31, 2020. The Organization's major state projects are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs**.**

Management's Responsibility

Management is responsible for compliance with state statutes, regulations, and the terms and conditions of its state awards applicable to its state projects.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Organization's major state projects based on our audit of the types of compliance requirements referred to above. 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 Chapter 10.650, *Rules of the Auditor General*. Those standards and Chapter 10.650, *Rules of the Auditor General*, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major state project occurred. An audit includes examining, on a test basis, evidence about the Organization's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major state project. However, our audit does not provide a legal determination of the Organization's compliance.

Opinion on Each Major State Project

In our opinion, the Organization 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 state projects for the year ended December 31, 2020.

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Other Matters

The results of our auditing procedures disclosed an instance of noncompliance which is required to be reported in accordance with Chapter 10.650, *Rules of the Florida Auditor General* and which is described in the accompanying Schedule of Findings and Questioned Costs as item 2019-01. Our opinion on each major state project is not modified with respect to this matter.

The Organization's response to the noncompliance finding identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. The Organization's response was not subject to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control over Compliance

Management of the Organization is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Organization's internal control over compliance with the types of requirements that could have a direct and material effect on each major state project to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major state project and to test and report on internal control over compliance in accordance with Chapter 10.650, *Rules of the Auditor General*, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Organization's 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 state project on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or 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 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 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 first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Purpose of this Report

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 Chapter 10.650, *Rules of the Auditor General*. Accordingly, this report is not suitable for any other purpose.

Keefe McCullough

KEEFE McCULLOUGH

Fort Lauderdale, Florida
September 30, 2021

Florida Association of Agencies Serving the Blind, Inc.
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2020

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?	X yes	____ no

State Projects

Internal control over major state projects:		
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 state projects:	*Unmodified Opinion*	
Any audit findings disclosed that are required to be reported in accordance with Chapter 10.650, Rules of the Auditor General?	X yes	____ no

Identification of major state project:

CSFA No.	State Project
48.138	Children's Program/Florida Association or Agencies Serving the Blind

Dollar threshold used to distinguish between type A and type B programs:	$ 300,000

SECTION II – FINANCIAL STATEMENT FINDINGS

Finding number 2019-01 discussed in Section IV is applicable under this section.

SECTION III – STATE PROJECTS FINDINGS AND QUESTIONED COSTS

Finding number 2019-01 discussed in Section IV is applicable under this section.

SECTION IV – STATUS OF PRIOR YEAR AUDIT FINDINGS

State of Florida Department of Education and Commissioner of Education

State Project: CSFA 48.138

Finding 2019-01: Documentation of services provided

Condition and Criteria: The Organization relies on the statewide AWARE reporting system ("AWARE") to document allowable services provided under the grant agreement. Subsequent to year-end, several subrecipient agencies no longer receive funding from the Organization and the Organization no longer has access to the services provided by these agencies in AWARE. In accordance with the grant agreement, the Organization must maintain documentation of services provided.

Cause: The Organization places overreliance on AWARE and did not maintain documentation outside of the statewide system.

Effect: The results were delays in producing support documentation and the inability to provide support documentation for activities provided to one child.

Recommendation: We recommend the Organization adopt a formal documentation retention policy and incorporate a system for maintaining support documentation for services provided under grant agreements.

Management's Response: The Organization relied on the documentation stored in the statewide system. On a monthly basis, the Organization will request subrecipient agencies to provide support documentation, which will be electronically stored as support for each reimbursement request.

FLORIDA ASSOCIATION OF AGENCIES SERVING THE BLIND, INC.
1604 LLOYD CREEK ROAD
MONTICELLO, FLORIDA 32344

CORRECTIVE ACTION PLAN
September 30, 2021

STATE OF FLORIDA DEPARTMENT OF EDUCATION

Florida Association of Agencies Serving the Blind, Inc. respectfully submits the following corrective action plan for the year ended December 31, 2020.

Keefe McCullough
6550 N. Federal Highway, 4th Floor
Fort Lauderdale, Fl 33308

Audit Period: December 31, 2020

The finding from the December 31, 2020 schedule of findings and questioned costs is discussed below. The finding is numbered consistent with the number assigned in the schedule.

FINDINGS - STATE SINGLE AUDIT

Finding number 2019-01 discussed below is applicable under this section.

FINDINGS AND QUESTIONED COSTS - MAJOR STATE PROJECT AUDITS

State of Florida, Department of Education and Commissioner of Education – Children's Program/Florida Association of Agencies Serving the Blind – CSFA 48.138.

Finding 2019-01: Documentation of services provided

Condition and Criteria: The Organization relies on the statewide AWARE reporting system ("AWARE") to document allowable services provided under the grant agreement. Subsequent to year-end, several subrecipient agencies no longer receive funding from the Organization and the Organization no longer has access to the services provided by these agencies in AWARE. In accordance with the grant agreement, the Organization must maintain documentation of services provided.

Cause: The Organization places overreliance on AWARE and did not maintain documentation outside of the statewide system.

Effect: The results were delays in producing support documentation and the inability to provide support documentation for activities provided to one child.

Recommendation: We recommend the Organization adopt a formal documentation retention policy and incorporate a system for maintaining support documentation for services provided under grant agreements.

Management's Response: The Organization relied on the documentation stored in the statewide system. On a monthly basis, the Organization will request subrecipient agencies to provide support documentation, which will be electronically stored as support for each reimbursement request.

If the State of Florida Department of Education has questions regarding this plan, please call Amy Grissom at 850-688-3693 or email at agrissom@beyondvisionloss.org.

Sincerely,

Amy Grissom
_____
Amy Grissom
CEO