Florida Association of Agencies Serving the Blind, Inc.

Financial Statements
and Additional Information
For the Year Ended December 31, 2021

Keefe McCullough
CPA's + Trusted Advisors

Florida Association of Agencies Serving the Blind, Inc.

Table of Contents

Independent Auditor's Report	1-3
Financial Statements	
Statement of Financial Position	4
Statement of Activities	5
Statement of Functional Expenses	6
Statement of Cash Flows	7
Notes to Financial Statements	8-11
Additional Information	
Schedule of Expenditures of State Financial Assistance	12
Notes to the Schedule of Expenditures of State Financial Assistance	13
Internal Controls and Compliance	
Independent Auditors 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*	14-15
Independent Auditor's Report on Compliance for Each Major State Project and Report on Internal on Internal Control Over Compliance Required by Chapter 10.650, *Rules of the Auditor General*	16-18
Schedule of Findings and Questioned Costs	19-20

Keefe McCullough
50 YEARS
CPA's + Trusted Advisors

INDEPENDENT AUDITOR'S REPORT

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

Report on the Financial Statements

Opinion

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, 2021, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Organization as of December 31, 2021, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Organization and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

CPA's + Trusted Advisors

Auditor's Responsibility 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* and 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 judgement 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 risk 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 Organization'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 judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization'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 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 supplementary 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 January 10, 2023, 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
January 10, 2023

FINANCIAL STATEMENTS

Keefe McCullough
50 YEARS
CPA's + Trusted Advisors

Florida Association of Agencies Serving the Blind, Inc.
Statement of Financial Position
December 31, 2021

Assets:		
Cash and cash equivalents	$	214,252
Grants and contracts receivable, net		89,030
Prepaid expenses		1,500
Total assets	$	304,782
Liabilities:		
Accounts payable	$	74,974
Accrued expenses		108,992
Deferred revenue and refundable advances		31,804
Total liabilities		215,770
Net Assets:		
Without donor restrictions:		67,444
With donor restrictions:		21,568
Total net assets		89,012
Total liabilities and net assets	$	304,782

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, 2021

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues:			
Grant and contract revenue	$ 914,644	$ -	$ 914,644
Contributions	1,074	11,000	12,074
Association dues	71,272	-	71,272
Total revenues	986,990	11,000	997,990
Net assets released from restrictions	11,000	(11,000)	-
Total revenues and net assets released from restrictions	997,990	-	997,990
Operating Expenses:			
Program services	888,567	-	888,567
Supporting services:			
Administration	109,369	-	109,369
Fundraising	8,729	-	8,729
Total operating expenses	1,006,665	-	1,006,665
Change in net assets	(8,675)	-	(8,675)
Net Assets, Beginning of year	76,119	21,568	97,687
Net Assets, End of year	$ 67,444	$ 21,568	$ 89,012

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, 2021

	Program Services	Supporting Services: Administration	Supporting Services: Fundraising	Total
Personnel Costs:				
Salaries and wages	$ 3,995	$ 31,960	$ 3,995	$ 39,950
Payroll taxes and benefits	1,223	9,786	1,223	12,232
Total personnel costs	5,218	41,746	5,218	52,182
Other Expenses:				
Pass-through grants	857,764	-	-	857,764
Professional fees	10,000	59,180	-	69,180
Marketing and public relations	9,711	-	3,237	12,948
Provision for bad debt	-	2,387	-	2,387
Travel	5,600	-	-	5,600
Insurance	-	2,264	-	2,264
Supplies and other	274	2,189	274	2,737
Bank service fees	-	1,603	-	1,603
Total other expenses	883,349	67,623	3,511	954,483
Total expenses	$ 888,567	$ 109,369	$ 8,729	$ 1,006,665

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, 2021

Cash Flows from Operating Activities:		
Change in net assets	$	(8,675)
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Provision for bad debt		2,387
Changes in assets and liabilities:		
(Increase) decrease in:		
Grants and contracts receivable, net		(30,783)
Prepaid expenses		(1,000)
Increase (decrease) in:		
Accounts payable		(13,124)
Accrued expenses		10,755
Deferred revenue and refundable advances		4,085
Net cash provided by (used in) operating activities		(36,355)
Net increase (decrease) in cash and cash equivalents		(36,355)
Cash and Cash Equivalents, Beginning of Year		250,607
Cash and Cash Equivalents, End of Year	$	214,252

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 ("U.S. 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, 2021.

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, 2021, management considered all receivable balances to be collectible and has not recorded an allowance.

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)

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, 2021.

Use of estimates: The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported 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 January 10, 2023, 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, 2021:

Financial Assets:		
Cash and cash equivalents	$	214,252
Grants, contracts and other receivables		89,030
Financial assets at year-end		303,282
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	$	281,714

Note 4 - 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 5 - 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 6- Net Assets with Donor Restrictions

Net assets with donor restrictions are restricted for the following purposes as of December 31, 2021:

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

Approximately $ 11,000 of net assets were released from donor restriction due to the satisfaction of purpose restrictions during the year ended December 31, 2021.

ADDITIONAL INFORMATION

Keefe McCullough
50 YEARS
CPA's + Trusted Advisors

Florida Association of Agencies Serving the Blind, Inc.
Schedule of Expenditures of State Financial Assistance
For the Year Ended December 31, 2021

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	21-585	$ 359,303	$ 342,136
Children's Program/Florida Association of Agencies Serving the Blind	48.138	22-585	428,946	408,938
Total State of Florida, Department of Education and Commissioner of Education		48.138 Total	788,249	751,074
State of Florida, Department of Highway Safety and Motor Vehicles -				
A State of Vision License Plate	76.096	-	74,783	56,025
Blind Babies and Blind Youth Services Voluntary Contribution	76.120	-	40,540	40,540
Senior Vision Services	76.143	-	9,615	9,615
Total State of Florida, Department of Highway Safety and Motor Vehicles			124,938	106,180
Total Expenditures of State Financial Assistance			$ 913,187	$ 857,254

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, 2021. 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

Keefe McCullough
50 YEARS
CPA's + Trusted Advisors

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
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. (the "Organization") (a nonprofit organization), which comprise the statement of financial position as of December 31, 2021, 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 January 10, 2023.

Report on 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. 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 have not been identified.

CPA's + Trusted Advisors

Report on 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. 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.

KEEFE McCULLOUGH

Fort Lauderdale, Florida
January 10, 2023

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
Florida Association of Agencies Serving the Blind, Inc.

Report on Compliance for Each Major State Project

Opinion on Each Major State Project

We have audited Florida Association of Agencies Serving the Blind, Inc.'s (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, 2021. 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**.**

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, 2021.

Basis for Opinion on Each Major 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 statement audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the requirements of Chapter 10.650, *Rules of the Auditor General*. Our responsibilities under those standards and Chapter 10.650, *Rules of the Auditor General* 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 Organization and to meet our other 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 state project. Our audit does not provide a legal determination of the Organization's compliance with the compliance requirements referred to above.

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 Organization's state projects.

CPA's + Trusted Advisors

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 Organization'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 Chapter 10.650, *Rules of the Auditor General* 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 judgement made by a reasonable user of the report on compliance about the Organization's compliance with the requirements of each major state project as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and Chapter 10.650, *Rules of the Auditor General,* 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 Organization'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 Organization'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 Chapter 10.650, *Rules of the Auditor General*, but not for the purpose of expressing an opinion on the effectiveness of the Organization'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 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 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 those 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 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
January 10, 2023

Florida Association of Agencies Serving the Blind, Inc.
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2021

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	

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?	____ yes	X 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

None reported.

SECTION III - STATE PROJECTS FINDINGS AND QUESTIONED COSTS

None Reported.

SECTION IV – STATUS OF PRIOR YEAR AUDIT FINDINGS

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.

Current Status: This finding has been fully corrected in the current year.