

ORLANDO AFTER-SCHOOL ALL-STARS, INC.
Financial Statements
September 30, 2022
With Independent Auditor's Reports

withum
ADVISORY TAX AUDIT

Orlando After-School All-Stars, Inc.
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September 30, 2022

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Orlando After-School All-Stars, Inc.:

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Orlando After-School All-Stars, Inc. ("ASAS") (a nonprofit organization), which comprise the statement of financial position as of September 30, 2022, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of ASAS as of September 30, 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 audit in accordance with auditing standards generally accepted in the United States of America ("GAAS") 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 ASAS 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 opinion.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the ability to continue as a going concern for 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 GAAS 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 GAAS 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 ASAS'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 ASAS's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Other Matters

Supplementary Information
Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The Schedule of Expenditures of Federal Awards for the year ended September 30, 2022, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and Schedule of State Financial Assistance, as required by Chapter 10.650, *Rules of the Auditor General of the State of Florida*. for the year ended September 30, 2022, are 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 May 3, 2023 on our consideration of ASAS'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 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 ASAS's internal control over financial reporting and compliance.

Wilhelm Smith + Brown, PC

May 3, 2023

Orlando After-School All-Stars, Inc.
Statement of Financial Position
September 30, 2022

Assets

Current assets	
Cash and cash equivalents	$ 1,602,213
Accounts and grants receivable	552,492
Prepaid expenses	1,500
Total current assets	$ 2,156,205

Liabilities and Net Assets

Current liabilities	
Accounts payable and accrued expenses	$ 317,055
Net assets without donor restrictions	1,839,150
Total current liabilities and net assets	$ 2,156,205

The Notes to Financial Statements are an integral part of this statement.

Orlando After-School All-Stars, Inc.
Statement of Activities
Year Ended September 30, 2022

Support and revenues	
In-kind donations	$ 2,901,122
Grants, donations, and contributions	
Grant revenue - 21st Century Community Learning Centers	1,172,211
Grant revenue - Mentoring/Student Assistance Initiatives	919,394
Other grants	254,408
Contributions	84,128
Special events, net of expenses of $39,656	190,445
Interest income	30
Total support and revenues	5,521,738
Expenses	
Program services	
In-kind donations	2,901,122
Grant expenses - 21st Century Community Learning Centers	1,172,211
Grant expenses - Mentoring/Student Assistance Initiatives	921,066
Other grant expenses	53,409
Supplies	52,723
Contractual services	48,150
Insurance	36,046
General expenses	9,510
Charitable contributions	4,926
Total program services	5,199,163
Supporting services	
Bank charges	3,348
Dues and subscriptions	12,056
Management services	154,127
Professional services	23,505
Office expense	11,301
Training	2,706
Total supporting services	207,043
Total expenses	5,406,206
Change in net assets without donor restrictions	115,532
Net assets without donor restrictions	
Beginning of year	1,723,618
End of year	$ 1,839,150

The Notes to Financial Statements are an integral part of this statement.

Orlando After-School All-Stars, Inc.
Statement of Cash Flows
Year Ended September 30, 2022

Operating activities	
Change in net assets without donor restrictions	$ 115,532
Adjustments to reconcile change in net assets without donor restrictions to net cash provided by operating activities	
Changes in operating assets and liabilities	
Accounts and grants receivable	(54,751)
Prepaid expenses	19,874
Accounts payable and accrued expenses	175,066
Net cash provided by operating activities	255,721
Net change in cash and cash equivalents	255,721
Cash and cash equivalents	
Beginning of year	1,346,492
End of year	$ 1,602,213

The Notes to Financial Statements are an integral part of this statement.

1. ORGANIZATION AND PURPOSE

Nature of Organization and Activities

Orlando After-School All-Stars, Inc. ("ASAS") is a Florida, not-for-profit corporation and an affiliate of the national After-School All-Stars program. Its mission is to plan, prepare for, and conduct athletic, academic, and esteem-building events for all youths in the Central Florida area, ages 8 to 18, regardless of physical or mental ability. ASAS positively impacts the lives of its participants and also provides a quality experience for participating youths while breaking down racial, religious, economic, and social barriers.

No fees are charged to any participant of any event. Funding for operations is almost exclusively from contributions and grants. The planning, preparation, and conducting of events is done solely on a voluntary basis by employees of the various sponsors.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation

ASAS prepares its statements under the guidance of Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") 958, *Not-for-Profit Entities*. Under FASB ASC 958, ASAS is required to report information regarding its financial position and activities according to two classes of net assets: net assets with donor restrictions and net assets without donor restrictions.

Basis of Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. Net assets and revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of ASAS and changes therein are classified and reported as follows:

Net assets without donor restrictions: Net assets that are not subject to donor-imposed stipulations. These assets may, however, be subject to Board of Directors ("Board") designation and unavailable for use at management's discretion.

Net assets with donor restrictions: Net assets that are subject to donor-imposed stipulations. These stipulations either require ASAS to maintain the net asset permanently, generally permitting all or part of the income earned on related assets be used for general or specific purposes or be met either by the completion of a stipulated action and/or the passage of time.

Accounting Pronouncement Adopted in Current Year

Contributed Nonfinancial Assets

In September 2020, the FASB issued Accounting Standards Update ("ASU") 2020-07, *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets* (Topic 958). ASU 2020-07 is intended to improve transparency in the reporting of contributed nonfinancial assets, also known as in-kind gifts, for not-for-profit organizations. The ASU requires a not-for-profit organization to present contributed nonfinancial assets as a separate line item in the statements of activities, apart from contributions of cash or other financial assets, along with expanded disclosure requirements. ASAS retrospectively adopted the new guidance as of October 1, 2021. The adoption of this standard also resulted in increased disclosures.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

Cash and Cash Equivalents
Cash and cash equivalents are comprised of highly liquid accounts with maturities of three months or less at the time of purchase.

Accounts and Grants Receivable
Accounts and grants receivable are comprised of amounts due from individuals, corporate sponsors, and granting agencies within one year. ASAS values its receivables based on the net amount it expects to receive from these parties. Management reviews the collectability of accounts and grants receivable on an annual basis. Factors which influence management's judgment in determining the appropriate allowance for doubtful accounts and for charging off uncollectable accounts include past collection experience and industry standards. No allowance has been established at September 30, 2022. Management believes all amounts are collectible.

Revenue Recognition
Gifts of cash and other assets received with donor stipulations that limit the use of the donated assets are reported as a restricted contribution. When a restriction ends, or the purpose of the restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and are reported in the statement of activities as net assets released from restrictions. Donor-restricted contributions whose restrictions are met in the same reporting period are reported as contributions without donor restrictions in that period. At September 30, 2022, there were no contributions with donor restrictions.

Contribution revenue is recognized as received. A portion of revenues was generated from contributions solicited primarily from one founding sponsor. Additionally, most founding and corporate sponsors are suppliers of goods or services within the hospitality industry.

Revenues under grants are recognized to the extent that expenditures are incurred or as services are provided, as defined in the grant agreement. Costs incurred for which payment has not been received are recorded as grants receivable.

In-Kind Donations
Contributions of donated noncash assets are recorded at their estimated fair values in the period received. Contributions of donated services that create or enhance nonfinancial assets, or that require specialized skills which are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation, are recorded at their fair values in the period received. The value of contributed services is based upon an estimated average fee normally charged by the individuals performing the services. In addition, many individuals volunteer their time and perform a variety of tasks that assist ASAS, but these services do not meet the criteria for recognition as contributed services.

Income Taxes
ASAS is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code ("IRC") and Florida income tax under Chapter 220 of the Florida Statutes. Therefore, ASAS has made no provision for income taxes in the accompanying financial statements. In addition, ASAS has been determined by the Internal Revenue Service not to be a private foundation within the meaning of Section 509(a) of the IRC. There was no unrelated business income for the year ended September 30, 2022.

In accordance with FASB ASC Topic 740, *Income Taxes* ("Topic 740"), all entities are required to evaluate and disclose income tax risks. Topic 740 clarifies the accounting for uncertainty in tax positions and prescribes guidance related to the financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return. The tax benefit from an uncertain tax position is only recognized in the statement of financial position if the tax position is more likely than not to be sustained upon an examination, based on the technical merits of the position. Interest and penalties, if any, are included in expenses in the statement of activities. As of September 30, 2022, ASAS had no uncertain tax positions that qualify for recognition or disclosure in the financial statements.

ASAS's income tax returns are subject to review and examination by federal authorities. ASAS is not aware of any activities that would jeopardize its tax-exempt status. ASAS is not aware of any activities that are subject to tax on unrelated business income, excise, or other taxes. Further, there are no income tax related penalties included in the financial statements.

Functional Expenses
The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Expenses are related to in-kind donations, grants, supplies, insurance general as well as charitable expenses. There are no expense for supporting services that have been allocated to program services as all program expenses are direct expenses.

Subsequent Events
ASAS has evaluated subsequent events through May 3, 2023, the date which the financial statements were available to be issued. Based upon this evaluation, ASAS has determined that no subsequent events have occurred which require adjustment to or disclosure in the financial statements.

3. ACCOUNTS AND GRANTS RECEIVABLE

Accounts and grants receivable consist of the following at September 30, 2022:

Florida Department of Education	$ 451,881
ASAS National Foundation	25,000
Various receivables	75,611
	$ 552,492

4. IN-KIND DONATIONS

In-kind donations consist of donated facilities, meals and snacks, administrative and operations support, theme park tickets, health services, and raffles/prizes as follows for the year ended September 30, 2022:

OCPS/CFLA - donated facilities	$ 762,813
OCPS/CFLA - donated meals/snacks	477,315
City of Orlando - administrative/operations support	1,224,219
Theme park tickets	384,179
Teen Xpress Program health services	25,425
Special event raffle prize donations	27,171
Total in-kind donations	$ 2,901,122

Additionally, a substantial number of volunteers have donated significant amounts of time to ASAS in various capacities. However, these services have not been recognized, inasmuch as such services either do not require specialized skills or would not typically be purchased had they not been provided by donation. The value of these services is not readily determinable.

ASAS recognized donated facilities, meals and snacks, administrative and operations support, theme park tickets, health services, and raffles/prizes within revenue. Unless otherwise noted, contributed materials and supplies did not have donor-imposed restrictions.

Donated meals and snacks, theme park tickets, health services, and raffles/prizes were utilized in ASAS's program services. In valuing these contributions, ASAS estimated the fair value on the basis of estimates of wholesale values that would be received for selling similar products in the United States.

Donated facilities were utilized in ASAS's program services. In valuing these contributions, ASAS estimated the fair value on the basis of the applicable facilities use fees charged by Orange County Public Schools for the 2022-2023 fiscal year.

Donated administrative and operations support was utilized in ASAS's program and supporting services. In valuing these contributions, ASAS estimated the fair value on the basis of the hourly rate for each City of Orlando employee who contributed support to ASAS.

5. GRANTS, DONATIONS, AND CONTRIBUTIONS

Grants, donations, and contributions were awarded from the following sponsors/donors for the year ended September 30, 2022:

Florida Department of Education 21st Century Community Learning Centers Grant	$ 1,172,211
Florida Department of Education State Appropriations Grant	919,394
National ASAS Grant	100,000
OJJDP Grant	63,409
Charley's Kids Foundation Grant	19,506
First Horizon Foundation Grant	11,000
Mead Family Foundation Grant	10,000
Universal Orlando Foundation Support	10,000
Chick-Fil-A Inc. Grant	50,000
Fifth Third Foundation Grant	25,000
Robert A Yeager Grant	20,000
Various Donations	29,621
	$ 2,430,141

6. SPECIAL EVENTS

Special event consists of net revenues from the Kids Classic Golf Tournament and the Cows 'n Cabs charity fundraising event.

7. GRANT-RELATED EXPENSES

ASAS was approved for a grant funded by the Florida Department of Education ("DOE") through the federal 21st Century Community Learning Centers ("CCLC") program to support ASAS's 21st Century Project (the "Project"). The Project's purpose is to improve the lives of at-risk youth and their families by addressing the need for more intensive and innovative after-school programming for economically disadvantaged neighborhoods in the area.

ASAS is eligible for funding for five consecutive years at a rate of 100% of total funding for the first two years and 80% of total funding for the final three years. The funding is a reimbursement-style grant covering the 36-week school year, designated for three Title I middle school program sites and includes funds for new program services in academics, enrichment, and transportation. The costs are first paid by the City of Orlando (the "City"), which is reimbursed by ASAS. ASAS is reimbursed by the DOE upon approval of the required documentation submitted.

8. COMMITMENTS AND CONTINGENCIES

Concentrations and Credit Risk

ASAS receives a significant portion of its revenue from CCLC, a federal program administered through the DOE. Governmental funding for this program is subject to statutory and regulatory changes, administrative rulings, and governmental funding restrictions, all of which could adversely affect ASAS's revenues. For the year ended September 30, 2022, approximately 38% of ASAS's support and revenues, and 82% of ASAS's receivables, were from the DOE.

Financial instruments which potentially subject ASAS to concentrations of credit risk consist principally of cash and cash equivalents and grants receivable. ASAS maintains its cash and cash equivalents in bank deposit accounts which, at times, may exceed federally insured limits. Any loss incurred or a lack of access to such funds could have a significant adverse impact on the ASAS's financial condition, results of operations, and cash flows. Credit risk with respect to grants receivable is limited due to the number of individual and corporate sponsors and granting agencies.

Management Agreement and Related Party Transactions

ASAS entered into a five-year management agreement with the City to provide management oversight and supervision of the before-and-after-school and summer camp programs the City funds and sponsors at seven Orange County middle school sites. The terms of the management agreement commenced on September 1, 2014. The agreement included five one-year extensions.

The agreement was automatically renewed for the 2022 – 2023 school-year term. The agreement provides, among other things, for monthly payments to the City to cover its portion of ASAS's Executive Director's salary and benefits, in excess of $30,000, that is paid through the City's payroll.

Management services charged to expenses related to the programs sponsored were $154,127 for the year ended September 30, 2022. Substantially all of the accounts payable and accrued expenses at September 30, 2022 were due to the City for these and other miscellaneous charges.

Some members of the Board of Directors are City employees.

Litigation

In the course of its business, ASAS may be party to claims, torts, and other actions against it. Management evaluates the validity of such actions and acts accordingly. In the opinion of management, at September 30, 2022, there were no legal actions outstanding that could financially impact ASAS.

9. FINANCIAL ASSETS AND LIQUIDITY RESOURCES

ASAS's financial assets available within one year of the statement of financial position date for general expenditures are as follows:

Cash and cash equivalents	$ 1,602,213
Accounts and grants receivable	552,492
Total financial assets available to management for general expenditures within one year	$ 2,154,705

As part of ASAS's liquidity management, it has a policy to structure its financial assets according to their nearness of conversion to cash and liabilities according to the nearness of their maturity and resulting use of cash.

SUPPLEMENTARY INFORMATION

Orlando After-School All-Stars, Inc.
Schedule of Expenditures of Federal Awards
Year Ended September 30, 2022

Federal Grantor/Pass-through Grants/Program	Assistance Listing Number	Amounts Passed Through to Subrecipients	Federal Expenditures
U.S. Department of Education			
Twenty-first Century Community Learning Centers passed through Florida Department of Education	84.287	$ -	$ 1,172,211
Total for U.S. Department of Education		-	1,172,211
U.S. Department of Justice			
Juvenile Justice and Delinquency Prevention passed through After-School All-Stars, Inc.	16.540	-	63,409
Total for U.S. Department of Justice		-	63,409
Total expenditures of federal awards		$ -	$ 1,235,620

See Independent Auditor's Report.
See Accompanying Notes to Schedule of Expenditures of Federal Awards.

1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of ASAS under programs of the federal government for the year ended September 30, 2022. The information in this Schedule is presented in accordance with the 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"). Because the Schedule presents only a selected portion of the operations of ASAS, it is not intended to and does not present the financial position, changes in net assets, or cash flows of ASAS.

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 the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

3. INDIRECT COST RATE

ASAS does not have a federally negotiated indirect cost rate and has not elected to use the 10% de minimis cost rate.

4. SUBRECIPIENTS

There were no federal awards provided to subrecipients.

See Independent Auditor's Report.

Orlando After-School All-Stars, Inc.
Schedule of State Financial Assistance
Year Ended September 30, 2022

State of Florida Department of Education	Amounts Passed Through to Subrecipients	Current Year Expenditures
State Funds Subject to Section 215.97, Florida Statute		
State Department of Education; Mentoring / Student Assistance Initiatives	$ 585,495	$ 919,394
Total State of Florida Department of Education	585,495	919,394
Total expenditures of state financial assistance	$ 585,495	$ 919,394

1. BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of State Financial Assistance (the "Schedule") includes the state grant activity of ASAS. for the year ended September 30, 2022. The information in this Schedule is presented in accordance with the requirements of Chapter 10.650, *Rules of the Auditor General of the State of Florida*. Because the Schedule presents only a selected portion of the operations of ASAS, it is not intended to, and does not, present the financial position, changes in net assets, or cash flows of ASAS.

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 the Florida Single Audit Act, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

3. SUBRECIPIENTS

During the year ended September 30, 2022, ASAS passed $585,495 of state awards through to subrecipients.

See Independent Auditor's Report.

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*

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Orlando After-School All-Stars, Inc.:

We have audited 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, the financial statements of Orlando After-School All-Stars, Inc. ("ASAS"), which comprise the statement of financial position as of September 30, 2022, 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 May 3, 2023.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered ASAS'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 ASAS's internal control. Accordingly, we do not express an opinion on the effectiveness of ASAS'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 ASAS'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 may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether ASAS'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 ASAS's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering ASAS's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



May 3, 2023

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

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Orlando After-School All-Stars, Inc.:

Report on Compliance for Each Major Federal Program and State Project

Opinion on Each Major Federal Program and State Project

We have audited Orlando After-School All-Stars, Inc.'s ("ASAS") compliance with the types of compliance requirements described 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 ASAS's major federal program and state project for the year ended September 30, 2022. ASAS's major federal program and state project are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, ASAS complied, in all material aspects, with the types of compliance requirements referred to above that could have a direct and material effect on its major program and state project for the year ended September 30, 2022.

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 ("GAAS"); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States ("Government Auditing Standards"); 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 of the State of Florida*. Our responsibilities under those standards, the Uniform Guidance, and Chapter 10.650, *Rules of the Auditor General State of Florida* are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of ASAS 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 the major federal program. Our audit does not provide a legal determination of ASAS'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, statues, regulations, rules and provisions of contracts or grant agreements applicable to ASAS's federal program and state project.

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 ASAS'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 GAAS, *Government Auditing Standards*, the Uniform Guidance, 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 judgment made by a reasonable user of the report on compliance about ASAS's compliance with the requirements of the major federal program and state projects as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, the audit requirements of the Uniform Guidance, and Chapter 10.650, *Rules of the Auditor General of the State of Florida,* 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 ASAS'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 ASAS'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 and Chapter 10.650, *Rules of the Auditor General of the State of Florida*, but not for the purpose of expressing an opinion on the effectiveness of ASAS'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

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.

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

Withum Smith + Brown, PC

May 3, 2023

Orlando After-School All-Stars, Inc.
Schedule of Findings and Questioned Costs
Year Ended September 30, 2022

SECTION I – SUMMARY OF AUDITOR'S RESULTS

Financial Statements			
Type of auditor's report issued on whether the financial statements audited were prepared in accordance with GAAP	Unmodified		
Internal control over financial reporting			
Material weakness(es) identified?	____ Yes	X No	
Significant deficiencies identified not considered to be material weaknesses?	____ Yes	X None reported	
Noncompliance material to financial statements noted?	____ Yes	X No	
Federal Awards Programs and State Projects			
Internal control over major programs			
Material weakness(es) identified?	____ Yes	X No	
Significant deficiencies identified not considered to be material weaknesses?	____ Yes	X None reported	
Type of auditor's report issued on compliance for major federal programs and state projects?	Unmodified		
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a) or Chapter 10.656, *Rules of the Auditor General of the State of Florida?*	____ Yes	X No	

Identification of major federal programs

Assistance Listing Number	Name of Federal Program or Cluster
84.287	21st Century Community Learning Centers (21st CCLC)

State Projects

Identification of major state projects:

CFSA Number	Name of Major State Project
48.068	State Department Education; Mentoring / Student Assistance Initiatives

Dollar threshold used to distinguish between Type A and Type B federal programs:	$	750,000
Dollar threshold used to distinguish between Type A and Type B state projects:	$	300,000
Auditee qualified as low-risk auditee pursuant to Uniform Guidance (not applicable for state projects)?	X Yes	____ No

SECTION II – FINANCIAL STATEMENT FINDINGS

No matters were reported.

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No matters were reported.

SECTION IV – MAJOR STATE PROJECTS FINDINGS AND QUESTIONED COSTS

No matters were reported.

SECTION V – PRIOR AUDIT FINDINGS

No matters were reported.

See Independent Auditor's Report.