

**INFORMED FAMILIES / THE
FLORIDA FAMILY PARTNERSHIP, INC.**
(f/k/a Informed Families of Dade County, Inc.)

FINANCIAL STATEMENTS,
SUPPLEMENTARY INFORMATION AND
INDEPENDENT AUDITORS' REPORT

DECEMBER 31, 2010

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INDEPENDENT AUDITORS' REPORT

Board of Directors
Informed Families / The
Florida Family Partnership, Inc.
(f/k/a Informed Families of Dade County, Inc.)
Miami, Florida

We have audited the accompanying statement of financial position of Informed Families / The Florida Family Partnership, Inc. (f/k/a Informed Families of Dade County, Inc.) (the "Organization"), as of December 31, 2010 and the related statements of activities and changes in net assets and cash flows for the year then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

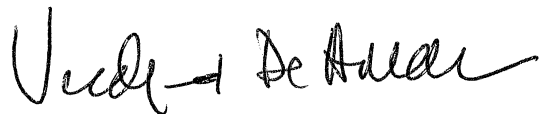
We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amount and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our 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, 2010, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated May 10, 2011, on our consideration of the Organization's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.



Our audit was conducted for the purpose of forming an opinion on the basic financial statements of the Organization taken as a whole. The accompanying schedule of expenditures of federal awards and state financial assistance as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and Chapter 10.650 Rules of the Auditor General of the State of Florida, the schedules of state earnings, cost center actual expenses and revenues, and bed day availability payments as required by the Florida Department of Children and Families (the "Department"), *Guide to Performance Contracting for Alcohol, Drug Abuse and Mental Health Services*, and the schedule of functional expenses are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements, and in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.



CERTIFIED PUBLIC ACCOUNTANTS

Coral Gables, Florida
May 10, 2011

INFORMED FAMILIES / THE FLORIDA FAMILY PARTNERSHIP, INC.

(f/k/a Informed Families of Dade County, Inc.)

STATEMENT OF FINANCIAL POSITION**DECEMBER 31, 2010****ASSETS**

CURRENT ASSETS

Cash and cash equivalents	\$ 445,341
Grants and other accounts receivable	232,940
Prepaid expenses and other current assets	15,803
TOTAL CURRENT ASSETS	<u>694,084</u>

PROPERTY AND EQUIPMENT, net of accumulated depreciation 798,804

OTHER ASSETS, net of accumulated amortization 9,493

TOTAL ASSETS \$ 1,502,381

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Accounts payable and accrued expenses	\$ 34,719
Deferred revenues	65,750
Line of credit	46,800
Note payable - current portion	26,683
TOTAL CURRENT LIABILITIES	<u>173,952</u>

NOTE PAYABLE, LONG-TERM PORTION 726,645

TOTAL LIABILITIES 900,597

NET ASSETS

Unrestricted	<u>601,784</u>
TOTAL NET ASSETS	<u>601,784</u>

TOTAL LIABILITIES AND NET ASSETS \$ 1,502,381

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

INFORMED FAMILIES / THE FLORIDA FAMILY PARTNERSHIP, INC.

(f/k/a Informed Families of Dade County, Inc.)

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS**FOR THE YEAR ENDED DECEMBER 31, 2010**

SUPPORT AND REVENUE

Government grants	\$ 1,608,421
Foundation contributions	125,858
Fundraising contributions	327,306
Sale of goods & services	196,320
Other income	13,011
In-kind contributions	381,850
TOTAL SUPPORT AND REVENUE	<u>2,652,766</u>

EXPENSES

Program services	
Community action teams	843,467
Universal campaign	380,586
Parent training	280,685
Red ribbon certified schools	366,449
Regional offices	340,459
Total Program Services	<u>2,211,646</u>
Support Activities	
Fundraising	345,377
General and administrative	121,088
Total Support Activities	<u>466,465</u>
TOTAL EXPENSES	<u>2,678,111</u>

CHANGE IN NET ASSETS (25,345)

Net Assets at beginning of year 627,129Net Assets at end of year \$ 601,784

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

INFORMED FAMILIES / THE FLORIDA FAMILY PARTNERSHIP, INC.

(f/k/a Informed Families of Dade County, Inc.)

STATEMENT OF CASH FLOWS**FOR THE YEAR ENDED DECEMBER 31, 2010**

CASH FLOWS FROM OPERATING ACTIVITIES

Change in net assets	\$ (25,345)
Adjustments to reconcile changes in net assets to net cash provided by operating activities:	
Provision for bad debt	20,300
Depreciation and amortization	28,228
Changes in operating assets and liabilities:	
Increase in accounts receivable	(3,460)
Decrease in unconditional pledges to give	16,372
Decrease in prepaid expenses and other current assets	4,947
Increase in accounts payable and accrued expenses	5,199
Increase in deferred revenues	28,732
Total adjustments	<u>100,318</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>74,973</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Purchases of property and equipment	(9,285)
NET CASH USED IN INVESTING ACTIVITIES	<u>(9,285)</u>

CASH FLOWS FROM FINANCING ACTIVITIES

Payments on line of credit	(41,101)
Payments on mortgage payable	(16,314)
NET CASH USED IN FINANCING ACTIVITIES	<u>(57,415)</u>

NET INCREASE IN CASH AND EQUIVALENTS 8,273

CASH AND CASH EQUIVALENTS

Beginning of year	<u>437,068</u>
End of year	<u><u>\$ 445,341</u></u>

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

INFORMED FAMILIES / THE FLORIDA FAMILY PARTNERSHIP, INC.

(f/k/a Informed Families of Dade County, Inc.)

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010

NOTE 1 – SIGNIFICANT ACCOUNTING POLICIES AND OPERATIONS

Organization and Nature of Operations

Informed Families / The Florida Family Partnership, Inc. (the "Organization") f/k/a Informed Families of Dade County, Inc. is a not-for-profit organization whose objective is to disseminate information and provide training to the community for the prevention of drug and alcohol abuse.

Basis of Accounting

The financial statements have been prepared on the accrual basis of accounting and in accordance with generally accepted accounting principles in the United States of America ("U.S. GAAP"). In September 2009, the Financial Accounting Standards Board ("FASB") implemented the Accounting Standards Codification ("ASC") which establishes FASB ASC as the source of authoritative U.S. accounting and reporting standards for nongovernmental entities. Presented below is a summary of significant accounting principles followed in the preparation of the accompanying financial statements.

Basis of Preparation

These financial statements are presented in accordance with FASB ASC. Under this interpretation, the Organization is required to report information regarding its financial position and activities according to three classes of net assets.

Unrestricted

Net assets which are free of donor-imposed restrictions; all revenues, expenses, gains, and losses that are not changes in permanently or temporarily restricted net assets.

Temporarily Restricted

Net assets whose use by the Organization is limited by donor-imposed stipulations that either expire by passage of time or that can be fulfilled or removed by actions of Informed Families pursuant to those stipulations. There are no temporarily restricted net assets as of December 31, 2010.

Permanently Restricted

Net assets whose use by the Organization is limited by donor-imposed stipulations that neither expire with the passage of time nor can be fulfilled or otherwise removed by actions of Informed Families. There are no permanently restricted net assets as of December 31, 2010.

Revenue Recognition

It is the policy of the Organization to record grant revenue when earned and defer any unearned advances received until earned. Government funds restricted by grantor for operating purposes are deemed to be earned and reported as revenue when the Organization has incurred expenditures in compliance with the specific restrictions.

Donated Services

Donated services are recognized as contributions in accordance with SFAS 116, "Accounting for Contributions Received and Contributions Made", if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are preformed by people with those skills, and would otherwise be purchased by the Organization.

INFORMED FAMILIES / THE FLORIDA FAMILY PARTNERSHIP, INC.

(f/k/a Informed Families of Dade County, Inc.)

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010

NOTE 1 – SIGNIFICANT ACCOUNTING POLICIES AND OPERATIONS (Continued)

Cash and Cash Equivalents

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

Promises to Give

Unconditional promises to give are recognized as revenues in the period pledged and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Promises to give are recorded at net realizable value if expected to be collected in one year and at fair value if expected to be collected in more than one year. Conditional promises to give are recognized when the conditions on which they depend are substantially met.

Property and Equipment

Property and equipment are recorded at cost. Depreciation is provided for on the straight-line method over the estimated useful lives of the assets. Cost of major additions and improvements are capitalized and expenditures for maintenance and repairs which do not extend the useful life of the assets are expensed. Donated equipment is recorded at fair market value at the date of the gift.

A portion of the Building is currently leased to third parties. Total Rental Income for the year was \$86,676.

Donated Assets

Donated assets are recorded as contributions in the accompanying financial statements at their estimated fair market values on the date of receipt.

Deferred Grant Revenues

It is the Organizations policy to record any unearned advanced portion of grants as deferred revenue. At year end deferred grant revenues were \$65,750. (See Note 2).

Income Taxes

The Organization qualifies as a tax exempt not-for-profit organization under Section 501(c)(3) of the Internal Revenue Code. Accordingly no provision for Federal or State income tax is required.

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.

Restricted Contributions Whose Restrictions Are Met in the Same Reporting Period

Donor restricted contributions whose restrictions are met in the same reporting period are reported as unrestricted within the unrestricted fund.

INFORMED FAMILIES / THE FLORIDA FAMILY PARTNERSHIP, INC.

(f/k/a Informed Families of Dade County, Inc.)

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010

NOTE 1 – SIGNIFICANT ACCOUNTING POLICIES AND OPERATIONS (Continued)

Subsequent Events

The Organization has evaluated subsequent events through May 10, 2011, which is the date the financial statements were available to be issued.

Accounting for Uncertainty in Income Taxes

The Organization is exempt from federal income taxes under Section 501(c) (3) of the Internal Revenue Code.

Revenue derived from sources considered to be “unrelated business income” by the Internal Revenue Service is subject to income tax. The amount of income tax for unrelated business income is not material to these financial statements. Accordingly, no provision for income tax is reported in these financial statements.

The Organization adopted the provisions of an accounting standard, which clarifies the accounting for uncertainty in income taxes recognized in an organization’s financial statements in accordance with existing accounting guidance on income taxes, and prescribes a recognition threshold and measurement process for financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return. This standard also provides guidance on derecognition, classification, interest and penalties, accounting in interim periods, disclosure and transition. Interest and penalties on tax liabilities, if any, would be recorded as an expense in the statements of activities. No liability for unrecognized tax benefits was recorded as a result of implementing this standard.

Management believes that this does not have a material effect on its financial statements.

NOTE 2 – GRANTS AND DEFERRED GRANT REVENUES

Grants awarded to the Organization generally cover a period of one to two years, subject to renewal at the option of the grantor. As of December 31, 2010, grants receivable and deferred grants were as follows:

	Grants and Other Receivables	Deferred Revenues
Department of Children and Families	\$ 62,213	\$ -
The Children’s Trust	67,254	-
Red Ribbon Certified Schools	63,750	63,750
Escambia County Public Schools	2,000	2,000
Other Receivables	37,723	-
	<u>\$ 232,940</u>	<u>\$ 65,750</u>

INFORMED FAMILIES / THE FLORIDA FAMILY PARTNERSHIP, INC.

(f/k/a Informed Families of Dade County, Inc.)

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010

NOTE 3 – PROPERTY AND EQUIPMENT

Property and equipment at December 31, 2010 consists of the following:

Building and Improvements	\$ 899,069
Furniture, fixtures and office equipment	83,639
Library	55,914
	<u>1,038,622</u>
Less accumulated depreciation	(377,618)
	<u>661,004</u>
Land	137,800
	<u>\$ 798,804</u>

The Organization was donated two one-week time shares in Plantation, Martin County, Florida, for which no value has been assigned. The Organization will attempt to rent the time shares for \$500 per week.

Depreciation and amortization expense was \$28,228 for the year ended December 31, 2010. All property and equipment were unrestricted and available for general program use. The building has a mortgage payable of \$753,328. (See Note 4)

NOTE 4 – LINE OF CREDIT AND MORTGAGE PAYABLE

The Organization has available a line of credit. As of December 31, 2010, the outstanding balance was \$46,800. This line of credit bears interest at 3.25% at year end and payments of interest are due monthly. In addition, the Organization has a mortgage payable for the building. As of December 31, 2010, the balance outstanding was \$753,328. The 5.89% note is payable in monthly installments of principal and interest of approximately \$5,862 through December 2017 and a balloon payment of the balance is due in December 2017. The principal maturities of long-term debt for the next five years are as follows:

2011	\$ 26,683
2012	28,298
2013	30,010
2014	31,826
2015	33,753
Thereafter	<u>602,758</u>
Total	<u>\$ 753,328</u>

During 2010, the Organization did not meet its debt service coverage ratio. However, the financial institution waived this covenant requirement for the year.

INFORMED FAMILIES / THE FLORIDA FAMILY PARTNERSHIP, INC.

(f/k/a Informed Families of Dade County, Inc.)

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010

NOTE 5 – ECONOMIC DEPENDENCE

The Organization provides its program services with funds received from the State of Florida Department of Children and Families and The Children's Trust. A significant reduction in the level of this funding, if this were to occur, may have an effect on the Organization's programs and activities. Revenues received under contracts with the State of Florida Department of Children and Families and The Children's Trust represents approximately 42% of the Organization's revenue for the year ended December 31, 2010.

NOTE 6 – FUNCTIONAL ALLOCATION OF EXPENSES

The costs of providing the various programs and other activities have been summarized on a functional basis in the Statement of Activities and Changes in Net Assets. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

NOTE 7 – STATEMENT OF CASH FLOW

Interest expense paid for the year ended December 31, 2010 was \$47,467.

NOTE 8 – RETIREMENT PLAN

In October 1994, the Organization established a 403(b)(7) retirement plan. The plan is available to eligible salaried employees who contribute to the plan. As of December 31, 2010, there are eleven participating employees in the plan. Total payments for the year ended December 31, 2010 was \$0.

NOTE 9 – MATCHING REQUIREMENTS

Match requirements have been met as of December 31, 2010.

As of December 31, 2010, the Organization's general and administrative and fundraising costs in the amounts of \$121,088 and \$345,377 respectively, which represents 5% and 13% of total agency costs of \$2,678,111 as reflected on the Schedule of Functional Expenses.

The Organization is in compliance with the substance abuse block grant requirements as they are involved in preventive education presentations in which they spend equal time discussing alcoholism and drug abuse.

NOTE 10 – COMMITMENTS AND CONTINGENCIES

The costs and unexpended funds reflected in the accompanying financial statements relating to government funded programs are subject to audit by the respective governmental agencies funding sources. The possible disallowance by the related governmental agencies of any item charged to the program or request for the return of any unexpended funds cannot be determined at this time. No provision, for any liability that may result, has been made in the financial statements.

INFORMED FAMILIES / THE FLORIDA FAMILY PARTNERSHIP, INC.

(f/k/a Informed Families of Dade County, Inc.)

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010

NOTE 10 – COMMITMENTS AND CONTINGENCIES (Continued)

The Organization leases certain equipment with monthly payments totaling approximately \$1,625. The leases expire on various dates through April 2015. Lease payments for the next five years are as follows:

2011	\$ 19,508
2012	\$ 18,905
2013	\$ 17,700
2014	\$ 17,700
2015	\$ 8,850

The Organization has entered into other agreements in the normal course of their business with terms that do not exceed one year.

The Organization has entered into an agreement with another company as lessor of a portion of its roof space as a communications site for 5 years generating annual rental income of \$29,376. In addition, the Organization leases part of its office space under an annual agreement with a separate company. Revenues under this agreement were approximately \$57,300 for the year ended December 31, 2010. Such rent revenues are included under sales of goods and services on the Statement of Activities and Changes in Net Assets.

NOTE 11 – IN-KIND CONTRIBUTIONS

The value of donated goods and services included as contributions in the financial statements and in the corresponding cost center for the year ended December 31, 2010, are as follows:

Department of Children and Families	\$ 180,846
Community Action Team	56,660
The Children's Trust	14,388
South Miami Drug-Free Community Coalition	80,293
Fundraising and other	49,663
	<u>\$ 381,850</u>

In-kind contributions include consulting services for programs, office space and supplies, and merchandise used for fundraising purposes.

NOTE 12 – RELATED PARTY TRANSACTIONS

The Organization received payments for services from the National Family Partnership, a separate non-profit entity, totaling \$77,135 for the year ended December 31, 2010 for reimbursement of salary and office expenses. The President of Informed Families/The Florida Family Partnership, Inc. is also a board member of this separate non-profit entity.

NOTE 13 – CREDIT RISK

The Organization maintains cash balances at several financial institutions. Accounts at each institution are insured by the Federal Deposit Insurance up to \$250,000. At times, such cash balances may be in excess of insured amounts.

SUPPLEMENTARY INFORMATION

INFORMED FAMILIES / THE FLORIDA FAMILY PARTNERSHIP, INC.
(f/k/a Informed Families of Dade County, Inc.)
SUPPLEMENTARY SCHEDULE OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2010

	Program Services										Total Expenses
	Community Action Teams	Universal Campaign	Parent Training	Reb Ribbon Certified Schools	Regional Offices	Total Program Expenses	Fundraising & Development	General & Administrative			
Salaries	\$ 318,842	\$ 201,898	\$ 168,004	\$ 109,469	\$ 230,324	\$ 1,028,537	\$ 90,070	\$ 45,388	\$	\$	\$ 1,163,995
Fringes	51,910	27,202	21,098	11,545	28,521	140,276	9,990	631			150,897
Auditors/Bookkeeping	19,705	2,684	2,142	10,146	1,027	35,704	300	546			36,550
Awards/Recognition	105	100	-	1,205	-	1,410	5,779	116			7,305
Bad Debt	-	-	-	-	-	-	20,300	-			20,300
Bank Charges	-	-	-	-	-	-	-	4,554			4,554
Building Repair/Maintenance	7,347	6,577	4,181	313	3,558	21,976	4,371	2,988			29,335
Consultants	84,522	19,654	30,001	72,683	1,988	208,848	53,438	9,816			272,102
Splitsville Expense	-	-	-	-	-	-	18,311	-			18,311
Education Materials/Resources	1,242	69	287	1,668	401	3,667	5	-			3,672
Food	2,617	352	3,091	233	71	6,364	2,130	590			9,084
Insurance - General	9,676	1,844	1,071	3,726	1,625	17,942	-	237			18,179
Joe's Fundraising Expense	-	-	-	-	-	-	105,935	-			105,935
Mail/Postage/Shipping/Courier	9,356	5,106	545	2,019	1,315	18,341	2,556	1,083			21,980
Memberships/Subscriptions	575	675	161	282	1,143	2,836	1,008	526			4,370
Miscellaneous	-	-	-	13	13	26	-	27			53
Mortgage Interest Expense	21,359	7,759	5,605	3,453	6,998	45,174	824	1,469			47,467
Office Equipment/Maintenance/Rental	5,976	5,767	3,681	26	3,808	19,258	295	2,504			22,057
Office Supplies	2,245	1,887	1,666	1,777	1,278	8,853	489	2,909			12,251
Office Utilities	5,534	2,332	2,135	-	1,854	11,855	1,036	2,296			15,187
Payroll Processing Fees	3,713	2,728	1,317	1,484	1,708	10,950	2,908	1,863			15,721
Print/Publication	32,810	23,956	12,852	2,523	882	73,023	1,465	2,759			77,247
Program Supplies	12,470	67	2,744	12,861	3,923	32,065	50	-			32,115
Promotional Expenses	504	2,854	1,662	1,610	-	6,630	13,579	-			20,209
PR & Marketing	-	-	-	85	-	85	6,959	176			7,220
Red Ribbon Merchandise	5,751	6,795	332	5,925	4,120	22,923	-	-			22,923
Rent	-	-	-	-	6,002	6,002	-	-			6,002
Storage	153	1,076	994	-	704	2,927	538	675			4,140
Technology	13,011	3,878	10,919	6,538	3,451	37,797	564	6,370			44,731
Telephone	6,741	3,411	2,080	732	5,174	18,138	938	886			19,962
Trainers	6,300	-	80	-	1,280	7,660	-	700			8,360
Training & Meetings - Local	3,763	6,859	1,007	2,003	5,238	18,870	1,246	1,439			21,555
Training & Meetings - Out of Town	11,240	56	680	5,630	4,053	21,659	-	2,312			23,971
Miles for Quarters For Prevention	-	-	-	-	-	-	293	-			293
Total Direct Expenses	637,467	335,586	278,335	257,949	320,459	1,829,796	345,377	92,860			2,268,033
In-Kind	206,000	45,000	2,350	108,500	20,000	381,850	-	-			381,850
Depreciation & Amortization	-	-	-	-	-	-	-	28,228			28,228
Total	\$ 843,467	\$ 380,586	\$ 280,685	\$ 366,449	\$ 340,459	\$ 2,211,646	\$ 345,377	\$ 121,088	\$	\$	\$ 2,678,111

**THE INFORMED FAMILIES / THE FLORIDA FAMILY PARTNERSHIP, INC.
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
 FOR THE YEAR ENDED DECEMBER 31, 2010**

Federal / State Agency, Pass-through Entity / Federal / State Project	Federal CFDA/ CSFA Number	Contract / Grant Number	Federal/State Expenditures	Transfers to Subrecipients
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES Passed through Florida Department of Children and Families and South Florida Behavioral Health Network:				
Prevention and Treatment of Substance Abuse Program	93.959	GDZ02	\$ 120,000	\$ -
Prevention and Treatment of Substance Abuse Program	93.959	KD265	46,560	-
Prevention and Treatment of Substance Abuse Program	93.959	KDZ03	137,500	-
Passed through Senior Resource Alliance: National Family Caregiver Support, Title III	93.052	INF-OAA-09-001 & 002	29,535	-
Passed through SAMHSA/OPS/DGM: Substance Abuse and Mental Health Services	93.243	5H79SP015484-01 & -02; 2H79SP012426-06 & -07	175,000	-
U.S. DEPARTMENT OF EDUCATION OFFICE OF SAFE AND DRUG-FREE SCHOOLS Safe and Drug-Free Schools and Communities	84.186	2009 DCF-DADE-2-X1-011	43,151	-
Total Expenditures of Federal Awards			<u>\$ 551,746</u>	<u>\$ -</u>
FLORIDA DEPARTMENT OF CHILDREN AND FAMILIES Substance Abuse Prevention Services for Children	60.029	KD265	\$ 700,000	\$ -
Total State Financial Assistance			<u>\$ 700,000</u>	<u>\$ -</u>

See accompanying note to the schedule of expenditures of federal awards, and state financial assistance.

INFORMED FAMILIES / THE FLORIDA FAMILY PARTNERSHIP, INC.

(f/k/a Informed Families of Dade County, Inc.)

NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

AND STATE FINANCIAL ASSISTANCE

FOR THE YEAR ENDED DECEMBER 31, 2010

General

The accompanying Schedule of Expenditures of Federal Awards and State Financial Assistance (the "Schedule") presents the activity of all federal and state award programs of the Organization for the year ended December 31, 2010 on the accrual basis of accounting. All federal and state awards received directly from federal and state agencies, as well as federal and state awards received from other government agencies are included in the Schedule. The information in this schedule is in accordance with U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and with State of Florida Rules of the Auditor General Chapter 10.650, *State Single Audits Non-Profit and For-Profit Organizations*. Therefore, some amounts presented in the Schedule may differ from amounts presented in, or used in the preparation of, the general-purpose financial statements.

INFORMED FAMILIES / THE FLORIDA FAMILY PARTNERSHIP, INC.
 (f/k/a Informed Families of Dade County, Inc.)
SCHEDULE OF COST CENTER ACTUAL EXPENSES AND REVENUES
FOR THE YEAR ENDED DECEMBER 31, 2010

Part I: Actual Funding Sources and Revenues	Child Substance Abuse Prevention	Total for State Funded SAMH Cost Centers	Non-State Funded SAMH Cost Centers	Total for All-State Designated SAMH Cost Centers	
				Non-SAMH Cost Center	Total Funding
IA. State SAMH Funding					
Prevention and Treatment of Substance Abuse	\$ 746,560	\$ 746,560	-	\$ -	\$ 746,560
Total State SAMH Funding	746,560	746,560	-	-	746,560
IB. Other Government Funding					
Local Government	386,210	386,210	-	-	386,210
Federal Grants and Contracts	475,651	475,651	-	-	475,651
In-Kind from Local Government	-	-	-	-	-
Total Other Government Funding	861,861	861,861	-	-	861,861
IC. All Other Revenues					
First and Third Party Payments	-	-	-	-	-
Contributions	125,858	125,858	-	327,306	453,164
Other	112,055	112,055	-	97,276	209,331
In-Kind	381,850	381,850	-	-	381,850
Total All Other Revenues	619,763	619,763	-	424,582	1,044,345
Total Funding and Revenues	\$ 2,228,184	\$ 2,228,184	\$ -	\$ 424,582	\$ 2,652,766

See accompanying note to schedules of cost center actual expenses and revenues and state earnings.

INFORMED FAMILIES / THE FLORIDA FAMILY PARTNERSHIP, INC.
(f/k/a Informed Families of Dade County, Inc.)
SCHEDULE OF COST CENTER ACTUAL EXPENSES AND REVENUES
FOR THE YEAR ENDED DECEMBER 31, 2010

	Child Substance Abuse Prevention		Total for State Funded SAMH Cost Centers		Non-State Funded SAMH Cost Centers		Total for All-State Designated SAMH Cost Centers		Non-SAMH Cost Centers		Administration		Total Expenses	
Part II: Actual Expenses														
IIA. Personnel Expenses														
Salaries	\$ 1,028,537	\$ 1,028,537	\$ -	\$ 1,028,537	\$ -	\$ 1,028,537	\$ -	\$ 1,028,537	\$ -	\$ 135,458	\$ 1,163,995			
Fringe benefits and fees	140,276	140,276	-	140,276	-	140,276	-	140,276	-	10,621	150,897			
Total Personnel Expenses	1,168,813	1,168,813	-	1,168,813	-	1,168,813	-	1,168,813	-	146,079	1,314,892			
IIB. Other Expenses														
Building occupancy	57,971	57,971	-	57,971	-	57,971	-	57,971	-	12,515	70,486			
Professional services (Audit & Bookkeeping)	46,654	46,654	-	46,654	-	46,654	-	46,654	-	5,617	52,271			
Subcontracted services (Trainers & Consultants)	216,508	216,508	-	216,508	-	216,508	-	216,508	-	63,954	280,462			
Food services	6,364	6,364	-	6,364	-	6,364	-	6,364	-	2,720	9,084			
Travel (Training/Meetings & Auto)	40,529	40,529	-	40,529	-	40,529	-	40,529	-	4,997	45,526			
Equipment costs	19,258	19,258	-	19,258	-	19,258	-	19,258	-	2,799	22,057			
Insurance	17,942	17,942	-	17,942	-	17,942	-	17,942	-	237	18,179			
Operating supplies and expenses (including \$28,228 of depreciation & amortization expense)	136,864	136,864	-	136,864	-	136,864	-	136,864	-	35,900	172,764			
Interest	45,174	45,174	-	45,174	-	45,174	-	45,174	-	2,293	47,467			
Other	73,719	73,719	-	73,719	-	73,719	-	73,719	-	189,354	263,073			
In-kind	381,850	381,850	-	381,850	-	381,850	-	381,850	-	-	381,850			
Total Other Expenses	1,042,833	1,042,833	-	1,042,833	-	1,042,833	-	1,042,833	-	320,386	1,363,219			
IIC. Distributed Indirect Costs														
Administration	-	-	-	-	-	-	-	-	-	-	-			
Total Distributed Indirect Costs	-	-	-	-	-	-	-	-	-	-	-			
Total Actual Operating Expenses	2,211,646	2,211,646	-	2,211,646	-	2,211,646	-	2,211,646	-	466,465	2,678,111			
IID. Unallowable Costs														
Donated services	381,850	381,850	-	381,850	-	381,850	-	381,850	-	-	381,850			
State excluded costs	-	-	-	-	-	-	-	-	-	345,377	345,377			
Total Unallowable Costs	381,850	381,850	-	381,850	-	381,850	-	381,850	-	345,377	727,227			
Total Allowable Operating Expenses	\$ 1,829,796	\$ 1,829,796	\$ -	\$ 1,829,796	\$ -	\$ 1,829,796	\$ -	\$ 1,829,796	\$ -	\$ 121,088	\$ 1,950,884			
III. Capital Expenditures														
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,285	\$ 9,285			

See accompanying note to schedules of cost center actual expenses and revenues and state earnings.

INFORMED FAMILIES / THE FLORIDA FAMILY PARTNERSHIP, INC.

(f/k/a Informed Families of Dade County, Inc.)

SCHEDULE OF STATE EARNINGS

FOR THE YEAR ENDED DECEMBER 31, 2010

1. Total Expenditures	\$ 2,678,111
2. Less other State and Federal Funds	(475,651)
3. Less Non-Match SAMH Funds	(373,281)
4. Less Unallowable Costs, per 65E-14, F.A.C.	<u>(727,227)</u>
5. Total Allowable Expenditures (Sum of lines 1,2,3 and 4)	1,101,952
6. Maximum Available Earnings (Line 5 times 75%)	826,464
7. Amount of Funds Requiring Match	<u>124,427</u>
8. Amount Due to Department, if negative (Subtract line 7 from line 6)	<u><u>NONE</u></u>

See accompanying note to schedules of cost center actual expenses and revenues and state earnings.

INFORMED FAMILIES / THE FLORIDA FAMILY PARTNERSHIP, INC.

(f/k/a Informed Families of Dade County, Inc.)

NOTE TO THE SCHEDULES OF COST CENTER ACTUAL EXPENSES

AND REVENUES AND STATE EARNINGS

FOR THE YEAR ENDED DECEMBER 31, 2010

NOTE 1 – GENERAL

The schedules of Cost Center Actual Expenses and Revenues and State Earnings were prepared in accordance with the requirements included in the State of Florida Department of Children and Families Contract KD-249, KD-265, GD-Z02 and KD-Z02 Attachment I, Section B.4.c.

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

PEDRO M. DE ARMAS, C.P.A.
MARIO A. SARIOL, C.P.A.
OCTAVIO A. VERDEJA, C.P.A.
MARIA C. PEREZ-ABREU, C.P.A.
ALEJANDRO M. TRUJILLO, C.P.A.
OCTAVIO F. VERDEJA, C.P.A.
TAB VERDEJA, C.P.A.

To the Board of Directors of
Informed Families / The
Florida Family Partnership, Inc.
(f/k/a Informed Families of Dade County, Inc.)
Miami, Florida

We have audited the financial statements of Informed Families / The Florida Family Partnership, Inc. (f/k/a Informed Families of Dade County, Inc.) (the "Organization") as of and for the year ended December 31, 2010, and have issued our report thereon dated May 10, 2011. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Organization's internal control over financial reporting as a basis for designing our auditing procedures 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 over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control over financial reporting.

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 misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the organization's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting 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 financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Organization's financial statements are free of 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 determination of financial statement amounts. 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*.

We noted certain matters that we reported to management of the Organization in a separate letter dated May 10, 2010.

This report is intended solely for the information and use of the management, the Board of Directors, others within the entity, federal and state awarding agencies, and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.



CERTIFIED PUBLIC ACCOUNTANTS

Coral Gables, Florida
May 10, 2011

VERDEJA | DE ARMAS

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
WITH REQUIREMENTS THAT COULD HAVE A DIRECT
AND MATERIAL EFFECT ON EACH MAJOR FEDERAL PROGRAM
AND STATE PROJECT AND ON INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR
A-133 AND CHAPTER 10.650 RULES OF THE AUDITOR GENERAL

PEDRO M. DE ARMAS, C.P.A.
MARIO A. SARIOL, C.P.A.
OCTAVIO A. VERDEJA, C.P.A.
MARIA C. PEREZ-ABREU, C.P.A.
ALEJANDRO M. TRUJILLO, C.P.A.
OCTAVIO F. VERDEJA, C.P.A.
TAB VERDEJA, C.P.A.

To the Board of Directors of
Informed Families / The
Florida Family Partnership, Inc.
(f/k/a Informed Families of Dade County, Inc.)
Miami, Florida

Compliance

We have audited the Informed Families / The Florida Family Partnership, Inc. (f/k/a Informed Families of Dade County, Inc.) (the "Organization"), a nonprofit organization, compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement*, and the requirements described in the *Department of Financial Services' State Projects Compliance Supplement*, that could have a direct and material effect on each of the Organization's major federal programs and state projects for the year ended December 31, 2010. The Organization's major federal programs and state projects are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs and state projects is the responsibility of the Organization's management. Our responsibility is to express an opinion on the Organization's compliance based on our audit.

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; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; and Chapter 10.650, *Rules of the Auditor General of the State of Florida*. Those standards, OMB Circular A-133, and Chapter 10.650, *Rules of the Auditor General of the State of Florida*, 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 federal program or 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. Our audit does not provide a legal determination of the Organization's compliance with those requirements.

In our opinion, the Organization complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs and state projects for the year ended December 31, 2010.

Internal Control Over Compliance

The management of the Organization is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs and state projects. In planning and performing our audit, we considered the Organization's internal control over compliance with requirements that could have a direct and material effect on a major federal program or state project to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133 and 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 federal program or 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 federal program or state project will not be prevented, or detected and corrected, on a timely basis.

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 deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the Board of Directors of the Organization, audit committee, management, federal and state awarding agencies, and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.



CERTIFIED PUBLIC ACCOUNTANTS

Coral Gables, Florida
May 10, 2011

INFORMED FAMILIES / THE FLORIDA FAMILY PARTNERSHIP, INC.
 (f/k/a Informed Families of Dade County, Inc.)
SCHEDULE OF FINDINGS AND QUESTIONED COSTS -
FEDERAL AWARDS PROGRAMS AND STATE FINANCIAL ASSISTANCE PROJECTS
FOR THE YEAR ENDED DECEMBER 31, 2010

SECTION I - SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued: *Unqualified*

Internal control over financial reporting:

- Material weakness(es) identified? yes no
- Significant deficiencies identified that are not considered to be material weaknesses? yes none reported

Noncompliance material to financial statements noted? yes no

Federal Awards

Type of auditor's report issued on compliance for major program: *Unqualified*

Internal control over major programs:

- Material weakness(es) identified? yes no
- Significant deficiencies identified that are not considered to be material weaknesses? yes none reported

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of OMB Circular A-133? yes no

Identification of major programs:

Federal Program or Cluster	CFDA Number	Expenditures
Prevention and Treatment of Substance Abuse	93.959	\$ 304,060
Dollar threshold used to distinguish between type A and type B programs.	\$300,000	
Auditee qualified as low-risk auditee?	No	

INFORMED FAMILIES / THE FLORIDA FAMILY PARTNERSHIP, INC.
 (f/k/a Informed Families of Dade County, Inc.)
SCHEDULE OF FINDINGS AND QUESTIONED COSTS -
FEDERAL AWARDS PROGRAMS AND STATE FINANCIAL ASSISTANCE PROJECTS
FOR THE YEAR ENDED DECEMBER 31, 2010

SECTION I - SUMMARY OF AUDITOR'S RESULTS (Continued)

State Financial Assistance

Type of auditor's report issued on compliance for major projects:

Unqualified

Internal control over major projects:

- Significant deficiencies identified? yes no
- Significant deficiencies identified that are not considered to be material weaknesses? yes none reported

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

yes no

Identification of major projects:

Name of State Project or Cluster	CSFA Number	Expenditures
Substance Abuse Prevention Services for Children	60.029	\$ 700,000
Dollar threshold used to distinguish between type A and type B projects.	\$210,000	
Auditee qualified as low-risk auditee?	N/A	

INFORMED FAMILIES / THE FLORIDA FAMILY PARTNERSHIP, INC.

(f/k/a Informed Families of Dade County, Inc.)

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS -
FEDERAL AWARDS PROGRAMS AND STATE FINANCIAL ASSISTANCE PROJECTS
FOR THE YEAR ENDED DECEMBER 31, 2010**

SECTION II - FINANCIAL STATEMENT FINDINGS

The audit disclosed no matters that are reportable for the current year.

SECTION III – FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARDS PROGRAMS

The audit disclosed no matters that are reportable.

**SECTION IV - FINDINGS AND QUESTIONED COSTS - MAJOR STATE FINANCIAL ASSISTANCE
PROJECTS**

The audit disclosed no matters that are reportable.

SECTION V - OTHER ISSUES

1. A management letter was issued and reported to management in a separate letter dated May 10, 2011.
2. No Summary Schedule of Prior Audit Findings is required because there were no prior audit findings related to Federal award programs or state financial assistance projects.
3. No Corrective Action Plan is required because there were no findings required to be reported under the Federal or Florida Single Audit Acts.