

SUSAN B. ANTHONY CENTER, INC.

Financial Statements
June 30, 2011 and 2010

Robbins and Landino, P.A.
Certified Public Accountants

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Susan B. Anthony Center, Inc.
Pembroke Pines, Florida

We have audited the accompanying statement of financial position of Susan B. Anthony Center, Inc. as of June 30, 2011, and the related statements of activities, cash flows and functional expenses 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. The financial statements of the Susan B. Anthony Center, Inc. as of June 30, 2010 were audited by other auditors whose report dated October 14, 2010, expressed an unqualified opinion on those financial statements.

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 and Chapter 10.650, State of Florida, Rules of the Auditor General. Those standards and Chapter 10.650, State of Florida, Rules of the Auditor General 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 amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and 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 Susan B. Anthony Recovery Center, Inc. as of June 30, 2011, and the changes in their net assets and 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 and Chapter 10.650, State of Florida, Rules of the Auditor General, we have also issued our report dated October 24, 2011 on our consideration of Susan B. Anthony Center, Inc.'s internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and 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 Chapter 10.650, State of Florida, Rules of the Auditor General and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards and state financial assistance is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and Florida State Statute 215.97(9), 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 taken as a whole.

ROBBINS AND LANDINO, P.A.
Certified Public Accountants

Robbins and Landino, P.A.

Fort Lauderdale, Florida
October 24, 2011

SUSAN B. ANTHONY CENTER, INC.
 Statements of Financial Position
 June 30, 2011 and 2010

	2011	2010
Assets		
Cash	\$ 65,533	\$ 153,666
Cash Restricted – Building Escrow	29,560	3,247
Cash Restricted – Capital Campaign	192,520	217,351
Contracts and Grants Receivable	313,493	139,657
Temporarily Restricted Pledges Receivable	692,954	
Prepaid Expenses	25,626	23,359
Pembroke Pines – Use of Facility	7,694,856	7,887,228
Property and Equipment	67,875	34,403
Deferred Bond Costs	117,000	121,333
Deposits	13,381	13,381
Total Assets	\$ 9,212,798	\$ 8,593,625
 Liabilities and Net Assets		
Liabilities		
Accounts Payable and Accrued Expenses	\$ 143,102	\$ 80,107
Security Deposits	5,381	5,381
Client Savings	14,658	13,608
Capital Lease		3,306
Line of Credit		40,000
Note Payable Bank	43,058	
Bond Payable	8,040,000	8,040,000
Total Liabilities	8,246,199	8,182,402
 Commitments		
Net Assets		
Unrestricted	34,200	180,361
Temporarily Restricted	932,399	230,862
Total Net Assets	966,599	411,223
 Total Liabilities and Net Assets	 \$ 9,212,798	 \$ 8,593,625

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

SUSAN B. ANTHONY CENTER, INC.
 Statements of Activities
 For the Years Ended June 30, 2011 and 2010

	2011	2010
Unrestricted Net Assets		
Support and Revenue		
Support		
Grants and Contracts	\$ 1,642,001	\$ 1,730,586
Contributions – Foundations, Trusts, and Corporations	338,764	251,417
Contributions – Other	75,296	86,986
In-kind Donations	22,092	37,692
Net Assets Released from Restrictions	158,426	55,175
Total Support	2,236,579	2,161,856
Revenue		
Client Private Pay	112,973	1,896
Early Learning Center	76,312	72,975
Interest	2,371	1,269
Other	4,478	11,641
Total Revenue	196,134	87,781
Total Support and Revenue	2,432,713	2,249,637
Expenses		
Program Services		
Residential Housing	1,012,514	1,099,638
Treatment	975,500	831,646
Vocational Training	132,456	95,175
Total Program Services	2,120,470	2,026,459
Supporting Services		
Management and General	188,662	191,996
Development	269,742	298,864
Total Supporting Services	458,404	490,860
Total Expenses	2,578,874	2,517,319
Change in Unrestricted Net Assets	(146,161)	(267,682)
Temporarily Restricted Net Assets		
Temporarily Restricted Contributions	859,963	17,665
Net Assets Released from Restrictions:		
Restriction Satisfied by Payments	(158,426)	(55,175)
Change in Temporarily Restricted Net Assets	701,537	(37,510)
Change in Net Assets	555,376	(305,192)
Net Assets, Beginning of Year	411,223	716,415
Net Assets, End of Year	\$ 966,599	\$ 411,223

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

SUSAN B. ANTHONY CENTER, INC.
 Statements of Cash Flows
 For the Years Ended June 30, 2011 and 2010

	2011	2010
Cash Flows from Operating Activities		
Change in Net Assets	\$ 555,376	\$ (305,192)
Adjustments to Reconcile Change in Net Assets to		
Net Cash from Operating Activities:		
Depreciation and Amortization	217,727	225,207
Loss on Disposal of Property	1,264	
Decrease (Increase) in Operating Assets:		
Grants and Contracts Receivable	(173,836)	96,716
Pledges Receivable	(692,954)	
Prepaid Expenses	(2,267)	13,570
Increase (Decrease) in Operating Liabilities:		
Client Savings	1,050	1,887
Accounts Payable and Accrued Expenses	62,995	(51,383)
Net Cash Flows from Operating Activities	(30,645)	(19,195)
Cash Flows from Investing Activities		
Purchase of Fixed Assets/Leasehold Improvements	(55,758)	(8,243)
Net Cash Flows from Investing Activities	(55,758)	(8,243)
Cash Flows from Financing Activities		
Proceeds of Note Payable – Bank		
Proceeds from Line of Credit	43,058	40,000
Payments on Line of Credit	(40,000)	
Principal Payments on Capital Leases	(3,306)	(4,931)
Net Cash Flows from Financing Activities	(248)	35,069
Net Change in Cash	(86,651)	7,631
Cash, Beginning of Year	374,264	366,633
Cash, End of Year	\$ 287,613	\$ 374,264
Cash:		
Cash	\$ 65,533	\$ 153,666
Cash Restricted – Building Escrow	29,560	3,247
Cash Restricted – Capital Campaign	192,520	217,351
Cash End of Year	\$ 287,613	\$ 374,264
Supplemental Information		
Interest	\$ 63,589	\$ 63,449

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

SUSAN B. ANTHONY CENTER, INC.
 Statements of Functional Expenses
 For the Year Ended June 30, 2011

PROGRAM SERVICES

SUPPORTING SERVICES

	PROGRAM SERVICES				SUPPORTING SERVICES			
	<u>Residential Housing</u>	<u>Treatment</u>	<u>Vocational Training</u>	<u>Total</u>	<u>Management & General</u>	<u>Fundraising</u>	<u>Total</u>	<u>Total</u>
Salaries and Employee Benefits	\$ 358,393	\$ 748,307	\$ 91,599	\$ 1,198,299	\$ 98,017	\$ 209,312	\$ 307,329	\$ 1,505,628
Occupancy	89,734	30,804	6,696	127,234	4,032	2,679	6,711	133,945
Professional Fees	59,302	75,980	9,614	144,896	44,148	17,140	61,288	206,184
Utilities	107,241	9,135	1,901	118,277	1,283	794	2,077	120,354
Insurance	56,128	16,485	3,584	76,197	2,329	1,434	3,763	79,960
Interest Expense	38,999	13,321	2,896	55,216	7,215	1,158	8,373	63,589
Transportation and Travel	22,256	9,179	30	31,465	3,090	10,984	14,074	45,539
Activities/Client Supplies	45,375			45,375				45,375
Telecommunications	22,082	9,822	2,805	34,709	7,721	1,470	9,191	43,900
Maintenance and Supplies	32,825	1,799	382	35,006	746	165	911	35,917
Office Supplies	14,559	9,719	1,950	26,228	6,471	2,954	9,425	35,653
Miscellaneous	8,463	756	29	9,248	2,810	6,311	9,121	18,369
Food	10,720			10,720				10,720
Fundraising						8,060	8,060	8,060
Postage and Delivery	519	100		619	500	2,568	3,068	3,687
Meetings	41	15	84	140	2,257	359	2,616	2,756
Bad Debts				-	1,511		1,511	1,511
Total Expenses before Depreciation and Amortization	866,637	925,422	121,570	1,913,629	182,130	265,388	447,518	2,361,147
Depreciation and Amortization	145,877	50,078	10,886	206,841	6,532	4,354	10,886	217,727
Total Expenses	\$ 1,012,514	\$ 975,500	\$ 132,456	\$ 2,120,470	\$ 188,662	\$ 269,742	\$ 458,404	\$ 2,578,874

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

Boydland Public Accounts
 Robbins and Landino, P.A.

SUSAN B. ANTHONY CENTER, INC.
 Statements of Functional Expenses
 For the Year Ended June 30, 2010

	PROGRAM SERVICES				SUPPORTING SERVICES			
	Residential <u>Housing</u>	<u>Treatment</u>	Vocational <u>Training</u>	<u>Total</u>	Management <u>& General</u>	<u>Fundraising</u>	<u>Total</u>	<u>Total</u>
Salaries and Employee								
Benefits	\$ 436,800	\$ 607,064	\$ 55,872	\$ 1,099,736	\$ 113,226	\$ 219,374	\$ 332,600	\$ 1,432,336
Occupancy	89,338	30,737	7,047	127,122	3,655	2,758	6,413	133,535
Professional Fees	39,355	56,053	1,428	96,836	42,163	32,868	75,031	171,867
Utilities	104,985	9,516	2,124	116,625	1,275	850	2,125	118,750
Insurance	59,346	17,417	2,055	78,818	2,512	1,555	4,067	82,885
Telecommunications	46,473	19,756	8,071	74,300	3,650	4,521	8,171	82,471
Interest Expense	39,986	13,708	3,060	56,754	5,471	1,224	6,695	63,449
Maintenance and Supplies	47,939	4,554	958	53,451	1,179	384	1,563	55,014
Supplies Other	20,409	10,520	1,397	32,326	6,151	8,368	14,519	46,845
Activities/Client Supplies	35,099	902		36,001	-	-	-	36,001
Transportation and Travel	13,275	9,642	1	22,918	3,376	9,284	12,660	35,578
Food	11,360			11,360			-	11,360
Fundraising				-		9,968	9,968	9,968
Printing	4	158	1,833	1,995	292	2,396	2,688	4,683
Meetings	2,421	836	159	3,416	572	543	1,115	4,531
Postage and Delivery	26	18		44	1,142	303	1,445	1,489
Bad Debts		720		720		-	-	720
Total Expenses before Depreciation and Amortization	946,816	781,601	84,005	1,812,422	184,664	294,396	479,060	2,291,482
Depreciation and Amortization	152,822	50,045	11,170	214,037	6,702	4,468	11,170	225,207
Total Expenses	<u>\$ 1,099,638</u>	<u>\$ 831,646</u>	<u>\$ 95,175</u>	<u>\$ 2,026,459</u>	<u>\$ 191,366</u>	<u>\$ 298,864</u>	<u>\$ 490,230</u>	<u>\$ 2,516,689</u>

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

SUSAN B. ANTHONY CENTER, INC.

Notes to Financial Statements
June 30, 2011 and 2010

1. NATURE OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

Nature of Organization: The Susan B. Anthony Center, Inc. (the "Organization") is a multifaceted organization which addresses the special issues of women and substance abuse. It provides residential housing, counseling, referral services, and aftercare for recovering women and their children. It provides a means for women with children to continue in recovery and facilitates the preservation and restoration of a healthy family unit. The Organization transforms families by providing help, hope, and healing for mothers and their children to live responsible drug-free lives.

Basis of Accounting: The accompanying financial statements have been prepared on the accrual basis of accounting. Using this method, revenues are recognized when earned and expenses are recognized when incurred.

Date of Management's Review: In preparing the financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through October 24, 2011, the date that the financial statements were issued.

Financial Statement Presentation: Net assets and revenues, gains and losses are classified based on the existence or absence of donor-imposed restrictions as follows:

Unrestricted - Includes amounts which have no external restrictions and which are available for support of current operations.

Temporarily Restricted - Includes amounts, which have donor-restrictions that can be fulfilled by actions of the organization pursuant to those restrictions or restrictions that expire by the passage of time.

Contributions: Contributions are recorded as unrestricted or temporarily restricted support depending on the existence and/or nature of any donor restrictions. Time-restricted and purpose-restricted contributions are required to be reported as temporarily restricted support, unless the donor expressly stipulates otherwise. When a restriction expires (that is, when a stipulated time restriction ends or a purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is recognized.

Cash and Cash Equivalents: For purposes of the statement of cash flows, the Organization considers interest-bearing cash accounts with an original maturity of three months or less to be cash equivalents.

Contracts Receivable: Contracts receivable are stated at the amount management expects to collect from outstanding balances. Management considers contracts receivable to be fully collectible; accordingly, there is no allowance for doubtful accounts. If amounts become uncollectible, management provides for probable uncollectible amounts through a provision for bad debt expense and an adjustment to a valuation allowance based on its assessment of the current status of individual accounts. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance and a credit to contracts receivable.

SUSAN B. ANTHONY CENTER, INC.

Notes to Financial Statements

June 30, 2011 and 2010

1. NATURE OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

Property and Equipment, Use of Facility, Depreciation and Amortization: Purchased property and equipment are stated at cost. Donated property and equipment is recorded at fair market value at the date of the donation. When equipment is retired or otherwise disposed of, the cost less related accumulated depreciation is removed from the accounts and resulting gains or losses are included in the statement of activity.

Depreciation is provided on a straight-line basis over the estimated useful lives of the respective assets. Maintenance and repairs are charged to expense as incurred.

The use of the facility is being amortized over 45.42 years which coincides with the term of the lease.

Income Taxes: The Organization is a tax-exempt corporation under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for income taxes has been made in the accompanying financial statements.

Contributed Services, Facilities, and Materials: Contributions of donated services that create or enhance non-financial assets that require specialized skills, 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. Contributed materials and facilities are also recorded at their fair values in the period received.

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. Accordingly, actual results could differ from those estimates.

Fair Value of Financial Instruments: Contracts receivable, accounts payable and accrued expenses, and client deposits are reflected in the financial statements at cost, which approximate fair value because of their short-term nature.

Basis of Presentation: The accompanying Schedule of Expenditures of Federal Awards and State Financial Assistance is presented on the accrual basis of accounting. The information in this Schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and Florida Statute 215.97(9). Therefore, some amounts presented in this Schedule may differ from amounts presented in, or used in the preparation of the basic financial statements.

Functional Allocation of Expenses: The costs of providing various programs and other activities have been summarized on a functional basis in the statement of activities and detailed in the statement of functional expenses. Certain costs have been allocated amount the programs and supporting services benefited.

SUSAN B. ANTHONY CENTER, INC.
 Notes to Financial Statements
 June 30, 2011 and 2010

2. TEMPORARILY RESTRICTED PLEDGES RECEIVABLE

At June 30, 2011 temporarily restricted pledges receivable consisted of:

Pledges Receivable	\$ 713,018
Less: Present Value Discount	(20,064)
Pledges Receivable, Net	<u>\$ 692,954</u>

Temporarily restricted pledges receivable at June 30, 2011 were scheduled to be collected as follows:

Year Ending June 30,	2012	\$ 300,009
	2013	300,009
	2014	113,000
		<u>\$ 713,018</u>

Pledges due in more than one year are reflected at the present value of their estimated future cash flows using a discount rate of 4%.

3. SUB-SUBLEASE, USE OF FACILITY, AND BOND PAYABLE

Susan B. Anthony Center, Inc. (the "Center") has leased property which is owned by the Board of Trustees of the Internal Improvement Trust Fund of the State of Florida and leased to the State of Florida Department of Children and Family Services as the South Florida Hospital Site located on the Howard C. Forman Health Campus for a period of fifty years which commenced July 1, 2001. The State of Florida Department of Children and Family Services has a sublease with the City of Pembroke Pines. On November 23, 2004 (commencement date) the Center entered into a "sub-sublease" with the City of Pembroke Pines (City) to sub-sublease five acres of land and for the City of Pembroke Pines to finance the building of three buildings (a residential facility consisting of forty apartments, a child care center, and an administrative building). The sub-sublease outlines the method that the Center must repay the City of Pembroke Pines for the variable rate capital improvement revenue bond that was issued to cover the cost of construction of the building of the Center. The terms of this lease run coterminous with the terms of the State of Florida Department of Children and Family Services lease and may be extended at the end of the sublease. The Center relocated to the Howard C. Forman Campus in February of 2006.

The Center is responsible for rent of \$100 annually, an annual finance charge of \$50,000 billed monthly, and interest on the bond billed monthly.

The sub-sublease was also required to make two payments of \$350,000 to the City of Pembroke Pines for pre-design and permit application. These payments have been made and were applied against the total amount owed for the construction. The sub-sublease also requires an escrow account be set up by the Center for \$500,000 for the purpose of paying the interest only payments on the bond. The amount of escrow deposited as of June 30, 2011 was \$29,560.

SUSAN B. ANTHONY CENTER, INC.

Notes to Financial Statements

June 30, 2011 and 2010

3. SUB-SUBLEASE, USE OF FACILITY, AND BOND PAYABLE (continued)

Beginning on 10/1/2013, the Center will also be required to escrow 1/12th of the principal payment due on October 1st of the following year.

The City of Pembroke Pines, Florida (City) has issued Variable Rate Capital Improvement Revenue Refunding Bond Series 2008 for \$8,040,000 under an Indenture Trust with U.S. National Bank Association, dated July 1, 2008. The City used the proceeds of the Series 2008 Bonds for the purpose of payments of the \$7,910,000 refunded bonds. The Series 2008 Bonds mature October 1, 2038. Interest on the bonds will be paid at (a) a Daily Rate, a Weekly Rate, a Commercial Paper Rate for a Long Term Rate as selected by the City and (b) the lesser of 12% annum. The City and the Center have selected a weekly rate. The starting interest rate at August 2008 was 2.2%.

During the year ended June 30, 2011, the variable weekly rate ranged from .43% (\$2,873/month) to 1% (\$6,682/month). The variable weekly rate ranged from .22% (\$1,474/month) to 2.5% (\$16,750) during the year ended June 30, 2010.

The cost of the reissued 2008 bonds was \$130,000 and is being amortized over the life of the new bond. Amortization expense was \$4,333 for the years ended June 30, 2011 and 2010.

The Bond Series 2008 are secured under a letter of Credit from SunTrust Bank which has an expiration date of September 15, 2011. The bonds were tendered on September 1, 2009 and remarketed on September 4, 2009. The bonds were pledged bonds owned by SunTrust (letter of credit issuer) for three days. The interest rate on the pledged bonds was 3.25%.

The Center is in the process of conducting a capital campaign to raise the funds to pay off the bond issue.

The bond debt was amended according to the terms of an "Amended and Restated Indenture of Trust" dated September 7, 2011. The restated bonds will bear interest at a bank rate commencing on October 1st of each five year period. The initial interest rate through September 30, 2016 is 2.0079%. For each additional bank period (five years) conversion date or interest reset date, the interest rate shall be equal to the greater of (i) the sum of the 5 year H.15 Federal Reserve Swap Rate available on the day that is two (2) business days prior to the five year conversion date or interest rate reset date, as applicable, plus one hundred sixty-five basis points (1.65%) and (ii) the sum of the 5 year Treasury Note rate available on the day that is two (2) business days prior to the five year conversion date or interest rate reset date, as applicable, plus one hundred ninety-seven basis points (1.97%), in either event times 0.69. The maximum interest rate shall be the lower of the maximum rate permitted by law or 12% per annum.

The bonds are payable interest only through September 2014. On October 1, 2014 annual mandatory/redemptions of principal are due as follows:

Fiscal Year Ending June 30,	2015	\$	150,000
	2016		155,000
	Thereafter		<u>7,735,000</u>
		\$	<u>8,040,000</u>

SUSAN B. ANTHONY CENTER, INC.
Notes to Financial Statements
June 30, 2011 and 2010

3. SUB-SUBLEASE, USE OF FACILITY, AND BOND PAYABLE (continued)

The Center is responsible to pay an annual site administration charge. The site administration charge was \$27,554 and \$27,438, respectively, for 2011 and 2010. The Center is also responsible for building insurance, all drainage and special assessments or taxes of every kind that may be levied on the premises, letter of credit fee payable quarterly, remarketing fees of .125% per annum of the average daily aggregate principal amount of bonds outstanding, excluding pledged bonds.

The required payments made for the lease, as summarized above, that were expensed in the statement of activities were \$214,037 and \$229,259 for the years ended June 30, 2011 and 2010, respectively.

This sub-sublease contains other restricting covenants and allowances. Upon expiration of the "sub-sublease," the land and improvements would be surrendered to the Trust. However, the "sub-sublease" states that at the end of the city of Pembroke Pines' fifty year lease with the State of Florida, if the State renews the lease with the City of Pembroke Pines, the "sub-sublease" between the City of Pembroke Pines and the Center would also renew for another fifty years or whatever terms the City is given

4. PROPERTY AND EQUIPMENT

At June 30, 2011 and 2010, property and equipment consisted of:

	<u>2011</u>	<u>2010</u>
Use of Facility	\$ 8,736,868	\$ 8,736,868
Accumulated Amortization	<u>(1,042,012)</u>	<u>(849,640)</u>
	<u>\$ 7,694,856</u>	<u>\$ 7,887,228</u>
Transportation Equipment	\$ 66,412	\$ 46,789
Furniture and Equipment	<u>134,174</u>	<u>121,473</u>
	200,586	168,262
Accumulated Depreciation	<u>(132,711)</u>	<u>(133,859)</u>
	<u>\$ 67,875</u>	<u>\$ 34,403</u>

Depreciation expense was \$21,023 and \$28,502 for the years ended June 30, 2011 and 2010, respectively. Amortization on use of facility Pembroke Pines was \$192,371 for each of the years ended June 30, 2011 and 2010. Amortization on use of facility is charged to occupancy in the statement of functional expenses. It is the policy of the Center to capitalize new additions to property and equipment of \$500 or more.

Use of facility is the costs associated under the contract for the buildings in Pembroke Pines at the Howard C. Forman Campus (see Note 2).

SUSAN B. ANTHONY CENTER, INC.

Notes to Financial Statements
June 30, 2011 and 2010

5. RESTRICTIONS ON ASSETS

Temporarily restricted net assets were available for the following purposes or periods:

	<u>2011</u>	<u>2010</u>
Stop the Cycle – Future Periods	\$ 692,954	\$ 219,445
Capital Campaign	219,445	219,445
Playground	15,000	
Children’s Services		6,417
Financial Stress	5,000	5,000
	<u>\$ 932,399</u>	<u>\$ 230,862</u>

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of other events specified by donors as follows:

	<u>2011</u>	<u>2010</u>
Stop the Cycle Year Ended June 30, 2011	\$ 152,009	
Client Services		\$ 36,806
Bowl-A-Thon		10,665
Technology		7,121
Children’s Services	6,417	583
	<u>\$ 158,426</u>	<u>\$ 55,175</u>

6. SUMMARY OF GRANTS/CONTRACTS FUNDING

The Center was primarily funded through the following grants, contracts, and awards for the year ending June 30, 2011 and 2010 as follows:

<u>Funding Source</u>	<u>Pass through Entity/Title</u>	<u>2011 Recognized Support</u>	<u>2010 Recognized Support</u>
<u>Broward County:</u>	Rate Referral Agreement	\$ 288,716	\$ 54,406
	Children Services		
	Administration Division	124,373	150,934
	Total County	<u>413,089</u>	<u>205,340</u>

Funds received under Broward County grant agreements were expended in accordance with the arrangements and no funds, including interest, are due back to the County.

Federal:

Department of Children and Families	Substance Abuse Services Residential	326,410	293,675
Department of Justice	Broward County Sheriff	116,553	327,417
Department of Housing and Urban Development	Housing Opportunities for Persons with Aids	119,534	172,324
	Total Federal	<u>562,497</u>	<u>793,416</u>

SUSAN B. ANTHONY CENTER, INC.
Notes to Financial Statements
June 30, 2011 and 2010

6. SUMMARY OF GRANTS/CONTRACTS FUNDING (continued)

<u>Funding Source</u>	<u>Pass through Entity/Title</u>	2011 Recognized Support	2010 Recognized Support
<u>State of Florida:</u>			
Department of Children and Families	Substance Abuse Services Residential	294,130	165,339
State of Florida (Vendor)	Department of Corrections	<u>231,001</u>	<u>250,640</u>
	Total State	<u>525,131</u>	<u>415,979</u>
<u>Other:</u>			
Medicaid		1,320	5,691
Child Net		67,764	78,956
Seminole Tribe of Florida		<u>72,200</u>	<u>231,204</u>
		<u>141,284</u>	<u>315,851</u>
	Total Unrestricted Grants/Contracts/Awards	<u>\$ 1,642,001</u>	<u>\$ 1,730,586</u>

7. CONCENTRATIONS OF RISK

For the year ended June 30, 2011, the Organization received 62% of its total public support and revenues from government sources.

8. LINE OF CREDIT

The Susan B. Anthony Center, Inc. has an authorized line of credit for \$100,000. As of June 30, 2010, \$40,000 had been accessed. The line of credit had no balance at June 30, 2011.

9. LOAN PAYABLE BANK

The Center entered into a loan payable in June of 2011 for the purchase of two vans with a current carrying value of \$42,699. Monthly payments are \$855 at an effective interest rate of 7% for sixty months.

Future minimum payments under this loan for the years ending June 30 are as follows:

2012	\$	7,436
2013		7,982
2014		8,569
2015		9,198
2016		<u>9,873</u>
		<u>\$ 43,058</u>

SUSAN B. ANTHONY CENTER, INC.

Notes to Financial Statements

June 30, 2011 and 2010

10. COMMITMENTS

The Organization entered into a sixty month operating lease in July 2009 for a copier with monthly payments of \$845. Rental costs were \$10,140 for each of the years ended June 30, 2011 and 2010. Future minimum payments under this lease are as follows for June 30:

2012	\$	10,140
2013		10,140
2014		10,140
	\$	<u>30,420</u>

11. RELATED PARTY TRANSACTIONS

Professional fees paid to a consulting firm for the years ended June 30, 2011 and 2010 were \$56,365 and \$55,498, respectively. An employee of the consulting firm is related to the Center's Chief Executive Officer.

12. CONTRIBUTED SERVICES, FACILITIES AND MATERIALS

The value of contributed services, facilities and materials included in the financial statements is as follows:

	<u>2011</u>	<u>2010</u>
Revenue		
Professional Services	\$	\$ 15,600
Utilities	22,092	22,092
	<u>\$ 22,092</u>	<u>\$ 37,692</u>
Expenses		
Program	\$ 16,333	\$ 31,933
	4,607	4,607
Fundraising	1,152	1,152
	<u>\$ 22,092</u>	<u>\$ 37,692</u>

13. SUPPLEMENTARY INFORMATION REQUIRED BY GRANTOR

The accompanying Supplementary Information on pages 21 – 24 is presented on the accrual basis of accounting. The information in these schedules is presented in accordance with the requirements of the grantor. Therefore, some amounts presented in these schedules may differ from amounts presented in, or used in, the preparation of the basic financial statements.

SUPPLEMENTARY FINANCIAL INFORMATION

SUSAN B. ANTHONY CENTER, INC.
Schedule of Expenditures of Federal Awards and State Financial Assistance
For the Year Ended June 30, 2011

FEDERAL AWARDS

Federal/State Agency Pass-through Entity Federal Program/State Project	CFDA/CSFA Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Health and Human Services			
Pass through programs from:			
Florida Department of Children & Families	93.959	JD249	\$ 220,178
Florida Department of Children & Families	93.558	JD249	<u>106,232</u>
Total Department of Health and Human Services			<u>326,410</u>
U.S. Department of Housing and Urban Development			
Pass through programs from:			
City of Fort Lauderdale	14.241	2009-2010	31,923
City of Fort Lauderdale	14.241	2010-2011	<u>87,611</u>
Total Department of Housing and Urban Development			<u>119,534</u>
U.S. Department of Justice			
Pass through programs from:			
Broward County	16.738	2010-ARRC-BROW	70,438
Broward County	16.738	2010-JAGC-BROW	11,920
United Way of Broward County	16,738	2011-BARC-BYRNE/ JAG-246	<u>34,195</u>
Total Department of Justice			<u>116,553</u>
Total Expenditures of Federal Awards			<u>\$ 562,497</u>

STATE FINANCIAL ASSISTANCE

Florida Department of Children & Families			
Residential Treatment and Room and Board	60.033	JD249	\$ 289,592
Total Department of Children & Families			<u>289,592</u>
Florida Department of Corrections			
Residential Nonsecure Transitional Housing	70.016	C2519	<u>231,001</u>
Total Department of Corrections			<u>231,001</u>
Total Expenditures of State Financial Assistance			<u>\$ 520,593</u>

See independent auditor's report and accompanying notes to schedule of expenditures of
Federal Awards and State Financial Assistance.

SUSAN B. ANTHONY CENTER, INC.

Notes to Schedule of Expenditures of Federal Awards and State Financial Assistance
For the Year Ended June 30, 2011

NOTE A – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards and state financial assistance (the "Schedule") includes the federal grant activity and state financial assistance of Susan B. Anthony Center, Inc. under programs of the federal and state governments for the year ended June 30, 2011. The information in this Schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and Chapter 10.650, State of Florida, Rules of the Auditor General. Because the Schedule presents only a selected portion of the operations of Susan B. Anthony Center, Inc., it is not intended to and does not present the financial position, changes in net assets, or cash flows of Susan B. Anthony Center, Inc.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

- (1) Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in OMB Circular A-122, Cost Principles for Non-profit Organizations and Chapter 10.650, State of Florida, Rules of the Auditor General, wherein certain types of expenditures are not allowed or are limited as to reimbursement.
- (2) Pass-through entity identifying numbers are presented where available.

Robbins and Landino, P.A.
Certified Public Accountants

Accounting and Auditing
Taxation and Consulting

222 Southeast Tenth Street
Fort Lauderdale, Florida 33316

Telephone: (954) 467-3100
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**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**

Board of Directors
Susan B. Anthony Center, Inc.

We have audited the financial statements of Susan B. Anthony Center, Inc. as of and for the year ended June 30, 2011 and have issued our report thereon dated October 24, 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 and Chapter 10.650, State of Florida, Rules of the Auditor General.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Susan B. Anthony Center, Inc.'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 Susan B. Anthony Center, Inc.'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 and correct 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 entity'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.

**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
(continued)**

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Susan B. Anthony Center, Inc.'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 and Chapter 10.650, State of Florida, Rules of the Auditor General.

This report is intended solely for the information and use of management, audit committee and awarding agencies and is not intended to be and should not be used by anyone other than these specific parties.

ROBBINS and LANDINO, P.A.
Certified Public Accountants

Robbins and Landino, P.A.

Fort Lauderdale, Florida
October 24, 2011

Robbins and Landino, P.A.
Certified Public Accountants

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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO 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**

Board of Directors
Susan B. Anthony Center, Inc.

Compliance

We have audited the compliance of Susan B. Anthony Center, Inc. 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 are applicable to each of its major Federal programs and State projects for the year ended June 30, 2011. Susan B. Anthony Center, Inc.'s major Federal programs and State projects are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. 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 Susan B. Anthony Center, Inc.'s management. Our responsibility is to express an opinion on Susan B. Anthony Center, Inc.'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. Those standards, OMB Circular A-133, and Chapter 10.650, Rules of the Auditor General, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance required 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 Susan B. Anthony Center, Inc.'s compliance with those requirements.

In our opinion, Susan B. Anthony Center, Inc. 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 June 30, 2011.

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO 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
(Continued)**

Internal Control Over Compliance

The management of Susan B. Anthony Center, Inc. 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 Susan B. Anthony Center, Inc.'s internal control over compliance with the requirements that could have a direct and material effect on a major Federal program or State project to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance, 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 Susan B. Anthony Center, Inc.'s internal control over compliance.

A deficiency in internal control over compliance 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 noncompliance with a type of compliance requirement of a Federal program or State project on a timely basis. A material weakness in internal control 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 management, board of directors, others within the entity, grantors, and 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.

ROBBINS and LANDINO, P.A.
Certified Public Accountants

Robbins and Landino, P.A.

Fort Lauderdale, Florida
October 24, 2011

SUSAN B. ANTHONY CENTER, INC.

Schedule of Findings and Questioned Costs – Federal Programs and State Projects
For the Year Ended June 30, 2011

SUMMARY OF AUDITOR'S RESULTS

1. The auditor's report expresses an unqualified opinion on the financial statements of Susan B. Anthony Center, Inc.
2. No significant deficiencies relating to the audit of the financial statements are reported in the 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.
3. No instances of noncompliance material to the financial statements of Susan B. Anthony Center, Inc. were disclosed during the audit.
4. No significant deficiencies relating to the audit of the major federal award programs or state projects are reported in the Independent Auditor's Report on Compliance with Requirements That Could Have a Direct and Material Effect on Each Major Program and State Project and on Internal Control over Compliance in Accordance with OMB Circular A-133 and Chapter 10.650, State of Florida, Rules of the Auditor General.
5. The auditor's report on compliance with requirements applicable to the major federal award programs and state projects for Susan B. Anthony Center, Inc. expresses an unqualified opinion.
6. Audit findings that are required to be reported in accordance with Section 510(a) of OMB Circular A-133 and Chapter 10.650 Rules of the Auditor General are reported in this schedule.
7. The programs tested as major programs included the following:

Federal Programs:

U.S. Department of Health and Human Services

	<u>CFDA No.</u>
Treatment & Room & Board	93.959
Treatment & Room & Board	93.558

State Projects:

Florida Department of Children and Families

Treatment & Room & Board	60.033
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Florida Department of Corrections

Transitional Housing	70.016
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8. The threshold used for distinguishing between Type A and B programs was \$300,000 for major Federal programs and \$157,539 for major State projects.
9. Susan B. Anthony Center, Inc. did not qualify as a low-risk auditee.

FINDINGS - FINANCIAL STATEMENTS AUDIT – None

FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAM AND STATE PROJECTS AUDIT – None

OTHER ISSUES

1. No management letter was required as there were no findings required to be reported in the management letter.
2. There is no Summary Schedule of Prior Audit Findings as there were no prior audit findings related to State Projects.
3. There is no Corrective Action Plan as there were no findings required to be reported under the Florida Single Audit Act.

Robbins and Landino, P.A.
Certified Public Accountants