

**MIAMI BRIDGE YOUTH AND
FAMILY SERVICES, INC.**

FINANCIAL STATEMENTS,
SUPPLEMENTARY INFORMATION AND
INDEPENDENT AUDITOR'S REPORT

FOR THE YEARS ENDED
JUNE 30, 2022 AND 2021

TABLE OF CONTENTS

INDEPENDENT AUDITOR’S REPORT.	1-3
FINANCIAL STATEMENTS	
Statements of Financial Position	4
Statement of Activities – June 30, 2022.	5
Statement of Activities – June 30, 2021.	6
Statements of Cash Flows	7
Schedule of Functional Expenses – June 30, 2022.	8
Schedule of Functional Expenses – June 30, 2021.	9
Notes to Financial Statements	10-16
SUPPLEMENTARY INFORMATION	
Schedule of Expenditures of Federal Awards and State Financial Assistance	17
Notes to Schedule of Expenditures of Federal Awards and State Financial Assistance.	18
Independent Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	19-20
Independent Auditor’s Report on Compliance for Each Major State Project and on Internal Control Over Compliance Required by Chapter 10.650, Rules of the Auditor General. .	21-23
Schedule of Findings and Questioned Costs – State Projects. .	24-25



INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Miami Bridge Youth and Family Services, Inc.
Miami, Florida

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Miami Bridge Youth and Family Services, Inc. (the "Organization") (a nonprofit organization), which comprise the statements of financial position as of June 30, 2022 and 2021, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Organization as of June 30, 2022 and 2021, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance

with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern for a reasonable period of time.

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 20, 2021, on our consideration of the Organization's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Organization's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control over financial reporting and compliance.

Verdeja DeArmas Trujillo & Alvarez, LLP

CERTIFIED PUBLIC ACCOUNTANTS

Coral Gables, Florida
December 28, 2022

MIAMI BRIDGE YOUTH AND FAMILY SERVICES, INC.
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2022 AND 2021

	<u>2022</u>	<u>2021</u>
ASSETS		
CURRENT ASSETS		
Cash	\$ 976,302	\$ 1,470,866
Contract and grant funds receivable	200,185	489,001
Prepaid expenses and other assets	71,844	87,118
TOTAL CURRENT ASSETS	<u>1,248,331</u>	<u>2,046,985</u>
PROPERTY AND EQUIPMENT, NET	522,371	571,012
TOTAL ASSETS	<u>\$ 1,770,702</u>	<u>\$ 2,617,997</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ 86,620	\$ 153,000
Accrued expenses	149,124	118,363
Deferred revenue	38,750	48,750
TOTAL CURRENT LIABILITIES	<u>274,494</u>	<u>320,113</u>
NOTES PAYABLE, Long term	-	373,275
TOTAL LIABILITIES	<u>274,494</u>	<u>693,388</u>
NET ASSETS		
Net assets without donor restrictions		
Available for current operations	964,208	1,353,597
Net investment in property and equipment	522,371	571,012
Total net assets without donor restrictions	<u>1,486,579</u>	<u>1,924,609</u>
Net Assets with donor restrictions	9,629	-
TOTAL NET ASSETS	<u>1,496,208</u>	<u>1,924,609</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 1,770,702</u>	<u>\$ 2,617,997</u>

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

MIAMI BRIDGE YOUTH AND FAMILY SERVICES, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2022

	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUES:			
Government contracts and grant revenues	\$ 1,702,164	\$ -	\$ 1,702,164
Contracted client fees	724,570	-	724,570
United Way allocations	175,220	-	175,220
Foundation grants and other contributions	5,000	14,600	19,600
Special events	26,756	-	26,756
In-kind contributions	70,474	-	70,474
Other contributions	88,604	-	88,604
Interest and other income	383,275	-	383,275
Net assets released for restrictions	4,971	(4,971)	-
TOTAL SUPPORT AND REVENUES	<u>3,181,034</u>	<u>9,629</u>	<u>3,190,663</u>
EXPENSES:			
Program services	2,676,664	-	2,676,664
General and administrative	782,472	-	782,472
Marketing and fundraising	159,928	-	159,928
TOTAL EXPENSES	<u>3,619,064</u>	<u>-</u>	<u>3,619,064</u>
CHANGE IN NET ASSETS	(438,030)	9,629	(428,401)
NET ASSETS AT BEGINNING OF YEAR	<u>1,924,609</u>	<u>-</u>	<u>1,924,609</u>
NET ASSETS AT END OF YEAR	<u>\$ 1,486,579</u>	<u>\$ 9,629</u>	<u>\$ 1,496,208</u>

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

MIAMI BRIDGE YOUTH AND FAMILY SERVICES, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2021

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
SUPPORT AND REVENUES:			
Government contracts and grant revenues	\$ 2,627,170	\$ -	\$ 2,627,170
Contracted client fees	96,555	-	96,555
United Way allocations	175,221	-	175,221
Foundation grants and other contributions	60,000	-	60,000
Special events	91,824	-	91,824
In-kind contributions	115,577	-	115,577
Other contributions	84,760	-	84,760
Interest and other income	379,562	-	379,562
Net assets released from restrictions	7,772	(7,772)	-
TOTAL SUPPORT AND REVENUES	<u>3,638,441</u>	<u>(7,772)</u>	<u>3,630,669</u>
EXPENSES:			
Program services	2,566,100	-	2,566,100
General and administrative	728,239	-	728,239
Marketing and fundraising	136,662	-	136,662
TOTAL EXPENSES	<u>3,431,001</u>	<u>-</u>	<u>3,431,001</u>
CHANGE IN NET ASSETS	207,440	(7,772)	199,668
NET ASSETS AT BEGINNING OF YEAR	<u>1,717,169</u>	<u>7,772</u>	<u>1,724,941</u>
NET ASSETS AT END OF YEAR	<u><u>\$ 1,924,609</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,924,609</u></u>

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

MIAMI BRIDGE YOUTH AND FAMILY SERVICES, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

	<u>2022</u>	<u>2021</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ (428,401)	\$ 199,668
Adjustments to reconcile change in net assets to net cash (used in) provided by operating activities:		
Depreciation expense	148,775	145,885
Forgiveness of Debt- PPP	(373,275)	(379,555)
(Increase) Decrease in assets:		
Contract and grant funds receivable	288,816	(79,939)
Prepaid expenses and other assets	15,274	36,113
Increase (Decrease) in liabilities:		
Accounts payable	(66,380)	74,313
Accrued expenses	30,761	6,150
Deferred revenue	(10,000)	(88,695)
NET CASH USED IN OPERATING ACTIVITIES	<u>(394,430)</u>	<u>(86,060)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of property and equipment	(100,134)	(85,212)
NET CASH USED IN INVESTING ACTIVITIES	<u>(100,134)</u>	<u>(85,212)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from payment protection plan (second)	-	373,275
NET CASH PROVIDED BY INVESTING ACTIVITIES	<u>-</u>	<u>373,275</u>
NET (DECREASE IN) INCREASE IN CASH DURING THE YEAR	<u>(494,564)</u>	<u>202,003</u>
CASH AT BEGINNING OF YEAR	<u>1,470,866</u>	<u>1,268,863</u>
CASH AT END OF YEAR	<u>\$ 976,302</u>	<u>\$ 1,470,866</u>

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

MIAMI BRIDGE YOUTH AND FAMILY SERVICES, INC.
SCHEDULE OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2022

	Program Services			Supporting Services		2022 Total
	Non Residential	CINSFINS - Shelter	Dependency (Shelters)	Marketing & Fund Raising	General & Administrative	
FUNCTIONAL EXPENSES						
Salaries	\$ 166,626	\$ 917,947	\$ 229,487	\$ 45,013	\$ 412,623	\$ 1,771,696
Benefits	49,198	115,443	28,861	22,927	87,548	303,977
Client Program Expenses	6,447	164,646	41,162	2,405	68,193	282,853
Conferences, Travel and Meetings	1,708	11,543	2,886	917	1,121	18,175
Copier Lease	1,655	4,644	1,161	827	827	9,114
Depreciation	441	117,485	29,371	290	1,188	148,775
Dues and Subscriptions	5,060	14,030	3,508	2,512	2,212	27,322
Facility Management	1,955	164,303	41,076	978	3,705	212,017
Fundraising	661	1,566	391	367	367	3,352
Insurance	27,872	38,342	9,586	13,935	51,810	141,545
Interest and Finance Expenses	2,048	4,915	1,229	1,024	1,024	10,240
Miscellaneous & Other Expenses	1,376	16,862	1,038	865	1,219	21,360
Office Supplies & Expenses	2,085	9,880	2,470	1,048	6,654	22,137
Office Technology Expenses	10,856	39,234	9,809	4,839	11,086	75,824
Postage & Shipping	296	718	180	148	148	1,490
Printing and Publication	117	326	81	48	169	741
Professional Fees	73,181	139,229	34,807	48,297	115,018	410,532
Recruiting, Training and Relations	22,341	56,046	14,012	12,300	12,590	117,289
Telephone and Telecommunication	3,292	24,940	6,235	1,188	4,970	40,625
TOTAL FUNCTIONAL EXPENSES	\$ 377,215	\$ 1,842,099	\$ 457,350	\$ 159,928	\$ 782,472	\$ 3,619,064

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

MIAMI BRIDGE YOUTH AND FAMILY SERVICES, INC.
SCHEDULE OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2021

	Program Services			Supporting Services		2021 Total
	Non Residential	CINSFINS - Shelter	Dependency (Shelters)	Marketing & Fund Raising	General & Administrative	
FUNCTIONAL EXPENSES						
Salaries	\$ 181,144	\$ 942,460	\$ 235,615	\$ 60,237	\$ 394,242	\$ 1,813,698
Fringe Benefits	53,429	153,836	38,459	11,627	52,383	309,734
Professional Fees	48,487	75,994	18,999	-	85,816	229,296
Fundraising	60	-	-	-	209	269
Office Supplies & Expenses	3,501	13,514	3,378	1,136	7,016	28,545
Office Technology Expenses	7,532	31,579	7,895	5,520	14,879	67,405
Client Program Expenses	4,799	163,866	40,967	23,805	94,791	328,228
Telephone and Telecommunications	2,513	26,444	6,611	1,178	4,673	41,419
Postage and Shipping	227	623	156	118	118	1,242
Facility Management	2,883	148,779	37,195	-	3,382	192,239
Copier Lease	1,612	8,730	2,183	607	3,302	16,434
Printing and Publication	2,394	5,988	1,497	1,011	4,175	15,065
Conferences and Meetings	593	3,023	756	511	-	4,883
Dues and Subscriptions	5,406	13,490	3,373	2,629	2,929	27,827
Insurance	28,649	45,093	11,273	14,325	49,457	148,797
Interest and Finance Expenses	1,984	4,751	1,188	2,255	1,049	11,227
Depreciation Expense	152	116,098	29,025	-	609	145,884
Miscellaneous & Other Exp.	40	96	24	7,860	5,357	13,377
Recruiting, Training and Relations	6,414	17,058	4,265	3,843	3,852	35,432
TOTAL FUNCTIONAL EXPENSES	\$ 351,819	\$ 1,771,422	\$ 442,859	\$ 136,662	\$ 728,239	\$ 3,431,001

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

MIAMI BRIDGE YOUTH AND FAMILY SERVICES, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 1 – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

Miami Bridge Youth and Family Services, Inc. (“Miami Bridge”), is a not-for-profit organization incorporated in the State of Florida in 1985. It is a social service agency committed to providing opportunities to promote positive youth development, and strengthen and support families to enable children to actualize their full potential to become productive community members. Miami Bridge serves families and their children ages 10-17, who are runaway or otherwise homeless, abused, neglected, abandoned and those at risk of dropping out of school or becoming delinquent.

The services provided by Miami Bridge include full scope temporary emergency shelter services for youth; family crisis intervention counseling and case management services as well as advocacy for families and children.

Temporary Emergency Shelter Services

Miami Bridge operates two temporary emergency shelters located on its Miami and Homestead, Florida campuses. The Miami shelter is licensed for 28 beds and the Homestead shelter is licensed for 20 beds, available for youth ages 10-17. Shelter services also include: individual, group, and family counseling; basic elements of physical care (room, board and clothing); a full-time academic education program (through an on-site alternative education outreach program of Miami-Dade County Public Schools); recreational activities; youth development programming; case management; and physical and mental health and substance abuse prevention counseling services (provided onsite through professional interagency agreements). Intake services are available 24 hours per day. The following is a description of the shelter care programs offered by Miami Bridge:

Children and Families in Need of Service (CINS/FINS) Shelter Care Program

Miami Bridge contracts with The Florida Network of Youth and Family Services, Inc. to provide temporary shelter care services via State of Florida Department of Juvenile Justice funding for runaway, homeless, truant, and ungovernable teens that are not under the supervision of, nor in the custody of, the Department of Children and Families. The U.S. Department of Health and Human Services also provides RHYA Basic Center Grant funding for this at-risk population.

Dependency Shelter Care Program

Both shelters also deliver temporary emergency shelter care programming for youth adjudicated dependents and whose custody lies with the State of Florida Department of Children and Families (DCF). Miami Bridge contracts with five local, full case management agencies to provide shelter services for these dependent youth.

CINS/FINS Family Crisis Intervention Counseling Services

First Stop for Families Program

The First Stop for Families Program is a designated provider of CINS/FINS Centralized Intake and Non-residential Family Intervention Counseling Services for ungovernable, truant, runaway, and homeless youth who are not adjudicated, dependent, and delinquent. To address the needs of families in crisis, First Stop for Families provides an array of services designed to preserve the unity and integrity of the family and to emphasize parental responsibility for their children’s behavior. First Stop for Families provides immediate crisis intervention office based counseling and case management services designed to stabilize family functioning and provide referrals for long term wrap around services. Miami Bridge contracts with The Florida Network of Youth and Family Services, Inc., to provide Family Crisis Intervention Counseling Services.

MIAMI BRIDGE YOUTH AND FAMILY SERVICES, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 1 – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)
Adopted Accounting Pronouncements

In February 2016, the FASB issued ASU 2016-02, Leases (Topic 842), which will require leases to be recorded as an asset on the balance sheet for the right to use the leased asset and a liability for the corresponding lease obligation for leases with terms of more than twelve months. ASU 2016-02 is effective for The Organization fiscal year end June 30, 2023, with early adoption permitted. The Organization is evaluating the impact the pronouncement may have on the financial statements.

In September 2020, the FASB issued ASU 2020-07, Not-for-Profit Entities (Topic 958) Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial assets, requiring an entity to present contributed financial assets as a separate line item on the statement of activities, apart from contributions of cash and other financial assets. ASU 2020-07 includes additional disclosure requirements about contributed nonfinancial assets for not-for-profit entities, including additional disclosure requirements for recognized contributed services. The adoption of this standard did not have a material effect on the Organization's financial statements.

Basis of Accounting

The accompanying financial statements of the Organization have been prepared on the accrual basis of accounting and in accordance with generally accepted accounting principles in the United States of America.

Basis of Accounting and Presentation

Resources are classified for accounting and reporting purposes into two classes of net assets, according to externally imposed restrictions:

- Net assets without donor restrictions: The portion of the net assets of the Organization that can be used subject only to the broad limits resulting from the nature of the organization, the environment in which it operates, and the purposes specified in its articles of incorporation or bylaws. In some cases, the use of these resources is also subject to limits resulting from contractual agreements with suppliers, creditors, and others entered into by the Organization in the course of its business. The Organization has the greatest ability to choose when using these resources.
- Net assets with donor restrictions: The portion of the net assets of the Organization that is subject to either donor imposed time restrictions or donor-imposed purpose restrictions. These restrictions limit the Organization's choices when using these resources because the Organization has a fiduciary responsibility to its donors to follow the donor's instructions. Net assets with donor restrictions generally result from donor-restricted contributions. See Note 8.

Accounting Estimates

The preparation of financial statements in conformity with GAAP requires Miami Bridge's 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.

MIAMI BRIDGE YOUTH AND FAMILY SERVICES, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 1 – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Cash and Cash Equivalents

For purposes of reporting cash flows, Miami Bridge considers demand deposits, money market accounts, investments acquired with original maturities of three months or less to be cash and cash equivalents.

Property and Equipment

Miami Bridge capitalizes all property and equipment in excess of \$1,000. Miami Bridge's property and equipment, is recorded at cost. Donated items are recorded at fair value at date of donation. Depending on donor restrictions, donated plant assets are included in net assets without donor restrictions or net assets with donor restrictions. In the absence of donor restriction, the contributions of property and equipment are reported as support and revenue without donor restrictions. Depreciation is computed using the straight-line method over the following estimated lives of assets:

	<u>Years</u>
Building	30
Building improvements	10
Office furniture and equipment	5
Facility furniture and equipment	5
Transportation equipment	5

Property and equipment acquired with government grantor funds are capitalized. However, the government grantor agencies maintain a reversionary interest in such assets acquired with their funds, which includes the determination of use of any proceeds derived from the sale of those assets.

Deferred revenue

Miami Bridge is the recipient of cost reimbursement grant money. The revenue is recognized as the specified costs described in the grant agreements are incurred. Amounts collected in advance of incurring specified costs are reflected as deferred revenue.

Contributions

Miami Bridge records contributions in accordance with FASB ASC. Under FASB ASC, grants and contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions depending on the existence or nature of any donor restrictions.

Grant Revenue

Grant revenue is considered earned and is reported as unrestricted revenues when expenditures are incurred in compliance with specific grant requirements. Grants from governmental agencies, which are unit cost contracts, are recognized as revenue when the units of service are delivered. Grant revenues are recorded as unrestricted support in the accompanying statement of activities because the grant restrictions have been met in the reporting period. Accordingly, amounts collected in advance are deferred and reported as income in the month in which the services are rendered.

MIAMI BRIDGE YOUTH AND FAMILY SERVICES, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 1 – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Donated Material and Services

Miami Bridge records donated materials at their estimated fair value at date of contribution.

Miami Bridge utilizes master and bachelor level Social Work and Mental Health Counseling interns for the benefit of its Non-Residential Counseling Services program, through agreements with Florida International University, Nova Southeastern University and Barry University. The agency has also recorded professional services rendered by partner agencies and other professional organizations. These services are recorded at estimated fair value of the professional services provided. In the year ended June 30, 2022 and 2021, Miami Bridge received program services of \$70,474 and \$115,577, respectively.

A substantial number of volunteers donate significant amounts of their time to Miami Bridge's programs primarily for routine services that do not require specialized skills. These services are not considered to create or enhance nonfinancial assets. Accordingly, no amounts have been recorded in the accompanying financial statements for these donated services.

Income Taxes

Miami Bridge is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for income taxes has been recorded.

Miami Bridge has processes presently in place to ensure the maintenance of its tax-exempt status, to identify and report unrelated income, determine its filing and tax obligations, and to review other matters that may be considered tax positions. Management of Miami Bridge believes there are no uncertain tax positions.

The U.S. Federal jurisdiction is the major tax jurisdiction where Miami Bridge files income tax returns. Miami Bridge is generally no longer subject to U.S. Federal examinations by tax authorities for years before 2018.

Functional Expenses

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

Subsequent Events

Miami Bridge has evaluated subsequent events through December 28, 2022, which is the date the financial statements were available to be issued. (See Note 10 and 11)

MIAMI BRIDGE YOUTH AND FAMILY SERVICES, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 2 – PROPERTY AND EQUIPMENT, NET

Property and equipment at June 30, 2022 and 2021, is summarized as follows:

	2022	2021
Building	\$ 1,544,407	\$ 1,544,407
Building improvements	823,423	819,753
Office furniture and equipment	37,620	35,723
Facility furniture and equipment	318,026	223,659
Transportation equipment	154,437	154,437
	<u>2,877,913</u>	<u>2,777,979</u>
Less: Accumulated depreciation and amortization	<u>(2,432,217)</u>	<u>(2,283,443)</u>
Construction in progress	76,675	76,476
	<u>\$ 522,371</u>	<u>\$ 571,012</u>

Depreciation expense for the year ended June 30, 2022 and 2021 amounted to \$148,775 and \$145,885, respectively.

NOTE 3 – PENSION PLAN

Miami Bridge sponsors a defined contribution retirement plan covering substantially all of its full-time employees. Contributions to the plan are calculated at 3% of an eligible employee’s gross pay. Employees become eligible for active plan participation after completing one year of service. Upon eligibility, all contributions made on behalf of an employee become fully vested. For the years ended June 30, 2022 and 2021, pension cost amounted to \$34,145 and \$34,922 respectively.

NOTE 4 – SHORT TERM DEBT

Miami Bridge has a \$200,000 revolving line of credit facility from TD Bank with interest stated at the Wall Street Journal prime rate, plus 1% payable monthly. There is no amount outstanding as of June 30, 2022 and 2021.

NOTE 5 – NOTES PAYABLE

In April 2021, the Organization received loan proceeds in the amount of \$373,275 under the Paycheck Protection Program (“PPP”). The loan was forgiven in September 2021, and therefore reflected as income on the statement of activities.

NOTE 6 – CONCENTRATIONS AND CREDIT RISK

Miami Bridge is funded primarily through various annually renewable grants from the State of Florida Departments of Children and Families and Juvenile Justice and the U.S. Department of Health and Human Services. Any funding source may, at its discretion, request reimbursement for expenses or return of funds, or both, as a result of non-compliance by Miami Bridge with the terms of the grants or contracts.

Miami Bridge maintains cash balances at several financial institutions located in South Florida. Accounts at each institution are insured by the Federal Deposit Insurance Corporation up to \$250,000. At times cash balances may temporarily be in excess of the Federal Deposit Insurance Coverage insurance limit.

MIAMI BRIDGE YOUTH AND FAMILY SERVICES, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 7 – COMMITMENTS

Miami Bridge’s Miami facility was constructed on land made available by the City of Miami and the State of Florida through a twenty-year revocable permit issued by the City of Miami in June 1990. The permit is renewable when the original term expires. In October 2010, the permit was renewed for an initial term of seven years with an option to renew for two additional five-year terms at the City of Miami’s discretion. The site was leased for \$551 per month from the City of Miami. In 2019, the lease agreement was amended to remove all fixed terms, therefore making the lease effectively month-to-month contract. In addition, the monthly fee of \$551 was amended to \$100 due annually and a requirement for Miami Bridge to establish a capital improvements fund by depositing \$600 monthly. The capital improvements fund is to be used solely for maintaining and upgrading the City of Miami facility and property.

The Homestead facility was constructed on land leased to Miami Bridge by the City of Homestead, Florida. The lease commenced on July 15, 1990 with a thirty-year term, an option to renew for an additional thirty years, and annual lease payments of \$2,500. On May 18, 2011, by resolution NO.R2011-05-42, the City of Homestead and Miami-Dade County agreed to an exchange of properties, placing the Homestead facility under the ownership of Miami-Dade County. The County will continue leasing to Miami Bridge under the terms of the Business Lease dated July 15, 1990.

Total future minimum lease payments due under the permit from the City of Miami, the lease with the City of Miami-Dade County and various other operating leases, are as follows:

Year	Minimum Lease Payment
2023	\$ 3,831
2024	3,831
2025	3,831
2026	3,692
2027	3,000
Thereafter	69,000
Total	<u>\$ 87,185</u>

NOTE 8 – NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions as of June 30, 2022 and 2021 consisted of the following:

	<u>2022</u>	<u>2021</u>
Foundation & grants	\$ 9,629	\$ -

MIAMI BRIDGE YOUTH AND FAMILY SERVICES, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 9 – LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The Organization monitors its liquidity so that it is able to meet its operating needs and other contractual commitments while maximizing the investment of its excess operating cash. The Organization has the following financial assets that could readily be made available within one year of the balance sheet to fund expenses without limitations:

	<u>2022</u>	<u>2021</u>
Cash	\$ 976,302	\$ 1,268,863
Other receivables, net	<u>200,185</u>	<u>409,062</u>
	1,176,487	1,677,925
Less		
Donor imposed time or purpose restrictions	<u>-</u>	<u>7,772</u>
Financial assets available to meet cash needs for general expenditures within one year:	<u>\$ 1,176,487</u>	<u>\$ 1,670,153</u>

NOTE 10 – COVID-19 PANDEMIC AND GEOPOLITICAL RISKS

The novel coronavirus continues to spread throughout the world and has adversely impacted global commercial activity and contributed to significant volatility in financial markets. In addition, certain geopolitical risks abroad have resulted in significant market declines. The pandemic and geopolitical risks could have a continued material adverse impact on economic and market conditions and may trigger a period of global economic slowdown. The rapid development and fluidity of this situation precludes any prediction as to the ultimate material adverse impact of these risks. Nevertheless, the coronavirus outbreak and geopolitical risks abroad present uncertainty and risk with respect to the Organization, its performance, and its financial results.

NOTE 11 – MERGER AGREEMENT

The Organization was in the process of finalizing a merger agreement with a non-profit organization known as Lutheran Services Florida, Inc. as of June 30, 2022. The merger is set to be completed in the first quarter of 2023. As result of the merger, the Organization will cease to exist and all assets, rights, debts, liabilities, obligations, and duties of the Organization will be transferred to Lutheran Services Florida, Inc.

SUPPLEMENTARY INFORMATION

MIAMI BRIDGE YOUTH AND FAMILY SERVICES, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED JUNE 30, 2022

<i>Federal or State Agency/ Program or Project Title/ Pass Through Agency</i>	AL/CSFA Number	Contract/Grant Number	Expenditures
Expenditures of Federal Awards:			
U.S. Department of Health and Human Services			
Miami Bridge T.H.R.Y.V.E. Basic Center Program Pass-Through Family and Youth Services Bureau	93.623	N/A	\$ 162,449
Foster Care-Title IV-E Pass-Through Citrus Family Care Network	93.658	N/A	6,212
Social Services Block Grant Pass-Through Citrus Family Care Network	93.667	N/A	144,173
Total U.S. Department of Health and Human Services			<u>\$ 312,834</u>
U.S. Department of Agriculture			
National School Lunch Program Pass-Through State of Florida	10.555	N/A	<u>17,595</u>
Total Expenditures of Federal Awards			<u>\$ 330,429</u>
State Financial Assistance:			
State of Florida Department of Juvenile Justice			
Children and Family in Need of Services(CINS/FINS) Pass-Through The Florida Network Youth and Family Services	80.005	N/A	\$ 1,159,549
State Department of Childrens and Families			
Miami Bridge Host Homes For Homeless Youth Direct-State Department of Childrens and Families	60.193	N/A	\$ 100,000
Total State Financial Assistance			<u>\$ 1,259,549</u>
Total of Expenditures of Federal Awards and State Financial Assistance			<u><u>\$ 1,589,978</u></u>

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

MIAMI BRIDGE YOUTH AND FAMILY SERVICES, INC.
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE FOR THE YEAR ENDED JUNE 30, 2022

NOTE 1 – BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards and State Financial Assistance (the “Schedule”) includes the Federal and State of Florida grant activity of Miami Bridge Youth and Family Services, Inc. under programs of the federal and state government for the year ended June 30, 2022.

The information in this schedule is presented in accordance with the requirements of the Department of Financial Services Rules, Chapter 69I-5, Florida Administrative Code, *State Financial Assistance*. Because the Schedule presents only a selected portion of the operations of Miami Bridge, they are not intended to and do not present the financial position, changes in net assets, or cash flows of Miami Bridge.

NOTE 2 – SUMMARY OF SIGNICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Chapter 10.650, Rules of the Auditor General, wherein certain types of expenditures are not allowable or are limited as to reimbursement.



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

To the Board of Directors of
Miami Bridge Youth and Family Services, Inc.

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States the financial statements of Miami Bridge Youth and Family Services, Inc.(the “Organization”), (a nonprofit organization), which comprise the statement of financial position as of June 30, 2022, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated December 28, 2022.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Organization’s internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Organization’s internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization’s internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements, on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity’s financial statements will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Organization's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Verdeja De Armas Trujillo & Alvarado, LLP

CERTIFIED PUBLIC ACCOUNTANTS

Coral Gables, Florida
December 28, 2022



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

To the Board of Directors of
Miami Bridge Youth and Family Services, Inc.

Report on Compliance for Each Major State Project

Opinion on Each Major State Project

We have audited Miami Bridge Youth and Family Services, Inc.'s (the “Organization”) compliance with the types of compliance requirements identified as subject to audit 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 state projects for the year ended June 30, 2022. The Organization's major state projects are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Organization complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state projects for the year ended June 30, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Chapter 10.650, Rules of the Auditor General. Our responsibilities under those standards and Chapter 10.650, Rules of the Auditor General are further described in the Auditor’s Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Organization and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major state project. Our audit does not provide a legal determination of the Organization’s compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the Organization’s state projects.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Organization's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards* and Chapter 10.650, Rules of the Auditor General will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Organization's compliance with the requirements of each major state project as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards* and Chapter 10.650, Rules of the Auditor General, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the Organization's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Organization's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Chapter 10.650, Rules of the Auditor General, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a state project on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a state project will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a state project that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of Chapter 10.650, Rules of the Auditor General. Accordingly, this report is not suitable for any other purpose.

Verdeja De Armas Trujillo & Alvarez, LLP

CERTIFIED PUBLIC ACCOUNTANTS

Coral Gables, Florida
December 28, 2022

**MIAMI BRIDGE YOUTH AND FAMILY SERVICES, INC.
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS -
 STATE PROJECTS
 FOR THE YEAR ENDED JUNE 30, 2022**

SECTION I – SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued: *Unmodified*

Internal control over financial reporting:

- Material weakness(es) identified? yes no
- Significant deficiency(ies) identified? yes none reported

Noncompliance material to financial statements noted? yes no

State Projects

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

Internal control over major state projects:

- Material weakness(es) identified? yes no
- Significant deficiency(ies) identified? yes none reported

Any audit findings disclosed that are required to be reported in accordance with Chapter 10.656 *Rules of the Auditor General*? yes no

Identification of major State projects:

Name of State Project	CSFA Number	Expenditures
Children in Need of Service and Families in Need of Service	80.005	\$1,159,549
Dollar threshold used to distinguish between type A and type B projects	\$347,865	
Auditee qualified as low-risk auditee?	N/A	

**MIAMI BRIDGE YOUTH AND FAMILY SERVICES, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS - STATE PROJECTS
FOR THE YEAR ENDED JUNE 30, 2022**

SECTION II – FINANCIAL STATEMENT FINDINGS

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

SECTION III – FINDINGS AND QUESTIONED COSTS - STATE FINANCIAL ASSISTANCE PROJECTS

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

SECTION IV – OTHER ISSUES

1. No management letter is required because there were no findings required to be reported in the management letter (Section 10.656 (3)(e) , Rules of the Auditor General) for the year ended June 30, 2022.
2. A Summary Schedule of Prior Audit Findings is required because there were no prior audit findings related to State projects, (Section 10.656 (3)(d)(5), Rules of the Auditor General).
3. A Corrective Action Plan is not required because there were no findings required to be reported under the *Department of Financial Services*’ State Project Compliance Supplement.