

THE FAMILY C.A.F.E., INC.
FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

THE FAMILY C.A.F.E., INC.
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INDEPENDENT AUDITORS' REPORT

To the Board of Directors,
The Family C.A.F.E., Inc.:

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of The Family C.A.F.E., Inc. (the "Organization"), which comprise the statement of financial position as of September 30, 2023, and the related statements of activities, functional expenses and cash flows for the year then ended and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as of September 30, 2023, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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

Auditors' 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 auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and GAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and GAS, we:

- Exercise professional judgement 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 judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern for a reasonable period of time.

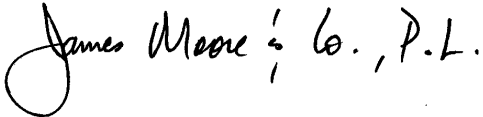
We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying Schedule of State Financial Assistance as required by Chapter 10.650 Rules of the State of Florida Office of the Auditor General, 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 State Financial Assistance 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 April 18, 2024, 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 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.

James Moore & Co., P.L.

Tallahassee, Florida
April 18, 2024

THE FAMILY C.A.F.E., INC.
STATEMENT OF FINANCIAL POSITION
SEPTEMBER 30, 2023

ASSETS

Current assets	
Cash and cash equivalents	\$ 1,400,989
Grant, contract and other receivables	65,556
Prepaid expenses	11,779
Total current assets	1,478,324
Property and equipment, net	1,358
Other assets	
Deposits	10,000
Deferred compensation plan investments, cash portion	45,325
Deferred compensation plan investments	297,892
Total other assets	353,217
Total Assets	\$ 1,832,899

LIABILITIES AND NET ASSETS

Current liabilities	
Accounts payable and accrued expenses	\$ 30,775
Florida Department of Education payable	215,767
Total current liabilities	246,542
Long-term liabilities	
Deferred compensation payable	343,217
Total long-term liabilities	343,217
Total liabilities	589,759
Net assets	
Without donor restrictions	
Undesignated	1,239,140
With donor restrictions	
Purpose restrictons	4,000
Total net assets	1,243,140
Total Liabilities and Net Assets	\$ 1,832,899

The accompanying notes to financial statements
are an integral part of this statement.

THE FAMILY C.A.F.E., INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Support and revenues			
Grants and contracts	\$ 1,461,867	\$ -	\$ 1,461,867
Exhibits	137,548	-	137,548
Registrations	36,710	-	36,710
In-kind donations	19,269	-	19,269
Contributions and other	382,558	-	382,558
Investment return	27,739	-	27,739
Total support and revenues	<u>2,065,691</u>	<u>-</u>	<u>2,065,691</u>
Expenses			
Program services	1,731,053	-	1,731,053
Supporting services	185,425	-	185,425
Total expenses	<u>1,916,478</u>	<u>-</u>	<u>1,916,478</u>
Increase in net assets	<u>149,213</u>	<u>-</u>	<u>149,213</u>
Net assets, beginning of year	1,089,927	4,000	1,093,927
Net assets, end of year	<u>\$ 1,239,140</u>	<u>\$ 4,000</u>	<u>\$ 1,243,140</u>

The accompanying notes to financial statements
are an integral part of this statement.

THE FAMILY C.A.F.E., INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Program Services	Supporting Services	Total
Conference	\$ 814,661	\$ -	\$ 814,661
Depreciation	1,075	119	1,194
Insurance	2,842	316	3,158
Miscellaneous	9,494	10,385	19,879
Office	1,474	12,697	14,171
Postage and delivery	419	5	424
Printing and reproduction	1,406	-	1,406
Professional fees	332,956	23,533	356,489
Rent	5,940	33,660	39,600
Salary and benefits	470,934	91,220	562,154
Telephone	16,057	505	16,562
Travel and meals	70,748	12,647	83,395
Utilities	3,047	338	3,385
	<u>\$ 1,731,053</u>	<u>\$ 185,425</u>	<u>\$ 1,916,478</u>

The accompanying notes to financial statements
are an integral part of this statement.

THE FAMILY C.A.F.E., INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED SEPTEMBER 30, 2023

Cash flows from operating activities	
Cash received from grantors, contractors, and contributors	\$ 1,947,301
Cash paid to employees and vendors	(1,817,057)
Interest received	31,865
Net cash provided by operating activities	162,109
 Cash flows from investing activities	
Purchases of investments	(91,104)
Proceeds from sale of investments	41,245
Net cash used in investing activities	(49,859)
Net increase in cash and cash equivalents	112,250
Cash and cash equivalents, beginning of year	1,334,064
Cash and cash equivalents, end of year	\$ 1,446,314
 Cash and cash equivalents classified as:	
Cash and cash equivalents	\$ 1,400,989
Investments, cash portion	45,325
Total cash and cash equivalents	\$ 1,446,314
 Reconciliation of increase in net assets	
to net cash provided by operating activities	
Increase in net assets	\$ 149,213
Adjustments to reconcile increase in net assets	
to net cash provided by operating activities:	
Depreciation	1,194
Unrealized loss on investments	4,126
Decrease in grant, contract and other receivables	148,225
Decrease in prepaid expenses	790
Increase in deposits	(10,000)
Increase in accounts payable and accrued expenses	1,190
Decrease in deferred revenue	(219,607)
Increase in deferred compensation payable	86,978
Total adjustments	12,896
Net cash provided by operating activities	\$ 162,109

The accompanying notes to financial statements
are an integral part of this statement.

THE FAMILY C.A.F.E., INC.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

(1) **Summary of Significant Accounting Policies:**

The following is a summary of the more significant accounting policies and practices of The Family C.A.F.E., Inc. (the “Organization”) which affect significant elements of the accompanying financial statements:

(a) **Organization and purpose**—The Organization was incorporated in Florida on October 8, 1998 as The Family C.A.F.E., Inc. The Organization offers information and training opportunities to individuals with disabilities and special health care needs, self-advocates and their families in a family-centered and collaborative environment. The Organization plans and arranges a statewide conference that provides families and self-advocates with a forum to educate themselves on how to utilize the programs available, enabling the greatest participation possible by any and all interested parties.

(b) **Property and equipment**—Property and equipment acquired by the Organization is considered to be owned by the Organization. However, funding sources may maintain an equitable interest in the property purchased with grant monies as well as the right to determine the use of any proceeds from the sale of these assets. The State of Florida has a reversionary interest in those assets purchased with its funds which have a cost of \$1,000 or more and an estimated useful life of at least one year. The Federal Government has a reversionary interest in those assets purchased with its funds which have a cost of \$5,000 or more and an estimated useful life of at least one year.

Property and equipment with a value greater than \$1,000 and an estimated useful life of at least one year is recorded at cost when purchased or at estimated fair value when contributed. Depreciation is computed using the straight-line method over the estimated useful life of the assets, ranging from five to ten years.

(c) **Income taxes**—The Organization is generally exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. Therefore, no provision for income taxes has been made in the accompanying financial statements. The Organization files income tax returns in the U.S. Federal jurisdiction. The Organization’s income tax returns for the past three years are subject to examination by tax authorities and may change upon examination.

The Organization has reviewed and evaluated the relevant technical merits of each of their tax positions in accordance with accounting principles generally accepted in the United States of America for accounting for uncertainty in income taxes, and determined that there are no uncertain tax positions that would have a material impact on the financial statements of the Organization.

(d) **Cash and cash equivalents**—For the purpose of reporting cash flows, cash and cash equivalents include cash on hand, amounts in demand deposits held with banks, and short-term investments with an original maturity date of ninety days or less.

(e) **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.

THE FAMILY C.A.F.E., INC.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

(1) **Summary of Significant Accounting Policies:** (Continued)

(f) **Basis of accounting**—The financial statements have been prepared on the accrual basis of accounting, and accordingly, reflect all significant receivables, payables and other liabilities.

(g) **Basis of presentation**—The financial statements have been prepared on the accrual basis of accounting, and accordingly, reflect all significant receivables, payables and other liabilities.

(h) **Functional allocation of expenses**—The costs of providing the various program services and other activities have been summarized on a functional basis in the Statement of Activities. Accordingly, certain costs have been allocated among the program and supporting services benefited.

(i) **Contributions**—All contributions are considered to be available for undesignated use unless specifically designated by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as net assets with donor restrictions which increases this net asset class. However, if a designation is fulfilled in the same time period in which the contribution is received, the entity reports the support as net assets without donor restriction.

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flows. The discounts on those amounts are computed using risk-free interest rates applicable to the years in which the promises are received. Amortization of the discounts is included in contribution revenue. Conditional promises to give are not included as support until the conditions are substantially met.

Donations of property and equipment are recorded as contributions at their estimated fair value at the date of donation. Such donations are reported as increases in net assets without donor restrictions unless the donor has designated the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as net assets with donor restrictions. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Organization reclassifies net assets with donor restrictions to net assets without donor restrictions at that time. The value of donated materials and services is included in the Statement of Activities.

(j) **Exhibitor fees**—Exhibitor Fees, which are nonrefundable, are comprised only of an exchange element based on the benefits received. Exhibitor fees are recognized as revenue when the exhibitor exhibits at the conference. Payments are required before the conference is held and amounts received in advance are deferred to the applicable period.

THE FAMILY C.A.F.E., INC.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

(1) **Summary of Significant Accounting Policies:** (Continued)

(k) **Grant, contract, and other receivables**—Grant, contract and other receivables are stated at the amount management expects to collect from balances outstanding at year-end. Based on management’s assessment of the credit history with grantors and contractors having outstanding balances and current relationships with them, it has concluded that realization losses on balances outstanding at year end will be immaterial.

(l) **Investments**—The Organization records investment purchases at cost, or if donated, at fair value on the date of donation. Thereafter, investments are reported at their fair values in the statement of financial position. Net investment return/(loss) is reported in the statement of activities and consists of interest and dividend income, realized and unrealized capital gains and losses, less external and direct internal investment expenses.

(m) **Grant and contract revenue recognition**—A portion of the Organization’s revenue is derived from cost-reimbursable federal and state contracts and grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as refundable advances in the statement of financial position.

(n) **Net assets**—Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.

Net Assets With Donor Restrictions – Net assets subject to donor- (or certain grantor-) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. We report contributions restricted by donors as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

THE FAMILY C.A.F.E., INC.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

(2) **Concentrations of Credit Risk:**

The more significant concentrations of credit risk are as follows:

- (a) **Demand deposits**—The Organization maintains cash deposits with one financial institution. The Organization has no policy requiring collateral to support its deposits, although all deposits with these institutions are insured by the Federal Deposit Insurance Corporation up to FDIC limits.
- (b) **Grant, contract and other receivables**—The Organization’s receivables are for amounts due under grants and contracts with the Federal, state and local government agencies. The Organization has no policy requiring collateral or other security to support its receivables.
- (c) **Financial instruments**—Financial instruments are exposed to various risks such as significant world events, interest rate, credit, and overall market volatility risks. Credit risk is a consequence of carrying investment positions. To manage credit risk, the Organization holds investments with a broker that is covered by SPIC (Securities Investor Protection Corporation); however, this does not protect against loss due to market fluctuation.

(3) **Property and Equipment:**

The following is a summary of property and equipment at September 30, 2023:

Furniture and fixtures	\$	5,907
Computers and equipment		14,928
		20,835
Less: accumulated depreciation		19,477
Total		\$ 1,358

(4) **Florida Department of Education Payable:**

Amounts received for cost reimbursement grant contracts that are not spent by the end of the grant term are required to be paid back to the grantor at the end of the grant term. These amounts are recorded as Florida Department of Education payable in the financial statements.

The amounts payable to the grantor as of September 30, 2023, are as follows:

<u>Contract Number</u>	<u>Amount</u>
37F-90745-0Q001	\$ 215,767

THE FAMILY C.A.F.E., INC.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

(5) **Contingencies:**

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the Federal government and the State of Florida. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the Organization expects such amounts, if any, to be immaterial.

(6) **In Kind Donations:**

In kind donations are recorded at fair value at the date of donation. Contributed program materials and supplies, are valued using estimated U.S. wholesale prices (principal market) of identical or similar products using pricing data under a “like-kind” methodology considering the goods’ condition and utility for use at the time of the contribution. Donations for The Annual Family Café conference were \$19,269 and consisted of program materials and supplies for the year ended September 30, 2023.

(7) **Investments:**

The Organization’s other assets at September 30, 2023, consist of investments in marketable securities for the deferred compensation plan recorded at fair value as summarized below:

	Cost	Fair Value	Unrealized Gain (Loss)
Mutual funds	\$ 258,097	\$ 297,892	\$ 39,795

The following schedule summarizes the investment return for the year ended September 30, 2023:

Interest	\$ 31,865
Unrealized loss	(4,126)
Investment return	\$ 27,739

Investments in marketable securities with readily determinable fair values are reported at fair values in the Statement of Financial Position.

(8) **Fair Value Measurements:**

On October 1, 2016, the Organization adopted the provisions of FASB ASC 820-10 which provides a framework for measuring fair value under generally accepted accounting principles. These standards define fair value, provide guidance for measuring fair value and require certain disclosures. These standards do not require any new fair value measurements, but rather apply to all other accounting pronouncements that require or permit fair value measurements.

THE FAMILY C.A.F.E., INC.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

(8) **Fair Value Measurements:** (Continued)

Fair value is defined as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. The following is a brief description of the three levels within the fair value hierarchy that prioritize the inputs to valuation techniques:

- **Level 1:** Observable inputs such as quoted prices (unadjusted) in active markets for identical assets or liabilities.
- **Level 2:** Inputs other than quoted prices that are observable for the asset or liability, either directly or indirectly. These include quoted prices for similar assets or liabilities in active markets and quoted prices for identical or similar assets or liabilities that are not active. Such inputs may include interest rates and yield curves, volatilities, prepayment speeds, credit risks, and default rates.
- **Level 3:** Unobservable inputs to measure fair value of assets and liabilities for which there is little, if any market activity at the measurement date, using reasonable inputs and assumptions based upon the best information at the time, to the extent that inputs are available without undue cost and effort.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at September 30, 2023.

Mutual funds– Valued at quoted market prices.

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values.

Furthermore, although the Organization believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following is a summary of the valuation as of September 30, 2023 for the Organization's investments based upon the three levels defined above:

	Fair Value	Quoted Prices (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments:				
Equity mutual funds	\$ 277,338	\$ 277,338	\$ –	\$ –
Fixed income mutual funds	20,554	20,554	–	–
Total investments at fair value	<u>\$ 297,892</u>	<u>\$ 297,892</u>	<u>\$ –</u>	<u>\$ –</u>

THE FAMILY C.A.F.E., INC.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

(9) Related Party Transactions:

A family member of the President/CEO was paid \$48,750 as an independent contractor for video production, social media management and marketing services during the year ended September 30, 2023.

(10) Net Assets with Donor Restrictions:

Net assets with donor restrictions consist of the following at September 30, 2023:

Equipment	\$ 4,000
Total	<u>\$ 4,000</u>

(11) Deferred Compensation Plan:

The Organization has a non-qualified deferred compensation plan for certain members of management. The deferred compensation accounts are shown as both assets and liabilities on the Organization's financial statements and are available to creditors in the event of the Organization's liquidation. Employer contributions were \$41,375 for the year ended September 30, 2023.

(12) Defined Contribution Plan:

The Organization sponsors a defined contribution SIMPLE IRA retirement plan covering all employees. The Organization provides an annual contribution of 3% of an eligible employee's salary. Contributions to the plan for the year ended September 30, 2023, were \$6,295.

(13) Liquidity and Availability:

Financial assets available for general expenditure, that is, without donor restrictions or internally board designations limiting their use, within one year of the Statement of Financial Position date, comprise the following:

Cash and cash equivalents	\$ 1,400,989
Grants and other receivables	65,556
Purpose restrictions	(4,000)
Financial assets available to meet cash needs for general expenditures	<u>\$ 1,462,545</u>

(14) Subsequent Events:

The Organization has evaluated events and transactions for potential recognition or disclosure in the financial statements through April 18, 2024, the date of which the financial statements were available to be issued. Subsequent to the year ended September 30, 2023, The Organization purchased a building in the amount of \$327,912, located on 713 E Park Avenue, Tallahassee, FL.

THE FAMILY C.A.F.E., INC.
SCHEDULE OF STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED SEPTEMBER 30, 2023

<u>State Agency / Pass Through Entity / State Project</u>	<u>CSFA Number</u>	<u>Contract Number</u>	<u>Expenditures</u>
<u>STATE FINANCIAL ASSISTANCE</u>			
Florida Department of Education			
Direct Programs:			
Family CAFÉ	48.149	37F-90745-3Q001	\$ 927,357
Family CAFÉ	48.149	37F-90745-4Q001	37,430
Total State Financial Assistance			<u>\$ 964,787</u>

Basis of Presentation:

The accompanying Schedule of State Financial Assistance includes State award activity of The Family C.A.F.E., Inc. and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Chapter 10.650, Rules of the State of Florida, Office of the Auditor General. Therefore, some amounts presented in this schedule may differ from amounts presented in, or

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH *GOVERNMENT AUDITING STANDARDS***

To the Board of Directors,
The Family C.A.F.E., Inc.:

We have audited in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of The Family C.A.F.E., Inc. (the "Organization"), which comprise the statement of financial position as of September 30, 2023, and the related statements of activities, statement of functional expenses and cash flows for the year then ended, and the related notes to the financial statements and have issued our report thereon dated April 18, 2024.

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 Organization'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.

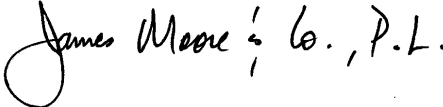
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit, we did not 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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "James Moore & Co., P.L." The signature is written in a cursive style with a large, looped initial "J" for "James".

Tallahassee, Florida
April 18, 2024

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR STATE
PROJECT AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE IN
ACCORDANCE WITH CHAPTER 10.650, RULES OF THE STATE OF FLORIDA, OFFICE OF
THE AUDITOR GENERAL**

To the Board of Directors,
The Family Cafe, Inc.:

Report on Compliance for Each Major State Project

Opinion on Each State Project

We have audited The Family Cafe, Inc.'s (the "Organization") compliance with the types of compliance requirements described in the Florida Department of Financial Services' *State Projects Compliance Supplement* that could have a direct and material effect on each of the Organization's major state projects for the year ended September 30, 2023. The Organization's major state projects are identified in summary of auditors' 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 September 30, 2023.

Basis for Opinion on Each State Project

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and Chapter 10.650, Rules of the Auditor General. Our responsibilities under those standards are further described in the Auditors' 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.

Auditors' 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 GAAS, *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 GAAS, *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.

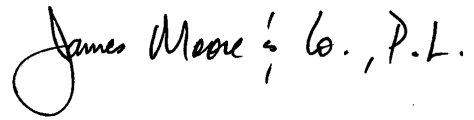
Report on Internal Control over Compliance

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 a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a 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 as combination of deficiencies, in internal control over compliance with the 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 Auditors' 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 results of that testing based on the requirements of the Chapter 10.650, Rules of the Auditor General. Accordingly, this report is not suitable for any other purpose.

James Moore & Co., P.L.

Tallahassee, Florida
April 18, 2024

**THE FAMILY CAFE, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

I. Summary of Auditors' Results:

Financial Statements

Type of audit report issued on the financial statements: *Unmodified*

Internal control over financial reporting:

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

Noncompliance material to financial statements noted? _____ yes ___X___ no

State Financial Assistance

Internal control over major state projects:

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

Types of auditors' report issued on compliance for major state projects: *Unmodified*

Any audit findings disclosed that are required to be reported related to state financial assistance projects? _____ yes ___X___ no

Identification of major projects:

State Projects	State CSFA Number
Family CAFÉ	48.149
Dollar threshold used to distinguish between type A and type B program:	\$300,000

II. Financial Statement Findings: None.

III. State Project Findings and Questioned Costs: None.

IV. Management letter in Accordance with Chapter 10.650, Rules of the State of Florida, Office of the Auditor General: Nothing to report.

THE FAMILY CAFE, INC.
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED SEPTEMBER 30, 2023

Finding 2022-001: **Status:** Resolved. During the year ending September 30, 2023, management retained a 3rd party CPA to assist with overseeing preparation of the financial statements during the annual audit and adjusting the accounting records at year end.