

**FLORIDA ALLIANCE OF
BOYS & GIRLS CLUBS, INC.**

FINANCIAL REPORT

DECEMBER 31, 2023

FLORIDA ALLIANCE OF BOYS & GIRLS CLUBS, INC.

FINANCIAL REPORT
DECEMBER 31, 2023

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INDEPENDENT AUDITOR'S REPORT

**To the Board of Directors
Florida Alliance of Boys & Girls Clubs, Inc.
Sarasota, Florida**

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Florida Alliance of Boys & Girls Clubs, Inc. (the "Alliance"), (a non-profit organization) which comprise the statement of financial position as of December 31, 2023, and the related statements of activities, cash flows and functional expenses for the year 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 Florida Alliance of Boys & Girls Clubs, Inc. as of December 31, 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Alliance 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 these 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 Alliance'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 and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Alliance'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 Alliance'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 state financial assistance, as required by Chapter 10.650, Rules 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 information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Report on Summarized Comparative Information

We have previously audited the Alliance's 2022 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated March 30, 2023. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2022, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 13, 2024, on our consideration of the Alliance'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 Alliance'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 Florida Alliance of Boys & Girls Clubs, Inc.'s internal control over financial reporting and compliance.

Mauldin & Jenkins, LLC

Bradenton, Florida
March 13, 2024

FLORIDA ALLIANCE OF BOYS & GIRLS CLUBS, INC.

**STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2023 AND 2022**

	2023	2022
ASSETS		
CURRENT ASSETS		
Cash	\$ 1,886,337	\$ 2,101,845
Accounts receivable	28,943	13,043
Grants receivable	3,061,329	997,167
Prepaid expenses	-	10,981
	4,976,609	3,123,036
PROPERTY AND EQUIPMENT, at cost, net	7,889	9,387
	\$ 4,984,498	\$ 3,132,423
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts payable	\$ 17,458	\$ 7,139
Accrued expenses	100,567	48,924
Due to clubs	3,124,333	1,609,649
	3,242,358	1,665,712
NET ASSETS		
Without donor restrictions		
Undesignated	1,742,140	1,466,711
	1,742,140	1,466,711
	\$ 4,984,498	\$ 3,132,423

See Notes to Financial Statements.

FLORIDA ALLIANCE OF BOYS & GIRLS CLUBS, INC.

**STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2023
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2022)**

	Without Donor Restrictions	With Donor Restrictions Time and Purpose	2023 Total	2022 Total
Support and revenue				
Member fees and dues	\$ 464,370	\$ -	\$ 464,370	\$ 289,210
Federal and state grants	12,051,830	-	12,051,830	8,715,637
Contributions	212,331	-	212,331	172,175
Interest income	17,139	-	17,139	3,087
Net assets released from restrictions	-	-	-	-
Total support and revenue	<u>12,745,670</u>	<u>-</u>	<u>12,745,670</u>	<u>9,180,109</u>
Expenses				
Program services	12,058,487	-	12,058,487	8,922,037
Management and general	411,754	-	411,754	301,985
Total expenses	<u>12,470,241</u>	<u>-</u>	<u>12,470,241</u>	<u>9,224,022</u>
Change in net assets	275,429	-	275,429	(43,913)
Net assets, beginning of year	<u>1,466,711</u>	<u>-</u>	<u>1,466,711</u>	<u>1,510,624</u>
Net assets, end of year	<u>\$ 1,742,140</u>	<u>\$ -</u>	<u>\$ 1,742,140</u>	<u>\$ 1,466,711</u>

See Notes to Financial Statements.

FLORIDA ALLIANCE OF BOYS & GIRLS CLUBS, INC.

**STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022**

	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 275,429	\$ (43,913)
Adjustments to reconcile change in net assets to net cash (used in) operating activities		
Depreciation	5,825	4,381
Changes in operating assets and liabilities		
(Increase) in accounts receivable	(15,900)	(861)
(Increase) in grants receivable	(2,064,162)	(927,167)
(Increase) decrease in prepaid expenses	10,981	(10,003)
Increase (decrease) in accounts payable	10,319	(11,528)
Increase in accrued expenses	51,643	31,136
(Decrease) in deferred revenue	-	(219,500)
Increase (decrease) in due to clubs	1,514,684	(85,555)
Net cash (used in) operating activities	(211,181)	(1,263,010)
 CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	(4,327)	(3,862)
Net cash (used in) investing activities	(4,327)	(3,862)
 Change in cash	(215,508)	(1,266,872)
 Cash, beginning of year	2,101,845	3,368,717
 Cash, end of year	\$ 1,886,337	\$ 2,101,845

See Notes to Financial Statements.

FLORIDA ALLIANCE OF BOYS & GIRLS CLUBS, INC.

**STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2023**

	<u>Program Services</u>	<u>Management and General</u>	<u>Total</u>
Contract labor	\$ 467,459	\$ 25,360	\$ 492,819
Depreciation	-	5,825	5,825
Dues and subscriptions	996	2,113	3,109
Club grant expenses	11,540,443	-	11,540,443
Club grant expenses - operating	-	98,744	98,744
Miscellaneous	6,025	39,741	45,766
Office supplies	4,734	534	5,268
Professional fees	4,051	227,253	231,304
Training and conferences	100	2,694	2,794
Travel	34,679	9,490	44,169
	<u>34,679</u>	<u>9,490</u>	<u>44,169</u>
Total expenses	<u>\$ 12,058,487</u>	<u>\$ 411,754</u>	<u>\$ 12,470,241</u>

See Notes to Financial Statements.

FLORIDA ALLIANCE OF BOYS & GIRLS CLUBS, INC.

**STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2022**

	Program Services	Management and General	Total
Contract labor	\$ 402,172	\$ 26,651	\$ 428,823
Depreciation	-	4,381	4,381
Dues and subscriptions	104	1,335	1,439
Club grant expenses	8,461,441	-	8,461,441
Club grant expenses - operating	-	30,000	30,000
Miscellaneous	31,345	11,055	42,400
Office supplies	2,102	953	3,055
Professional fees	5,766	202,865	208,631
Training and conferences	1,212	2,791	4,003
Travel	17,895	21,954	39,849
	<u>\$ 8,922,037</u>	<u>\$ 301,985</u>	<u>\$ 9,224,022</u>

See Notes to Financial Statements.

FLORIDA ALLIANCE OF BOYS & GIRLS CLUBS, INC.

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2023

NOTE 1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Florida Alliance of Boys & Girls Clubs, Inc. (the "Alliance") was formed in October 1998, and is an affiliate of the Boys and Girls Clubs of America. The Alliance was established to provide a mechanism for joint decisions, communications and exchange of ideas, and cooperative action among Clubs in Florida to develop and expand quality youth development throughout the state by promoting public awareness of youth development and the problems youth face throughout the state, promoting and strengthening Boys and Girls Clubs' relations with public agencies throughout the state, deriving the majority of its support from the state of Florida, and distributing raised funds solely to members of the corporation based upon the number of children served at each facility.

Basis of Presentation

The Alliance's financial statements have been prepared on the accrual basis of accounting and accordingly, reflect all significant receivables, payables and other liabilities.

The accompanying financial statements have been prepared in conformity with the disclosure and display requirements of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958, *Not-for-Profit Entities*. Accordingly, net assets are reported in each of the following two classes:

Net assets without donor restrictions – Net assets that are not subject to donor-imposed stipulations.

Net assets with donor restrictions – Net assets with donor restrictions are created only by donor-imposed stipulations. Some donor-imposed stipulations are temporary in nature, such as those that will be met either by actions of the Alliance and/or the passage of time. Other donor-imposed stipulations are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. 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.

Management 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 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.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash and Cash Equivalents

The Alliance considers all highly liquid investments with a maturity date of three months or less at the date of acquisition to be cash equivalents.

The Alliance maintains its cash in bank accounts which, at times, may exceed federally insured limits. The Alliance has not experienced any losses in such accounts.

Revenue Recognition

The Alliance receives substantially all grant revenue from the state of Florida. State grants are cost reimbursable grants and are recorded as support to the extent that eligible costs are incurred during the grant contract period. Revenue from member fees and dues is a percentage of the grants from the state of Florida for administrative oversight and is recognized in conjunction with the revenue from the grant itself.

Contributions are recorded as revenue when an unconditional promise to give has been made. All contributions are considered to be available for use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as support with donor restrictions that increases that net asset class. When a restriction expires, net assets with donor restrictions are classified to net assets without donor restrictions and are reported in the statements of activities as net assets released from restrictions.

Accounts Receivable

Accounts receivable consist of amounts due from members for the outstanding balance of member fees and dues. An allowance for doubtful accounts is based on historical experience, management's knowledge of the amounts due and the probability of collection. As of December 31, 2023 and 2022, no allowance for doubtful accounts is considered necessary.

Functional Allocation of Expenses

The costs of providing various programs and other activities, and the administration of the Alliance have been summarized on a functional basis in the statement of activities. Expenses are charged directly to program services and management and general based on specific identification, and certain indirect expenses have been allocated based on level of effort. These allocations are based on estimates determined by management.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Deferred Revenue

Deferred revenue represents grant funds received in advance of meeting the performance obligations of the grant.

Income Taxes

The Alliance has been determined to be an organization exempt from income tax under Internal Revenue Code Section 501(c)(4). The Boys and Girls Clubs of America, Inc. files Form 990 as a consolidated return for all member alliances.

It is the Alliance's policy to account for any uncertainties in income tax law in accordance with FASB ASC 740-10, *Accounting for Uncertainty in Income Taxes*. ASC 740-10 clarifies the accounting for uncertain income tax positions and requires that the Alliance recognize the impact of such a tax position in its financial statements if, upon ultimate settlement, that position is more likely than not to be sustained. Management has evaluated the Alliance's tax positions and concluded that the Alliance has maintained its tax-exempt status and has taken no uncertain tax positions that require adjustment to the financial statements. As a result, no provision or liability for income taxes has been included in the financial statements.

Concentrations

For the years ended December 31, 2023 and 2022, the Alliance received approximately 91% and 87%, respectively, of its revenue and support from the state of Florida.

Summarized Financial Information for 2022

The financial statements include certain prior year summarized comparative information in total, but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Alliance's financial statements as of and for the year ended December 31, 2022, from which the summarized information was derived.

Subsequent Events

Management has evaluated subsequent events occurring through March 13, 2024 the date on which the financial statements were available to be issued.

NOTES TO FINANCIAL STATEMENTS

NOTE 2. LIQUIDITY AND AVAILABILITY

The Alliance's working capital and cash flows have seasonal variations during the year attributable to the cash receipts for member fees and dues and state grant funds. The Alliance manages liquidity during the year by utilizing the following strategies: operating with a balanced budget which assumes collection of sufficient revenue via dues and grants to cover operating expenditures and regular analysis of actual operating results versus budget.

The following table reflects the Alliance's total financial assets as of December 31, 2023 and 2022, which could be made available within 12 months to meet operating expenditures:

	<u>2023</u>	<u>2022</u>
Financial assets available to meet operating expenditures over the next 12 months		
Cash	\$ 1,886,337	\$ 2,101,845
Accounts receivable	28,943	13,043
Grants receivable	3,061,329	997,167
	<u>\$ 4,976,609</u>	<u>\$ 3,112,055</u>

NOTE 3. PROPERTY AND EQUIPMENT

Property and equipment consists of the following at December 31, 2023 and 2022:

	<u>2023</u>	<u>2022</u>
Furniture and fixtures	\$ 30,060	\$ 25,733
Accumulated depreciation	22,171	16,346
	<u>\$ 7,889</u>	<u>\$ 9,387</u>

NOTE 4. RELATED PARTY TRANSACTIONS

Payroll and certain other office accounting functions are performed by the Boys and Girls Clubs of Sarasota and DeSoto Counties, Inc. on behalf of the Alliance. For the years ended December 31, 2023 and 2022, the Boys and Girls Clubs of Sarasota and DeSoto Counties, Inc. received fees totaling \$60,000 and \$60,000, respectively, for performing such services.

During the years ended December 31, 2023 and 2022, the Alliance entered into various transactions with the member Clubs. During the years ended December 31, 2023 and 2022, the Alliance recognized \$11,639,187 and \$8,491,441, respectively, in grants awarded to its member clubs to carry out program requirements.

SUPPLEMENTARY INFORMATION

FLORIDA ALLIANCE OF BOYS & GIRLS CLUBS, INC.

**SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 2023**

<u>State Agency and State Project</u>	<u>CSFA Number</u>	<u>Passed Through to Subrecipients</u>	<u>State Expenditures</u>
Direct funding through:			
Florida Department of Education			
Mentoring/Student Assistance Initiatives	48.068	\$ 4,005,088	\$ 4,330,379
School and Instructional Enhancement Programs	48.040	1,239,019	1,239,019
Florida Department of Juvenile Justice			
Delinquency Prevention	80.029	5,439,888	5,839,888
		<u>\$ 10,683,995</u>	<u>\$ 11,409,286</u>

Notes to Schedule of Expenditures of State Financial Assistance:

This schedule includes the state grant activity of Florida Alliance of Boys & Girls Clubs, Inc. for the year ended December 31, 2023, and is presented using the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Chapter 10.650, Rules of the Auditor General. Therefore, some amounts presented in this schedule may differ from amounts in, or used in the preparation of the basic financial statements.

**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**

Board of Directors
Florida Alliance of Boys & Girls Clubs, Inc.
Sarasota, Florida

Report on Compliance for Each Major State Project

Opinion on Each Major State Project

We have audited Florida Alliance of Boys & Girls Clubs, Inc.'s (the "Alliance") compliance with the types of compliance requirements described in the *Department of Financial Services' State Projects Compliance Supplement* that could have a direct and material effect on the Alliance's major state projects for the year ended December 31, 2023. The Alliance'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 Alliance complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major state projects for the year ended December 31, 2023.

Basis for Opinion on Each Major State Project

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 Chapter 10.650, Rules of the Auditor General. Our responsibilities under those standards, the Uniform Guidance 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 Alliance and to meet our other ethical requirements, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for the major state project. Our audit does not provide a legal determination of the Alliance'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 Alliance's state project.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Alliance'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 a material misstatement 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, they would influence the judgment made by a reasonable user of the report on compliance about the Alliance's compliance with the requirements of the 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 Alliance'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 Alliance'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 Chapter 10.650, Rules of the Auditor General, but not for the purpose of expressing an opinion on the effectiveness of the Alliance'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.

Mauldin & Jenkins, LLC

Bradenton, Florida
March 13, 2024

**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
GOVERNMENT AUDITING STANDARDS**

Board of Directors

**Florida Alliance of Boys & Girls Clubs, Inc.
Sarasota, Florida**

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 Florida Alliance of Boys & Girls Clubs, Inc. (the "Alliance"), which comprise the statement of financial position as of December 31, 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, and have issued our report thereon dated March 13, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Alliance's internal control over financial reporting (internal control) as a basis for designing the 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 Alliance's internal control. Accordingly, we do not express an opinion on the effectiveness of the Alliance'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 Alliance'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 Alliance's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Bradenton, Florida
March 13, 2024

FLORIDA ALLIANCE OF BOYS & GIRLS CLUBS, INC.

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2023**

SECTION I – SUMMARY OF AUDITOR’S RESULTS

Financial Statements

Type of report the auditor issued on whether the financial statements were prepared in accordance with GAAP:

Unmodified

Internal control over financial reporting:

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

Noncompliance material to financial statements noted?

yes no

State Projects

Internal control over major programs:

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

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

Unmodified

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 Programs

CSFA Number:	80.029
Name of State Project:	Delinquency Prevention
CSFA Number:	48.068
Name of State Project:	Mentoring/Student Assistance Initiatives
CSFA Number:	48.040
Name of State Project:	School and Instructional Enhancement

Dollar threshold used to distinguish between Type A and Type B programs:

\$750,000

Auditee qualified as low-risk auditee?

yes no

FLORIDA ALLIANCE OF BOYS & GIRLS CLUBS, INC.

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2023**

SECTION II – FINANCIAL STATEMENT FINDINGS

No matters reported.

SECTION III – STATE AWARD FINDINGS AND QUESTIONED COSTS

No matters reported. A separate management letter was not issued for the year ended December 31, 2023. The communications contained in the standard post audit communication required by generally accepted auditing standards does not contain any items pertaining to state award compliance.

FLORIDA ALLIANCE OF BOYS & GIRLS CLUBS, INC.

**SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2023**

SECTION II – FINANCIAL STATEMENT FINDINGS

No matters reported.

SECTION III – STATE AWARD FINDINGS AND QUESTIONED COSTS

No matters reported.