

FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REPORTS

BIG BROTHERS BIG SISTERS ASSOCIATION OF FLORIDA, INC.

June 30, 2023 and 2022

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RIVERO, GORDIMER & COMPANY, P.A.

Member
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Cesar J. Rivero, in Memoriam (1942-2017)

Michael E. Helton

James K. O'Connor

David M. Bohnsack

Julie A. Davis

INDEPENDENT AUDITORS' REPORT

Board of Directors
Big Brothers Big Sisters Association of Florida, Inc.

Opinion

We have audited the accompanying financial statements of Big Brothers Big Sisters Association of Florida, Inc. (the "Organization"), which comprise the statements of financial position as of June 30, 2023 and 2022, and the related statements of activities and changes in net assets, cash flows and functional expenses 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 Big Brothers Big Sisters Association of Florida, Inc. as of June 30, 2023 and 2022, 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 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 Big Brothers Big Sisters Association of Florida, Inc. 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 Big Brothers Big Sisters Association of Florida, Inc.'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 Big Brothers Big Sisters Association of Florida, Inc.'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 Big Brothers Big Sisters Association of Florida, Inc.'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.

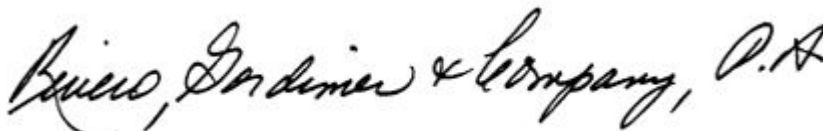
Supplementary Information

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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 13, 2023, on our consideration of Big Brothers Big Sisters Association of Florida, Inc.'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 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 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 Big Brothers Big Sisters Association of Florida, Inc.'s internal control over financial reporting and compliance.

Tampa, Florida
December 13, 2023

A handwritten signature in cursive script that reads "Buco, Gardner & Company, P.A." The signature is written in dark ink and is positioned to the right of the date and location text.

Big Brothers Big Sisters Association of Florida, Inc.

STATEMENTS OF FINANCIAL POSITION

June 30,

	<u>2023</u>	<u>2022</u>
ASSETS		
Cash - non-interest-bearing	\$ 765,120	\$ 1,325,068
Cash - interest-bearing	<u>232,525</u>	<u>341,362</u>
Total cash	997,645	1,666,430
Grants receivable	337,031	298,786
Other assets	<u>820</u>	<u>-</u>
TOTAL ASSETS	<u><u>\$ 1,335,496</u></u>	<u><u>\$ 1,965,216</u></u>
LIABILITIES AND NET ASSETS		
LIABILITIES		
Due to member agencies	\$ 658,211	\$ 1,018,623
Accounts payable and accrued expenses	18,693	12,534
Refundable advances	<u>-</u>	<u>292,896</u>
Total liabilities	676,904	1,324,053
NET ASSETS		
Without donor restrictions	<u>658,592</u>	<u>641,163</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 1,335,496</u></u>	<u><u>\$ 1,965,216</u></u>

The accompanying notes are an integral part of these statements.

Big Brothers Big Sisters Association of Florida, Inc.

STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS

For the years ended June 30,

	<u>2023</u>	<u>2022</u>
Revenue and other support		
Grants	\$ 6,691,830	\$ 5,978,549
Grant management fees	284,823	216,722
Contributions	100,263	92,974
Membership dues	117,888	56,991
Registration fees	9,300	-
Investment income	3,810	420
Total revenue and support	<u>7,207,914</u>	<u>6,345,656</u>
Expenses		
Program services	<u>6,933,830</u>	<u>6,169,964</u>
Support services		
General and administrative	147,266	125,495
Fundraising	109,389	101,844
Total support services	<u>256,655</u>	<u>227,339</u>
Total expenses	<u>7,190,485</u>	<u>6,397,303</u>
Change in net assets	17,429	(51,647)
Net assets without donor restrictions at beginning of year	<u>641,163</u>	<u>692,810</u>
Net assets without donor restrictions at end of year	<u><u>\$ 658,592</u></u>	<u><u>\$ 641,163</u></u>

The accompanying notes are an integral part of these statements.

Big Brothers Big Sisters Association of Florida, Inc.

STATEMENTS OF CASH FLOWS

For the years ended June 30,

	<u>2023</u>	<u>2022</u>
Cash flows from operating activities		
Change in net assets	\$ 17,429	\$ (51,647)
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Increase in grants receivable	(38,245)	(67,215)
(Increase) decrease in other assets	(820)	6,106
(Decrease) increase in due to member agencies	(360,412)	280,947
Increase in accrued expenses	6,159	2,592
(Decrease) increase in refundable advance	<u>(292,896)</u>	<u>292,896</u>
Net cash (used) provided by operating activities	(668,785)	463,679
Cash flows from investing activities		
Proceeds from sale of investments	<u>-</u>	<u>15,329</u>
Net cash provided by investing activities	<u>-</u>	<u>15,329</u>
Net (decrease) increase in cash	(668,785)	479,008
Cash at beginning of year	<u>1,666,430</u>	<u>1,187,422</u>
Cash at end of year	<u><u>\$ 997,645</u></u>	<u><u>\$ 1,666,430</u></u>
Supplemental disclosure of cash flow information		
Cash paid during the year		
Interest	<u>\$ -</u>	<u>\$ -</u>
Income taxes	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these statements.

Big Brothers Big Sisters Association of Florida, Inc.

STATEMENT OF FUNCTIONAL EXPENSES

For the year ended June 30, 2023
(With comparative totals for the year ended June 30, 2022)

	Support Services					
	Program Services	General and administrative	Fundraising	Total Support Services	Total Expenses 2023	Total Expenses 2022
Salaries	\$ 236,681	\$ 107,538	\$ 30,870	\$ 138,408	\$ 375,089	\$ 307,845
Payroll taxes	17,188	7,809	2,242	10,051	27,239	22,508
Employee benefits	21,935	9,966	2,861	12,827	34,762	25,221
Total salaries and related expenses	275,804	125,313	35,973	161,286	437,090	355,574
Grants to members	6,569,382	-	-	-	6,569,382	5,909,436
Annual conference	49,777	-	-	-	49,777	-
Professional fees - legislative	-	-	52,000	52,000	52,000	53,433
Professional fees - accounting	17,254	1,142	-	1,142	18,396	17,067
Professional fees - consulting	-	-	-	-	-	5,325
Professional fees - other	-	2,269	-	2,269	2,269	838
Travel	8,647	-	15,226	15,226	23,873	16,706
Office expenses	11,805	7,859	792	8,651	20,456	13,418
Insurance	1,161	679	-	679	1,840	2,164
Staff development	-	739	-	739	739	539
Marketing	-	857	4,644	5,501	5,501	8,001
Other expenses	-	8,408	754	9,162	9,162	14,802
Total expenses	\$ 6,933,830	\$ 147,266	\$ 109,389	\$ 256,655	\$ 7,190,485	\$ 6,397,303

The accompanying notes are an integral part of this statement.

Big Brothers Big Sisters Association of Florida, Inc.

STATEMENT OF FUNCTIONAL EXPENSES

For the year ended June 30, 2022

	Program Services	Support Services		Total Support Services	Total Expenses
		General and administrative	Fundraising		
Salaries	\$ 194,250	\$ 88,259	\$ 25,336	\$ 113,595	\$ 307,845
Payroll taxes	14,203	6,453	1,852	8,305	22,508
Employee benefits	15,914	7,231	2,076	9,307	25,221
Total salaries and related expenses	224,367	101,943	29,264	131,207	355,574
Grants to members	5,909,436	-	-	-	5,909,436
Professional fees - legislative	-	-	53,433	53,433	53,433
Professional fees - accounting	16,007	1,060	-	1,060	17,067
Professional fees - consulting	4,994	331	-	331	5,325
Professional fees - other	-	838	-	838	838
Travel	6,051	-	10,655	10,655	16,706
Office expenses	7,744	5,155	519	5,674	13,418
Insurance	1,365	799	-	799	2,164
Staff development	-	539	-	539	539
Marketing	-	1,246	6,755	8,001	8,001
Other expenses	-	13,584	1,218	14,802	14,802
Total expenses	<u>\$ 6,169,964</u>	<u>\$ 125,495</u>	<u>\$ 101,844</u>	<u>\$ 227,339</u>	<u>\$ 6,397,303</u>

The accompanying notes are an integral part of this statement.

Big Brothers Big Sisters Association of Florida, Inc.

NOTES TO FINANCIAL STATEMENTS

June 30, 2023 and 2022

NOTE A - DESCRIPTION OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A brief description of the organization and a summary of its significant accounting policies consistently applied in the preparation of the accompanying financial statements follows:

1. Description of Organization

Big Brothers Big Sisters Association of Florida, Inc. (the "Organization") is a nonprofit entity organized in the state of Florida in 1995. The Organization supports its affiliate members who each enhance their communities of caring individuals committed to assuring a bright future for all, by mentoring young people who need positive role models. Big Brothers Big Sisters is an organization that creates and supports one-to-one mentoring relationships that ignite the power and promise of youth. When children and teens are inspired and encouraged by a caring adult – a mentor – they are more likely to avoid risky behaviors. When their potential is recognized and defended, they can focus on making positive life choices. A Big Brother or Big Sister, who is also their champion, is that special person who will help them navigate challenges and become their best self. Big Brothers Big Sisters Association of Florida works to increase resources and create opportunities that sustain and grow program services at each of our 11 local affiliates that span from the Panhandle to Miami/Key West. The Organization's purpose is to increase resources and create opportunities to enhance and support service growth and sustainability for member agencies. The Organization's primary source of revenue is derived from state grants.

2. Basis of Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles. Net assets and revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes therein are classified as follows:

- With Donor Restriction – Net assets with donor restrictions are net assets subject to donor-imposed stipulations that may be fulfilled by actions of the Organization to meet the stipulations, that may become undesignated by the passage of time, or that require net assets to be permanently maintained, thereby restricting the use of principal.
- Without Donor Restriction – Net assets without donor restrictions are net assets not subject to donor-imposed restrictions or the donor-imposed restrictions have expired. These net assets are available for use at the discretion of the Board of Directors (the Board) and/or management for general operating purposes.

Big Brothers Big Sisters Association of Florida, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2023 and 2022

NOTE A - DESCRIPTION OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

3. Revenue Recognition

The Organization recognizes grants, contracts and contributions of cash or other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor's restriction expires, when a stipulated time restriction ends or the purpose restriction is accomplished, net assets with donor restriction are reclassified to net assets without donor restriction and reported in the statement of activities as net assets without donor restriction.

Contributions received with donor-imposed restrictions that may be met in the same year as the contribution, if any, are classified as unrestricted contributions. The Organization recognizes revenues from exchange transactions when the services are rendered.

4. Cash and Cash Equivalents

For purposes of the statement of cash flows, the Organization considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

5. Grants Receivable

Grants receivable represents qualified grant expenses incurred that have not yet been reimbursed. Management considers grants receivable to be fully collectible; accordingly, no allowance for doubtful accounts is required.

6. Refundable Advances

The Organization receives funds from grantor agencies that have not met the criteria for revenue recognition. Accordingly, these funds are shown as current liabilities in the accompanying statement of financial position.

7. Income Taxes

The Organization is exempt from income taxes under Internal Revenue Code Section 501 (c)(3). Accordingly, no provision for federal and state income taxes has been recorded in the accompanying financial statements.

The Organization has adopted the standard for accounting for uncertain tax positions. The standard prescribes a recognition threshold and measurement principles for the financial statement recognition and measurement of tax positions taken or expected to be taken on a tax return that are not certain to be realized. Tax years after June 30, 2019 remain subject to examination by taxing authorities.

Big Brothers Big Sisters Association of Florida, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2023 and 2022

NOTE A - DESCRIPTION OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

The Organization's tax returns are subject to review and examination by federal and state authorities. The Organization is not aware of any activities that would jeopardize its tax-exempt status. The Organization is not aware of any activities that are subject to tax on unrelated business income or excise taxes.

8. Functional Allocation of Expenses

The costs of providing the various programs have been summarized on a functional basis in the statement of functional expenses. Salaries and other expenses that are associated with a specific program are charged directly to that program. Salaries and other expenses that benefit more than one program are allocated to the various programs based on the relative benefit provided.

9. Use of Estimates

The preparation of the 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 of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of support, revenues and expenses during the reporting period including grant and contact revenues subject to review by applicable funding agencies. Accordingly, actual results could differ from those estimates.

10. Liquidity

Assets and liabilities are presented in the accompanying statement of financial position according to their nearness of conversion to cash and, their maturity and resulting use of cash, respectively. See also note B.

11. Concentration of Credit Risk

Financial instruments, which potentially subject the Organization to concentrations of credit risk, consist principally of cash and grants receivable from state of Florida agencies.

At June 30, 2023 and 2022, there was \$337,031 and \$298,786 in grants receivable, respectively. For the years ended June 30, 2023 and 2022, approximately 82% and 83% of unrestricted revenues were from three funding agencies, respectively. Concentration of credit risk with respect the grants receivable and revenues from State of Florida agencies are minimized due to the amounts being backed by the respective governmental agency. The Organization has not experienced any material losses with respect to its receivables.

Big Brothers Big Sisters Association of Florida, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2023 and 2022

NOTE B - LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

At June 30, 2023, the Organization had \$1,335,496 of financial assets available within one year of the statement of financial position date to meet cash needs for general operating expenditures, consisting of cash of \$997,645, grants receivable of \$337,031 and other assets of \$820.

At June 30, 2022, the Organization had \$1,965,216 of financial assets available within one year of the statement of financial position date to meet cash needs for general operating expenditures, consisting of cash of \$1,666,430 and grants receivable of \$298,786.

NOTE C - RELATED PARTY TRANSACTIONS

During the years ended June 30, 2023 and 2022, the board of directors includes representatives from member agencies that received funding from the Organization.

During the years ended June 30, 2023 and 2022, the Organization received contribution revenue in the amount of \$40,752 and \$30,331, respectively, each year from board members or companies that board members are affiliated with.

During the years ended June 30, 2023 and 2022, member agencies with representatives on the board of directors received \$2,772,342 and \$2,424,884, respectively, in grant funding.

NOTE D - COMMITMENTS AND CONTINGENCIES

The Organization is the recipient of grants and other third-party reimbursement funds that are subject to special compliance audits by the granting agency and other third-party agencies that provide these reimbursements. Disallowed amounts, if any, would constitute a contingent liability of the Organization. The Organization does not believe there are any material contingent liabilities.

NOTE E - RETIREMENT PLAN

The Organization has a Simple Individual Retirement Account plan (the Plan) to benefit all employees. The Organization elected to make contributions in the amount of 2% of employee compensation for employees who make at least \$5,000 in compensation during the year. During the years ended June 30, 2023 and 2022, the Organization contributed \$7,380 and \$4,577, respectively, to the Plan.

NOTE F - SUBSEQUENT EVENTS

The Organization has evaluated events and transactions occurring subsequent to June 30, 2023 as of December 13, 2023 which is the date the financial statements were available to be issued.

In October 2023, the Organization executed a line of a credit with a financial institution with available borrowings of \$500,000 to be drawn on as needed for short-term operational needs.

SUPPLEMENTARY INFORMATION

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE

BIG BROTHERS BIG SISTERS ASSOCIATION OF FLORIDA, INC.

For the year ended June 30, 2023

Big Brothers Big Sisters Association of Florida, Inc.

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE

For the year ended June 30, 2023

<u>Agency/Pass-Through Entity Program or Cluster Title</u>	<u>State CSFA Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Expenditures</u>	<u>Passed Through to Subrecipients</u>
State of Florida Department of Education				
Mentoring / Student Assistance Initiatives	48.068	168-96448-3Q001	\$ 3,730,248	\$ 3,585,698
State of Florida Department of Juvenile Justice				
Delinquency Prevention	80.029	10707	1,406,266	1,406,266
State of Florida Department of Economic Opportunity				
Workforce Development Projects	40.037	WL-058	500,000	470,000
State of Florida Department of Legal Affairs				
Bigs in Blue Mentoring Project	41.035	K05183	980,178	943,408
State of Florida Department of Highway Safety and Motor Vehicles				
Big Brothers Big Sisters	76.141	N/A	<u>283,361</u>	<u>130,598</u>
Total Expenditures of State Financial Assistance			<u>\$ 6,900,053</u>	<u>\$ 6,535,970</u>

The accompanying notes are an integral part of this schedule.

Big Brothers Big Sisters Association of Florida, Inc.

NOTES TO SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE

June 30, 2023

NOTE A - BASIS OF PRESENTATION

The accompanying schedule of expenditures of state financial assistance includes the state grant activity of Big Brothers Big Sisters of Florida, 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 Auditor General, State of Florida. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the presentation of, the basic financial statements.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are recognized on the accrual basis of accounting. Such expenditures are reported following the cost principles established by the State of Florida Department of Financial Services, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers (contract or grant number) are presented where available.

NOTE C - GRANT EXPENDITURES

A portion of the expenditures were retained by the Organization to pay certain program service expenses in accordance with the respective grant agreements. For the year ended June 30, 2023, the total amount was \$364,083.

COMPLIANCE REPORTS

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*

BIG BROTHERS BIG SISTERS ASSOCIATION OF FLORIDA, INC.

June 30, 2023



RIVERO, GORDIMER & COMPANY, P.A.

Member
American Institute of Certified Public Accountants
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**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**

Board of Directors
Big Brothers Big Sisters Association of Florida, 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 Big Brothers Big Sisters Association of Florida, Inc. (the "Organization"), which comprise the statement of financial position as of June 30, 2023, and the related statements of activities and changes in net assets, cash flows, and functional expenses for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated December 13, 2023.

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 to determine 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 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 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.

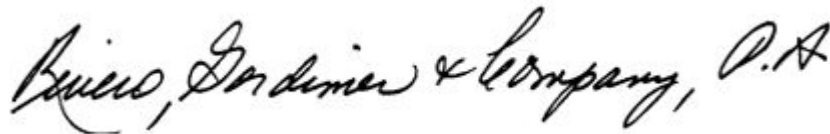
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been 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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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.

A handwritten signature in black ink that reads "Buco, Gordinier & Company, P.A." The signature is written in a cursive, flowing style.

Tampa, Florida
December 13, 2023

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR STATE
PROJECT AND REPORT ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED BY
CHAPTER 10.650, *RULES OF THE AUDITOR GENERAL*
BIG BROTHERS BIG SISTERS ASSOCIATION OF FLORIDA, INC.

June 30, 2023



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

Board of Directors
Big Brothers Big Sisters Association of Florida, Inc.

Report on Compliance for Each Major State Project

Opinion on Each Major State Project

We have audited Big Brothers Big Sisters Association of Florida, Inc.'s (the "Organization") compliance with the types of compliance requirements identified as subject to audit in the Florida Department of Financial Service's 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, 2023. 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, Big Brothers Big Sisters Association of Florida, Inc. complied, in all material respects, with the 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, 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 for *Florida Single Audit Act Audits of Nonprofit and For-Profit Organizations* (Chapter 10.650). Our responsibilities under those standards 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 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

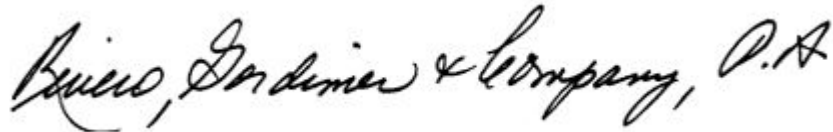
compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a state project will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination 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.

Tampa, Florida
December 13, 2023

A handwritten signature in black ink that reads "Bruce, Gordon & Company, P.A." The signature is written in a cursive, flowing style.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
BIG BROTHERS BIG SISTERS ASSOCIATION OF FLORIDA, INC.

For the year ended June 30, 2023

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued whether the financial statements audited were prepared in accordance with GAAP:

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 state projects:

Material weakness(es) identified?

_____ yes X no

Significant deficiency(ies) identified?

_____ yes X none reported

Type of auditors' report issued on compliance for state projects?

Unmodified

Any audit findings disclosed that are to be reported in accordance with Department of Financial Services Compliance Supplement?

_____ yes X no

Identification of major state projects:

State Project

CFSA Number

Name of State Project

48.068

Mentoring / Student Assistance
Initiatives

76.141

Big Brothers Big Sisters

Dollar threshold used to distinguish between type A and type B state projects

\$ 750,000

Section II - Financial Statement Findings

No matters were reported for the year ended June 30, 2023.

Section III - State Financial Assistance Findings and Questioned Costs

No matters were reported for the year ended June 30, 2023.

Other Issues

- a) A management letter is not required because there were no findings required to be reported in the management letter (see AG Rule Section 10.656(3)(e)).
- b) A Summary Schedule of Prior Audit Findings is not required because there were no prior audit findings related to State projects (see AG Rules 10.557(3)(e)5. and 10.656(3)(d)5.).