

**FAMILY RESOURCE CENTER OF
SOUTH FLORIDA, INC.**

FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

**FAMILY RESOURCE CENTER OF
SOUTH FLORIDA, INC.**

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Independent Auditors' Report

The Board of Directors of
Family Resource Center of South Florida Inc.

Opinion

We have audited the financial statements of Family Resource Center of South Florida Inc. (the "Organization"), which comprise the statement of financial position as of June 30, 2025, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Family Resource Center of South Florida Inc. as of June 30, 2025, 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* issued by the Comptroller General of the United States (*Government Auditing Standards*). 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 available to be 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 *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 GAAS 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 Organization's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern for a reasonable period of time.

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

Report on Summarized Comparative Information

The financial statements of Family Resource Center of South Florida, Inc as of and for the year ended June 30, 2024 were audited by Marcum LLP, whose report dated December 12, 2024, expressed an unmodified opinion on those financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2024, 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 January 13, 2026 on our consideration of Family Resource Center of South 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 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 Family Resource Center of South Florida, Inc.'s internal control over financial reporting or on compliance. The report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Family Resource Center of South Florida, Inc.'s internal control over financial reporting and compliance.

CBIZ CPAs P.C.

Miami, FL
January 13, 2026

**FAMILY RESOURCE CENTER OF
SOUTH FLORIDA, INC.**

STATEMENT OF FINANCIAL POSITION

**JUNE 30, 2025
(WITH COMPARATIVE TOTALS AS OF JUNE 30, 2024)**

	<u>2025</u>	<u>2024</u>
Assets		
Current Assets		
Cash and cash equivalents	\$ 2,814,003	\$ 2,755,648
Restricted cash	6,661	6,661
Grants, contracts and other receivables	231,550	523,798
Prepaid expenses	<u>184,147</u>	<u>295,641</u>
Total Current Assets	3,236,361	3,581,748
Fixed Assets, Net	155,965	227,552
Operating Lease Right-of-Use Assets	1,156,999	1,766,739
Investments	816,604	254,734
Other Assets	<u>40,000</u>	<u>40,000</u>
Total Assets	<u><u>\$ 5,405,929</u></u>	<u><u>\$ 5,870,773</u></u>
Liabilities and Net Assets		
Current Liabilities		
Accounts payable and accrued expenses	\$ 156,702	\$ 185,823
Accrued payroll and related taxes	932,236	891,147
Deferred revenue	160,997	64,697
Current portion of operating lease liabilities	719,234	683,365
Custodial accounts	<u>6,661</u>	<u>6,661</u>
Total Current Liabilities	1,975,830	1,831,693
Operating Lease Liabilities, Less Current Portion	<u>558,187</u>	<u>1,277,421</u>
Total Liabilities	2,534,017	3,109,114
Net Assets - Without Donor Restrictions	<u>2,871,912</u>	<u>2,761,659</u>
Total Liabilities and Net Assets	<u><u>\$ 5,405,929</u></u>	<u><u>\$ 5,870,773</u></u>

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

**FAMILY RESOURCE CENTER OF
SOUTH FLORIDA, INC.**

STATEMENT OF ACTIVITIES

**FOR THE YEAR ENDED JUNE 30, 2025
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2024)**

	2025	2024
Revenue, Other Support and Gains - Without Donor Restrictions		
Government grants and contracts	\$ 12,301,020	\$ 12,671,712
In-kind contributions	189,202	336,998
Special events	115,388	119,647
United Way allocations	100,000	101,440
Foundation and private grants	69,986	42,183
Net investment income	40,262	26,664
Program service fees and other	19,194	51,945
Individual and corporate contributions	11,563	28,205
Total Revenue, Other Support and Gains - Without Donor Restrictions	<u>12,846,615</u>	<u>13,378,794</u>
Expenses		
Program services:		
Benefit navigator	178,648	--
Family services	437,561	576,751
Full case management	9,849,026	10,234,219
Mental health services	509,261	530,011
SAMHSA services	385,293	494,617
Total program services	<u>11,359,789</u>	<u>11,835,598</u>
Supporting activities:		
General and administrative	1,215,002	1,265,308
Fundraising	161,571	160,977
Total supporting activities	<u>1,376,573</u>	<u>1,426,285</u>
Total Expenses	<u>12,736,362</u>	<u>13,261,883</u>
Change in Net Assets - Without Donor Restrictions	110,253	116,911
Net Assets - Without Donor Restrictions - Beginning	<u>2,761,659</u>	<u>2,644,748</u>
Net Assets - Without Donor Restrictions - Ending	<u><u>\$ 2,871,912</u></u>	<u><u>\$ 2,761,659</u></u>

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

**FAMILY RESOURCE CENTER OF
SOUTH FLORIDA, INC.**

STATEMENT OF FUNCTIONAL EXPENSES

**FOR THE YEAR ENDED JUNE 30, 2025
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2024)**

	Program Services						Supporting Activities			2025	2024
	Benefit Navigator	Family Services	Full Case Management	Mental Health Services	SAMHSA Services	Total Program Services	General and Administrative	Fundraising	Total Supporting Services		
Salaries	\$ 115,008	\$ 253,515	\$ 5,311,594	\$ 280,155	\$ 233,485	\$ 6,193,757	\$ 844,336	\$ 49,506	\$ 893,842	\$ 7,087,599	\$ 7,475,165
Benefits and taxes	19,869	67,394	1,182,904	58,163	52,873	1,381,203	135,297	20,795	156,092	1,537,295	1,564,110
Total Salaries and Related Expenses	134,877	320,909	6,494,498	338,318	286,358	7,574,960	979,633	70,301	1,049,934	8,624,894	9,039,275
Purchased services	--	--	955,833	--	--	955,833	--	--	--	955,833	916,161
Insurance	8,902	30,251	555,860	34,487	17,334	646,834	38,388	3,257	41,645	688,479	549,442
Lease expense	--	--	619,443	--	--	619,443	--	--	--	619,443	677,248
Equipment rental and maintenance	5,129	12,511	236,642	18,375	9,721	282,378	46,139	7,631	53,770	336,148	450,022
Occupancy	16,495	40,231	54,754	58,027	33,735	203,242	65,440	5,066	70,506	273,748	258,462
Travel	2,201	3,600	220,555	4,028	5,081	235,465	6,085	1,020	7,105	242,570	269,930
In-kind expenses	--	--	189,202	--	--	189,202	--	--	--	189,202	336,998
Office supplies, postage and printing	3,649	7,776	125,154	9,647	4,730	150,956	18,530	1,167	19,697	170,653	129,084
Professional and contractual fees	744	7,540	42,486	19,659	1,452	71,881	22,714	21,684	44,398	116,279	101,762
Depreciation and amortization	--	--	113,027	754	--	113,781	578	--	578	114,359	117,677
Telephone	2,578	5,480	79,860	5,163	3,692	96,773	10,596	722	11,318	108,091	118,750
Licenses and taxes	1,492	3,639	67,533	5,194	3,235	81,093	5,891	431	6,322	87,415	102,759
Other expenses	141	345	50,162	514	241	51,403	3,785	607	4,392	55,795	47,789
Dues and subscriptions	636	1,181	16,920	4,001	424	23,162	6,327	4,683	11,010	34,172	31,179
Events and activities	--	--	--	--	--	--	100	30,702	30,802	30,802	45,883
Program supplies	1,804	4,098	9,490	10,894	--	26,286	--	--	--	26,286	27,549
Conference training	--	--	2,478	200	19,290	21,968	--	--	--	21,968	18,394
Transportation	--	--	11,785	--	--	11,785	9,796	--	9,796	21,581	17,140
Advertising	--	--	3,344	--	--	3,344	1,000	14,300	15,300	18,644	6,379
Total	\$ 178,648	\$ 437,561	\$ 9,849,026	\$ 509,261	\$ 385,293	\$ 11,359,789	\$ 1,215,002	\$ 161,571	\$ 1,376,573	\$ 12,736,362	\$ 13,261,883

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

**FAMILY RESOURCE CENTER OF
SOUTH FLORIDA, INC.**

STATEMENT OF CASH FLOWS

**FOR THE YEAR ENDED JUNE 30, 2025
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2024)**

	<u>2025</u>	<u>2024</u>
Cash Flows From Operating Activities		
Change in net assets	\$ 110,253	\$ 116,911
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and amortization	114,359	117,677
Operating lease right-of-use assets amortization	575,619	614,853
Unrealized and realized gains on investments, net	(28,802)	(1,274)
Change in operating assets and liabilities:		
Grants, contracts and other receivables	292,248	(211,384)
Prepaid expenses	111,494	80,975
Accounts payable and accrued expenses	(29,121)	60,170
Accrued payroll and related taxes	41,089	44,697
Operating lease liabilities	(683,365)	(680,360)
Deferred revenue	96,300	11,725
Total Adjustments	489,821	37,079
Net Cash Provided by Operating Activities	600,074	153,990
Cash Flows From Investing Activities		
Proceeds from redemption of certificates of deposit	266,932	--
Purchase of investments	(800,000)	--
Purchase of fixed assets	(8,651)	(2,400)
Net Cash Used In Investing Activities	(541,719)	(2,400)
Net Change in Cash, Cash Equivalents and Restricted Cash	58,355	151,590
Cash, Cash Equivalents and Restricted Cash - Beginning	2,762,309	2,610,719
Cash, Cash Equivalents and Restricted Cash - Ending	\$ 2,820,664	\$ 2,762,309
Supplemental Disclosure of Noncash Investing and Financing Activities		
Right-of-use assets acquired in exchange for operating leases obligations	\$ --	\$ 170,603

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

FAMILY RESOURCE CENTER OF SOUTH FLORIDA, INC.

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

NOTE 1 – THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

THE ORGANIZATION

Family Resource Center of South Florida, Inc. (the “Organization”) was established and incorporated on February 1, 1978 under the laws of the State of Florida as a not-for-profit organization.

The Organization is a Child Welfare Agency. The corporate mission of the Organization is to prevent and treat child abuse and neglect through the strengthening of families. The Organization’s goal is to prevent and change dysfunctional parent-child interaction patterns, promote positive self-concepts, and build healthy family relationships through full case management, family support, crisis intervention, family preservation, parent education and mental health counseling.

The Organization receives its funding principally from Citrus Health Network, Inc. (“Citrus”), the Children’s Trust, United Way of Miami-Dade, and Miami-Dade County Department of Grants.

FINANCIAL STATEMENT PRESENTATION

The financial statements of the Organization have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (“GAAP”). Under the accrual basis revenues and gains are recognized when earned and expenses and losses when the related liability for goods and services is incurred, regardless of the timing of the related cash flows. Net assets and revenues are classified based on the existence or absence of donor-imposed restrictions as follows:

Without Donor Restrictions

Net assets which are free of donor-imposed restrictions; all revenues, expenses, gains and losses that are not changes in net assets with donor restrictions.

With Donor Restrictions

Net assets used by the Organization which are limited by donor-imposed restrictions that either expire with the passage of time, that can be fulfilled or otherwise removed by actions of the Organization pursuant to those stipulations or are subject to donor-imposed restrictions that are required to be maintained in perpetuity by the Organization. The Organization had no net assets with donor restrictions as of June 30, 2025.

**FAMILY RESOURCE CENTER OF
SOUTH FLORIDA, INC.**

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

**NOTE 1 – THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)**

SUMMARIZED COMPARATIVE FINANCIAL INFORMATION

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 GAAP. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended June 30, 2024, from which the summarized information was derived.

CASH EQUIVALENTS

All highly liquid investments with original maturities of three months or less when acquired are considered to be cash equivalents.

RESTRICTED CASH

Restricted cash represents child support payments collected from parents to be remitted to their respective children.

RECONCILIATION OF CASH, CASH EQUIVALENTS AND RESTRICTED CASH

The following table provides a reconciliation of cash, cash equivalents, and restricted cash reported within the accompanying Statement of Financial Position that sum to the total of the same such amounts shown in the accompanying Statement of Cash Flows.

Cash and cash equivalents	\$ 2,814,003
Restricted cash	<u>6,661</u>
Total Cash, Cash Equivalents, and Restricted Cash Presented in the Statement of Cash Flows as of June 30, 2025	<u><u>\$ 2,820,664</u></u>

CONCENTRATIONS OF CREDIT RISK

Financial instruments which potentially expose the Organization to concentrations of credit risk consist principally of cash and cash equivalents (including restricted cash), investments and grants, contracts and other receivables.

**FAMILY RESOURCE CENTER OF
SOUTH FLORIDA, INC.**

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

**NOTE 1 – THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)**

CONCENTRATIONS OF CREDIT RISK (CONTINUED)

Cash and Cash Equivalents (Including Restricted Cash)

Financial instruments that potentially subject the Organization to concentrations of credit risk consist of deposit accounts. The Organization had approximately \$2,385,000 in excess of insurance limits covered by the Federal Deposit Insurance Corporation (“FDIC”) as of June 30, 2025. The Organization maintains these balances in what it believes to be high quality financial institutions, which it believes limits its risk.

Investments

Investments are subject to both credit and market risks. Credit risk is the possibility that a loss may occur from the failure of another party to perform according to the terms of a contract. Market risk is the possibility that fluctuations in the investment market will impact the value of the portfolio. The Organization utilizes management oversight, and periodically reviews its investment portfolio to monitor these risks.

Grants, Contracts and Other Receivables

Grants, contracts and other receivables consist principally of amounts due from grantor agencies pursuant to the terms of the respective grant agreements. Grants, contracts and other receivables are stated at net realizable value. Allowances are provided for expected losses based on historical experience and any specific collection issues that the Organization has identified. It is the Organization’s policy to charge uncollectible receivables against the allowance when management determines that the related balance will not be collected. Management determined that an allowance for doubtful accounts was not necessary at June 30, 2025.

INVESTMENTS AND INVESTMENT RETURN

Investments in equity and fixed income funds with readily determinable fair values are measured at fair value in the accompanying statements of financial position. Investment income or loss (including unrealized and realized gains and losses on investments, interest, dividends and related investment costs) is included in the accompanying statement of activities, as increases or decreases in net assets without donor restrictions unless the income or loss is restricted by donor or law.

**FAMILY RESOURCE CENTER OF
SOUTH FLORIDA, INC.**

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

**NOTE 1 – THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)**

INVESTMENTS AND INVESTMENT RETURN (CONTINUED)

Investments are comprised of the following as of June 30, 2025:

	<u>Cost</u>	<u>Market</u>
Equity funds	\$ 699,972	\$ 711,622
Fixed income funds	<u>99,807</u>	<u>104,982</u>
Total Investments	<u><u>\$ 799,779</u></u>	<u><u>\$ 816,604</u></u>

During the year ended June 30, 2025, the Organization recognized approximately \$40,000 of net investment income in the accompanying Statement of Activities. Investment expenses for the year ended June 30, 2025 were insignificant.

FIXED ASSETS

Fixed assets valued in excess of \$500 with a useful life over one year are capitalized. Fixed assets are recorded at cost or, if donated, at fair value at the date of donation. Major renewals and improvements are capitalized, while repairs and maintenance expenditures are expensed as incurred. When items are retired or otherwise disposed of, the related costs and accumulated depreciation or amortization are removed from the accounts and any resulting gains or losses are recognized in the statement of activities. Depreciation is computed on the straight-line method over the estimated useful lives of the respective assets. Leasehold improvements are amortized over the lesser of the useful life or the term of the lease.

The estimated useful lives of each asset group are as follows:

<u>Asset Group</u>	<u>Years</u>
Building	15-40
Leasehold improvements	5-20
Furniture, fixtures and equipment	3-20
Automobiles	3-5

**FAMILY RESOURCE CENTER OF
SOUTH FLORIDA, INC.**

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

**NOTE 1 – THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)**

RIGHT-OF-USE ASSETS

Right-of-use assets under operating leases are recorded at the amount of the initial measurement of the lease liability plus any lease payments made at or before the commencement date of the lease and any initial direct costs, less any lease incentives received. After initial measurement, the right-of-use asset for an operating lease is measured at the amount of the lease liability, adjusted for prepaid or accrued lease payments, unamortized lease incentives and initial direct costs each period.

The lease liability is recorded at the present value of the remaining lease payments discounted using the rate implicit in the lease or, if not readily determinable, the incremental borrowing rate or the risk free rate.

The Organization determines if an arrangement is a lease at inception. Operating leases are included as operating lease right-of-use assets, current portion of operating lease liabilities and operating lease liabilities, less current portion in the accompanying Statement of Financial Position. Operating lease expense is recorded on a straight-line method over the lease period. The Organization does not recognize right-of-use assets and liabilities for short-term leases with a term of 12 months or less.

CONTRIBUTIONS

Unconditional contributions and gifts received with no restrictions or specified uses identified by the donor are included in revenue without donor restrictions in the accompanying Statement of Activities when received. Unconditional contributions received with donor stipulations that limit the use of donated assets are reported as revenue with donor restrictions in the accompanying Statement of Activities when received.

When donor restrictions expire or are fulfilled by actions of the Organization, with donor restriction net assets are reclassified as without donor restriction net assets and reported in the accompanying Statement of Activities as net assets released from restriction. Donor restricted contributions whose restrictions are met within the same year as received are reflected as without donor restriction revenue in the accompanying Statement of Activities.

**FAMILY RESOURCE CENTER OF
SOUTH FLORIDA, INC.**

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

**NOTE 1 – THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)**

GRANTS FROM GOVERNMENT AGENCIES

In accordance with FASB Accounting Standards Codification (“ASC”) 958, *Not-for-Profit Entities*, funding from government contracts is generally considered nonreciprocal transactions. The Organization receives funds on a fee-for service basis as well as based on fixed rates as established in the contracts. This revenue has been deemed contribution revenue as the services provided by the Organization benefits the general public and the funders do not receive commensurate value in exchange. The revenue is recognized as the services are provided and billed to the funders.

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 we have incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as deferred revenue in the accompanying Statement of Financial Position.

DEFERRED REVENUE

Deferred revenue represents advances received relating to future events. Deferred revenue is recognized as revenue when the performance obligation related to the event has been satisfied. Deferred revenue amounts are considered short term in nature and satisfied in the subsequent year.

PROGRAM SERVICE FEES

Program service fees represent user charges for services offered by the Organization. Program service fees generally are recognized as revenue when services are provided.

FUND-RAISING ACTIVITIES

The Organization’s financial statements are presented in accordance with FASB ASC 958 “*Accounting for Costs of Activities of Not-for-Profit Organizations and State and Local Government Entities that Included Fund Raising*”. FASB ASC 958 establishes criteria for accounting and reporting for any entity that solicits contributions.

**FAMILY RESOURCE CENTER OF
SOUTH FLORIDA, INC.**

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

**NOTE 1 – THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)**

FUND-RAISING ACTIVITIES (CONTINUED)

Directly identifiable fund-raising expenses are charged to supporting services. Expenses related to more than one function are charged to supporting services on the basis of periodic time and expense studies. Management and general expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Organization.

ADVERTISING EXPENSES

The Organization uses advertising to promote its Organization and to publicize its job postings. The costs of advertising are expensed as incurred. For the year ended June 30, 2025, the Organization incurred approximately \$19,000 on advertising expenses.

FUNCTIONAL ALLOCATION OF EXPENSES

The cost of providing the various programs and other activities has been detailed in the accompanying Statement of Functional Expenses and is summarized on a functional basis in the accompanying Statement of Activities. Salaries and other expenses, which are associated with a specific program, are charged directly to that program. Salaries and other expenses, which benefit more than one program, are allocated to the various programs based on an analysis of time spent and expense studies.

CONTRIBUTED GOODS AND SERVICES

Contributed goods and services are reflected in the financial statements at their estimated fair value, if reasonably determined. The donations of services are recognized as contributions if the services received (a) create or enhance non-financial assets, or (b) require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not provided by donations. The Organization recognizes in-kind contribution revenue and a corresponding expense in an amount approximating the estimated fair value of the donation. For the year ended June 30, 2025, there was approximately \$189,000 in non-cash contributions.

**FAMILY RESOURCE CENTER OF
SOUTH FLORIDA, INC.**

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

**NOTE 1 – THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)**

CONTRIBUTED GOODS AND SERVICES (CONTINUED)

For the year ended June 30, 2025, contributed goods and services consisted of:

Program or Supporting Service	Donated Amounts
Artwork	\$ 102,943
Merchandise	<u>86,259</u>
Total	<u>\$ 189,202</u>

Merchandise: Donated merchandise is provided to the Organization to help defray the costs of those goods that would otherwise have been purchased. Contributed merchandise is valued and are reported at the estimated fair value in the financial statements based on the current market rates for similar merchandise. The Organization did not monetize any contributed nonfinancial assets and unless otherwise noted, contributed nonfinancial assets did not have donor restrictions.

Artwork: The Organization receives donated artwork that would typically be purchased if not provided as in-kind contribution. These artworks are recognized as in-kind contributions and the associated expense once the goods have been received. The estimated fair value of these goods is provided by the artist, who estimates the fair value based on the value the artist would receive for selling similar products in the market.

All donated services and assets were utilized by the Organization's programs and supporting services. There were no donor-imposed restrictions associated with the donated services and assets.

Services provided by volunteers throughout the year are not recognized as contributions in the financial statements since these services are not susceptible to objective measurement or valuation.

**FAMILY RESOURCE CENTER OF
SOUTH FLORIDA, INC.**

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

**NOTE 1 – THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)**

FAIR VALUE MEASUREMENTS

In accordance with GAAP, the Organization defines fair value as the price that would be received to sell an asset or the price paid to transfer a liability in an orderly transaction between market participants at the measurement date. GAAP establishes a hierarchy for inputs used in measuring fair value that maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that the most observable inputs be used when available. Observable inputs are inputs that market participants would use in pricing the asset or liability based on market data obtained from sources independent of the Organization. Unobservable inputs are inputs that reflect the Organization's assumptions about the assumptions market participants would use in pricing the asset or liability developed based on the best information available in the circumstances. The hierarchy is broken down into three levels based on the reliability of inputs as follows:

Level 1

Observable inputs, such as quoted market prices in active markets for the identical asset or liability that are accessible at the measurement date.

Level 2

Inputs, other than quoted market prices included in Level 1, that are observable either directly or indirectly for the asset or liability.

Level 3

Unobservable inputs that reflect the entity's own assumptions about the exit price of the asset or liability. Unobservable inputs may be used if there is little or no market data for the asset or liability at the measurement date.

The asset 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 June 30, 2025:

Equity and Fixed Income Mutual Funds: Valued at the daily closing price as reported by the fund. Mutual funds held by the Organization are registered with the Securities and Exchange Commission. These mutual funds are required to publish their daily net asset value ("NAV") and to transact at that price. The equity and fixed income mutual funds held by the Foundation are deemed to be actively traded.

FAMILY RESOURCE CENTER OF SOUTH FLORIDA, INC.

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

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

FAIR VALUE MEASUREMENTS (CONTINUED)

The following table set forth by levels, within the fair value hierarchy, the balances of investments measured at fair value as of June 30, 2025:

Description	June 30, 2025	Fair Value Measurements at June 30, 2025		
		Quoted Prices		
		In Active	Significant Other	Significant Other
		Markets for	Observable	Unobservable
		Identical Assets	Inputs	Inputs
		(Level 1)	(Level 2)	(Level 3)
Mutual Funds				
Equity funds	\$ 711,622	\$ 711,622	\$ --	\$ --
Fixed income funds	<u>104,982</u>	<u>104,982</u>	<u>--</u>	<u>--</u>
Total Investments classified				
in the Fair Value Hierarchy	<u>\$ 816,604</u>	<u>\$ 816,604</u>	<u>\$ --</u>	<u>\$ --</u>

INCOME TAXES

The Organization received a determination from the Internal Revenue Service indicating that it is exempt from federal income tax under Internal Revenue Code Section 501(c) (3) on all income except unrelated business income. For the year ended June 30, 2025, the Organization had no unrelated business income tax.

The Organization accounts for uncertainty in income taxes in accordance with GAAP, which requires recognition in the accompanying financial statements of a tax position only after determining that the relevant tax authority would more likely than not sustain the position following an audit. For tax positions meeting the more likely than not threshold, the amount recognized in the financial statements is the largest benefit that has a greater than 50 percent likelihood of being realized upon ultimate settlement with the relevant tax authority. There are currently no examinations pending or in progress. The Organization had no material unrecognized tax benefits and no adjustments to its financial position, activities or cash flows were required. The Organization does not expect that unrecognized tax benefits will increase within the next twelve months.

**FAMILY RESOURCE CENTER OF
SOUTH FLORIDA, INC.**

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

**NOTE 1 – THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)**

INCOME TAXES (CONTINUED)

The Organization did not record any interest or penalties on uncertain tax positions in the accompanying Statement of Financial Position as of June 30, 2025 or the accompanying Statement of Activities for the year then ended. If the Organization were to incur any income tax liability in the future, interest on any income tax liability would be reported as interest expense and penalties on any income tax liability would be reported as income taxes.

USE OF ESTIMATES

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the 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.

SUBSEQUENT EVENTS

The Organization has evaluated subsequent events and transactions for potential recognition or disclosure in the financial statements through January 13, 2026, the date the financial statements were available to be issued.

NOTE 2 – LIQUIDITY AND AVAILABILITY OF RESOURCES

The Organization regularly monitors liquidity required to meet its operating needs and other contractual commitments, while also striving to maximize the investments of its available funds. The Organization is positioned to adjust internal expenditures and subcontracted expenditures based on governmental funding levels providing the necessary cash flow and working capital. Monthly cash expenditures are relatively consistent due to the nature of the contractual relationships. In addition, the Organization maintains a line of credit which is available to draw upon as needed to maintain cash flow.

For purposes of analyzing resources available to meet general expenditures over a 12-month period, the Organization considers all expenditures related to its contractual agreements, as well as the requirement to support those activities to be general expenditures. The Organization has various sources of liquidity at its disposal, including cash and cash equivalents, certificates of deposit and a line of credit. Refer to Note 5 for information regarding the Organization's line of credit.

**FAMILY RESOURCE CENTER OF
SOUTH FLORIDA, INC.**

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

NOTE 2 – LIQUIDITY AND AVAILABILITY OF RESOURCES (CONTINUED)

In addition to financial assets available to meet general expenditures over the 12 months, the Organization operates with a balanced budget and anticipates collecting sufficient revenue to cover general expenditures. Refer to the accompanying Statement of Cash Flows which identifies the sources and uses of the Organization's cash for the twelve months ended June 30, 2025.

As of June 30, 2025, the following financial assets could be readily made available within one year of the statement of financial position to meet general expenditures.

**Financial Assets Available to Meet General
Expenditures over the Next 12 Months**

Cash and cash equivalents	\$ 2,814,003
Investments ⁽¹⁾	816,604
Grants, contracts and other receivables	<u>231,550</u>

**Total Financial Assets to Meet General Expenditures
Over the Next 12 Months**

\$ 3,862,157

(1) Although investments could be made available to meet general expenditures, the Organization has classified such investments as noncurrent in the accompanying Statement of Financial Position as it does not expect to utilize them for operating expenditures within the next year.

NOTE 3 – FIXED ASSETS

Fixed assets at June 30, 2025 consist of the following:

Building and leasehold improvements	\$ 139,814
Furniture, fixtures and equipment	742,452
Automobiles	<u>466,698</u>
	1,348,964
Less: accumulated depreciation and amortization	<u>(1,192,999)</u>
Total	<u><u>\$ 155,965</u></u>

Depreciation and amortization expense for the year ended June 30, 2024 amounted to approximately \$114,000.

**FAMILY RESOURCE CENTER OF
SOUTH FLORIDA, INC.**

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

NOTE 4 – CITRUS CONTRACT

Effective July 1, 2019, Citrus entered into an annual contract, which renews annually, with the Organization to act as its agent.

The Contract is a fixed-price and actual cost incurred reimbursement contract. Service fees earned by the Organization under the Contract amounted to approximately \$11,165,000, which amounts are included in government grants and contracts in the accompanying Statement of Activities, for the year ended June 30, 2025.

NOTE 5 – LINE OF CREDIT

On August 10, 2016, the Organization executed an unsecured line of credit for \$350,000 with a financial institution. The line of credit bears interest at the prime rate plus one point (8.50% as of June 30, 2025). During the year ended June 30, 2025, the Organization did not borrow against the line of credit. The line of credit expires August 2027.

NOTE 6 – EMPLOYEE BENEFIT PLAN

The Organization offers a 403(b) Thrift Plan (the “Plan”) to its employees. Employees may enroll into the Plan upon hiring. Employees become eligible for employer contributions after completing one year of service with 1,000 or more hours worked and obtaining the age of twenty-one. Under the Plan, the Organization can make discretionary employer contributions.

All contributions made by the Organization on behalf of employees become fully vested upon completing three years of service. Effective July 1, 2017, the Organization began matching up to 3% of employee compensation. For the year ended June 30, 2025, the Organization temporarily suspended the employer match and did not contribute to the Plan.

**FAMILY RESOURCE CENTER OF
SOUTH FLORIDA, INC.**

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

NOTE 7 – COMMITMENTS

COMMITMENTS AND CONTINGENCIES

The Organization entered into various leases for office space, equipment and a vehicle that collectively expire during various dates through 2028. In accordance with Topic 842, the Organization records a right-of-use asset and a lease liability equal to the present value of the related future minimum operating agreement/lease payments. As of June 30, 2025, the weighted average discount used on current operating leases was 2.62% (risk-free rate) and the weighted average remaining lease term was 1.51 years.

The classification and description of right-of-use assets and leases arising from operating leases consist of the following:

Leases	Description	June 30, 2025
Right-of-Use Assets		
Non-current	Office lease	\$ 1,034,881
Non-current	Printer lease	116,576
Non-current	Vehicle lease	<u>5,542</u>
Total Right-of-Use Assets		<u>\$ 1,156,999</u>
Liabilities		
Current	Office lease	\$ 680,300
Current	Printer lease	33,392
Current	Vehicle lease	5,542
Non-current	Office lease	473,946
Non-current	Printer lease	84,241
Non-current	Vehicle lease	<u>--</u>
Total Lease Liabilities		<u>\$ 1,277,421</u>

**FAMILY RESOURCE CENTER OF
SOUTH FLORIDA, INC.**

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

NOTE 7 – COMMITMENTS (CONTINUED)

COMMITMENTS AND CONTINGENCIES (CONTINUED)

Lease expense related to the operating leases was approximately \$619,000 during the year ended June 30, 2025.

Future estimated minimum lease commitments under non-cancelable leases as of June 30, 2025 are as follows:

For the Year Ending June 30,	Amount
2026	\$ 748,462
2027	517,254
2028	38,176
2029	<u>12,728</u>
Total	1,316,620
Less: amounts representing interest	<u>(39,199)</u>
Net minimum operating lease payments	1,277,421
Less: current portion	<u>(719,234)</u>
Operating Lease Liabilities, Less Current Portion	<u><u>\$ 558,187</u></u>

NOTE 8 – CONCENTRATIONS

The Organization received approximately 87% of its government grant revenue from Citrus (Note 4) for the year ended June 30, 2025. As the revenue from Citrus is significant to the overall operations of the Organization, any significant reduction or loss of funding from Citrus may affect the Organization's ability to operate in its present form. Receivables from Citrus were approximately 33% of grants, contracts and other receivables as of June 30, 2025.

Receivables from a dependency drug court grant and The Children's Trust were approximately 26% and 40%, respectively, of grants, contracts and other receivables as of June 30, 2025.

**FAMILY RESOURCE CENTER OF
SOUTH FLORIDA, INC.**

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

NOTE 9 – CONTINGENCIES

FEDERAL, STATE, AND LOCAL GRANT PROGRAMS

The Organization participates in federal, state and local grant programs that are subject to audit by the respective grantor agencies. Any disallowed funds received or to be received under these programs may constitute a liability in the amount of the disallowed funds.

Management does not believe that any potential disallowed funds would have a significant effect on the financial statements.

LEGAL MATTERS

The Organization is subject to legal proceedings and claims arising in the normal course of business. There are currently no pending legal proceedings to which the Organization is a party that management, after consulting with legal counsel, believes will have a significant effect on the Organization's financial position or results of operations.

**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 of
Family Resource Center of South Florida, Inc.

We have audited, in accordance with the auditing standards generally accepted in the United States of America ("GAAS") and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States ("*Government Auditing Standards*"), the financial statements of Family Resource Center of South Florida, Inc. (the "Organization"), which comprise the statement of financial position as of June 30, 2025, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements (collectively referred to as the "financial statements"), and have issued our report thereon dated January 13, 2026.

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 opinions 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 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.

CBIZ CPAs P.C.

Miami, FL

January 13, 2026

**Independent Auditors' Report on Compliance for the Major Federal Program
and State Projects and Report on Internal Control Over Compliance
Required by the Uniform Guidance and Chapter 10.650, Rules of the Auditor General**

To the Board of Directors
Family Resource Center of South Florida, Inc.

Report on Compliance for the Major Federal Program and State Projects

Opinion on the Major Federal Program and State Projects

We have audited Family Resource Center of South Florida, Inc.'s (the "Organization") compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* and the requirements described in the State of Florida Department of Financial Services' State Projects Compliance Supplement that could have a direct and material effect on each of the Organization's major federal program and state projects for the year ended June 30, 2025. The Organization's major federal program and state projects are identified in the 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 compliance requirements referred to above that could have a direct and material effect on the major federal program and state projects for the year ended June 30, 2025.

Basis for Opinion on the Major Federal Program and State Projects

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 (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and Chapter 10.650, Rules of the Auditor General (Chapter 10.650). 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 the major federal program and state projects. 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 federal program and 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*, the Uniform Guidance and Chapter 10.650 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 the major federal program and state projects as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance and Chapter 10.650, 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 Uniform Guidance and Chapter 10.650, 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 federal program or 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 federal program or 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 federal program or 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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards and State Projects Required by the Uniform Guidance

We have audited the financial statements of the Organization for the year ended June 30, 2025, and have issued our report thereon dated January 13, 2026, which contained an unmodified opinion on those financial statements. Our audit was performed for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards and state financial assistance is presented for purposes of additional analysis as required by the Uniform Guidance and Chapter 10.650, respectively, and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards and state financial assistance is fairly stated in all material respects in relation to the financial statements as a whole.

CBIZ CPAs P.C.

Miami, FL
January 13, 2026

**FAMILY RESOURCE CENTER OF
SOUTH FLORIDA, INC.**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE**

FOR THE YEAR ENDED JUNE 30, 2025

Federal/State Agency, Pass-through Entity/ Federal Program/ State Project or Cluster	ALN/ CSFA No.	Expenditures
Federal Awards		
U.S. Department of Health and Human Services		
Indirect Programs Passed Through:		
Citrus Health Network, Inc.:		
Marylee Allen Promoting Safe and Stable Families	93.556	\$ 226,813
477 Cluster		
Temporary Assistance for Needy Families Block Grant	93.558	4,539,055
Total 477 Cluster		4,539,055
Grants To States For Access And Visitation Programs	93.597	8,332
Stephanie Tubbs Jones Child Welfare Services Program	93.645	476,742
Foster Care - Title IV - E	93.658	3,442,430
Adoption Assistance	93.659	1,168,255
Social Services Block Grant	93.667	229,587
John H. Chafee Foster Care Program for Successful Transition to Adulthood	93.674	193,318
Medicaid Cluster		
Medical Assistance Program	93.778	120,811
Total Medical Assistance Cluster		120,811
Total U.S. Department of Health and Human Services		10,405,343
Total Expenditures of Federal Awards		10,405,343
State Financial Assistance		
State of Florida Department of Children and Families		
Indirect Programs Passed Through:		
Citrus Health Network, Inc.:		
Out of Home Supports	60.074	444,849
CBC Purchase of Therapeutic Services for Children	60.183	315,241
Total Expenditures of State Financial Assistance		760,090
Total Expenditures of Federal Awards and State Financial Assistance		\$ 11,165,433

Note: No amounts were provided to subrecipients

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

**FAMILY RESOURCE CENTER OF
SOUTH FLORIDA, INC.**

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE**

FOR THE YEAR ENDED JUNE 30, 2025

NOTE 1 – BASIS OF ACCOUNTING

The accompanying Schedule of Expenditures of Federal Awards and State Financial Assistance (the “Schedule”) presents the federal award and state financial activity of the Organization for the year ended June 30, 2025. The information in the Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, Audit Requirements for Federal Awards* (Uniform Guidance) and Chapter 10.650, Rules of the Auditor General. As the Schedule presents only a selected portion of the operations of the Organization, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Organization.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

NOTE 3 – INDIRECT COST RATE

The Organization has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

**FAMILY RESOURCE CENTER OF
SOUTH FLORIDA, INC.**

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE YEAR ENDED JUNE 30, 2025

SECTION I – SUMMARY OF AUDITORS’ RESULTS

FINANCIAL STATEMENTS

Type of auditors’ report issued on whether the financial statements audited were prepared in accordance with GAAP: ***UNMODIFIED OPINION***
Internal control over financial reporting:
Material weakness(es) identified? ☐ Yes ☒ No
Significant deficiency(ies) identified? ☐ Yes ☒ None reported
Noncompliance material to financial statement noted? ☐ Yes ☒ No

FEDERAL PROGRAMS AND STATE FINANCIAL ASSISTANCE

Internal control over the major federal program and state project:
Material weakness(es) identified? ☐ Yes ☒ No
Significant deficiency(ies) identified? ☐ Yes ☒ None reported

Type of auditors’ report issued on compliance for the major federal program and state project: ***UNMODIFIED OPINION***

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a) and Chapter 10.650, Rules of the Auditor General? ☐ Yes ☒ No

Identification of the major federal program and state project:

ASSISTANCE

LISTING NUMBER **NAME OF FEDERAL PROGRAM**

U.S. Department of Health and Human Services:

477 Cluster:
93.558 Temporary Assistance for Needy Families Block Grant

CSFA NUMBER **NAME OF STATE PROJECT**

State of Florida Department of Children and Families:

60.074 Out of Home Supports
60.183 CBC Purchase of Therapeutic Services for Children

**FAMILY RESOURCE CENTER OF
SOUTH FLORIDA, INC.**

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2025

SECTION I – SUMMARY OF AUDITORS’ RESULTS (CONTINUED)

Dollar threshold used to distinguish between
type A and type B federal programs: \$750,000

Dollar threshold used to distinguish between
type A and type B state projects: \$300,000

Auditee qualified as low-risk auditee pursuant to
Uniform Guidance? X Yes No

SECTION II – FINANCIAL STATEMENT FINDINGS

None.

SECTION III – FEDERAL PROGRAMS AND STATE PROJECTS FINDINGS AND QUESTIONED COSTS

None.

SECTION IV – PRIOR YEAR FINDINGS

None.