



**BOYS & GIRLS CLUBS OF TAMPA BAY, INC.**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED DECEMBER 31, 2021**

(WITH COMPARATIVE TOTALS FOR 2020)

# BOYS & GIRLS CLUBS OF TAMPA BAY, INC.

## FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2021

(WITH COMPARATIVE TOTALS FOR 2020)

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## REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

To the Board of Directors of  
Boys & Girls Clubs of Tampa Bay, Inc.  
Tampa, Florida

### ***Opinion***

We have audited the accompanying financial statements of Boys & Girls Clubs of Tampa Bay, Inc. (the Organization), which comprise the statement of financial position as of December 31, 2021, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Boys & Girls Clubs of Tampa Bay, Inc. as of December 31, 2021, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Basis for Opinion***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Boys & Girls Clubs of Tampa Bay, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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 Boys & Girls Clubs of Tampa Bay, 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 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, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Boys & Girls Clubs of Tampa Bay, 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 Boys & Girls Clubs of Tampa Bay, 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.

### ***Report on Summarized Comparative Information***

We have previously audited the Organization's 2020 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated April 5, 2021. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2020, is consistent, in all material respects, with the audited financial statements from which it has been derived.

### ***Other Matters***

#### *Other 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 on page 32 is presented for purposes of additional analysis and is not a required part of the financial statements. The accompanying schedule of expenditures of federal awards on page 23, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, 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 May 20, 2022 on our consideration of the Organization's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 the Organization's internal control over financial reporting and compliance.

*Reeder & Associates, PA*

Certified Public Accountants  
May 20, 2022

**BOYS & GIRLS CLUBS OF TAMPA BAY, INC.**  
**STATEMENT OF FINANCIAL POSITION**  
**DECEMBER 31, 2021**  
(WITH COMPARATIVE TOTALS FOR 2020)

	2021		2020	
	Without Donor Restrictions	With Donor Restrictions	Total	Totals
<b>ASSETS</b>				
<b>Current Assets</b>				
Cash and cash equivalents	\$ 4,265,641	\$ 401,708	\$ 4,667,349	\$ 2,550,191
Certificates of deposit	-	-	-	252,489
Accounts and grants receivable	497,669	-	497,669	302,771
Pledges receivable - net of allowance for uncollectibles	226,229	-	226,229	180,149
Prepaid expenses	95,451	-	95,451	118,864
<b>Total Current Assets</b>	<u>5,084,990</u>	<u>401,708</u>	<u>5,486,698</u>	<u>3,404,464</u>
Investments	-	805,127	805,127	735,385
Investments held at foundation	-	3,854,569	3,854,569	3,514,812
Property and equipment, less accumulated depreciation of \$3,469,183 and \$3,470,966, respectively	7,529,461	-	7,529,461	8,613,901
Cash surrender value of life insurance	-	72,738	72,738	70,308
<b>TOTAL ASSETS</b>	<u>\$ 12,614,451</u>	<u>\$ 5,134,142</u>	<u>\$ 17,748,593</u>	<u>\$ 16,338,870</u>
<b>LIABILITIES AND NET ASSETS</b>				
<b>Current Liabilities</b>				
Accounts payable	\$ 110,123	\$ -	\$ 110,123	\$ 129,379
Accrued expenses	249,166	-	249,166	192,067
Due to foundation	270,828	-	270,828	277,820
Deferred revenue	231,854	-	231,854	235,502
<b>TOTAL LIABILITIES</b>	<u>861,971</u>	<u>-</u>	<u>861,971</u>	<u>834,768</u>
<b>Net Assets</b>				
Without donor restrictions:				
Undesignated	4,223,019	-	\$ 4,223,019	\$ 2,154,982
Invested in property and equipment	7,529,461	-	7,529,461	8,613,901
<b>Total net assets without donor restrictions</b>	<u>11,752,480</u>	<u>-</u>	<u>11,752,480</u>	<u>10,768,883</u>
With donor restrictions:				
Purpose and time restrictions	-	4,324,552	4,324,552	3,987,421
Restricted in perpetuity - endowment	-	809,590	809,590	747,798
<b>Total net assets with donor restrictions</b>	<u>-</u>	<u>5,134,142</u>	<u>5,134,142</u>	<u>4,735,219</u>
<b>Total Net Assets</b>	<u>11,752,480</u>	<u>5,134,142</u>	<u>16,886,622</u>	<u>15,504,102</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u>\$ 12,614,451</u>	<u>\$ 5,134,142</u>	<u>\$ 17,748,593</u>	<u>\$ 16,338,870</u>

Read Report of Independent Certified Public Accountants.  
The accompanying notes are an integral part  
of these financial statements.

**BOYS & GIRLS CLUBS OF TAMPA BAY, INC.**  
**STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS**  
**FOR THE YEAR ENDED DECEMBER 31, 2021**  
(WITH COMPARATIVE TOTALS FOR 2020)

	2021		2020	
	Without Donor Restrictions	With Donor Restrictions	Total	Totals
<b>REVENUES</b>				
Special Events	\$ 1,113,764	\$ -	\$ 1,113,764	\$ 331,000
Less direct cost of Special Events	(114,396)	-	(114,396)	(71,673)
	999,368	-	999,368	259,327
Federal grants	803,811	-	803,811	802,472
State grants	652,055	-	652,055	494,076
Paycheck Protection Program and Employee Retention Credits	436,367	-	436,367	826,200
Other grants and contracts	1,390,981	2,400	1,393,381	948,214
United Way	118,751	-	118,751	82,422
Contributions	1,946,761	217,165	2,163,926	2,563,933
In-kind contributions	1,426,372	-	1,426,372	1,166,041
Program revenue	276,033	-	276,033	125,379
Rental income	35,588	-	35,588	126,238
	<u>8,086,087</u>	<u>219,565</u>	<u>8,305,652</u>	<u>7,394,302</u>
Net assets released from restriction	<u>393,560</u>	<u>(393,560)</u>	<u>-</u>	<u>-</u>
<b>Total Revenue</b>	<u>8,479,647</u>	<u>(173,995)</u>	<u>8,305,652</u>	<u>7,394,302</u>
<b>Expenses</b>				
<i>Program Services</i>				
Youth Development	7,097,337	-	7,097,337	5,994,940
<i>Support Services</i>				
General and Administrative	1,006,760	-	1,006,760	898,099
Fundraising	745,404	-	745,404	605,183
Total support services	<u>1,752,164</u>	<u>-</u>	<u>1,752,164</u>	<u>1,503,282</u>
<b>Total Expenses</b>	<u>8,849,501</u>	<u>-</u>	<u>8,849,501</u>	<u>7,498,222</u>
<b>Change in Net Assets Before Other Changes</b>	(369,854)	(173,995)	(543,849)	(103,920)
<b>Other Changes</b>				
Investment return	4,050	572,918	576,968	493,634
Gain on disposal of property and equipment	1,349,401	-	1,349,401	-
Impairment of long-lived assets	-	-	-	(1,796,861)
<b>Change in Net Assets</b>	<u>983,597</u>	<u>398,923</u>	<u>1,382,520</u>	<u>(1,407,147)</u>
<b>Net Assets, beginning of year</b>	<u>10,768,883</u>	<u>4,735,219</u>	<u>15,504,102</u>	<u>16,911,249</u>
<b>Net Assets, end of year</b>	<u>\$ 11,752,480</u>	<u>\$ 5,134,142</u>	<u>\$ 16,886,622</u>	<u>\$ 15,504,102</u>

Read Report of Independent Certified Public Accountants.  
The accompanying notes are an integral part  
of these financial statements.

**BOYS & GIRLS CLUBS OF TAMPA BAY, INC.**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED DECEMBER 31, 2021**  
(WITH COMPARATIVE TOTALS FOR 2020)

	<u>Program Services</u>	<u>Support Services</u>		<u>Total Support Services</u>	<u>Total Expenses</u>	<u>2020 Comparative Totals</u>
	<u>Youth Development</u>	<u>General and Administrative</u>	<u>Fundraising</u>			
Salaries	\$ 2,978,751	\$ 558,629	\$ 443,893	\$ 1,002,522	\$ 3,981,273	\$ 3,238,556
Employee benefits	299,284	60,755	59,719	120,474	419,758	366,570
Payroll taxes	187,766	33,480	32,562	66,042	253,808	277,603
Other personnel costs	39,410	68,463	2,543	71,006	110,416	27,488
Total salaries and related expenses	3,505,211	721,327	538,717	1,260,044	4,765,255	3,910,217
Direct youth assistance	235,148	-	-	-	235,148	116,480
Professional fees	131,791	59,055	8,999	68,054	199,845	163,753
Contract services	41,800	22,603	49,125	71,728	113,528	61,633
Supplies	222,606	7,979	11,364	19,343	241,949	300,330
In-kind supplies	683,251	-	-	-	683,251	356,566
Information technology	201,466	62,335	28,152	90,487	291,953	267,024
Printing, postage and subscriptions	576	882	34,517	35,399	35,975	29,654
In-kind rent expense	742,101	-	-	-	742,101	809,475
Property and liability insurance	162,113	3,098	-	3,098	165,211	170,815
Other occupancy costs	431,133	42,614	209	42,823	473,956	379,999
Equipment rental and maintenance	35,120	9,440	3,244	12,684	47,804	75,470
Vehicle and transportation expenses	204,619	1,244	6,130	7,374	211,993	156,474
Training, travel and meetings	16,885	1,144	5,926	7,070	23,955	22,504
Miscellaneous expense	1,616	3,604	7,327	10,931	12,547	13,893
Bad debt	-	-	30,435	30,435	30,435	8,660
Bank and merchant services fees	7,633	8,891	11,092	19,983	27,616	23,705
National and state dues	16,758	21,876	-	21,876	38,634	37,693
Total expenses before depreciation	6,639,827	966,092	735,237	1,701,329	8,341,156	6,904,345
Depreciation	457,510	40,668	10,167	50,835	508,345	593,877
Total expenses	\$ 7,097,337	\$ 1,006,760	\$ 745,404	\$ 1,752,164	\$ 8,849,501	\$ 7,498,222

Read Report of Independent Certified Public Accountants.  
The accompanying notes are an integral part  
of these financial statements.



**BOYS & GIRLS CLUBS OF TAMPA BAY, INC.**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED DECEMBER 31, 2021**  
(WITH COMPARATIVE TOTALS FOR 2020)

	<b>2021</b>		<b>2020</b>	
	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>	<b>Total</b>
<b>Cash Flows from Operating Activities</b>				
Change in Net Assets	\$ 983,597	\$ 398,923	\$ 1,382,520	\$ (1,407,147)
<i>Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:</i>				
Depreciation	508,345	-	508,345	593,877
Bad debt	30,435	-	30,435	8,660
Unrealized (gain) loss on investments	-	(560,732)	(560,732)	(476,042)
Gain on disposal of property and equipment	(1,349,401)	-	(1,349,401)	-
Impairment of long-lived assets	-	-	-	1,796,861
(Increase) decrease in cash surrender value of life insurance	-	(2,430)	(2,430)	(2,469)
(Increase) decrease in accounts and grants receivable	(194,898)	-	(194,898)	27,799
(Increase) decrease in prepaid expenses	23,413	-	23,413	(25,420)
(Increase) decrease in pledges receivable	(76,515)	-	(76,515)	(42,565)
Increase (decrease) in accounts payable	(19,256)	-	(19,256)	(64,459)
Increase (decrease) in accrued expenses	57,099	-	57,099	(37,280)
Increase (decrease) in due to/from Foundation	(6,992)	-	(6,992)	18,029
Increase (decrease) in deferred revenue	(3,648)	-	(3,648)	(92,253)
Total Adjustments	(1,031,418)	(563,162)	(1,594,580)	1,704,738
<b>Net Cash Provided by (Used in) Operating Activities</b>	(47,821)	(164,239)	(212,060)	297,591
<b>Cash Flows from Investing Activities</b>				
Cash payments for the purchase of property and equipment	-	-	-	(40,144)
Cash proceeds from sale of property and equipment	1,925,496	-	1,925,496	-
Cash payments for construction in process	-	-	-	(1,535,032)
Cash proceeds from redemption of certificates of deposit	252,489	-	252,489	-
Reinvestment of interest earned on certificate of deposit	-	-	-	(2,489)
Cash payments for purchase of investments held at foundation	-	-	-	(250,000)
Cash proceeds from sale of investments held at foundation	-	125,405	125,405	-
Cash proceeds from sale of investments	-	25,828	25,828	18,884
<b>Net Cash Provided by (Used in) Investing Activities</b>	2,177,985	151,233	2,329,218	(1,808,781)
<b>Net Increase (decrease) in Cash and Cash Equivalents</b>	2,130,164	(13,006)	2,117,158	(1,511,190)
<b>Cash and Cash Equivalents, beginning of year</b>	2,135,477	414,714	2,550,191	4,061,381
<b>Cash and Cash Equivalents, end of year</b>	<u>\$ 4,265,641</u>	<u>\$ 401,708</u>	<u>\$ 4,667,349</u>	<u>\$ 2,550,191</u>
<b>Non-cash and supplemental disclosure of cash flow information:</b>				
Disposal of fully depreciated property	<u>\$ 510,128</u>	<u>\$ -</u>	<u>\$ 510,128</u>	<u>\$ 1,306,622</u>
Construction in progress transferred to property and equipment	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,841,556</u>

Read Report of Independent Certified Public Accountants.  
The accompanying notes are an integral part  
of these financial statements.

**BOYS & GIRLS CLUBS OF TAMPA BAY, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2021**  
(WITH COMPARATIVE TOTALS FOR 2020)

**NOTE A – DESCRIPTION OF ORGANIZATION**

The Boys & Girls Clubs of Tampa Bay, Inc. (the Organization) was incorporated in August 1945 and operates as a Florida non-profit corporation. The mission of the Organization is to enable all young people, especially those who need us the most, to realize their full potential as productive, caring, responsible citizens. The Organization believes every child has the potential to be great. In support of this strong conviction, Clubs strive to build driven and independent adults. The Organization's family – a community of staff, volunteers, parents, youth and supporters – work together to create a positive place, full of hope and opportunity, for every club member. The Organization is supported primarily through private donor contributions and grants and contracts from government agencies.

From early literacy to community involvement, the Organization's programs tackle the inequalities Tampa Bay's youth encounter. Grouped into three areas, the Organization's outcomes driven programs use best-practices, innovative solutions and highly-trained staff to ensure that our club members become responsible, caring adults. Carefully designed for impact, our outcomes focus on: improving educational skills and academic achievement; strengthening decision making and resiliency skills leading to healthier lifestyles; and increasing civic engagement to build character and leadership. Through consistent interactions with caring adults in a structured environment with age-appropriate developmental opportunities and positive social norms, the Organization impacts the lives of its club members by helping them to develop the values, skills, attitudes, character and behavior that enable them to succeed in life. By focusing on academic achievement, healthy lifestyles and civic engagement, the Organization's programs ensure that when youth leave the Club, they are equipped with the knowledge and ability to make positive choices to live as self-sufficient, productive, caring citizens.

**NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**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 of the Organization and changes therein are classified and reported as follows:

Net assets without donor restrictions - Net assets that are not subject to donor-imposed stipulations, including restricted contributions whose restrictions are met in the same reporting period.

Net assets with donor restrictions - Net assets subject to donor-imposed stipulations that:

- may or will be met, either by actions of the Organization and/or the passage of time. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.
- are maintained permanently by the Organization. Generally, the donors of these assets permit the Organization to use all or part of the income earned on any related investments for general or specific purposes.

Read Report of Independent Certified Public Accountants

**BOYS & GIRLS CLUBS OF TAMPA BAY, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2021**  
(WITH COMPARATIVE TOTALS FOR 2020)

**NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Estimates**

The preparation of the financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results may differ from those estimates.

**Cash and Cash Equivalents**

For purposes of the statement of cash flows, cash and cash equivalents are defined as cash on hand and amounts in depository and money market accounts at the bank.

**Accounts and Grants Receivable**

Accounts and grants receivable result from services which have been provided pursuant to various State and Federal grants and contracts, but for which reimbursement has not yet been received at December 31, 2021. The Organization does not maintain an allowance for estimated uncollectible accounts as any amounts determined unallowable by the grantor are deducted from revenue upon notification of the disallowance. No material amounts were subsequently disallowed with respect to the amounts recorded at December 31, 2021.

**Deferred Revenue**

Revenues from grants and contracts are recorded based upon terms of the grantor allotment which generally provide that revenues are earned when the allowable costs of the specific grant provisions have been incurred. For the years ended December 31, 2021 and 2020 deferred grant revenue in the amount of \$95,123 and \$105,000, respectively, are reflected in the statement of financial position for amounts received but not earned. For the years ended December 31, 2021 and 2020, deferred revenue also includes \$136,731 and \$130,502, respectively, related to special events yet to be held.

**Property and Equipment**

Property and equipment are stated at historical cost, or if acquired by gift, at the estimated fair value at the date received, and depreciated using the straight-line method over the estimated useful lives of each asset ranging from 3-50 years. Acquisitions of property and equipment in excess of \$5,000 are capitalized.

**Donated Services, Materials and Facilities**

The Organization records various types of in-kind contributions. Contributed services are recognized at fair value if the services received (a) create or enhance long-lived assets or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. Contributions of goods and property are recognized at fair value when received. The amounts reflected in the accompanying financial statements as in-kind contributions are offset by like amounts included in expenses or additions to property.

A substantial number of unpaid volunteers have made significant contributions of their time to develop and maintain the Organization's programs. No amounts have been reported in the financial statements for voluntary donation of services because no objective basis is available to measure the value of such donations.

**BOYS & GIRLS CLUBS OF TAMPA BAY, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2021**  
(WITH COMPARATIVE TOTALS FOR 2020)

**NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Financial Instruments**

The following methods and assumptions were used to estimate the fair value of each class of financial instrument:

*Cash and Cash Equivalents* - the carrying amount approximates fair value due to the short-term maturity of these instruments.

*Investments* - the fair value is based on quoted market value with unrealized gains and losses included in the Statement of Activities and Changes in Net Assets.

**Concentration of Credit Risk**

Financial instruments, which potentially subject the Organization to concentrations of credit risk, consist principally of cash and cash equivalents and pledges receivable. The Organization places its cash with creditworthy, high quality financial institutions. Accounts are maintained at institutions that are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. The Organization has not experienced any losses from its deposits. The amount in excess of the FDIC limit totaled \$4,137,146 and \$2,131,863 for the years ended December 31, 2021 and 2020, respectively.

Financial instruments which potentially subject the Organization to concentrations of credit risk consist principally of grants receivable from Federal, State, and Local agencies. Concentration of credit risk with respect to grants receivable is minimized due to the amounts being backed by the government. The Organization has not experienced any material losses with respect to its grants receivables. At December 31, 2021, 74% of accounts and grants receivable were from two grantors (49% and 25%). At December 31, 2020, 64% of accounts and grants receivable were from two grantors (38% and 26%).

**Income Tax Status**

The Organization is exempt from federal income taxes under Section 501 (c)(3) of the Internal Revenue Code and similar state provisions. The Organization is treated as a public supported organization, and not as a private foundation. Accordingly, no provision for income taxes has been reflected in the accompanying financial statements. The Organization accounts for uncertain tax positions, if any, in accordance with ASC Section 740.

Management is not aware of any activities that would jeopardize the organization's tax-exempt status. The Organization is not aware of any tax positions that it has taken that are subject to a significant degree of uncertainty. The Organization believes it is no longer subject to income tax examinations for fiscal years ending prior to December 31, 2018.

**Functional Allocation of Expenses**

Expenses are shown by natural expense classification and function in the accompanying statement of functional expenses for each year presented. Expenses that are attributable to more than one program or supporting function are allocated on a reasonable basis that is consistently applied. Allocations are based on direct usage or management's estimate of the benefit derived by each activity. Management's estimates may be based on factors such as time and effort, square footage, clients served, or any other reasonable basis. The expenses that are allocated on the basis of estimates of time and effort are salaries, employee benefits and payroll taxes. Occupancy, maintenance, insurance and depreciation are allocated on a square footage basis. Client assistance and program supplies are allocated on the basis of clients served.

**BOYS & GIRLS CLUBS OF TAMPA BAY, INC.**  
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(WITH COMPARATIVE TOTALS FOR 2020)

**NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Comparative Data**

The amounts shown for the year ended December 31, 2020 in the accompanying financial statements are included to provide a basis for comparison with 2021 and present summarized totals only. Accordingly, the 2020 totals are not intended to present all information necessary for a fair presentation in conformity with accounting principles generally accepted in the United States of America. Such information should be read in conjunction with the Organization's financial statements for the year ended December 31, 2020, from which the summarized information was derived.

**NOTE C – LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS**

The following reflects the Organization's financial assets as of the statement of financial position date. These financial assets are required to be reduced by those not available for general use within one year of the statement of financial position date.

	<b>2021</b>	<b>2020</b>
Financial assets:		
Cash and cash equivalents	\$ 4,667,349	\$ 2,550,191
Certificates of deposit	-	252,489
Accounts and grants receivable	497,669	302,771
Pledges receivable, net of allowance	226,229	180,149
Investments	805,127	735,385
Investments held at foundation	3,854,569	3,514,812
Cash surrender value of life insurance	72,738	70,308
	10,123,681	7,606,105
Less those unavailable for general expenditure within one year due to:		
Donor imposed restrictions	(3,627,395)	(3,342,503)
Time restrictions	(329,501)	(307,809)
Donor restricted for endowment – in perpetuity	(809,590)	(747,798)
	(4,766,486)	(4,398,110)
Financial assets available to meet cash needs for general expenditures within one year	<b>\$ 5,357,195</b>	<b>\$ 3,207,995</b>

The Organization structures its financial assets to be available as its general expenditures, liabilities, and other obligations come due and strives to operate within a prudent range of financial soundness and stability, maintain adequate liquid assets to fund near-term operating needs, and maintain sufficient reserves to provide reasonable assurance that any long-term obligations will be discharged. Financial assets in excess of daily cash requirements may be invested in certificates of deposit, money market funds or other short-term investments.

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**BOYS & GIRLS CLUBS OF TAMPA BAY, INC.**  
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**NOTE C – LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS (continued)**

The Organization receives significant grants and contributions restricted by funders and donors. The Organization considers grants and contributions restricted for programs which are ongoing, major, and central to its annual operations to be available to meet cash needs for general expenditures. For the years ended December 31, 2021 and 2020, contributions restricted for operating reserves for specific clubs of \$234,143 and \$224,610, respectively, are considered to be available to meet cash needs for general expenditures within one year.

**NOTE D – PLEDGES RECEIVABLE**

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions. When a donor-imposed restriction is met, net assets with donor restrictions are reclassified to net assets without donor restrictions.

The Organization’s pledges receivable at December 31 are as follows:

	<b>2021</b>	<b>2020</b>
Collectible in one year	\$ 226,229	\$ 188,542
Less allowance for doubtful accounts	-	( 8,393)
	\$ 226,229	\$ 180,149

**NOTE E – INVESTMENTS**

Fair value, cost, and unrealized gains and losses of investments as of December 31, 2021 are as follows:

	Cost	Fair Value	Accumulated Unrealized Gain (Loss)
Equity mutual funds	\$ 311,489	\$ 599,895	\$ 288,406
Fixed income mutual funds	202,255	205,232	2,977
Investments held at foundation	2,870,560	3,854,569	984,009
Cash surrender value of life insurance	72,738	72,738	-
Total investments	\$ 3,457,042	\$ 4,732,434	\$ 1,275,392

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**BOYS & GIRLS CLUBS OF TAMPA BAY, INC.**  
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**NOTE E – INVESTMENTS (continued)**

Fair value, cost, and unrealized gains and losses of investments as of December 31, 2020 are as follows:

	Cost	Fair Value	Accumulated Unrealized Gain (Loss)
Equity mutual funds	\$ 325,512	\$ 522,330	\$ 196,818
Fixed income mutual funds	202,255	213,055	10,800
Investments held at foundation	2,870,560	3,514,812	644,252
Cash surrender value of life insurance	70,308	70,308	-
<b>Total investments</b>	<b>\$ 3,468,635</b>	<b>\$ 4,320,505</b>	<b>\$ 851,870</b>

The following schedule reconciles investment return as reported in the statement of changes in net assets with investment earnings:

	2021	2020
Investment income	\$ 16,236	\$ 17,592
Net unrealized gains (losses)	560,732	476,042
<b>Total investment return</b>	<b>\$ 576,968</b>	<b>\$ 493,634</b>

At December 31, 2021 and 2020, the Organization had no investment or group of investments which represented a significant concentration of market risk.

Cash surrender value of life insurance has been reported at the amount that could be realized under the insurance contract at December 31, 2021 in accordance with FASB ASC 325-30 Investments in Insurance Contracts. The face amount of those donated life insurance policies is \$200,000 at December 31, 2021 and 2020.

The Organization invests in a variety of investment funds and equities. Investments in general are exposed to various risks, such as interest rate, credit, and overall volatility risk. Due to the level of risk associated with certain investments, it is reasonably possible that changes in the values of investments will occur in the near term and that such changes could materially affect the amounts reported in the statement of financial position.

**NOTE F – FAIR VALUE MEASUREMENTS**

In accordance with Professional Standards, *Fair Value Measurements* establishes a framework for measuring fair value. The framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under Professional Standards are described below:

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**BOYS & GIRLS CLUBS OF TAMPA BAY, INC.**  
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**NOTE F – FAIR VALUE MEASUREMENTS (continued)**

**Level 1**

Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Organization has the ability to access.

**Level 2**

Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

**Level 3**

Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

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

Cash surrender value of life insurance - fair value is based on inputs other than quoted prices that are observable for the asset.

Investments in stock equities, exchange traded funds and mutual funds - fair value is the closing price reported on the active market which the individual securities are traded.

Investments held at foundation - fair value of the investments underlying the pooled account held at the foundation. The fair value of these investments typically can be determined by reference to the markets on which the underlying investments are traded, and are considered a Level 2 because these investments are held by a related party foundation.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Organization believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

All assets have been valued using a market approach. There have been no changes in valuation techniques and related inputs.



**BOYS & GIRLS CLUBS OF TAMPA BAY, INC.**  
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**NOTE F – FAIR VALUE MEASUREMENTS (continued)**

The following table sets forth by level, within the fair value hierarchy, the Organization's assets at fair value at December 31, 2021:

	<b>Fair Value</b>	<b>Level 1 Inputs</b>	<b>Level 2 Inputs</b>	<b>Level 3 Inputs</b>
Cash surrender value of life insurance	\$ 72,738	\$ -	\$ 72,738	\$ -
Investments:				
Investments held at foundation	3,854,569	-	3,854,569	-
Mutual funds:				
Large cap	383,100	383,100	-	-
Mid cap	55,031	55,031	-	-
Small cap	53,886	53,886	-	-
International	107,878	107,878	-	-
Fixed Income	205,232	205,232	-	-
<b>Total</b>	<b>\$ 4,732,434</b>	<b>\$ 805,127</b>	<b>\$ 3,927,307</b>	<b>\$ -</b>

The following table sets forth by level, within the fair value hierarchy, the Organization's assets at fair value at December 31, 2020:

	<b>Fair Value</b>	<b>Level 1 Inputs</b>	<b>Level 2 Inputs</b>	<b>Level 3 Inputs</b>
Cash surrender value of life insurance	\$ 70,308	\$ -	\$ 70,308	\$ -
Investments:				
Investments held at foundation	3,514,812	-	3,514,812	-
Mutual funds:				
Large cap	323,577	323,577	-	-
Mid cap	46,110	46,110	-	-
Small cap	47,544	47,544	-	-
International	105,099	105,099	-	-
Fixed Income	213,055	213,055	-	-
<b>Total</b>	<b>\$ 4,320,505</b>	<b>\$ 735,385</b>	<b>\$ 3,585,120</b>	<b>\$ -</b>

**BOYS & GIRLS CLUBS OF TAMPA BAY, INC.**  
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**NOTE G – PREPAID EXPENSES**

The Organization has entered into one long term land lease. The Organization recorded a long term prepaid expense for the lease when paid and expenses a proportion of the lease each year over the life of the lease.

During the year ended December 31, 2002 the Organization entered into a lease for land to erect a building for operations. The Organization paid \$150,000 in the year ended December 31, 2002 for the lease that expires on December 31, 2021. During the years ended December 31, 2021 and 2020, the Organization expensed \$7,500 as occupancy expense on the Statement of Functional Expenses. As of December 31, 2021 and 2020, \$0 and \$7,500, respectively, is included in current prepaid expenses on the Statement of Financial Position. During the year ended December 31, 2021, the lease was amended to extend the term to December 31, 2026.

**NOTE H – PROPERTY AND EQUIPMENT**

	<b>2021</b>	<b>2020</b>
Land	\$ -	\$ 76,000
Buildings	9,797,004	10,791,226
Furniture and equipment	949,258	965,259
Vehicles	252,382	252,382
 Total property	 10,998,644	 12,084,867
 Less accumulated depreciation	 (3,469,183)	 (3,470,966)
	 <b>\$ 7,529,461</b>	 <b>\$ 8,613,901</b>

During the year ended December 31, 2020 the Organization ceased operations at two of its facilities which were no longer fully utilized due to gentrification of the surrounding areas, difficulty in getting the support required for transporting children to the facilities, and the expense to renovate the facilities for existing or future purposes. The buildings and related land are owned by the City of Tampa, however, the Organization has leasehold improvements recorded in its books and records which have now been impaired. In accordance with ASC 360 *Accounting for the Impairment or Disposal of Long-Lived Assets* the Organization has recorded an impairment loss in the statement of activities in the amount of \$1,796,861 for the year ended December 31, 2020 representing the net book value of the related improvements.

**BOYS & GIRLS CLUBS OF TAMPA BAY, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
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**NOTE I – NET ASSETS WITH DONOR RESTRICTIONS**

Net assets with donor restrictions of the Organization are comprised of cash and investments available for the following purposes at December 31,:

	<u>2021</u>	<u>2020</u>
Endowment funds to benefit specific clubs:		
Winston Park	\$ 1,219,521	\$ 1,128,028
Town N Country Park	1,229,254	1,130,100
	<u>2,448,775</u>	<u>2,258,128</u>
Purpose restricted - programs	1,234,661	1,082,643
Purpose restricted - operating reserves	111,704	111,704
Purpose restricted - capital projects	66,397	114,637
Time restricted	463,015	420,309
Restricted in perpetuity - endowment	<u>809,590</u>	<u>747,798</u>
Total	<u>\$ 5,134,142</u>	<u>\$ 4,735,219</u>

Net assets with donor restrictions of \$393,560 and \$1,831,230 were released in satisfaction of restrictions during the years ended December 31, 2021 and 2020, respectively.

**NOTE J – INVESTMENT IN ENDOWMENT – RESTRICTED IN PERPETUITY**

The Organization's investment in endowment consists of an endowment fund trust (the Trust) established in 1950 operated solely for the benefit of, and in connection with, the Organization.

In accordance with professional standards, the Organization provides the composition of the endowment by net asset class and the endowment related activities for the year ended December 31, 2021 and 2020. No change in the net asset classification of the endowment fund is required.

*Endowment Net Asset Composition by Type of Fund as of December 31, 2021:*

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Boys and Girls Clubs of Tampa Bay Endowment Fund	\$ -	\$ 809,590	\$ 809,590

**BOYS & GIRLS CLUBS OF TAMPA BAY, INC.**  
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**NOTE J – INVESTMENT IN ENDOWMENT – RESTRICTED IN PERPETUITY (continued)**

*Endowment Net Asset Composition by Type of Fund as of December 31, 2020:*

	Without Donor Restrictions	With Donor Restrictions	Total
Boys and Girls Clubs of Tampa Bay Endowment Fund	\$ -	\$ 747,798	\$ 747,798

Changes in Endowment Net Assets for the Fiscal Year Ended December 31, 2021:

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, beginning of year	\$ -	\$ 747,798	\$ 747,798
Contributions	-	-	-
Investment Income	-	12,186	12,186
Net gain (realized and unrealized)	-	95,570	95,570
Amounts appropriated for expenditure	-	(45,964)	(45,964)
Endowment net assets, end of year	\$ -	\$ 809,590	\$ 809,590

Changes in Endowment Net Assets for the Fiscal Year Ended December 31, 2020:

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, beginning of year	\$ -	\$ 702,951	\$ 702,951
Contributions	-	-	-
Investment Income	-	12,590	12,590
Net gain (realized and unrealized)	-	74,900	74,900
Amounts appropriated for expenditure	-	(42,643)	(42,643)
Endowment net assets, end of year	\$ -	\$ 747,798	\$ 747,798

**BOYS & GIRLS CLUBS OF TAMPA BAY, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
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**NOTE J – INVESTMENT IN ENDOWMENT – RESTRICTED IN PERPETUITY (continued)**

**Interpretation of Relevant Law**

The Board of Directors has interpreted the law as requiring donor restricted net assets in an endowment fund to remain restricted until appropriated for expenditure by the Organization for the donor’s intended purpose. In accordance with the Florida Uniform Prudent Management of Institutional Funds Act (FUPMIFA), the Organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- 1) The purposes of the Organization and the donor-restricted endowment fund
- 2) General economic conditions
- 3) The possible effect of inflation and deflation
- 4) The expected total return from income and the appreciation of investments
- 5) Other resources of the Organization
- 6) The investment policies of the Organization.

**Return Objectives and Risk Parameters**

The Organization has adopted investment and spending policies for the endowment assets that attempt to provide funding for the future programs and activities. Under this policy, as approved by the Board of Directors, the Trust assets are invested in a manner to achieve the long-term rate-of-return objectives, fixed income and cash, minimize risk and maximize return within acceptable guidelines and achieve a competent rate of return.

**Spending Policy**

The Trust is operated, supervised and controlled by the Organization together with the authorized trustee and fund manager and, accordingly, the operations of the Trust are presented as an integral part of the basic financial statements of the Organization. The net earnings from the Trust are reserved for use by the Organization in support of the Organization’s programs and activities. During the years ended December 31, 2021 and 2020, the trust net investment return was \$107,756 and \$87,490, respectively. During the years ended December 31, 2021 and 2020, the trust released \$45,964 and \$42,643, respectively, to the Organization for programs and fees.

**NOTE K – DONATED SERVICES, MATERIALS AND FACILITIES**

During the years ended December 31, 2021 and 2020, the Organization received for use in youth development programs the following in-kind contributions:

	<b>2021</b>	<b>2020</b>
Facilities	\$ 742,101	\$ 809,475
Afterschool snack and supper program supplies	684,271	356,566
	<b>\$ 1,426,372</b>	<b>\$ 1,166,041</b>

**BOYS & GIRLS CLUBS OF TAMPA BAY, INC.**  
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**NOTE L – PAYCHECK PROTECTION PROGRAM**

During the year ended December 31, 2021, the Organization obtained a second Paycheck Protection Program loan under the CARES Act in the amount of \$305,795 to help keep the workforce employed during the COVID-19 crisis. The loan has a maturity of 2 years, an interest rate of 1% and initial loan payments are deferred for six months. The loan can be fully forgiven if the funds are used for payroll costs, interest on mortgages, rent, and utilities. At least 60% of the forgiven amount must have been used for payroll. Management complied with the forgiveness provisions of the Paycheck Protection Program loan requirements. As such, the entire amount of the loan was forgiven in September 2021 and the Organization recognized \$305,795 in grant revenue for the year ended December 31, 2021.

During the year ended December 31, 2020, the Organization obtained a Paycheck Protection Program loan under the CARES Act in the amount of \$826,200 to help keep the workforce employed during the COVID-19 crisis. Management believes that it has fully complied with the conditions for forgiveness. In accordance with ASC 958-605-25 Not-For-Profit Entities Revenue Recognition, the Organization accounted for the funds as a conditional grant for which it believes all conditions have been met. For the year ended December 31, 2020, the Organization recognized \$826,200 in grant revenue. In March 2021, the entire amount of the loan was forgiven.

**NOTE M – EMPLOYEE RETENTION CREDITS**

The Organization is eligible for the Employee Retention Credit (ERC) under the CARES Act. During the year ended December 31, 2021, the Organization recognized \$130,572 in grant revenue for refund payments received related to the 2020 Form 941 Employer Quarterly Federal Tax Return for the quarter ended December 31, 2020.

**NOTE N – EMPLOYEE BENEFIT PLAN**

The Organization sponsors a 401(k) Profit-Sharing Plan (the Plan). Employees who are 21 years of age or older with at least six months of service are eligible to make salary reduction contributions and to receive the Organization's match. To qualify for the Organization's base contribution, employees must complete at least one year of service. Matching contributions are made on behalf of eligible employees equal to 100% of the salary reduction amount contributed up to 3% of compensation. Each Plan year, the Organization also makes a base contribution equal to 3% of compensation on behalf of eligible employees. Participants are fully vested after three years of service. Forfeitures are used to pay Plan expenses and to reduce the Organization's future contributions to the Plan. The Organization's contribution for the years ended December 31, 2021 and 2020 was \$102,612 and \$96,064, respectively.

**NOTE O – MATCHING REQUIREMENTS OF FEDERAL AND STATE GRANTS**

The Organization has complied with all matching requirements provided for by its Federal and State grants. Accordingly, no match liability exists at December 31, 2021 and 2020.

**BOYS & GIRLS CLUBS OF TAMPA BAY, INC.**  
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**NOTE P – BOYS & GIRLS CLUBS OF TAMPA BAY FOUNDATION, INC.**

The Boys & Girls Clubs of Tampa Bay Foundation, Inc. (the Foundation) is a separate not-for-profit corporation (exempt from federal and state income taxes under section 501(c)(3) of the Internal Revenue Code and similar state provisions) created in 1990 for the purpose of obtaining, holding, and managing funds which are used for the continuing financial support of the Organization. The Foundation is managed by a Board of Trustees which is independent of the Organization's Board of Directors. The Organization and Foundation engage in joint fundraising activities for which a portion of all fundraising revenue is allocated to the Foundation pursuant to a revenue sharing agreement. The Organization also provides management, accounting, fundraising and administrative services to the Foundation. The in-kind value of these services totaled \$107,320 and \$76,782 for the years ended December 31, 2021 and 2020, respectively.

Pursuant to the Foundation's investment and spending policies, up to 5% of the 3-year average of prior fiscal year-end market values may be withdrawn for the benefit of the Organization upon request. During the years ended December 31, 2021 and 2020, the Organization received \$289,000 and \$242,000, respectively, which are reflected as contributions in the financial statements. Amounts due to foundation were \$270,828 and \$277,820 for the years ended December 31, 2021 and 2020, respectively.

**NOTE Q – RELATED PARTY**

During the years ended December 31, 2021 and 2020, the Organization had a Board Member that is on the Board of an agency that provided in-kind meals valued at \$684,271 and \$356,566, respectively, for one of its programs.

**NOTE R – 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. The results of these audits may result in disallowed expense amounts. Disallowed amounts, if any, would constitute a contingent liability of the Organization. Accordingly, such liabilities are not reflected in the financial statements. The Organization does not believe any contingent liabilities, if any, to be material.

**Lines of credit**

During the years ended December 31, 2021 and 2020, the Organization had revolving credit card accounts with a total credit limit of \$150,000 with annual interest rates ranging from 9.15% to 19.90%. Total borrowings were \$64,862 and \$35,811 at December 31, 2021 and 2020, respectively, and are included in accounts payable on the statement of financial position. Management's policy is to pay off the credit card balances monthly so that no interest is incurred.

**NOTE S – SUBSEQUENT EVENTS**

As a result of the spread of the COVID-19 Coronavirus, economic uncertainties have arisen which may negatively impact revenue and support. As the Organization continues to evaluate the response to COVID-19, there could be additional impact which is unknown at this time.

Management has evaluated subsequent events through May 20, 2022, the date the financial statements were available to be issued.

Read Report of Independent Certified Public Accountants

**SUPPLEMENTARY INFORMATION  
AND  
OTHER REPORTS**



**BOYS & GIRLS CLUBS OF TAMPA BAY, INC.  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED DECEMBER 31, 2021**

Description	Federal ALN	Contract #	Federal Expenditures
<hr/>			
GRANTOR/PASS-THROUGH GRANTOR/ PROGRAM TITLE			
<hr/>			
<b>FEDERAL ASSISTANCE:</b>			
<b>U.S. Department of Education Pass-Through Programs From:</b>			
21st Century Community Learning Centers Florida Department of Education	84.287	92B-2441B/92B-2442B	\$ 691,405
<b>Total U.S. Department of Education</b>			<u>691,405</u>
<b>U.S. Department of Housing and Urban Development Pass-Through Programs From:</b>			
<b>CDBG Entitlement Grants Cluster</b>			
Community Development Block Grant City of Plant City Florida County of Pasco Florida	14.218		20,087 <u>15,109</u>
<b>Total CDBG Entitlement Grants Cluster</b>			<u>35,196</u>
<b>Total U.S. Department of Housing and Urban Development</b>			<u>35,196</u>
<b>U.S. Department of Justice Pass-Through Programs From:</b>			
Juvenile Mentoring Program Boys & Girls Clubs of America, Inc.	16.726	2020-JU-FX-0029	<u>77,210</u>
<b>Total U.S. Department of Agriculture</b>			<u>77,210</u>
<b>Total Federal Programs</b>			<u><u>\$ 803,811</u></u>

Read Report of Independent Certified Public Accountants.  
See Accompanying Notes to Schedule of Expenditures of Federal Awards

**BOYS & GIRLS CLUBS OF TAMPA BAY, INC.**  
**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**DECEMBER 31, 2021**

**NOTE 1. Basis of Presentation**

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Boys & Girls Clubs of Tampa Bay, Inc. (the Organization) under programs of the federal government for the year ended December 31, 2021. The information in this schedule is presented in accordance with 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). Because 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.

Pursuant to the Uniform Guidance, the Organization, as a sub-recipient of federal awards, has provided the name of the pass-through entity and the identifying description and number assigned by the pass-through entity when available from the pass-through entity. The Organization has provided the total federal awards expended for each individual federal program and the Assistance Listing Number (ALN) or other identifying information when the ALN information is not available. The Uniform Guidance does not require the Organization to provide this information, nor a breakdown of amounts awarded by ALN number if that information is not available from the awarding agency.

**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, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The Organization has elected to use the 10-percent de minimus indirect cost rate as allowed under the Uniform Guidance.



**REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS  
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 Boys & Girls Clubs of Tampa Bay, Inc.  
Tampa, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Boys & Girls Clubs of Tampa Bay, Inc. (the Organization), which comprise the statement of financial position as of December 31, 2021, and the related statements of activities and change in net assets, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated May 20, 2022.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Organization's internal control over financial reporting (internal control) to determine the 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 or significant deficiencies. However, material weaknesses or significant deficiencies may exist that have not been identified.

## **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether 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.

*Reeder & Associates, PA*

Certified Public Accountants  
May 20, 2022



**REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS ON COMPLIANCE  
FOR EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER  
COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

To Boys & Girls Clubs of Tampa Bay, Inc.  
Tampa, Florida

***Opinion on Each Major Federal Program***

We have audited Boys & Girls Clubs of Tampa Bay, Inc.'s (the Organization) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the Organization's major federal programs for the year ended December 31, 2021. The Organization's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Boys & Girls Clubs of Tampa Bay, 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 federal programs for the year ended December 31, 2021.

***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (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). Our responsibilities under those standards and the Uniform Guidance 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 federal program. 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 programs.

## ***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 GAAS, *Government Auditing Standards*, and the Uniform Guidance 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 federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, 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, 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 on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program 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 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.

*Reeder & Associates, PA*

Certified Public Accountants  
May 20, 2022

**BOYS & GIRLS CLUBS OF TAMPA BAY, INC.  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED DECEMBER 31, 2021**

**A. SUMMARY OF AUDIT RESULTS**

1. The auditor's report expresses an unmodified opinion on whether the financial statements of Boys & Girls Clubs of Tampa Bay, Inc. (the Organization) were prepared in accordance with accounting principles generally accepted in the U.S.
2. No significant deficiencies were disclosed during the audit of the basic financial statements and no material weaknesses are reported.
3. No instances of noncompliance material to the basic financial statements of the Organization were disclosed during the audit.
4. No significant deficiencies disclosed during the audit of the major federal award programs and no material weaknesses are reported.
5. The auditor's report on compliance for the major federal award programs for the Organization expresses an unmodified opinion on the major federal programs.
6. Audit findings that are required to be reported in accordance with 2CFR 200.516(a) are reported in this schedule.
7. The federal programs tested as major programs included:

<b>US Department of Education</b>		
<b>84.287</b>	<b>21<sup>st</sup> Century Community Learning Centers</b>	<b>\$691,405</b>

The threshold for distinguishing Type A and Type B programs was \$750,000 for major federal award programs.

8. The Organization was not determined to be a low-risk auditee pursuant to Uniform Guidance.

**B. FINDINGS – FINANCIAL STATEMENTS AUDIT**

NONE

**C. FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS**

NONE

**D. OTHER ISSUES**

NONE

**E. PRIOR YEAR FINDINGS**

N/A



## **ADDITIONAL SUPPLEMENTARY INFORMATION**

**BOYS & GIRLS CLUBS OF TAMPA BAY, INC.**  
**SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE**  
**YEAR ENDED DECEMBER 31, 2021**

Description	State CFSA #	Contract #	State Expenditures
<hr/>			
GRANTOR/PASS-THROUGH GRANTOR/ PROGRAM TITLE			
<hr/>			
<b>STATE ASSISTANCE:</b>			
<b>State of Florida Department of Juvenile Justice Pass-Through Programs From:</b>			
SMART Family of Programs Florida Alliance of Boys and Girls Clubs	80.029		\$ 297,984
Prodigy Cultural Arts Program University Area Community Development Corporation	80.029		<u>130,141</u>
Total State of Florida Department of Juvenile Justice			<u>428,125</u>
<b>State of Florida Department of Education:</b>			
Mentoring/Student Assistance Initiatives Florida Alliance of Boys and Girls Clubs	48.068		<u>223,930</u>
Total State of Florida Department of Education			<u>223,930</u>
<b>Total State Projects</b>			<u><u>\$ 652,055</u></u>

**Note to Schedule:**

The Organization has not expended more than \$750,000 in state projects, therefore, this schedule is not required by *Chapter 10.650 Rules of the Auditor General*, State of Florida but is presented as other supplementary information.