

YOUTH HAVEN, INC. AND AFFILIATE
CONSOLIDATED FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION
YEARS ENDED JUNE 30, 2022 AND 2021



CPAs | CONSULTANTS | WEALTH ADVISORS

CLAconnect.com

**YOUTH HAVEN, INC. AND AFFILIATE
TABLE OF CONTENTS
YEARS ENDED JUNE 30, 2022 AND 2021**

INDEPENDENT AUDITORS' REPORT	1
CONSOLIDATED FINANCIAL STATEMENTS	
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION	4
CONSOLIDATED STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS	5
CONSOLIDATED STATEMENTS OF FUNCTIONAL EXPENSES	7
CONSOLIDATED STATEMENTS OF CASH FLOWS	9
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS	10
SUPPLEMENTARY INFORMATION	
CONSOLIDATING STATEMENTS OF FINANCIAL POSITION	27
CONSOLIDATING STATEMENTS OF ACTIVITIES — NET ASSETS WITHOUT RESTRICTION	29
CONSOLIDATING STATEMENTS OF ACTIVITIES — NET ASSETS WITH PURPOSE RESTRICTIONS	31
CONSOLIDATING STATEMENTS OF ACTIVITIES — NET ASSETS WITH RESTRICTIONS PERPETUAL IN NATURE	33
CONSOLIDATING STATEMENTS OF CASH FLOWS	35
CONSOLIDATING SCHEDULES OF EXPENSES — UNRESTRICTED	37
FINANCIAL ASSISTANCE REPORTS	
INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i>	41
INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE	43
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	46
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	47
SCHEDULE OF FINDINGS AND QUESTIONED COSTS — FEDERAL AWARDS	48



INDEPENDENT AUDITORS' REPORT

Board of Directors
Youth Haven, Inc. and Affiliate
Naples, Florida

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of Youth Haven, Inc. and Affiliate (a nonprofit organization), which comprise the consolidated statement of financial position as of June 30, 2022 and 2021, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Youth Haven, Inc., as of June 30, 2022 and 2021, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our 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. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are required to be independent of Youth Haven, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Youth Haven, Inc.'s ability to continue as a going concern within one year after the date that the consolidated financial statements are available to be issued.

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated 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 consolidated 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 consolidated 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 Youth Haven, 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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Youth Haven, Inc.'s ability to continue as a going concern for a reasonable period of time.

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The consolidating statements of financial position, consolidating statements of activities — net assets without restriction, consolidating statements of activities — net assets with purpose restriction, consolidating statements of activities — net assets with restrictions perpetual in nature, consolidating statements of cash flows, and consolidating schedules of expenses — without restriction are presented for purposes of additional analysis and are not a required part of the consolidated financial statements. The schedule of expenditures of federal awards, 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 also presented for purposes of additional analysis and is not a required part of the basic consolidated financial statements. The consolidating statements of financial position, consolidating statements of activities — net assets without restriction, consolidating statements of activities — net assets with purpose restriction, consolidating statements of activities — net assets with restrictions perpetual in nature, consolidating statements of cash flows, and consolidating schedules of expenses — without restriction, and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or the consolidated 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 consolidated 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 June 28, 2023, on our consideration of Youth Haven, 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 Youth Haven, Inc.'s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Youth Haven, Inc.'s internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

Naples, Florida
June 28, 2023

YOUTH HAVEN, INC. AND AFFILIATE
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2022 AND 2021

ASSETS	2022	2021
Cash and Cash Equivalents	\$ 2,311,875	\$ 1,522,857
Investments	8,022,940	7,404,091
Grants and Contracts Receivable	192,114	162,310
Other Receivables, Net	-	12,605
Prepaid Expenses	25,521	31,548
Split-Interest Agreements and Foundation Receivable	1,242,106	1,091,427
Land Held for Sale	-	61,858
Donated Assets Inventory	80,000	-
Property and Equipment, Net	3,766,713	3,967,969
Total Assets	\$ 15,641,269	\$ 14,254,665
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts Payable	\$ 80,277	\$ 83,675
Deferred Revenue	185,895	5,000
Accrued Payroll and Benefits	236,583	132,819
Paycheck Protection Program Loan	-	513,205
Total Liabilities	502,755	734,699
NET ASSETS		
Without Donor Restrictions:		
Undesignated	12,458,121	11,582,405
Board-Designated	206,776	206,776
Total Without Donor Restrictions	12,664,897	11,789,181
With Donor Restrictions:		
Purpose Restrictions	2,029,999	1,274,368
Perpetual in Nature	443,618	456,417
Total With Donor Restrictions	2,473,617	1,730,785
Total Net Assets	15,138,514	13,519,966
Total Liabilities and Net Assets	\$ 15,641,269	\$ 14,254,665

See accompanying Notes to Consolidated Financial Statements.

YOUTH HAVEN, INC. AND AFFILIATE
CONSOLIDATED STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
YEAR ENDED JUNE 30, 2022

	Without Donor Restrictions	With Donor Restrictions		Total
		Purpose	Perpetual	
SUPPORT AND REVENUES				
Grant Revenue:				
Federal	\$ 1,304,657	\$ -	\$ -	\$ 1,304,657
Contributions	1,431,269	868,957	-	2,300,226
In-Kind Contributions	241,026	-	-	241,026
Special Events Revenue	1,984,567	-	-	1,984,567
Special Events Expense	(502,589)	-	-	(502,589)
Program Fees	14,518	-	-	14,518
Investment Income (Loss)	(1,416,831)	-	-	(1,416,831)
Forgiveness of Paycheck Protection Program Loan	513,205	-	-	513,205
Gain on Sale of Land	1,463,398	-	-	1,463,398
Other Income	40,522	-	-	40,522
Total	<u>5,073,742</u>	<u>868,957</u>	<u>-</u>	<u>5,942,699</u>
NET ASSETS RELEASED FROM RESTRICTION	<u>276,804</u>	<u>(276,804)</u>	<u>-</u>	<u>-</u>
Total Support and Revenues	5,350,546	592,153	-	5,942,699
EXPENSES				
Program	3,533,849	-	-	3,533,849
Management and General	518,154	-	-	518,154
Fundraising	422,827	-	-	422,827
Total Expenses	<u>4,474,830</u>	<u>-</u>	<u>-</u>	<u>4,474,830</u>
Change in Value of Split-Interest Agreements and Foundation Receivable	<u>-</u>	<u>163,478</u>	<u>(12,799)</u>	<u>150,679</u>
CHANGE IN NET ASSETS	<u>875,716</u>	<u>755,631</u>	<u>(12,799)</u>	<u>1,618,548</u>
Net Assets - Beginning of Year	<u>11,789,181</u>	<u>1,274,368</u>	<u>456,417</u>	<u>13,519,966</u>
NET ASSETS - END OF YEAR	<u>\$ 12,664,897</u>	<u>\$ 2,029,999</u>	<u>\$ 443,618</u>	<u>\$ 15,138,514</u>

See accompanying Notes to Consolidated Financial Statements.

YOUTH HAVEN, INC. AND AFFILIATE
CONSOLIDATED STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
YEAR ENDED JUNE 30, 2021

	Without Donor	With		Total
	Restrictions	Donor Restrictions		
		Purpose	Perpetual	
SUPPORT AND REVENUES				
Grant Revenue:				
Federal	\$ 1,468,193	\$ -	\$ -	\$ 1,468,193
State	3,300	-	-	3,300
Contributions	1,299,948	295,756	-	1,595,704
Program Fees	15,284	-	-	15,284
Investment Income	1,920,790	-	-	1,920,790
Forgiveness of Paycheck Protection		-	-	-
Program Loan	495,100	-	-	495,100
Other Income	2,875	-	-	2,875
Total	<u>5,205,490</u>	<u>295,756</u>	<u>-</u>	<u>5,501,246</u>
NET ASSETS RELEASED FROM RESTRICTION	<u>8,992</u>	<u>(8,992)</u>	<u>-</u>	<u>-</u>
Total Support and Revenues	5,214,482	286,764	-	5,501,246
EXPENSES				
Program	2,830,960	-	-	2,830,960
Management and General	608,816	-	-	608,816
Fundraising	309,194	-	-	309,194
Total Expenses	<u>3,748,970</u>	<u>-</u>	<u>-</u>	<u>3,748,970</u>
Change in Value of Split-Interest Agreements and Foundation Receivable	<u>-</u>	<u>229,285</u>	<u>6,273</u>	<u>235,558</u>
CHANGE IN NET ASSETS	<u>1,465,512</u>	<u>516,049</u>	<u>6,273</u>	<u>1,987,834</u>
Net Assets - Beginning of Year	<u>10,323,669</u>	<u>758,319</u>	<u>450,144</u>	<u>11,532,132</u>
NET ASSETS - END OF YEAR	<u>\$ 11,789,181</u>	<u>\$ 1,274,368</u>	<u>\$ 456,417</u>	<u>\$ 13,519,966</u>

See accompanying Notes to Consolidated Financial Statements.

YOUTH HAVEN, INC. AND AFFILIATE
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2022

	Program Services			Total Program Services	Management and General	Fundraising	Total
	Emergency Shelter	Counseling Services	Homeless Teen Program				
Salaries and Benefits	\$ 1,491,213	\$ 115,548	\$ 556,121	\$ 2,162,882	\$ 286,489	\$ 237,862	\$ 2,687,233
Payroll Taxes	89,310	7,587	46,783	143,680	18,666	15,065	177,411
Total Salaries and Related Expenses	<u>1,580,523</u>	<u>123,135</u>	<u>602,904</u>	<u>2,306,562</u>	<u>305,155</u>	<u>252,927</u>	<u>2,864,644</u>
Advertising and Promotion	-	-	168	168	-	8,236	8,404
Depreciation	256,689	32,994	70,136	359,819	-	-	359,819
Dues and Licenses	863	24	784	1,671	13,236	5,339	20,246
Equipment and Storage Lease	819	481	28	1,328	1,179	221	2,728
Food	75,629	10	1,906	77,545	6	-	77,551
Insurance	72,947	3,651	21,966	98,564	8,529	4,809	111,902
In-Kind Expenses	114,873	14,766	31,387	161,026	-	-	161,026
Office Supplies and Expenses	74,019	6,481	11,894	92,394	22,840	51,048	166,282
Other Program Expenses	76,217	613	2,946	79,776	10,949	23,064	113,789
Postage and Shipping	36,469	330	2,100	38,899	981	2,063	41,943
Printing	3,910	782	-	4,692	1,674	22,931	29,297
Professional Fees	4,680	13,799	3,093	21,572	73,525	7,841	102,938
Repairs and Maintenance	119,890	8,076	31,466	159,432	63,728	31,883	255,043
Special Events Expense	-	-	-	-	-	502,589	502,589
Staff Expenses and Professional Development	10,592	889	1,983	13,464	6,346	5,556	25,366
Telephone	17,171	1,423	3,475	22,069	3,899	2,330	28,298
Utilities	64,031	5,616	8,064	77,711	5,351	4,579	87,641
Vehicle Expense	14,874	-	2,283	17,157	756	-	17,913
Total Expenses	<u>2,524,196</u>	<u>213,070</u>	<u>796,583</u>	<u>3,533,849</u>	<u>518,154</u>	<u>925,416</u>	<u>4,977,419</u>
Less Special Event Expense Netted With Special Event Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(502,589)</u>	<u>(502,589)</u>
Total Expenses Less Special Event Expense Netted with Special Event Revenues	<u>\$ 2,524,196</u>	<u>\$ 213,070</u>	<u>\$ 796,583</u>	<u>\$ 3,533,849</u>	<u>\$ 518,154</u>	<u>\$ 422,827</u>	<u>\$ 4,474,830</u>

See accompanying Notes to Consolidated Financial Statements.

YOUTH HAVEN, INC. AND AFFILIATE
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2021

	Program Services			Total Program Services	Management and General	Fundraising	Total
	Emergency Shelter	Counseling Services	Homeless Teen Program				
Salaries and Benefits	\$ 1,223,955	\$ 52,040	\$ 476,343	\$ 1,752,338	\$ 418,957	\$ 201,035	\$ 2,372,330
Payroll Taxes	84,393	2,762	33,739	120,894	30,516	12,870	164,280
Total Salaries and Related Expenses	<u>1,308,348</u>	<u>54,802</u>	<u>510,082</u>	<u>1,873,232</u>	<u>449,473</u>	<u>213,905</u>	<u>2,536,610</u>
Advertising and Promotion	-	-	-	-	-	2,307	2,307
Depreciation	243,654	30,004	86,161	359,819	-	-	359,819
Dues and Licenses	1,482	240	11,266	12,988	14,225	5,406	32,619
Equipment and Storage Lease	3,259	358	1,170	4,787	610	582	5,979
Food	2,236	-	1,406	3,642	-	-	3,642
Insurance	74,848	3,746	22,539	101,133	8,753	4,935	114,821
Office Supplies and Expenses	32,205	8,088	10,003	50,296	30,768	12,074	93,138
Other Program Expenses	81,203	2,974	39,200	123,377	2,094	21,275	146,746
Postage and Shipping	19,498	1,437	11,534	32,469	1,791	1,536	35,796
Printing	681	-	-	681	21	2,075	2,777
Professional Fees	18,493	9,661	5,546	33,700	42,761	31,928	108,389
Repairs and Maintenance	60,546	3,858	16,948	81,352	37,910	5,562	124,824
Staff Expenses and Professional Development	25,527	8,057	5,895	39,479	4,782	1,405	45,666
Telephone	17,925	908	5,382	24,215	6,957	2,799	33,971
Utilities	53,715	5,637	18,042	77,394	7,671	3,405	88,470
Vehicle Expense	4,655	-	7,741	12,396	1,000	-	13,396
Total Expenses	<u>1,948,275</u>	<u>129,770</u>	<u>752,915</u>	<u>2,830,960</u>	<u>608,816</u>	<u>309,194</u>	<u>3,748,970</u>
Less Special Event Expense Netted With Special Event Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenses Less Special Event Expense Netted with Special Event Revenues	<u><u>\$ 1,948,275</u></u>	<u><u>\$ 129,770</u></u>	<u><u>\$ 752,915</u></u>	<u><u>\$ 2,830,960</u></u>	<u><u>\$ 608,816</u></u>	<u><u>\$ 309,194</u></u>	<u><u>\$ 3,748,970</u></u>

See accompanying Notes to Consolidated Financial Statements.

**YOUTH HAVEN, INC. AND AFFILIATE
CONSOLIDATED STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2022 AND 2021**

	<u>2022</u>	<u>2021</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ 1,618,548	\$ 1,987,834
Adjustments to Reconcile Change in Net Assets to Net Cash (Used) by Operating Activities:		
Realized (Gain) on Investments	(220,924)	(452,900)
Unrealized (Gain) Loss on Investments	1,812,866	(1,305,574)
Depreciation	359,819	359,819
(Gain) on Disposal of Equipment	(1,463,398)	(2,500)
Paycheck Protection Program Loan Forgiveness	(513,205)	(495,100)
Change in Value of Split-Interest Agreements and Foundation Receivable	(150,679)	(235,558)
(Increase) Decrease in:		
Grants and Contracts Receivable	(29,804)	(77,116)
Other Receivables	12,605	150,983
Donated Assets Inventory	(80,000)	-
Prepaid Expenses	6,027	(11,175)
Increase (Decrease) in:		
Accounts Payable	(3,398)	17,703
Accrued Payroll and Benefits	103,764	(30,936)
Net Cash (Used) by Operating Activities	<u>1,633,116</u>	<u>(94,520)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from Sale of Investments	6,504,596	4,936,722
Purchase of Investments	(8,715,387)	(5,047,790)
Proceeds from Sale of Property and Equipment	1,525,256	2,500
Purchase of Property, Equipment, and Construction in Progress	(158,563)	(444,314)
Net Cash (Used) by Investing Activities	<u>(844,098)</u>	<u>(552,882)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from Loan Payable	-	513,205
Net Cash Provided by Financing Activities	<u>-</u>	<u>513,205</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	789,018	(134,197)
Cash and Cash Equivalents - Beginning of Year	<u>1,522,857</u>	<u>1,657,054</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 2,311,875</u>	<u>\$ 1,522,857</u>
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Cash Paid for Interest	<u>\$ -</u>	<u>\$ 1,391</u>
SUPPLEMENTAL DISCLOSURE OF NONCASH INVESTING AND FINANCING ACTIVITIES		
Forgiveness of Paycheck Protection Program Loan	<u>\$ 513,205</u>	<u>\$ 495,100</u>

See accompanying Notes to Consolidated Financial Statements.

**YOUTH HAVEN, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Youth Haven, Inc. (Youth Haven) was incorporated in 1969 as a Florida nonprofit corporation. The primary purpose was to provide temporary care and shelter for children in crisis and involved in the child welfare system. Youth Haven's mission is to *protect and empower children and strengthen families in southwest Florida through comprehensive care and community collaboration*. Since 2009, Youth Haven has been accredited by the nationally recognized Council on Accreditation (COA). Grants, donor contributions, and program fees are the organization's primary sources of funding. Youth Haven Foundation, Inc. (the Foundation) was incorporated in 1993 as a Florida nonprofit. The sole purpose of the Foundation is to accumulate resources for the exclusive benefit of Youth Haven, Inc. Youth Haven is also a Medicaid certified provider for its counseling center. Overall, Youth Haven provides services to over 3,000 at-risk children and families each year. All of Youth Haven's programs are culturally sensitive, and many staff members are bi-lingual or tri-lingual. Youth Haven's programs include the following:

Emergency Shelter – Youth Haven operates Southwest Florida's only residential home for children ages 6 to 18 that have been placed in Youth Haven's care after being removed from their homes due to physical or emotional abuse, neglect, or abandonment. The shelter's licensed beds are available 24 hours a day, seven days a week. Children stay at the shelter an average of 120 days, depending on their age and circumstance, before being placed in foster care or with a relative. Children in Youth Haven's shelter receive comprehensive care including medical, dental, psychological, and educational support in an enriching home-like environment.

Child and Family Counseling Center – Services include providing individual therapy to the clients residing at Youth Haven in the Emergency Cottages or Rob's Cottage and at times family therapy when appropriate. Our professional clinical staff utilize tools such as Animal Assisted Therapy and Play Therapy techniques. Professional clinical staff includes behavior therapists, Master's level licensed clinicians, and a consulting psychiatrist. All program staff has extensive experience in the treatment of young children. Services are provided to the community on an outpatient basis as well as for children residing in the emergency shelter.

Homeless Teen Transitional Living Program – This program accommodates ages 16 through 19. The program is based on the Positive Youth Intervention Model, from the United States Interagency Council on Homelessness. The program's overarching goal is to provide shelter and housing support combined with comprehensive services including outreach, prevention, family reunification, information and referral, case management, counseling, computer lab, tutoring and life skills training, and structured recreational activities. The program provides intensive Case Management with a strengths-based approach that meets the individual needs of the youth and encourages them to set and pursue their own goals. With a Positive Youth Development Perspective, the focus is on a young person's strengths and potential. Also available are drop in services for unaccompanied homeless youth out in the community needing support and services.

YOUTH HAVEN, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Principles of Consolidation

The accompanying consolidated financial statements include the accounts of Youth Haven, Inc. and the Foundation (together, the Organization), after elimination of intercompany accounts and transactions.

Basis of Accounting

The Organization's financial statements have been prepared on the accrual basis of accounting, which recognizes revenues when earned, regardless of when received, and expenses when incurred, regardless of when paid.

Financial Statement Presentation

Net assets and revenues, gains, and losses are classified based on 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 available for use in general operations and not subject to donor (or certain grantor) restrictions. The governing board has designated, from net assets without donor restrictions, net assets for an operating reserve.

Net Assets With Donor Restrictions – Net assets subject to donor – (or certain grantor) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Liquidity

Assets are presented in the accompanying consolidated statement of financial position according to their nearness of conversion to cash, and liabilities according to the nearness of their maturity and resulting use of cash.

Cash and Cash Equivalents

For purposes of the consolidated statement of cash flows, the Organization considers all bank and similar deposits, demand accounts, money market funds, and short-term investments with an original maturity of three months or less to be cash equivalents. The Organization maintains bank accounts with balances, which, at times, may exceed federally insured limits.

YOUTH HAVEN, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Grants and Contracts Receivable

Grants and contracts receivable are stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible program service fees receivable amounts through a provision for bad debt expense and an adjustment to a valuation allowance based on its assessment of the current status of individual accounts. The allowance is based on prior years' experience and management's evaluation of collectability.

Other Receivables, Net

Other receivables are stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible receivable amounts through a provision for bad debt expense and an adjustment to a valuation allowance based on its assessment of the current status of individual accounts. The allowance is based on prior years' experience and management's evaluation of collectability. As of June 30, 2022 and 2021, the allowance was \$-0-.

Split-Interest Agreements and Foundation Receivable

The Organization's split-interest agreements with donors consist of charitable remainder trusts and charitable lead trusts. The underlying assets consist of securities and real estate. The present value of expected future cash inflows under these agreements is calculated using a discount rate of 3.6% and 1.2% at June 30, 2022 and 2021, respectively. Gains or losses resulting from changes in actuarial assumptions and accretions of the discount are recorded as increases or decreases in the value of split-interest agreements in the consolidated statement of activities.

Investments

Investments are originally recorded at cost if purchased or, if donated, at fair market value on the date received. The Organization carries investments at fair value determined by quoted market prices. Investment income may be either with or without donor-restricted resources when earned, determined according to the donor's imposed restrictions. Realized and unrealized gains and losses are recognized in the period in which they occur in the consolidated statement of activities.

Fair Value Measurements

The Organization categorizes its assets and liabilities measured at fair value into a three-level hierarchy based on the priority of the inputs to the valuation technique used to determine fair value. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). If the inputs used in the determination of the fair value measurement fall within different levels of the hierarchy, the categorization is based on the lowest level input that is significant to the fair value measurement.

YOUTH HAVEN, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fair Value Measurements (Continued)

Assets and liabilities valued at fair value are categorized based on the inputs to the valuation techniques as follows:

Level 1 – Financial assets and liabilities are valued using inputs that are unadjusted quoted prices in active markets accessible at the measurement date of identical financial assets and liabilities. The inputs include those traded on an active exchange, such as the New York Stock Exchange, as well as U.S. treasury and other U.S. government and agency mortgage-backed securities that are traded by dealers or brokers in active over-the-counter markets.

Level 2 – Financial assets and liabilities are valued using inputs and quoted prices for similar assets, or inputs that are observable, either directly or indirectly for substantially the full term through corroboration with observable market data. Level 2 includes private collateralized mortgage obligations, certificates of deposit, municipal bonds, and corporate debt securities.

Level 3 – Financial assets and liabilities are valued using pricing inputs which are unobservable for the asset or inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset. Level 3 includes private equity, venture capital, hedge funds, and real estate.

Subsequent to initial recognition, the Organization may remeasure the carrying value of assets and liabilities measured on a nonrecurring basis to fair value. Adjustments to fair value usually result when certain assets are impaired. Such assets are written down from their carrying amounts to their fair value.

Property and Equipment, Net

The Organization records equipment at cost when purchased, or at fair market value when donated. Donated assets are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as support with restriction. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor use restrictions when the donated or acquired assets are placed in service. The Organization reclassifies net assets with restriction to net assets without restriction at that time. The Organization may receive contributions of works of art or similar assets that are not part of a collection. These assets are accounted as held and used and are not depreciated.

The Organization capitalizes assets over \$2,500 or more and a useful life of one year or more. Buildings, improvements, vehicles, and equipment are depreciated using a straight-line method over the estimated useful lives of the respective assets, ranging from 3 to 40 years. Expenditures for major renewals and betterments that extend the useful lives of buildings and equipment are capitalized.

YOUTH HAVEN, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Program Service Fees and Grant Revenue

Fees for counseling services are recorded at standard rates. These rates are reduced based upon the amounts estimated to be nonreimbursable by Medicaid under the provisions of the applicable usual, customary, and reasonable fee profiles for services rendered.

A portion of the Organization's revenue is derived from cost-reimbursable federal and state contracts and grants, which are conditioned upon certain performance requirements and/ or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as refundable advances in the statement of financial position. The Organization did not have any grants received in advance for the years ended June 30, 2022 and 2021.

Contributions

Contributions are recognized when the donor makes the donation to the Organization. All donor-restricted contributions are reported as increases in net assets with donor restrictions. Restricted contributions are reported as support with restriction and are then reclassified to net assets without restrictions upon expiration of the time or use restriction. However, contributions with restrictions whose restrictions are met in the same reporting period are shown as unrestricted support.

Contributed services are recognized only if services received create or enhance nonfinancial assets or require specialized skills, and are provided by individuals possessing these skills, and would typically be purchased if not provided by donations. Contributed services meeting the requirement for recognition in the consolidated financial statements are recorded at the fair market value of professional services rendered. During the years ended June 30, 2022 and 2021, no amounts met these criteria.

Donations of personal property are recorded as contributions at fair value at the date of donation. Such donations are reported as increases in net assets without donor restrictions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use, or the use of proceeds derived from the sales of such assets, are reported as restricted contributions. At the time of sale, the Foundation records any gain or loss related to the sale of the donated asset.

Functional Allocation of Expenses

The cost of providing program and support services has been summarized on a functional basis. The expenses are charged directly to program, supporting and administrative, and fundraising categories based on specific identification. Indirect costs are those that have been incurred for common or joint objectives and cannot be readily identified with a particular final cost objective (i.e., depreciation, personnel administration, and accounting). Indirect costs have been allocated based upon square footage or full-time equivalents by function.

YOUTH HAVEN, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Advertising Costs

It is the policy of the Organization to expense advertising costs when incurred.

Estimates

The preparation of consolidated financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Income Taxes

The Internal Revenue Service (IRS) has determined Youth Haven and the Foundation are exempt from income taxes under the provisions of Section 501(c)(3) of the Internal Revenue Code (IRC). In addition, Youth Haven and the Foundation have been determined by the IRS not to be private foundations within the meaning of Section 509(a) of the Code. Accordingly, no provision for income taxes has been made in these consolidated financial statements.

Youth Haven and the Foundation follow the income tax standard regarding the recognition and measurement of uncertain tax positions. This guidance clarifies the accounting for uncertainty in income taxes recognized in an organization's consolidated financial statements. Youth Haven and the Foundation evaluated their tax positions and determined they have no uncertain tax positions as of June 30, 2022 and 2021.

Youth Haven's and the Foundation's income tax returns are subject to review and examination by federal and state authorities. Youth Haven and the Foundation are not aware of any activities that would jeopardize their tax-exempt status. Youth Haven and the Foundation are not aware of any activities that are subject to tax on unrelated business income or excise or other taxes.

Change in Accounting Principle

The Financial Accounting Standards Board issued Accounting Standards Update (ASU) 2020-07, (*Topic 958*): *Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*. The ASU updates the disclosure requirements for nonpublic entities related to in-kind contributions and expenses. The ASU is effective for fiscal years beginning after June 30, 2021. The organization adopted ASU 2020-07 using the retrospective method. The adoption of 2020-07 has no impact on the Organization's revenues or expenses.

Subsequent Events

In preparing these consolidated financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through June 28, 2023, the date the consolidated financial statements were issued.

YOUTH HAVEN, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Reclassifications

Certain reclassifications of amounts previously reported have been made to the accompanying consolidated financial statements to maintain consistency between periods presented. The reclassifications had no impact on previously reported net assets.

NOTE 2 INVESTMENTS

Investments at June 30 consist of the following:

	2022		2021	
	Cost	Fair Value	Cost	Fair Value
Equities	\$ 7,928,337	\$ 7,909,900	\$ 5,520,078	\$ 7,244,632
Investments Held at Cost	113,040	113,040	-	-
Private Equity	-	-	113,040	159,459
Total	<u>\$ 8,041,377</u>	<u>\$ 8,022,940</u>	<u>\$ 5,633,118</u>	<u>\$ 7,404,091</u>

The following tables summarize unrealized and realized gains for the years ended June 30:

	2022		
	Cost	Fair Value	Excess (Deficit) Fair Value Over Cost
	Cost	Fair Value	Over Cost
Balance - June 30, 2021	\$ 5,633,118	\$ 7,404,091	\$ 1,770,973
Balance - June 30, 2022	8,041,377	8,022,940	(18,437)
Net Decrease in Unrealized Gain			(1,789,410)
Net Realized Gain			220,924
Total Unrealized and Realized Gains and Losses			<u>\$ (1,568,486)</u>
	2021		
	Cost	Fair Value	Excess (Deficit) Fair Value Over Cost
	Cost	Fair Value	Over Cost
Balance - June 30, 2020	\$ 5,069,150	\$ 5,534,549	\$ 465,399
Balance - June 30, 2021	5,633,118	7,404,091	1,770,973
Net Increase in Unrealized Gain			1,305,574
Net Realized Gain			452,900
Total Unrealized and Realized Gains			<u>\$ 1,758,474</u>

YOUTH HAVEN, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE 2 INVESTMENTS (CONTINUED)

The components of investment income for the years ended June 30 are as follows:

	<u>2022</u>	<u>2021</u>
Dividends and Interest	\$ 196,051	\$ 186,447
Realized Gain on Sale of Investments	220,924	452,900
Investment Fees	(44,396)	(24,131)
Net Change in Unrealized Gain	<u>(1,789,410)</u>	<u>1,305,574</u>
Total Investment Return	<u>\$ (1,416,831)</u>	<u>\$ 1,920,790</u>

NOTE 3 GRANTS AND CONTRACTS RECEIVABLE

Grants and contracts receivable consist of the following at June 30:

	<u>2022</u>	<u>2021</u>
Shelter Income Receivable	\$ 192,114	\$ 162,310

Grants and contracts receivable are considered by management to be fully collectible.

NOTE 4 SPLIT-INTEREST AGREEMENTS AND FOUNDATION RECEIVABLE

The Organization's split-interest agreements and foundation receivable at June 30 consist of the following:

	<u>2022</u>	<u>2021</u>
Thomas Trust	\$ 1,010,052	\$ 848,958
Loach Trust	23,855	21,471
Hodges Trust	<u>208,199</u>	<u>220,998</u>
Total	<u>\$ 1,242,106</u>	<u>\$ 1,091,427</u>

YOUTH HAVEN, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE 5 PROPERTY AND EQUIPMENT, NET

Property and equipment, net, at June 30, consisted of the following:

	<u>2022</u>	<u>2021</u>
Land	\$ 125,501	\$ 125,501
Land Held for Sale	-	61,858
Nondepreciable Artwork	200,000	200,000
Buildings and Improvements	4,621,729	4,621,729
Leasehold Improvements	659,121	593,640
Furniture and Equipment	880,183	876,217
Vehicles	212,885	214,285
Construction in Progress	<u>528,398</u>	<u>437,881</u>
Total	7,227,817	7,131,111
Accumulated Depreciation	<u>(3,461,104)</u>	<u>(3,101,284)</u>
Total	<u>\$ 3,766,713</u>	<u>\$ 4,029,827</u>

Depreciation expense for the years ended June 30, 2022 and 2021 totaled \$365,842 and \$359,819, respectively.

Property and equipment is reflected in the statement of financial position as follows for June 30:

	<u>2022</u>	<u>2021</u>
Land Held for Sale	\$ -	\$ 61,858
Property and Equipment, Net	<u>3,766,713</u>	<u>3,967,969</u>
Total	<u>\$ 3,766,713</u>	<u>\$ 4,029,827</u>

NOTE 6 LIQUIDITY

The Organization routinely monitors liquidity to meet its operating needs and other contractual commitments. The Organization considers all expenditures related to its ongoing activities. In addition to the financial assets available to meet general expenditures, the Organization operates with a balanced operating budget and anticipates collecting sufficient revenue to cover general expenditures not covered by donor-restricted resources.

YOUTH HAVEN, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE 6 LIQUIDITY (CONTINUED)

Youth Haven, Inc. and Affiliate's financial assets that are available within one year of the balance sheet date for general expenditures are as follows:

	<u>2022</u>	<u>2021</u>
Cash and Cash Equivalents	\$ 2,311,875	\$ 1,522,857
Investments	8,022,940	7,404,091
Grants and Contracts Receivable	192,114	162,310
Other Receivables	-	12,605
Split-Interest Agreements and Foundation	<u>1,242,106</u>	<u>1,091,427</u>
Total	11,769,035	10,193,290
Less:		
Net Assets with Board Designated Restrictions	(206,776)	(206,776)
Net Assets with Donor Restrictions for Purpose	(2,029,999)	(1,274,368)
Net Assets with Donor Restrictions in Perpetuity	<u>(443,618)</u>	<u>(456,417)</u>
Total	<u>\$ 9,088,642</u>	<u>\$ 8,255,729</u>

NOTE 7 BOARD-DESIGNATED NET ASSETS

As of June 30, the Organization had board-designated net assets reserved for the following purposes:

	<u>2022</u>	<u>2021</u>
Vehicle Fund	\$ 30,243	\$ 30,243
Sinking Fund	139,927	139,927
Reserve Fund	<u>36,606</u>	<u>36,606</u>
Total	<u>\$ 206,776</u>	<u>\$ 206,776</u>

YOUTH HAVEN, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE 8 NET ASSETS WITH RESTRICTIONS

As of June 30, the Organization had net assets with purpose restrictions for the following purposes:

	<u>2022</u>	<u>2021</u>
Teen Homeless Shelter	\$ 422,517	\$ 242,834
Thomas Trust	1,010,052	848,958
Loach Trust	23,855	21,471
Publix	5,000	5,000
Therapeutic Equipment	11,301	8,801
Christmas in July	13,150	13,150
Enrichment	39,095	9,908
Food	1,563	1,563
Counseling Outreach	20,000	-
Brownies Kitchen	8,034	-
Naples Garden Club	19,692	21,240
Clare Foundation - Med Management Machines	60,000	-
Barbara Meek Art Grant	15,000	-
Good Night Sleep Program	3,000	3,000
Shelter's Furniture	45,100	-
Computers	35,000	-
Security Upgrades	106,544	-
Ethnic Products	2,653	-
Playground	100,000	-
Roof for Admin Building	50,000	-
HTTLP Program	37,443	97,443
Rob's Cottage	1,000	1,000
Total	<u>\$ 2,029,999</u>	<u>\$ 1,274,368</u>

As of June 30, the Organization had net assets with restrictions perpetual in nature for the following purposes:

	<u>2022</u>	<u>2021</u>
DeVoe Endowment	\$ 77,283	\$ 77,283
Abramson Endowment	5,000	5,000
Hodges Endowment	208,198	220,997
Youth Haven Foundation Endowment	153,137	153,137
Total	<u>\$ 443,618</u>	<u>\$ 456,417</u>

NOTE 9 ENDOWMENT

As required by accounting principles generally accepted in the United States of America, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions. The Organization has an endowment fund (the Fund) which is donor-imposed permanently restricted with only the investment income available for operations. There is no board-designated endowment. The balance of the endowment fund at June 30, 2022 and 2021 was \$443,618 and \$456,417, respectively.

YOUTH HAVEN, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE 9 ENDOWMENT (CONTINUED)

Interpretation of Relevant Law

The board of trustees has interpreted the relevant law as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Organization classifies as net assets with restriction perpetual in nature (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified in net assets with restriction perpetual in nature is classified as net assets with purpose restriction.

Funds with Deficiencies

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor requires the Organization to retain as a fund of perpetual duration. In accordance with accounting principles generally accepted in the United States of America, as of June 30, 2022 and 2021, there were no deficiencies of this nature reported in net assets with restrictions.

Investment Policies

The Organization has established an investment policy to determine investment or reinvestment of the assets in accordance with such guidelines, policies, and procedures that are authorized by the board. These guidelines, policies, and procedures shall attempt to provide a predictable stream of funding to programs supported by the endowment funds.

Spending Policy

The Organization has a policy of appropriating endowment earnings for distribution each year. In establishing this policy, the Organization considered the long-term expected return on its endowment. Approved distributions that are not used for a calendar year will accumulate and be available for distribution in subsequent years. At no time will the distributions reduce the value of the endowment below donor contributions.

**YOUTH HAVEN, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 9 ENDOWMENT (CONTINUED)

Spending Policy (Continued)

Endowment net asset composition by fund type as of June 30 is as follows:

	Without Donor Restrictions	<u>With Donor Restriction</u>		2022 Total
		<u>Subject to Spending Policy</u>	<u>Held In Perpetuity</u>	
Endowment Net Assets - July 1, 2021	\$ -	\$ -	\$ 456,417	\$ 456,417
Change in Value of Split-Interest Agreement	-	-	(12,799)	(12,799)
Investment Return:				
Investment Income	3,541	-	-	3,541
Investment Expense	(1,028)	-	-	(1,028)
Realized Loss	(110)	-	-	(110)
Net Change in Unrealized Gain	<u>(26,028)</u>	<u>-</u>	<u>-</u>	<u>(26,028)</u>
Total	(23,625)	-	-	(23,625)
Amounts Appropriated for Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Endowment Net Assets - June 30, 2022	<u>\$ (23,625)</u>	<u>\$ -</u>	<u>\$ 443,618</u>	<u>\$ 419,993</u>
	Without Donor Restrictions	<u>With Donor Restriction</u>		2021 Total
		<u>Subject to Spending Policy</u>	<u>Held In Perpetuity</u>	
Endowment Net Assets - July 1, 2020	\$ -	\$ -	\$ 450,144	\$ 450,144
Change in Value of Split-Interest Agreement	-	-	6,273	6,273
Investment Return:				
Investment Income	12,620	-	-	12,620
Investment Expense	(1,716)	-	-	(1,716)
Realized Gain	28,048	-	-	28,048
Net Change in Unrealized Gain	<u>80,364</u>	<u>-</u>	<u>-</u>	<u>80,364</u>
Total	119,316	-	-	119,316
Amounts Appropriated for Expenditures	<u>(119,316)</u>	<u>-</u>	<u>-</u>	<u>(119,316)</u>
Endowment Net Assets - June 30, 2021	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 456,417</u>	<u>\$ 456,417</u>

YOUTH HAVEN, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE 10 FAIR VALUE MEASUREMENT

The Organization uses fair value measurements to record fair value adjustments to certain assets and liabilities and to determine fair value disclosures. For additional information on how the Organization measures fair value refer to Note 1 — Summary of Significant Accounting Policies. The following tables present the fair value hierarchy for the balances of the assets that the Organization measured at fair value on a recurring basis as of June 30:

	2022			Total
	Level 1	Level 2	Level 3	
Assets:				
Investments:				
Equities	\$ 7,909,900	\$ -	\$ -	\$ 7,909,900
Investments Held at Cost	-	-	-	113,040
Total Investments	<u>7,909,900</u>	<u>-</u>	<u>-</u>	<u>8,022,940</u>
Split-Interest Agreements and Foundation Receivable	<u>-</u>	<u>-</u>	<u>1,242,106</u>	<u>1,242,106</u>
Total	<u>\$ 7,909,900</u>	<u>\$ -</u>	<u>\$ 1,242,106</u>	<u>\$ 9,265,046</u>
	2021			Total
	Level 1	Level 2	Level 3	
Assets:				
Investments:				
Equities	\$ 7,244,632	\$ -	\$ -	\$ 7,244,632
Private Equity	-	-	159,459	159,459
Total Investments	<u>7,244,632</u>	<u>-</u>	<u>159,459</u>	<u>7,404,091</u>
Split-Interest Agreements and Foundation Receivable	<u>-</u>	<u>-</u>	<u>1,091,427</u>	<u>1,091,427</u>
Total	<u>\$ 7,244,632</u>	<u>\$ -</u>	<u>\$ 1,250,886</u>	<u>\$ 8,495,518</u>

YOUTH HAVEN, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE 10 FAIR VALUE MEASUREMENT (CONTINUED)

Instrument	Fair Value		Principal Valuation Technique	Unobservable Inputs
	2022	2021		
Private Equity Investment	113,040	\$ 159,459	Market Price at Close of Business	Amount and Timing of Distributions from Rhein Medical
Instrument	Fair Value		Principal Valuation Technique	Unobservable Inputs
	2022	2021		
Split Interest Agreement	\$ 1,242,106	\$ 1,091,427	Fair Value based on estimated payout, Life expectancy, and IRS factors	Amount and Timing of Distributions
		Private Equity Investment		
		2022	2021	
Gains (Losses)		\$ (46,419)	\$ (36,642)	
		Split Interest Agreement		
		2022	2021	
Gains (Losses)		\$ 150,679	\$ 233,838	

Mutual Fund Investments: Measured at fair value with a valuation technique utilizing market prices at the close of the last business day for the statement period provided by the investment advisors.

Split-Interest Agreements: Measured at fair value with a valuation technique utilizing estimated payout percentages, life expectancies, and IRS remainderment factors. Foundation receivables are measured at fair value with a valuation technique utilizing market prices at the close of the last business day for the statement period provided by the investment advisors.

Private Equities: Measured at fair value with a valuation technique utilizing estimated values obtained from the company.

YOUTH HAVEN, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE 11 BENEFIT PLAN

The Organization has adopted a retirement plan under Section 403(b) of the IRC. The plan was established on July 1, 2001. Employees with six months of services who have attained the age of 21 years are eligible to make contributions to the plan and to receive matching contributions from the Organization.

The Organization can match contributions up to 6% of the qualified employees' compensation subject to certain limitations. Participant vesting of employer contributions occurs at a rate of 25% per completed year. Therefore, after completion of four qualified years of service, the employee is fully vested.

The Organization contributed \$64,521 and \$60,840 to the plan during the years ended June 30, 2022 and 2021, respectively. At June 30, 2022 and 2021, there was no accrued liability related to the retirement plan. Although the Organization has expressed no intent to do so, the plan may be terminated at any time.

NOTE 12 LAND HELD FOR SALE

In July 2016, the Organization entered into an agreement for the sale of a portion of its land to Select Senior Living LLC and Taft Budget LLC. The land has a cost basis of \$61,828 and has been reclassified to Land Held for Sale in the accompanying consolidated statement of financial position as of June 30, 2021. On 11/2/2021, the sale of the land was completed. The Organization has recognized a gain of \$1,463,398 during the year ended June 30, 2022.

NOTE 13 PAYCHECK PROTECTION LOAN AND RELATED LOAN FORGIVENESS

On April 29, 2020, the Organization received a loan from a financial institution in the amount of \$495,100 to fund payroll, rent, and utilities through the Paycheck Protection Program Flexibility Act of 2020 (the PPP Loan). The PPP Loan could be forgiven by the U.S. Small Business Administration (SBA) subject to certain performance barriers as outlined in the loan agreement and the CARES Act. On April 21, 2021, the SBA has formally forgiven the entire portion of the Organization's obligation under this PPP Loan. Therefore, the Organization recognized \$495,100 in revenue during the year ended June 30, 2021.

On February 1, 2021, the Organization received a loan from a financial institution in the amount of \$513,205 to fund payroll, rent, and utilities through the PPP Loan. The PPP Loan could be forgiven by the U.S. SBA subject to certain performance barriers as outlined in the loan agreement and the CARES Act. On August 30, 2021, the SBA has formally forgiven the entire portion of the Organization's obligation under this PPP Loan. Therefore, the Organization recognized \$513,205 in revenue during the year ended June 30, 2022.

YOUTH HAVEN, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE 13 PAYCHECK PROTECTION LOAN AND RELATED LOAN FORGIVENESS (CONTINUED)

The SBA may review funding eligibility and usage of funds for either PPP Loan in compliance with the program based on dollar thresholds and other factors. The amount of liability, if any, from potential noncompliance cannot be determined with certainty; however, management is of the opinion that any review will not have a material adverse impact on the Organization's financial position.

NOTE 14 IN-KIND CONTRIBUTIONS

Contributed goods and services for the years ended June 30, 2022 and 2021 consisted of the following:

Category	Description	2022	2021
Clothing and Other Donated Goods	Jewelry, Clothing, Shoes, Toys and Other Personal Products	\$ 235,841	\$ -
School Supplies	Books, Calculators, Backpacks	5,185	-
	Total	<u>\$ 241,026</u>	<u>\$ -</u>

YOUTH HAVEN, INC. AND AFFILIATE
CONSOLIDATING STATEMENT OF FINANCIAL POSITION
JUNE 30, 2022
(SEE INDEPENDENT AUDITORS' REPORT)

	Youth Haven, Inc.	Youth Haven Foundation, Inc.	Eliminating Entries	Total
ASSETS				
Cash and Cash Equivalents	\$ 2,267,937	\$ 43,938	\$ -	\$ 2,311,875
Investments	4,832,695	3,190,245	-	8,022,940
Grants and Contracts Receivable	192,114	-	-	192,114
Due from Youth Haven Foundation, Inc.	1,594,240	-	(1,594,240)	-
Prepaid Expenses	25,521	-	-	25,521
Split-Interest Agreements and Foundation Receivable	1,242,106	-	-	1,242,106
Donated Assets Inventory	80,000	-	-	80,000
Property and Equipment, Net	3,766,713	-	-	3,766,713
Total Assets	\$ 14,001,326	\$ 3,234,183	\$ (1,594,240)	\$ 15,641,269
LIABILITIES AND NET ASSETS				
LIABILITIES				
Accounts Payable	\$ 80,277	\$ -	\$ -	\$ 80,277
Accrued Payroll and Benefits	236,583	-	-	236,583
Deferred Revenue	185,895	-	-	185,895
Due to Youth Haven, Inc.	-	1,594,240	(1,594,240)	-
Total Liabilities	502,755	1,594,240	(1,594,240)	502,755
NET ASSETS				
Without Donor Restrictions:				
Undesignated	10,971,315	1,486,806	-	12,458,121
Board-Designated	206,776	-	-	206,776
Total Without Donor Restrictions	11,178,091	1,486,806	-	12,664,897
With Donor Restrictions:				
Purpose Restrictions	2,029,999	-	-	2,029,999
Perpetual in Nature	290,481	153,137	-	443,618
Total With Donor Restrictions	2,320,480	153,137	-	2,473,617
Total Net Assets	13,498,571	1,639,943	-	15,138,514
Total Liabilities and Net Assets	\$ 14,001,326	\$ 3,234,183	\$ (1,594,240)	\$ 15,641,269

YOUTH HAVEN, INC. AND AFFILIATE
CONSOLIDATING STATEMENT OF FINANCIAL POSITION
JUNE 30, 2021
(SEE INDEPENDENT AUDITORS' REPORT)

ASSETS	<u>Youth Haven, Inc.</u>	<u>Youth Haven Foundation, Inc.</u>	<u>Eliminating Entries</u>	<u>Total</u>
Cash and Cash Equivalents	\$ 1,051,093	\$ 471,764	\$ -	\$ 1,522,857
Investments	5,739,760	1,664,331	-	7,404,091
Grants and Contracts Receivable	162,310	-	-	162,310
Other Receivables, Net	12,605	-	-	12,605
Due from Youth Haven Foundation, Inc.	11,127	-	(11,127)	-
Prepaid Expenses	31,548	-	-	31,548
Split-Interest Agreements and Foundation Receivable	1,091,427	-	-	1,091,427
Land Held for Sale	61,858	-	-	61,858
Property and Equipment, Net	3,967,969	-	-	3,967,969
Total Assets	<u>\$ 12,129,697</u>	<u>\$ 2,136,095</u>	<u>\$ (11,127)</u>	<u>\$ 14,254,665</u>
LIABILITIES AND NET ASSETS				
LIABILITIES				
Accounts Payable	\$ 83,675	\$ -	\$ -	\$ 83,675
Accrued Payroll and Benefits	132,819	-	-	132,819
Deferred Revenue	5,000	-	-	5,000
Loan Payable	513,205	-	-	513,205
Due to Youth Haven, Inc.	-	11,127	(11,127)	-
Total Liabilities	<u>734,699</u>	<u>11,127</u>	<u>(11,127)</u>	<u>734,699</u>
NET ASSETS				
Without Donor Restrictions:				
Undesignated	9,610,574	1,971,831	-	11,582,405
Board-Designated	206,776	-	-	206,776
Total Without Donor Restrictions	<u>9,817,350</u>	<u>1,971,831</u>	<u>-</u>	<u>11,789,181</u>
With Donor Restrictions:				
Purpose Restrictions	1,274,368	-	-	1,274,368
Perpetual in Nature	303,280	153,137	-	456,417
Total With Donor Restrictions	<u>1,577,648</u>	<u>153,137</u>	<u>-</u>	<u>1,730,785</u>
Total Net Assets	<u>11,394,998</u>	<u>2,124,968</u>	<u>-</u>	<u>13,519,966</u>
Total Liabilities and Net Assets	<u>\$ 12,129,697</u>	<u>\$ 2,136,095</u>	<u>\$ (11,127)</u>	<u>\$ 14,254,665</u>

YOUTH HAVEN, INC. AND AFFILIATE
CONSOLIDATING STATEMENT OF ACTIVITIES — NET ASSETS WITHOUT RESTRICTION
YEAR ENDED JUNE 30, 2022
(SEE INDEPENDENT AUDITORS' REPORT)

	Youth Haven, Inc.	Youth Haven Foundation, Inc.	Eliminating Entries	Total
SUPPORT AND REVENUES				
Grant Revenue:				
Federal	\$ 1,304,657	\$ -	\$ -	\$ 1,304,657
Contributions	1,431,269	-	-	1,431,269
In-Kind Contributions	241,026	-	-	241,026
Special Events Revenue	\$ 1,984,567			
Special Events Expenses	<u>(502,589)</u>	1,481,978	-	1,481,978
Program Fees	14,518	-	-	14,518
Forgiveness of Paycheck Protection Program Loan	513,205	-	-	513,205
Investment Income (Loss)	(942,102)	(474,729)	-	(1,416,831)
Gain on Sale of Land	1,463,398	-	-	1,463,398
Other Income	<u>40,522</u>	-	-	<u>40,522</u>
Total	<u>5,548,471</u>	<u>(474,729)</u>	-	<u>5,073,742</u>
NET ASSETS RELEASED FROM RESTRICTION	<u>276,804</u>	-	-	<u>276,804</u>
Total Support and Revenues	5,825,275	(474,729)	-	5,350,546
EXPENSES				
Program Services	3,533,849	-	-	3,533,849
General and Administration	507,858	10,296	-	518,154
Fundraising	422,827	-	-	422,827
Total Expenses	<u>4,464,534</u>	<u>10,296</u>	-	<u>4,474,830</u>
Change in Value of Split-Interest Agreements and Foundation Receivable	-	-	-	-
CHANGE IN NET ASSETS	1,360,741	(485,025)	-	875,716
Net Assets - Beginning of Year	<u>9,817,350</u>	<u>1,971,831</u>	-	<u>11,789,181</u>
NET ASSETS - END OF YEAR	<u>\$ 11,178,091</u>	<u>\$ 1,486,806</u>	\$ -	<u>\$ 12,664,897</u>

YOUTH HAVEN, INC. AND AFFILIATE
CONSOLIDATING STATEMENT OF ACTIVITIES — NET ASSETS WITHOUT RESTRICTION
YEAR ENDED JUNE 30, 2021
(SEE INDEPENDENT AUDITORS' REPORT)

	Youth Haven, Inc.	Youth Haven Foundation, Inc.	Eliminating Entries	Total
SUPPORT AND REVENUES				
Grant Revenue:				
Federal	\$ 1,468,193	\$ -	\$ -	\$ 1,468,193
State	3,300	-	-	3,300
Contributions	1,299,948	-	-	1,299,948
Program Fees	15,284	-	-	15,284
Investment Income	1,587,416	333,374	-	1,920,790
Forgiveness of Paycheck Protection Program Loan	495,100	-	-	495,100
Other Income	2,875	-	-	2,875
Total	<u>4,872,116</u>	<u>333,374</u>	<u>-</u>	<u>5,205,490</u>
NET ASSETS RELEASED FROM RESTRICTION	<u>8,992</u>	<u>-</u>	<u>-</u>	<u>8,992</u>
Total Support and Revenues	4,881,108	333,374	-	5,214,482
EXPENSES				
Program Services	2,830,960	-	-	2,830,960
General and Administration	604,801	4,015	-	608,816
Fundraising	309,194	-	-	309,194
Total Expenses	<u>3,744,955</u>	<u>4,015</u>	<u>-</u>	<u>3,748,970</u>
Change in Value of Split-Interest Agreements and Foundation Receivable	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
CHANGE IN NET ASSETS	1,136,153	329,359	-	1,465,512
Net Assets - Beginning of Year	<u>8,681,197</u>	<u>1,642,472</u>	<u>-</u>	<u>10,323,669</u>
NET ASSETS - END OF YEAR	<u><u>\$ 9,817,350</u></u>	<u><u>\$ 1,971,831</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 11,789,181</u></u>

YOUTH HAVEN, INC. AND AFFILIATE
CONSOLIDATING STATEMENT OF ACTIVITIES — NET ASSETS WITH PURPOSE RESTRICTIONS
YEAR ENDED JUNE 30, 2022
(SEE INDEPENDENT AUDITORS' REPORT)

	Youth Haven, Inc.	Youth Haven Foundation, Inc.	Eliminating Entries	Total
SUPPORT AND REVENUES				
Grant Revenue	\$ -	\$ -	\$ -	\$ -
Contributions	868,957	-	-	868,957
Special Events Revenue	-	-	-	-
Special Events Expenses	-	-	-	-
Program Fees	-	-	-	-
Investment Income	-	-	-	-
Dividend Income	-	-	-	-
Total	<u>868,957</u>	<u>-</u>	<u>-</u>	<u>868,957</u>
NET ASSETS RELEASED FROM RESTRICTION	<u>(276,804)</u>	<u>-</u>	<u>-</u>	<u>(276,804)</u>
Total Support and Revenues	592,153	-	-	592,153
EXPENSES	-	-	-	-
Change in Value of Split-Interest Agreements and Foundation Receivable	<u>163,478</u>	<u>-</u>	<u>-</u>	<u>163,478</u>
CHANGE IN NET ASSETS	755,631	-	-	755,631
Net Assets - Beginning of Year	<u>1,274,368</u>	<u>-</u>	<u>-</u>	<u>1,274,368</u>
NET ASSETS - END OF YEAR	<u><u>\$ 2,029,999</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 2,029,999</u></u>

YOUTH HAVEN, INC. AND AFFILIATE
CONSOLIDATING STATEMENT OF ACTIVITIES — NET ASSETS WITH PURPOSE RESTRICTIONS
YEAR ENDED JUNE 30, 2021
(SEE INDEPENDENT AUDITORS' REPORT)

	Youth Haven, Inc.	Youth Haven Foundation, Inc.	Eliminating Entries	Total
SUPPORT AND REVENUES				
Grant Revenue	\$ -	\$ -	\$ -	\$ -
Contributions	295,756	-	-	295,756
Special Events Revenue	-	-	-	-
Special Events Expenses	-	-	-	-
Program Fees	-	-	-	-
Investment Income	-	-	-	-
Dividend Income	-	-	-	-
Total	<u>295,756</u>	<u>-</u>	<u>-</u>	<u>295,756</u>
NET ASSETS RELEASED FROM RESTRICTION	<u>(8,992)</u>	<u>-</u>	<u>-</u>	<u>(8,992)</u>
Total Support and Revenues	286,764	-	-	286,764
EXPENSES	-	-	-	-
Change in Value of Split-Interest Agreements and Foundation Receivable	<u>229,285</u>	<u>-</u>	<u>-</u>	<u>229,285</u>
CHANGE IN NET ASSETS	516,049	-	-	516,049
Net Assets - Beginning of Year	<u>758,319</u>	<u>-</u>	<u>-</u>	<u>758,319</u>
NET ASSETS - END OF YEAR	<u><u>\$ 1,274,368</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,274,368</u></u>

YOUTH HAVEN, INC. AND AFFILIATE
CONSOLIDATING STATEMENT OF ACTIVITIES — NET ASSETS WITH RESTRICTIONS
PERPETUAL IN NATURE
YEAR ENDED JUNE 30, 2022
(SEE INDEPENDENT AUDITORS' REPORT)

	Youth Haven, Inc.	Youth Haven Foundation, Inc.	Eliminating Entries	Total
SUPPORT AND REVENUES				
Grant Revenue	\$ -	\$ -	\$ -	\$ -
Contributions	-	-	-	-
Special Events Revenue	-	-	-	-
Special Events Expenses	-	-	-	-
Program Fees	-	-	-	-
Investment Income	-	-	-	-
Dividend Income	-	-	-	-
Total	-	-	-	-
NET ASSETS RELEASED FROM RESTRICTION	-	-	-	-
Total Support and Revenues	-	-	-	-
EXPENSES	-	-	-	-
Change in Value of Split-Interest Agreements and Foundation Receivable	(12,799)	-	-	(12,799)
CHANGE IN NET ASSETS	(12,799)	-	-	(12,799)
Net Assets - Beginning of Year	303,280	153,137	-	456,417
NET ASSETS - END OF YEAR	<u>\$ 290,481</u>	<u>\$ 153,137</u>	<u>\$ -</u>	<u>\$ 443,618</u>

YOUTH HAVEN, INC. AND AFFILIATE
CONSOLIDATING STATEMENT OF ACTIVITIES — NET ASSETS WITH RESTRICTIONS
PERPETUAL IN NATURE
YEAR ENDED JUNE 30, 2021
(SEE INDEPENDENT AUDITORS' REPORT)

	Youth Haven, Inc.	Youth Haven Foundation, Inc.	Eliminating Entries	Total
SUPPORT AND REVENUES				
Grant Revenue	\$ -	\$ -	\$ -	\$ -
Contributions	-	-	-	-
Special Events Revenue	-	-	-	-
Special Events Expenses	-	-	-	-
Program Fees	-	-	-	-
Investment Income	-	-	-	-
Dividend Income	-	-	-	-
Total	-	-	-	-
NET ASSETS RELEASED FROM RESTRICTION	-	-	-	-
Total Support and Revenues	-	-	-	-
EXPENSES	-	-	-	-
Change in Value of Split-Interest Agreements and Foundation Receivable	6,273	-	-	6,273
CHANGE IN NET ASSETS	6,273	-	-	6,273
Net Assets - Beginning of Year	297,007	153,137	-	450,144
NET ASSETS - END OF YEAR	<u>\$ 303,280</u>	<u>\$ 153,137</u>	<u>\$ -</u>	<u>\$ 456,417</u>

**YOUTH HAVEN, INC. AND AFFILIATE
CONSOLIDATING STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2022
(SEE INDEPENDENT AUDITORS' REPORT)**

	Youth Haven, Inc.	Youth Haven Foundation, Inc.	Eliminating Entries	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Change in Net Assets	\$ 2,103,573	\$ (485,025)	\$ -	\$ 1,618,548
Adjustments to Reconcile Change in Net Assets to Net Cash (Used) by Operating Activities:				
Realized (Gain) Loss on Investments	(219,492)	(1,432)	-	(220,924)
Unrealized (Gain) Loss on Investments	1,264,562	548,304	-	1,812,866
Depreciation	359,819	-	-	359,819
(Gain) on Disposal of Equipment	(1,463,398)	-	-	(1,463,398)
Paycheck Protection Program Loan Forgiveness	(513,205)	-	-	(513,205)
Change in Value of Split-Interest Agreements and (Increase) Decrease in Assets:	(150,679)	-	-	(150,679)
Grants and Contracts Receivable	(29,804)	-	-	(29,804)
Other Receivables	12,605	-	-	12,605
Donated Assets Inventory	(80,000)	-	-	(80,000)
Prepaid Expenses	6,027	-	-	6,027
Increase (Decrease) in Liabilities:				
Accounts Payable	(3,398)	-	-	(3,398)
Accrued Payroll and Benefits	103,764	-	-	103,764
Deferred Revenue	180,895	-	-	180,895
Due to/from Related Party	(1,583,113)	1,583,113	-	-
Net Cash Provided by Operating Activities	<u>(11,844)</u>	<u>1,644,960</u>	<u>-</u>	<u>1,633,116</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Proceeds from Sale of Investments	4,890,768	1,613,828	-	6,504,596
Purchase of Investments	(5,028,773)	(3,686,614)	-	(8,715,387)
Proceeds from Sale of Property and Equipment	1,525,256	-	-	1,525,256
Purchase of Property and Equipment	(158,563)	-	-	(158,563)
Net Cash (Used) Provided by Investing Activities	<u>1,228,688</u>	<u>(2,072,786)</u>	<u>-</u>	<u>(844,098)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	1,216,844	(427,826)	-	789,018
Cash and Cash Equivalents - Beginning of Year	1,051,093	471,764	-	1,522,857
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 2,267,937</u>	<u>\$ 43,938</u>	<u>\$ -</u>	<u>\$ 2,311,875</u>

**YOUTH HAVEN, INC. AND AFFILIATE
CONSOLIDATING STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2021
(SEE INDEPENDENT AUDITORS' REPORT)**

	Youth Haven, Inc.	Youth Haven Foundation, Inc.	Eliminating Entries	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Change in Net Assets	\$ 1,658,475	\$ 329,359	\$ -	\$ 1,987,834
Adjustments to Reconcile Change in Net Assets to Net Cash (Used) Provided by Operating Activities:				
Realized (Gain) Loss on Investments	(368,688)	(84,212)	-	(452,900)
Unrealized (Gain) Loss on Investments	(991,179)	(314,395)	-	(1,305,574)
Depreciation	359,819	-	-	359,819
Gain on Disposal of Equipment	(2,500)	-	-	(2,500)
Paycheck Protection Program Loan Forgiveness	(495,100)	-	-	(495,100)
Change in Value of Split-Interest Agreements and Foundation Receivable	(235,558)	-	-	(235,558)
(Increase) Decrease in Assets:				
Grants and Contracts Receivable	(77,116)	-	-	(77,116)
Other Receivables	150,983	-	-	150,983
Prepaid Expenses	(11,175)	-	-	(11,175)
Increase (Decrease) in Liabilities:				
Accounts Payable	17,703	-	-	17,703
Accrued Payroll and Benefits	(30,936)	-	-	(30,936)
Due to/from Related Party	11,127	(11,127)	-	-
Net Cash (Used) Provided by Operating Activities	<u>(14,145)</u>	<u>(80,375)</u>	<u>-</u>	<u>(94,520)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Proceeds from Sale of Investments	3,955,183	981,539	-	4,936,722
Purchase of Investments	(4,136,244)	(911,546)	-	(5,047,790)
Purchase of Property and Equipment	2,500	-	-	2,500
Purchase of Property, Equipment, and Construction in Progress	(444,314)	-	-	(444,314)
Net Cash (Used) by Investing Activities	<u>(622,875)</u>	<u>69,993</u>	<u>-</u>	<u>(552,882)</u>
CASH FLOWS FROM FINANCING ACTIVITIES				
Proceeds from Loan Payable	513,205	-	-	513,205
Net Cash Provided by Financing Activities	<u>513,205</u>	<u>-</u>	<u>-</u>	<u>513,205</u>
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(123,815)	(10,382)	-	(134,197)
Cash and Cash Equivalents - Beginning of Year	<u>1,174,908</u>	<u>482,146</u>	<u>-</u>	<u>1,657,054</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 1,051,093</u>	<u>\$ 471,764</u>	<u>\$ -</u>	<u>\$ 1,522,857</u>

YOUTH HAVEN, INC. AND AFFILIATE
CONSOLIDATING SCHEDULE OF EXPENSES — UNRESTRICTED
YEAR ENDED JUNE 30, 2022
(SEE INDEPENDENT AUDITORS' REPORT)

	Youth Haven, Inc.	Youth Haven Foundation, Inc.	Eliminating Entries	Total
PROGRAM SERVICES				
Salaries and Related Expenses	\$ 2,306,562	\$ -	\$ -	\$ 2,306,562
Advertising and Promotion	168	-	-	168
Depreciation	359,819	-	-	359,819
Dues and Licenses	1,671	-	-	1,671
Equipment and Storage Lease	1,328	-	-	1,328
Food	77,545	-	-	77,545
Insurance	98,564	-	-	98,564
In-Kind Expenses	161,026	-	-	161,026
Office Supplies and Expenses	92,394	-	-	92,394
Other Program Expenses	79,776	-	-	79,776
Postage and Shipping	38,899	-	-	38,899
Printing	4,692	-	-	4,692
Professional Fees	21,572	-	-	21,572
Repairs and Maintenance	159,432	-	-	159,432
Staff Expenses and Professional Development	13,464	-	-	13,464
Telephone	22,069	-	-	22,069
Utilities	77,711	-	-	77,711
Vehicle Expense	17,157	-	-	17,157
Total Program Services	3,533,849	-	-	3,533,849
MANAGEMENT AND GENERAL				
Salaries and Related Expenses	305,155	-	-	305,155
Dues and Licenses	13,226	10	-	13,236
Equipment and Storage Lease	1,179	-	-	1,179
Insurance	8,459	70	-	8,529
Office Supplies and Expenses	22,840	-	-	22,840
Other Program Expenses	10,187	762	-	10,949
Postage and Shipping	981	-	-	981
Professional Fees	64,071	9,454	-	73,525
Repairs and Maintenance	63,728	-	-	63,728
Staff Expenses and Professional Development	6,346	-	-	6,346
Telephone	3,899	-	-	3,899
Utilities	5,351	-	-	5,351
Vehicle Expense	756	-	-	756
Total Management and General	507,858	10,296	-	518,154

YOUTH HAVEN, INC. AND AFFILIATE
CONSOLIDATING SCHEDULE OF EXPENSES — UNRESTRICTED (CONTINUED)
YEAR ENDED JUNE 30, 2022
(SEE INDEPENDENT AUDITORS' REPORT)

	Youth Haven, Inc.	Youth Haven Foundation, Inc.	Eliminating Entries	Total
FUNDRAISING				
Salaries and Related Expenses	\$ 252,927	\$ -	\$ -	\$ 252,927
Advertising and Promotion	8,236	-	-	8,236
Dues and Licenses	5,339	-	-	5,339
Equipment and Storage Lease	221	-	-	221
Insurance	4,809	-	-	4,809
Office Supplies and Expenses	51,048	-	-	51,048
Other Program Expenses	23,064	-	-	23,064
Postage and Shipping	2,063	-	-	2,063
Printing	22,931	-	-	22,931
Professional Fees	7,841	-	-	7,841
Repairs and Maintenance	31,883	-	-	31,883
Staff Expenses and Professional Development	5,556	-	-	5,556
Telephone	2,330	-	-	2,330
Utilities	4,579	-	-	4,579
Total Fundraising	<u>422,827</u>	<u>-</u>	<u>-</u>	<u>422,827</u>
 Total Expenses	 <u>\$ 4,464,534</u>	 <u>\$ 10,296</u>	 <u>\$ -</u>	 <u>\$ 4,474,830</u>

YOUTH HAVEN, INC. AND AFFILIATE
CONSOLIDATING SCHEDULE OF EXPENSES — UNRESTRICTED
YEAR ENDED JUNE 30, 2021
(SEE INDEPENDENT AUDITORS' REPORT)

	Youth Haven, Inc.	Youth Haven Foundation, Inc.	Eliminating Entries	Total
PROGRAM SERVICES				
Salaries and Related Expenses	\$ 1,873,232	\$ -	\$ -	\$ 1,873,232
Depreciation	359,819	-	-	359,819
Dues and Licenses	12,988	-	-	12,988
Equipment and Storage Lease	4,787	-	-	4,787
Food	3,642	-	-	3,642
Insurance	101,133	-	-	101,133
Office Supplies and Expenses	50,296	-	-	50,296
Other Program Expenses	123,377	-	-	123,377
Postage and Shipping	32,469	-	-	32,469
Printing	681	-	-	681
Professional Fees	33,700	-	-	33,700
Repairs and Maintenance	81,352	-	-	81,352
Staff Expenses and Professional Development	39,479	-	-	39,479
Telephone	24,215	-	-	24,215
Utilities	77,394	-	-	77,394
Vehicle Expense	12,396	-	-	12,396
Total Program Services	2,830,960	-	-	2,830,960
MANAGEMENT AND GENERAL				
Salaries and Related Expenses	449,473	-	-	449,473
Dues and Licenses	14,104	121	-	14,225
Equipment and Storage Lease	610	-	-	610
Insurance	8,753	-	-	8,753
Office Supplies and Expenses	30,768	-	-	30,768
Other Program Expenses	2,045	49	-	2,094
Postage and Shipping	1,791	-	-	1,791
Printing	21	-	-	21
Professional Fees	38,916	3,845	-	42,761
Repairs and Maintenance	37,910	-	-	37,910
Staff Expenses and Professional Development	4,782	-	-	4,782
Telephone	6,957	-	-	6,957
Utilities	7,671	-	-	7,671
Vehicle Expense	1,000	-	-	1,000
Total Management and General	604,801	4,015	-	608,816

YOUTH HAVEN, INC. AND AFFILIATE
CONSOLIDATING SCHEDULE OF EXPENSES — UNRESTRICTED (CONTINUED)
YEAR ENDED JUNE 30, 2021
(SEE INDEPENDENT AUDITORS' REPORT)

	Youth Haven, Inc.	Youth Haven Foundation, Inc.	Eliminating Entries	Total
FUNDRAISING				
Salaries and Related Expenses	\$ 213,905	\$ -	\$ -	\$ 213,905
Advertising and Promotion	2,307	-	-	2,307
Dues and Licenses	5,406	-	-	5,406
Equipment and Storage Lease	582	-	-	582
Insurance	4,935	-	-	4,935
Office Supplies and Expenses	12,074	-	-	12,074
Other Program Expenses	21,275	-	-	21,275
Postage and Shipping	1,536	-	-	1,536
Printing	2,075	-	-	2,075
Professional Fees	31,928	-	-	31,928
Repairs and Maintenance	5,562	-	-	5,562
Staff Expenses and Professional Development	1,405	-	-	1,405
Telephone	2,799	-	-	2,799
Utilities	3,405	-	-	3,405
Total Fundraising	<u>309,194</u>	<u>-</u>	<u>-</u>	<u>309,194</u>
 Total Expenses	<u>\$ 3,744,955</u>	<u>\$ 4,015</u>	<u>\$ -</u>	<u>\$ 3,748,970</u>



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

Board of Directors
Youth Haven, Inc. and Affiliate
Naples, 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 consolidated financial statements of Youth Haven, Inc. and Affiliate (a nonprofit organization), which comprise the consolidated statement of financial position as of June 30, 2022, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements, and have issued our report thereon dated June 28, 2023.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the consolidated financial statements, we considered Youth Haven, Inc. and Affiliate's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the consolidated financial statements, but not for the purpose of expressing an opinion on the effectiveness of Youth Haven, Inc. and Affiliate's internal control. Accordingly, we do not express an opinion on the effectiveness of Youth Haven, Inc. and Affiliate's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's consolidated 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2022-001 that we consider to be material weaknesses.

Report on Compliance and Other Matters

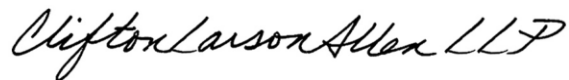
As part of obtaining reasonable assurance about whether Youth Haven, Inc. and Affiliate’s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a 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 did not disclose any instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs.

Youth Haven, Inc. and Affiliate’s Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the Youth Haven, Inc. and Affiliate’s response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. Youth Haven, Inc. and Affiliate’s response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity’s internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity’s internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



CliftonLarsonAllen LLP

Naples, Florida
June 28, 2023



INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Board of Directors
Youth Haven, Inc. and Affiliate
Naples, Florida

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Youth Haven, Inc.'s (Youth Haven) 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 Youth Haven's major federal programs for the year ended June 30, 2022. Youth Haven's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, Youth Haven has 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 June 30, 2022.

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; 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 Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Youth Haven 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 Youth Haven'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 Youth Haven's federal programs.

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 Youth Haven'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 Youth Haven'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 Youth Haven, Inc.'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 Youth Haven'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 Youth Haven'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

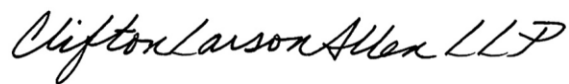
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or 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 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.

Board of Directors
Youth Haven, Inc. and Affiliates

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



CliftonLarsonAllen LLP

Naples, Florida
June 28, 2023

**YOUTH HAVEN, INC. AND AFFILIATE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2022**

Federal Agency Pass-Through Entity Federal Program	Assistance Listing	Contract Grant Number	Federal Expenditures	Transfers to Subrecipients
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES				
<i>Passed Through State of Florida, Department of Children and Families</i>				
Children's Network of Southwest Florida	93.556	GBQ01, DAT03, GAT01	\$ 79,800	\$ -
Children's Network of Southwest Florida	93.658	GBQ01, DAT03, GAT01	927,554	-
Children's Network of Southwest Florida	93.667	GBQ01, DAT03, GAT01	145,833	-
<i>Total from Department of Health and Human Services</i>			1,153,187	-
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				
<i>Passed Through CHS, Collier County</i>				
CDBG - Entitlement Grants Cluster:				
Community Development Block Grant/Entitlement Grants	14.218	B-19-UC-12-0016	31,721	-
Community Development Block Grant/Entitlement Grants	14.218	B-18-UC-12-0016	23,819	-
<i>Total from Department of Housing and Urban Development</i>			55,540	-
TOTAL FEDERAL FINANCIAL ASSISTANCE			\$ 1,208,727	\$ -

YOUTH HAVEN, INC. AND AFFILIATE
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2022

NOTE 1 PURPOSE OF SCHEDULE

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Youth Haven, Inc. under programs of the federal government for the year ended June 30, 2022. The information in this Schedule is presented in accordance with the requirements of 2 CFR 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 Youth Haven, Inc., it is not intended to, and does not, present the financial position, changes in net assets, or cash flows of Youth Haven, Inc.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING

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. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Youth Haven, Inc. has not elected to use the 10% de minimis indirect cost rate as allowed under the Uniform Guidance. During the year ended June 30, 2022, there were no funds passed through to sub recipients.

**YOUTH HAVEN, INC. AND AFFILIATE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2022**

Section I – Summary of Auditors’ Results

Financial Statements

1. Type of auditors’ report issued: Unmodified
2. Internal control over financial reporting:
- Material weakness(es) identified? yes no
 - Significant deficiency(ies) identified that are not considered to be material weakness(es)? yes none reported
3. Noncompliance material to financial statements noted? yes no

Federal Awards

1. Internal control over major federal programs:
- Material weakness(es) identified? yes no
 - Significant deficiency(ies) identified that are not considered to be material weakness(es)? yes none reported
2. Type of auditors’ report issued on compliance for major federal programs: Unmodified
3. Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance? yes no

**YOUTH HAVEN, INC. AND AFFILIATE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Section I – Summary of Auditors’ Results (Continued)

Identification of Major Federal Programs

Assistance Listing Number	Name of Federal Program or Cluster
93.658	Shelter Grant; Foster Care Title IV-E

Dollar threshold used to distinguish between Type A and Type B programs/projects was:
Major Federal Program

\$ 750,000

Auditee qualified as low-risk auditee pursuant to the Uniform Guidance?

 x yes no

Section II – Financial Statement Findings

2022 – 001

Type of Finding:

- Material Weakness in Internal Control over Financial Reporting

Condition: Investments and related investment income, as well as in-kind revenues and expenses, were materially misstated at June 30, 2022. Revenues and assets were incorrectly overstated due to the error with investments and revenues and expenses were understated due to the error with not recording in-kind revenues and expenses. As a result, audit entries were required to properly record the investments, investment income, and in-kind revenues and expenses for the year ended June 30, 2022.

Criteria or specific requirement: Internal controls should be in place to provide reasonable assurance that financial statements are prepared in accordance with U.S. GAAP.

Effect: Assets, revenues, and expenses were materially misstated for the year ended June 30, 2022.

Cause: The Organization made errors when recording investments and related investment income. The Organization was not recording in-kind revenues and expenses as required by GAAP.

Repeat finding: This is not a repeat finding.

Recommendation: The Organization should record review the investment activity and reconcile to the general ledger on a monthly basis. This reconciliation should be reviewed and approved by someone other than preparer.

Views of responsible officials and planned corrective actions: Management will ensure investment activity is reviewed and reconciled to the general ledger on a monthly basis.

**YOUTH HAVEN, INC. AND AFFILIATE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Section III – Findings and Questioned Costs – Major Federal Programs

Our audit did not disclose any matters required to be reported in accordance with the Uniform Guidance.