

YOUTH HAVEN, INC. AND AFFILIATE
CONSOLIDATED FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION
YEARS ENDED JUNE 30, 2023 AND 2022



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**YOUTH HAVEN, INC. AND AFFILIATE
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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 statements of financial position as of June 30, 2023 and 2022, and the related consolidated statements of activities and changes in net assets, 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, 2023 and 2022, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

As discussed in Note 2 to the financial statements, in 2023, the Organization adopted new accounting guidance for leases. The guidance requires lessees to recognize a right-of-use asset and corresponding liability for all operating and finance leases with lease terms greater than one year. Our opinion is not modified with respect to this matter.

Basis for Opinion

We conducted our audits 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 affiliate and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the 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 consolidated 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. and affiliate'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. and affiliate'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. and affiliate'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 — unrestricted 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 — unrestricted, 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 July 2, 2024, on our consideration of Youth Haven, Inc. and affiliate’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. and affiliate’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. and affiliate’s internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

Naples, Florida
July 2, 2024

YOUTH HAVEN, INC. AND AFFILIATE
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2023 AND 2022

ASSETS	2023	2022
Cash and Cash Equivalents	\$ 3,237,735	\$ 2,311,875
Investments	8,347,854	8,022,940
Grants and Contracts Receivable	132,779	192,114
Prepaid Expenses	43,419	25,521
Split-Interest Agreements and Foundation Receivable	1,253,311	1,242,106
Land Held for Sale	-	80,000
Right-of-Use Assets - Financing	3,371	-
Right-of-Use Assets - Operating	45,743	-
Property and Equipment, Net	4,576,172	3,766,713
Total Assets	\$ 17,640,384	\$ 15,641,269
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts Payable	\$ 156,947	\$ 80,277
Deferred Revenue	14,420	185,895
Accrued Payroll and Benefits	350,425	236,583
Lease Liability - Financing	4,372	-
Lease Liability - Operating	34,104	-
Total Liabilities	560,268	502,755
NET ASSETS		
Without Donor Restrictions:		
Undesignated	13,420,397	12,458,121
Board-Designated	1,720,287	206,776
Total Without Donor Restrictions	15,140,684	12,664,897
With Donor Restrictions:		
Purpose Restrictions	1,497,516	2,029,999
Perpetual in Nature	441,916	443,618
Total With Donor Restrictions	1,939,432	2,473,617
Total Net Assets	17,080,116	15,138,514
Total Liabilities and Net Assets	\$ 17,640,384	\$ 15,641,269

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, 2023

	Without Donor Restrictions	With Donor Restrictions		Total
		Purpose	Perpetual	
SUPPORT AND REVENUES				
Grant Revenue:				
Federal	\$ 1,710,598	\$ -	\$ -	\$ 1,710,598
Contributions	1,889,150	488,616	-	2,377,766
In-Kind Contributions	227,817	-	-	227,817
Special Events Revenue	2,522,316	-	-	2,522,316
Special Events Expense	(763,745)	-	-	(763,745)
Investment Income (Loss)	769,469	-	-	769,469
Other Income	100,754	-	-	100,754
Total	6,456,359	488,616	-	6,944,975
NET ASSETS RELEASED FROM RESTRICTION	1,034,007	(1,034,007)	-	-
Total Support and Revenues	7,490,366	(545,391)	-	6,944,975
EXPENSES				
Program	4,062,983	-	-	4,062,983
Management and General	582,917	-	-	582,917
Fundraising	320,294	-	-	320,294
Total Expenses Before Losses	4,966,194	-	-	4,966,194
Loss on Disposal of Fixed Assets	48,385	-	-	48,385
Total Expenses	5,014,579	-	-	5,014,579
Change in Value of Split-Interest Agreements and Foundation Receivable	-	12,908	(1,702)	11,206
CHANGE IN NET ASSETS	2,475,787	(532,483)	(1,702)	1,941,602
Net Assets - Beginning of Year	12,664,897	2,029,999	443,618	15,138,514
NET ASSETS - END OF YEAR	<u>\$ 15,140,684</u>	<u>\$ 1,497,516</u>	<u>\$ 441,916</u>	<u>\$ 17,080,116</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, 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			
Special Events Expense	<u>(502,589)</u>			
Program Fees	1,481,978	-	-	1,481,978
Investment Income (Loss)	14,518	-	-	14,518
Forgiveness of Paycheck Protection Program Loan	(1,416,831)	-	-	(1,416,831)
Gain on Sale of Land	513,205	-	-	513,205
Other Income	1,463,398	-	-	1,463,398
Total	<u>40,522</u>	<u>-</u>	<u>-</u>	<u>40,522</u>
	5,073,742	868,957	-	5,942,699
NET ASSETS RELEASED FROM RESTRICTION				
	276,804	(276,804)	-	-
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	-	163,478	(12,799)	150,679
CHANGE IN NET ASSETS	875,716	755,631	(12,799)	1,618,548
Net Assets - Beginning of Year	11,789,181	1,274,368	456,417	13,519,966
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 FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2023

	Program Services			Total Program Services	Management and General	Fundraising	Total
	Emergency Shelter	Counseling Services	Homeless Teen Program				
Salaries and Benefits	\$ 1,737,145	\$ 117,743	\$ 607,287	\$ 2,462,175	\$ 361,705	\$ 188,996	\$ 3,012,876
Payroll Taxes	158,046	8,896	44,141	211,083	23,323	13,695	248,101
Total Salaries and Related Expenses	<u>1,895,191</u>	<u>126,639</u>	<u>651,428</u>	<u>2,673,258</u>	<u>385,028</u>	<u>202,691</u>	<u>3,260,977</u>
Advertising and Promotion	2,113	-	-	2,113	-	5,335	7,448
Depreciation	34,739	270,266	73,845	378,850	-	-	378,850
Dues and Licenses	3,279	802	263	4,344	12,007	3,364	19,715
Storage Lease	1,399	89	-	1,488	-	-	1,488
Food	72,386	-	20,054	92,440	-	-	92,440
Insurance	102,067	4,803	29,274	136,144	11,361	6,407	153,912
Interest Expense	-	-	-	-	48	-	48
In-Kind Expenses	11,420	164,442	52,530	228,392	500	-	228,892
Office Supplies and Expenses	47,891	6,296	12,940	67,127	18,324	62,152	147,603
Other Program Expenses	109,262	4,105	42,653	156,020	649	1,508	158,177
Postage and Shipping	24,912	1,511	5,895	32,318	792	3,161	36,271
Printing	646	1,231	99	1,976	1,030	14,754	17,760
Professional Fees	29,629	3,606	12,543	45,778	71,007	5,650	122,435
Repairs and Maintenance	92,649	4,305	18,971	115,925	49,294	5,306	170,525
Special Events Expense	-	-	-	-	-	763,745	763,745
Staff Expenses and Professional Development	20,076	2,730	4,079	26,885	7,021	5,296	39,202
Telephone	12,740	942	3,185	16,867	6,509	1,625	25,001
Utilities	42,512	4,114	11,822	58,448	15,585	2,383	76,416
Vehicle Expense	18,344	391	5,875	24,610	3,762	663	29,035
Total Expenses	<u>2,521,255</u>	<u>596,272</u>	<u>945,456</u>	<u>4,062,983</u>	<u>582,917</u>	<u>1,084,039</u>	<u>5,729,939</u>
Less: Special Event Expense Netted With Special Event Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(763,745)</u>	<u>(763,745)</u>
Total Expenses Less Special Event Expense Netted with Special Event Revenues	<u>\$ 2,521,255</u>	<u>\$ 596,272</u>	<u>\$ 945,456</u>	<u>\$ 4,062,983</u>	<u>\$ 582,917</u>	<u>\$ 320,294</u>	<u>\$ 4,966,194</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 STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2023 AND 2022**

	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ 1,941,602	\$ 1,618,548
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
Realized (Gain) on Investments	(338,720)	(220,924)
Unrealized (Gain) Loss on Investments	(971,822)	1,812,866
Depreciation	378,850	359,819
Loss (Gain) on Disposal of Equipment	-	(1,463,398)
Paycheck Protection Program Loan Forgiveness	-	(513,205)
Change in Value of Split-Interest Agreements and Foundation Receivable	(11,206)	(150,679)
(Increase) Decrease in:		
Grants and Contracts Receivable	59,335	(29,804)
Other Receivables	-	12,605
Donated Assets Inventory	80,000	(80,000)
Prepaid Expenses	(17,898)	6,027
Increase (Decrease) in:		
Accounts Payable	76,670	(3,398)
Accrued Payroll and Benefits	113,842	103,764
Deferred Revenue	(171,475)	180,895
Net Cash Provided by Operating Activities	1,139,178	1,633,116
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from Sale of Investments	3,902,493	6,504,596
Purchase of Investments	(2,916,864)	(8,715,387)
Proceeds from Sale of Property and Equipment	-	1,525,256
Purchase of Property, Equipment, and Construction in Progress	(1,188,309)	(158,563)
Net Cash Used by Investing Activities	(202,680)	(844,098)
CASH FLOWS FROM FINANCING ACTIVITIES		
Payments on ROU Assets	(10,638)	-
Net Cash Used by Financing Activities	(10,638)	-
NET INCREASE IN CASH AND CASH EQUIVALENTS	925,860	789,018
Cash and Cash Equivalents - Beginning of Year	2,311,875	1,522,857
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 3,237,735	\$ 2,311,875
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Cash Paid for Interest	\$ 48	\$ 1,391
SUPPLEMENTAL DISCLOSURE OF NONCASH INVESTING AND FINANCING ACTIVITIES		
Forgiveness of Paycheck Protection Program Loan	\$ -	\$ 513,205

See accompanying Notes to Consolidated Financial Statements.

YOUTH HAVEN, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

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 *provide home, hope, and healing to abused and neglected children and teens in Southwest Florida*. 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, 2023 AND 2022

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 consolidated 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 statements 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 statements 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, 2023 AND 2022

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, 2023 and 2022, 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 4.2% and 3.6% at June 30, 2023 and 2022, 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 statements 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 statements 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, 2023 AND 2022

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.

Leases

The Organization leases various storage space and equipment. The Organization determines if an arrangement is a lease at inception. Operating leases are included in right-of-use (ROU) assets – operating and lease liability – operating on the balance sheet. Finance leases are included in right-of-use assets – financing and lease liability – financing on the balance sheet.

ROU assets represent the Organization's right to use an underlying asset for the lease term and lease liabilities represent the Organization's obligation to make lease payments arising from the lease. ROU assets and liabilities are recognized at the lease commencement date based on the present value of lease payments over the lease term. Lease terms may include options to extend or terminate the lease when it is reasonably certain that the Organization will exercise that option. Lease expense for operating lease payments is recognized on a straight-line basis over the lease term. The Organization has elected to recognize payments for short-term leases with a lease term of 12 months or less as expense as incurred and these leases will not be included as lease liabilities or ROU assets on the balance sheet.

YOUTH HAVEN, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Leases (Continued)

Individual lease contracts may not provide information about the discount rate implicit in the lease. In these instances, the Organization has elected to use a risk-free discount rate determined using a period comparable with that of the lease term for computing the present value of the lease liabilities.

The Organization has elected not to separate nonlease components from lease components and instead will account for each separate lease component and the nonlease component as a single lease component.

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.

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 incurrence expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as refundable advances in the statements of financial position. The Organization did not have any grants received in advance for the years ended June 30, 2023 and 2022.

YOUTH HAVEN, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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, 2023 and 2022, 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.

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.

YOUTH HAVEN, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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, 2023 and 2022.

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.

Subsequent Events

In preparing these consolidated financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through July 2, 2024, the date the consolidated financial statements were issued.

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 ADOPTION OF NEW ACCOUNTING STANDARDS

In February 2016, the Financial Accounting Standards Board (FASB) issued Accounting Standards Updated (ASU) 2016-02, *Leases (Topic 842)*. This new standard increases transparency and comparability among organizations by requiring the recognition of ROU assets and lease liabilities on the balance sheet. Most prominent among the changes in the standard is the recognition of ROU assets and lease liabilities by lessees for those leases classified as operating leases. Under the standard, disclosures are required to meet the objective of enabling users of financial statements to assess the amount, timing, and uncertainty of cash flows arising from leases.

The Organization adopted the requirements of the guidance effective July 1, 2022, and has elected to apply the provisions of this standard to the beginning of the earliest comparative period presented.

YOUTH HAVEN, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 2 ADOPTION OF NEW ACCOUNTING STANDARDS (CONTINUED)

The Organization has elected to adopt the package of practical expedients available in the year of adoption. The Organization has elected to adopt the available practical expedient to use hindsight in determining the lease term and in assessing impairment of the Organization's ROU assets.

As a result of the adoption of the new lease accounting guidance, the Organization recognized on July 1, 2022, lease liabilities totaling \$48,844. The liabilities, which represents the remaining operating lease payments of \$45,743 for office equipment, and remaining financing lease payments of \$3,371 for a phone system, discounted using the Organization's incremental borrowing rate of 2.88%, and right-of-use assets totaling \$53,502.

The standard has a material impact on the consolidated statement of financial position but did not have an impact on the statement of revenues, expenses, and changes in fund balances or the consolidated statement of cash flows. The most significant impact was the recognition of ROU assets and lease liabilities for operating leases.

NOTE 3 INVESTMENTS AND FAIR VALUE

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:

	2023			Total
	Level 1	Level 2	Level 3	
Assets:				
Investments:				
Equities	\$ 8,234,814	\$ -	\$ -	\$ 8,234,814
Private Equity	-	-	113,040	113,040
Total Investments	<u>8,234,814</u>	<u>-</u>	<u>113,040</u>	<u>8,347,854</u>
Split-Interest Agreements and Foundation Receivable	<u>-</u>	<u>-</u>	<u>1,253,311</u>	<u>1,253,311</u>
Total	<u>\$ 8,234,814</u>	<u>\$ -</u>	<u>\$ 1,366,351</u>	<u>\$ 9,601,165</u>

YOUTH HAVEN, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 3 INVESTMENTS AND FAIR VALUE (CONTINUED)

	2022			
	Level 1	Level 2	Level 3	Total
Assets:				
Investments:				
Equities	\$ 7,909,900	\$ -	\$ -	\$ 7,909,900
Private Equity	-	-	-	113,040
Total Investments	7,909,900	-	-	8,022,940
Split-Interest Agreements and Foundation Receivable	-	-	1,242,106	1,242,106
Total	\$ 7,909,900	\$ -	\$ 1,242,106	\$ 9,265,046

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

	2023	2022
Dividends and Interest	\$ 158,917	\$ 196,051
Realized Gain on Sale of Investments	(337,945)	220,924
Investment Fees	(35,508)	(44,396)
Net Change in Unrealized Gain	984,005	(1,789,410)
Total Investment Return	\$ 769,469	\$ (1,416,831)

The table below summarizes unrealized and realized gains and transfers for the split interest agreement during the years ended June 30:

Instrument	Fair Value		Principal Valuation Technique	Unobservable Inputs
	2023	2022		
Private Equity Investment	\$ 113,040	\$ 113,040	Market Price at Close of Business	Amount and Timing of Distributions from Rhein Medical
Split Interest Agreement	\$ 1,253,311	\$ 1,242,106	Fair Value based on estimated payout, Life expectancy, and IRS factors	Amount and Timing of Distributions

**YOUTH HAVEN, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 3 INVESTMENTS AND FAIR VALUE (CONTINUED)

	Private Equity Investment	
	2023	2022
Gains (Losses)	\$ -	\$ (46,419)

	Split Interest Agreement	
	2023	2022
Gains (Losses)	\$ 11,205	\$ 150,679

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.

NOTE 4 GRANTS AND CONTRACTS RECEIVABLE

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

	2023	2022
Shelter Income Receivable	\$ 132,779	\$ 192,114

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

NOTE 5 SPLIT-INTEREST AGREEMENTS AND FOUNDATION RECEIVABLE

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

	2023	2022
Thomas Trust	\$ 1,017,031	\$ 1,010,052
Loach Trust	29,784	23,855
Hodges Trust	206,496	208,199
Total	\$ 1,253,311	\$ 1,242,106

YOUTH HAVEN, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 6 PROPERTY AND EQUIPMENT, NET

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

	<u>2023</u>	<u>2022</u>
Land	\$ 125,501	\$ 125,501
Nondepreciable Artwork	200,000	200,000
Buildings and Improvements	4,590,531	4,621,729
Leasehold Improvements	836,149	659,121
Furniture and Equipment	946,227	880,183
Vehicles	196,009	212,885
Construction in Progress	<u>1,418,101</u>	<u>528,398</u>
Total	8,312,518	7,227,817
Accumulated Depreciation	<u>(3,736,346)</u>	<u>(3,461,104)</u>
Total	<u>\$ 4,576,172</u>	<u>\$ 3,766,713</u>

Depreciation expense for the years ended June 30, 2023 and 2022 totaled \$378,850 and \$365,842, respectively.

NOTE 7 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's financial assets that are available within one year of the balance sheet date for general expenditures are as follows:

	<u>2023</u>	<u>2022</u>
Cash and Cash Equivalents	\$ 3,237,735	\$ 2,311,875
Investments	8,347,854	8,022,940
Grants and Contracts Receivable	132,779	192,114
Split-Interest Agreements and Foundation	<u>1,253,311</u>	<u>1,242,106</u>
Total	12,971,679	11,769,035
Less:		
Net Assets with Board Designated Restrictions	(1,720,287)	(206,776)
Net Assets with Donor Restrictions for Purpose	(1,497,516)	(2,029,999)
Net Assets with Donor Restrictions in Perpetuity	<u>(441,916)</u>	<u>(443,618)</u>
Total	<u>\$ 9,311,960</u>	<u>\$ 9,088,642</u>

YOUTH HAVEN, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 8 BOARD-DESIGNATED NET ASSETS

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

	<u>2023</u>	<u>2022</u>
Vehicle Fund	\$ 30,243	\$ 30,243
Sinking Fund	139,927	139,927
Reserve Fund	1,550,117	36,606
Total	<u>\$ 1,720,287</u>	<u>\$ 206,776</u>

NOTE 9 NET ASSETS WITH RESTRICTIONS

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

	<u>2023</u>	<u>2022</u>
Teen Homeless Shelter	\$ -	\$ 422,517
Thomas Trust	1,017,031	1,010,052
Loach Trust	29,784	23,855
Publix	-	5,000
Therapeutic Equipment	-	11,301
Christmas in July	-	13,150
Enrichment	9,478	39,095
Food	16,724	1,563
Counseling Outreach	-	20,000
Brownies Kitchen	-	8,034
Naples Garden Club	-	19,692
Clare Foundation - Med Management Machines	-	60,000
Barbara Meek Art Grant	14,756	15,000
Good Night Sleep Program	-	3,000
Shelter's Furniture	27,514	45,100
Computers	26,311	35,000
Security Upgrades	29,212	106,544
Ethnic Products	3,481	2,653
Playground	54,475	100,000
Roof for Admin Building	50,000	50,000
HTTLP Program	-	37,443
Rob's Cottage	-	1,000
Makers Space	13,547	-
Rob's Cottage intake Only	201,558	-
Outpatient Counseling	3,645	-
Total	<u>\$ 1,497,516</u>	<u>\$ 2,029,999</u>

YOUTH HAVEN, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 9 NET ASSETS WITH RESTRICTION (CONTINUED)

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

	2023	2022
DeVoe Endowment	\$ 77,283	\$ 77,283
Abramson Endowment	5,000	5,000
Hodges Endowment	206,496	208,198
Youth Haven Foundation Endowment	153,137	153,137
Total	\$ 441,916	\$ 443,618

NOTE 10 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, 2023 and 2022 was \$441,917 and \$443,618, respectively.

Interpretation of Relevant Law

The board of directors 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, 2023 and 2022, 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.

YOUTH HAVEN, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 10 ENDOWMENT (CONTINUED)

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.

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

	Without Donor Restrictions	With Donor Restriction		2023 Total
		Subject to Spending Policy	Held In Perpetuity	
Endowment Net Assets - July 1, 2022	\$ (23,625)	\$ -	\$ 443,618	\$ 419,993
Change in Value of Split-Interest Agreement	-	-	(1,702)	(1,702)
Investment Return:				
Investment Income	8,030	-	-	8,030
Investment Expense	(1,908)	-	-	(1,908)
Realized Loss	(17,068)	-	-	(17,068)
Net Change in Unrealized Gain	52,187	-	-	52,187
Total	41,241	-	-	41,241
Amounts Appropriated for Expenditures	-	-	-	-
Endowment Net Assets - June 30, 2023	<u>\$ 17,616</u>	<u>\$ -</u>	<u>\$ 441,916</u>	<u>\$ 459,532</u>
	Without Donor Restrictions	With Donor Restriction		2022 Total
		Subject to Spending Policy	Held In Perpetuity	
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	(26,028)	-	-	(26,028)
Total	(23,625)	-	-	(23,625)
Amounts Appropriated for Expenditures	-	-	-	-
Endowment Net Assets - June 30, 2022	<u>\$ (23,625)</u>	<u>\$ -</u>	<u>\$ 443,618</u>	<u>\$ 419,993</u>

YOUTH HAVEN, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

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 \$88,353 and \$64,521 to the plan during the years ended June 30, 2023 and 2022, respectively. At June 30, 2023 and 2022, 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 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. Small Business Administration (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.

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.

YOUTH HAVEN, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 14 IN-KIND CONTRIBUTIONS

Contributed goods and services for the years ended June 30, 2023 and 2022 consisted of the following:

Category	Description	2023	2022
Clothing and Other Donated Goods	Jewelry, Clothing, Shoes, Toys and Other		
	Personal Products	\$ 219,989	\$ 235,841
Campus Beautifcation Products	Building Materials	6,828	-
School Supplies	Books, Calculators, Backpacks	1,000	5,185
	Total	<u>\$ 227,817</u>	<u>\$ 241,026</u>

Contributed clothing and other donated goods are valued utilizing current prices located on a publicly available website. If the specific item is not listed on a publicly available website, the current average price located on a publicly available website for similar items.

NOTE 15 LEASES – ASC 842

The Organization leases office equipment under long-term, noncancelable lease agreements. The leases expire between September 2024 and December 2026. In the normal course of business, it is expected that the leases will be renewed or replaced by a similar leases.

The following table provide quantitative information concerning the Organization’s leases.

Lease Cost:

Finance Lease Cost:

Amortization of Right-of-Use Assets	\$ 3,581
Interest on Lease Liabilities	177
Operating Lease Costs	<u>12,804</u>
 Total Lease Cost	 <u>\$ 16,562</u>

Other Information:

Operating Cash Flows from Financing Leases	\$ 177
Operating Cash Flows from Operating Leases	\$ 12,804
Financing Cash Flows from Financing Leases	\$ 3,387
Right-of-Use Asset Obtained in Exchange for New Finance Lease Liability	\$ 7,758
Right-of-Use Asset Obtained in Exchange for New Operating Lease Liability	\$ 45,743
Weighted-Average Remaining Lease Term	
- Financing Leases	1.2 years
Weighted-Average Remaining Lease Term	
- Operating Leases	2.7 years
Weighted-Average Discount Rate - Financing Leases	2.85%
Weighted-Average Discount Rate - Operating Leases	2.88%

YOUTH HAVEN, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 15 LEASES – ASC 842 (CONTINUED)

A maturity analysis of annual undiscounted cash flows for lease liabilities as of June 30, 2023, is as follows:

<u>Year Ending December 31,</u>	<u>Operating Leases</u>	<u>Financing Leases</u>
2024	\$ 12,804	\$ 3,564
2025	12,804	892
2026	9,840	-
2027	79	-
2028	-	-
Thereafter	-	-
Undiscounted Cash Flows	<u>35,527</u>	<u>4,456</u>
Less: Interest	<u>(1,423)</u>	<u>(84)</u>
Total Present Value of Lease Liabilities	<u><u>\$ 34,104</u></u>	<u><u>\$ 4,372</u></u>

YOUTH HAVEN, INC. AND AFFILIATE
CONSOLIDATING STATEMENT OF FINANCIAL POSITION
JUNE 30, 2023
(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	\$ 3,185,486	\$ 52,249	\$ -	\$ 3,237,735
Investments	4,845,643	3,502,211	-	8,347,854
Grants and Contracts Receivable	132,779	-	-	132,779
Due from Youth Haven Foundation, Inc.	1,597,699	-	(1,597,699)	-
Prepaid Expenses	43,419	-	-	43,419
Split-Interest Agreements and Foundation Receivable	1,253,311	-	-	1,253,311
Right of Use Assets - Financing	3,371	-	-	3,371
Right of Use Assets - Operating	45,743	-	-	45,743
Property and Equipment, Net	4,576,172	-	-	4,576,172
	<u>\$ 15,683,623</u>	<u>\$ 3,554,460</u>	<u>\$ (1,597,699)</u>	<u>\$ 17,640,384</u>
LIABILITIES AND NET ASSETS				
LIABILITIES				
Accounts Payable	\$ 156,947	\$ -	\$ -	\$ 156,947
Accrued Payroll and Benefits	350,425	-	-	350,425
Deferred Revenue	14,420	-	-	14,420
Due to Youth Haven, Inc.	-	1,597,699	(1,597,699)	-
Lease Liability - Financing	4,372	-	-	4,372
Lease Liability - Operating	34,104	-	-	34,104
Total Liabilities	<u>560,268</u>	<u>1,597,699</u>	<u>(1,597,699)</u>	<u>560,268</u>
NET ASSETS				
Without Donor Restrictions:				
Undesignated	11,616,773	1,803,624	-	13,420,397
Board-Designated	1,720,287	-	-	1,720,287
Total Without Donor Restrictions	<u>13,337,060</u>	<u>1,803,624</u>	<u>-</u>	<u>15,140,684</u>
With Donor Restrictions:				
Purpose Restrictions	1,497,516	-	-	1,497,516
Perpetual in Nature	288,779	153,137	-	441,916
Total With Donor Restrictions	<u>1,786,295</u>	<u>153,137</u>	<u>-</u>	<u>1,939,432</u>
Total Net Assets	<u>15,123,355</u>	<u>1,956,761</u>	<u>-</u>	<u>17,080,116</u>
Total Liabilities and Net Assets	<u>\$ 15,683,623</u>	<u>\$ 3,554,460</u>	<u>\$ (1,597,699)</u>	<u>\$ 17,640,384</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
Other Receivables, Net	-	-	-	-
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
	<u>\$ 14,001,326</u>	<u>\$ 3,234,183</u>	<u>\$ (1,594,240)</u>	<u>\$ 15,641,269</u>
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	<u>502,755</u>	<u>1,594,240</u>	<u>(1,594,240)</u>	<u>502,755</u>
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	<u>11,178,091</u>	<u>1,486,806</u>	<u>-</u>	<u>12,664,897</u>
With Donor Restrictions:				
Purpose Restrictions	2,029,999	-	-	2,029,999
Perpetual in Nature	290,481	153,137	-	443,618
Total With Donor Restrictions	<u>2,320,480</u>	<u>153,137</u>	<u>-</u>	<u>2,473,617</u>
Total Net Assets	<u>13,498,571</u>	<u>1,639,943</u>	<u>-</u>	<u>15,138,514</u>
Total Liabilities and Net Assets	<u>\$ 14,001,326</u>	<u>\$ 3,234,183</u>	<u>\$ (1,594,240)</u>	<u>\$ 15,641,269</u>

YOUTH HAVEN, INC. AND AFFILIATE
CONSOLIDATING STATEMENT OF ACTIVITIES — NET ASSETS WITHOUT RESTRICTION
YEAR ENDED JUNE 30, 2023
(SEE INDEPENDENT AUDITORS' REPORT)

	Youth Haven, Inc.	Youth Haven Foundation, Inc.	Eliminating Entries	Total
SUPPORT AND REVENUES				
Grant Revenue:				
Federal	\$ 1,710,598	\$ -	\$ -	\$ 1,710,598
Contributions	1,889,150	-	-	1,889,150
In-Kind Contributions	227,817	-	-	227,817
Special Events Revenue	\$ 2,522,316			
Special Events Expenses	<u>(763,745)</u>	1,758,571	-	1,758,571
Investment Income (Loss)	449,193	320,276	-	769,469
Loss on Sale of Fixed Assets	(48,385)	-	-	(48,385)
Other Income	100,754	-	-	100,754
Total	<u>6,087,698</u>	<u>320,276</u>	<u>-</u>	<u>6,407,974</u>
NET ASSETS RELEASED FROM RESTRICTION	<u>1,034,007</u>	<u>-</u>	<u>-</u>	<u>1,034,007</u>
Total Support and Revenues	7,121,705	320,276	-	7,441,981
EXPENSES				
Program Services	4,062,983	-	-	4,062,983
General and Administration	579,459	3,458	-	582,917
Fundraising	320,294	-	-	320,294
Total Expenses	<u>4,962,736</u>	<u>3,458</u>	<u>-</u>	<u>4,966,194</u>
Change in Value of Split-Interest Agreements and Foundation Receivable	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
CHANGE IN NET ASSETS	2,158,969	316,818	-	2,475,787
Net Assets - Beginning of Year	<u>11,178,091</u>	<u>1,486,806</u>	<u>-</u>	<u>12,664,897</u>
NET ASSETS - END OF YEAR	<u>\$ 13,337,060</u>	<u>\$ 1,803,624</u>	<u>\$ -</u>	<u>\$ 15,140,684</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	40,522	-	-	40,522
Total	<u>5,548,471</u>	<u>(474,729)</u>	<u>-</u>	<u>5,073,742</u>
NET ASSETS RELEASED FROM RESTRICTION	<u>276,804</u>	<u>-</u>	<u>-</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>-</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>-</u>	<u>11,789,181</u>
NET ASSETS - END OF YEAR	<u>\$ 11,178,091</u>	<u>\$ 1,486,806</u>	<u>\$ -</u>	<u>\$ 12,664,897</u>

YOUTH HAVEN, INC. AND AFFILIATE
CONSOLIDATING STATEMENT OF ACTIVITIES — NET ASSETS WITH PURPOSE RESTRICTIONS
YEAR ENDED JUNE 30, 2023
(SEE INDEPENDENT AUDITORS' REPORT)

	Youth Haven, Inc.	Youth Haven Foundation, Inc.	Eliminating Entries	Total
SUPPORT AND REVENUES				
Grant Revenue	\$ -	\$ -	\$ -	\$ -
Contributions	488,616	-	-	488,616
Special Events Revenue	-	-	-	-
Special Events Expenses	-	-	-	-
Program Fees	-	-	-	-
Investment Income	-	-	-	-
Dividend Income	-	-	-	-
Total	<u>488,616</u>	<u>-</u>	<u>-</u>	<u>488,616</u>
NET ASSETS RELEASED FROM RESTRICTION	<u>(1,034,007)</u>	<u>-</u>	<u>-</u>	<u>(1,034,007)</u>
Total Support and Revenues	(545,391)	-	-	(545,391)
EXPENSES	-	-	-	-
Change in Value of Split-Interest Agreements and Foundation Receivable	<u>12,908</u>	<u>-</u>	<u>-</u>	<u>12,908</u>
CHANGE IN NET ASSETS	(532,483)	-	-	(532,483)
Net Assets - Beginning of Year	<u>2,029,999</u>	<u>-</u>	<u>-</u>	<u>2,029,999</u>
NET ASSETS - END OF YEAR	<u>\$ 1,497,516</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,497,516</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 RESTRICTIONS
PERPETUAL IN NATURE
YEAR ENDED JUNE 30, 2023
(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	(1,702)	-	-	(1,702)
CHANGE IN NET ASSETS	(1,702)	-	-	(1,702)
Net Assets - Beginning of Year	290,481	153,137	-	443,618
NET ASSETS - END OF YEAR	<u>\$ 288,779</u>	<u>\$ 153,137</u>	<u>\$ -</u>	<u>\$ 441,916</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 CASH FLOWS
YEAR ENDED JUNE 30, 2023
(SEE INDEPENDENT AUDITORS' REPORT)**

	Youth Haven, Inc.	Youth Haven Foundation, Inc.	Eliminating Entries	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Change in Net Assets	\$ 1,624,784	\$ 316,818	\$ -	\$ 1,941,602
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:				
Realized (Gain) Loss on Investments	(196,615)	(142,105)	-	(338,720)
Unrealized (Gain) Loss on Investments	(564,110)	(407,712)	-	(971,822)
Depreciation	378,850	-	-	378,850
(Gain) on Disposal of Equipment	-	-	-	-
Paycheck Protection Program Loan Forgiveness	-	-	-	-
Change in Value of Split-Interest Agreements and (Increase) Decrease in Assets:				
Grants and Contracts Receivable	59,335	-	-	59,335
Other Receivables	-	-	-	-
Donated Assets Inventory	80,000	-	-	80,000
Prepaid Expenses	(17,898)	-	-	(17,898)
Increase (Decrease) in Liabilities:				
Accounts Payable	76,670	-	-	76,670
Accrued Payroll and Benefits	113,842	-	-	113,842
Deferred Revenue	(171,475)	-	-	(171,475)
Due to/from Related Party	(3,459)	3,459	-	-
Net Cash Provided by Operating Activities	<u>1,368,718</u>	<u>(229,540)</u>	<u>-</u>	<u>1,139,178</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Proceeds from Sale of Investments	2,265,264	1,637,229	-	3,902,493
Purchase of Investments	(1,517,486)	(1,399,378)	-	(2,916,864)
Proceeds from Sale of Property and Equipment	-	-	-	-
Purchase of Property and Equipment	(1,188,309)	-	-	(1,188,309)
Net Cash Used by Investing Activities	<u>(440,531)</u>	<u>237,851</u>	<u>-</u>	<u>(202,680)</u>
CASH FLOWS FROM FINANCING ACTIVITIES				
Payments on ROU Assets	(10,638)	-	-	(10,638)
Net Cash Used by Financing Activities	<u>(10,638)</u>	<u>-</u>	<u>-</u>	<u>(10,638)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	917,549	8,311	-	925,860
Cash and Cash Equivalents - Beginning of Year	<u>2,267,937</u>	<u>43,938</u>	<u>-</u>	<u>2,311,875</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 3,185,486</u>	<u>\$ 52,249</u>	<u>\$ -</u>	<u>\$ 3,237,735</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 Provided 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:				
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 by Investing Activities	<u>1,228,688</u>	<u>(2,072,786)</u>	<u>-</u>	<u>(844,098)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	1,216,844	(427,826)	-	789,018
Cash and Cash Equivalents - Beginning of Year	<u>1,051,093</u>	<u>471,764</u>	<u>-</u>	<u>1,522,857</u>
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 SCHEDULE OF EXPENSES — UNRESTRICTED
YEAR ENDED JUNE 30, 2023
(SEE INDEPENDENT AUDITORS' REPORT)

	Youth Haven, Inc.	Youth Haven Foundation, Inc.	Eliminating Entries	Total
PROGRAM SERVICES				
Salaries and Related Expenses	\$ 2,673,258	\$ -	\$ -	\$ 2,673,258
Advertising and Promotion	2,113	-	-	2,113
Dues and Licenses	4,344	-	-	4,344
Equipment and Storage Lease	1,488	-	-	1,488
Food	92,440	-	-	92,440
Insurance	136,144	-	-	136,144
Office Supplies and Expenses	67,127	-	-	67,127
Other Program Expenses	156,020	-	-	156,020
Postage and Shipping	32,318	-	-	32,318
Printing	1,976	-	-	1,976
Professional Fees	39,891	5,887	-	45,778
Repairs and Maintenance	115,925	-	-	115,925
Staff Expenses and Professional Development	25,054	1,831	-	26,885
Telephone	16,867	-	-	16,867
Utilities	58,448	-	-	58,448
Vehicle Expense	24,610	-	-	24,610
Total Program Services	4,055,265	7,718	-	4,062,983
MANAGEMENT AND GENERAL				
Salaries and Related Expenses	385,076	-	-	385,076
Depreciation	-	-	-	-
Dues and Licenses	12,007	-	-	12,007
Insurance	11,361	-	-	11,361
Loss on Disposal	500	-	-	500
Office Supplies and Expenses	18,324	-	-	18,324
Other Program Expenses	649	-	-	649
Postage and Shipping	792	-	-	792
Printing	1,030	-	-	1,030
Professional Fees	67,549	3,458	-	71,007
Repairs and Maintenance	49,294	-	-	49,294
Staff Expenses and Professional Development	7,021	-	-	7,021
Telephone	6,509	-	-	6,509
Utilities	15,585	-	-	15,585
Vehicle Expense	3,762	-	-	3,762
Total Management and General	579,459	3,458	-	582,917

YOUTH HAVEN, INC. AND AFFILIATE
CONSOLIDATING SCHEDULE OF EXPENSES — UNRESTRICTED (CONTINUED)
YEAR ENDED JUNE 30, 2023
(SEE INDEPENDENT AUDITORS' REPORT)

	Youth Haven, Inc.	Youth Haven Foundation, Inc.	Eliminating Entries	Total
FUNDRAISING				
Salaries and Related Expenses	\$ 202,691	\$ -	\$ -	\$ 202,691
Advertising and Promotion	5,335	-	-	5,335
Dues and Licenses	3,364	-	-	3,364
Insurance	6,407	-	-	6,407
Loss on Disposal	-	-	-	-
Office Supplies and Expenses	62,152	-	-	62,152
Other Program Expenses	1,508	-	-	1,508
Postage and Shipping	3,161	-	-	3,161
Printing	14,754	-	-	14,754
Professional Fees	5,650	-	-	5,650
Repairs and Maintenance	5,306	-	-	5,306
Staff Expenses and Professional Development	5,296	-	-	5,296
Telephone	1,625	-	-	1,625
Utilities	2,383	-	-	2,383
Vehicle Expense	663	-	-	663
Total Fundraising	<u>320,294</u>	<u>-</u>	<u>-</u>	<u>320,294</u>
 Total Expenses	 <u>\$ 4,955,018</u>	 <u>\$ 11,176</u>	 <u>\$ -</u>	 <u>\$ 4,966,194</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	<u>3,533,849</u>	<u>-</u>	<u>-</u>	<u>3,533,849</u>
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
Food	6	-	-	6
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
Printing	1,674	-	-	1,674
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	<u>507,858</u>	<u>10,296</u>	<u>-</u>	<u>518,154</u>

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>



**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, 2023, 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 July 2, 2024.

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. Given these limitations, during our audit we did not identify any deficiencies in internal control 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 consolidated 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*.

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
July 2, 2024



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

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

Report on Compliance for Each Major Federal Program and State Project
Opinion on Each Major Federal Program and State Project

We have audited Youth Haven, Inc. and Affiliates' compliance with the types of compliance requirements described in the *OMB Compliance Supplement*, and the requirements described in the Florida Department of Financial Services' *State Projects Compliance Supplement* that could have a direct and material effect on each of Youth Haven, Inc. and Affiliates' major federal programs and state projects for the year ended June 30, 2023. Youth Haven, Inc. and Affiliates' major federal programs and state projects are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, Youth Haven, Inc. and Affiliates 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 and state projects for the year ended June 30, 2023.

Basis for Opinion on Each Major Federal Program and State Project

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) and Chapter 10,650, Rules of the Auditor General. Our responsibilities under those standards and the Uniform Guidance and Chapter 10.650, Rules of the Auditor General 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, Inc. and Affiliates 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 and state project. Our audit does not provide a legal determination of Youth Haven, Inc.' and Affiliates' 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, Inc. federal programs and state projects.

Auditors' Responsibility 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 Peace River Center for Personal Development, Inc'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 and Chapter 10.650, Rules of the Auditor General will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Youth Haven, Inc. and Affiliates' compliance with the requirements of each major federal program or state project as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance and Chapter 10.650, Rules of the Auditor General, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Youth Haven, Inc. and Affiliates' 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, Inc. and Affiliates' internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and Chapter 10.650, Rules of the Auditor General, but not for the purpose of expressing an opinion on the effectiveness of Youth Haven, Inc. and Affiliates' internal control over compliance. Accordingly, no such opinion is expressed.

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.

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
July 2, 2024

**YOUTH HAVEN, INC. AND AFFILIATE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
YEAR ENDED JUNE 30, 2023**

Federal Agency Pass-Through Entity Federal Program	Assistance Listing	Contract Grant Number	Federal Expenditures
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	93.658	DAT03, GAT01	\$ 330,277
Children's Network of Southwest Florida	93.556	DAT03, GAT01	130,950
<i>Shelter Grant Total</i>			<u>461,227</u>
<i>Total from Department of Health and Human Services</i>			461,227
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			
<i>Passed Through CHS, Collier County</i>			
<i>CDBG - Entitlement Grants Cluster:</i>			
Community Development Block Grant/Entitlement Grants	14.218	B-19-UC-12-0016	<u>396,041</u>
<i>Total from Department of Housing and Urban Development</i>			<u>396,041</u>
TOTAL FEDERAL FINANCIAL ASSISTANCE			<u><u>\$ 857,268</u></u>
State Financial Assistance			
<i>Passed Through State of Florida, Department of Children and Families</i>			
Children's Network of Southwest Florida	60.074	DAT03, GAT01	\$ 1,044,998
	60.141	DAT03, GAT01	<u>19,935</u>
<i>Total from Department of Children and Families</i>			<u>1,064,933</u>
Total from State of Florida			<u>1,064,933</u>
TOTAL FINANCIAL ASSISTANCE			<u><u>\$ 1,922,201</u></u>

YOUTH HAVEN, INC. AND AFFILIATE
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL
ASSISTANCE
JUNE 30, 2023

NOTE 1 PURPOSE OF SCHEDULE

The accompanying combined schedule of expenditures of federal awards and state financial assistance (the Schedule) includes the federal award and state financial assistance activity of the Youth Haven, Inc. and Affiliates (Peace River Center or PRC) under programs of the federal government for the year ended June 30, 2023. 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) and Chapter 10.650, Rules of the Florida Auditor General. Because the Schedule presents only a selected portion of the operations of Peace River Center, it is not intended to and does not present the financial position, statements of activities and changes in net assets, functional expenses or cash flows Youth Haven, Inc. and Affiliates.

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, 2023, there were no funds passed through to sub recipients.

**YOUTH HAVEN, INC. AND AFFILIATE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2023**

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 | ___ <u>x</u> ___ no |
| • Significant deficiency(ies) identified that are not considered to be material weakness(es)? | _____ yes | ___ <u>x</u> ___ none reported |
| 3. Noncompliance material to financial statements noted? | _____ yes | ___ <u>x</u> ___ no |

Federal Awards

- | | | |
|---|------------|--------------------------------|
| 1. Internal control over major federal programs: | | |
| • Material weakness(es) identified? | _____ yes | ___ <u>x</u> ___ no |
| • Significant deficiency(ies) identified that are not considered to be material weakness(es)? | _____ yes | ___ <u>x</u> ___ 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 | ___ <u>x</u> ___ no |

**YOUTH HAVEN, INC. AND AFFILIATE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2023**

Section I – Summary of Auditors’ Results (Continued)

Identification of Major Federal Programs

Assistance Listing Number

93.658

Name of Federal Program or Cluster

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?

 yes

 x no

Section II – Financial Statement Findings

Our audit did not disclose any matters required to be reported in accordance with *Government Auditing Standards*.

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.

**YOUTH HAVEN, INC. AND AFFILIATE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2023**

Section I – Summary of Auditors’ Results (Continued)

State Financial Assistance

1. Internal control over major state projects:

- Material weaknesses identified? _____ yes x no
- Significant deficiency identified? _____ yes x no

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 Chapter 10.650, Rules of the Auditor General? _____ yes x no

Identification of Major State Programs

Assistance Listing Numbers	Name of State Program or Cluster
60.074	Out of Hope Support
60.141	Extended Foster Care Program

Dollar threshold used to distinguish between Type A and Type B state projects: \$ 438,292

Section II – Financial Statement Findings

Our audit did not disclose any matters required to be reported in accordance with *Government Auditing Standards*.

Section III – Findings and Questioned Costs – Major Federal Programs and State Projects

Our audit did not disclose any matters required to be reported in accordance with *Government Auditing Standards*.



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