

FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REPORTS

A KID'S PLACE OF TAMPA BAY, INC.

June 30, 2014 and 2013

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**RIVERO, GORDIMER & COMPANY, P.A.**  
**CERTIFIED PUBLIC ACCOUNTANTS**

Member  
 American Institute of Certified Public Accountants  
 Florida Institute of Certified Public Accountants

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Cesar J. Rivero	Sam A. Lazzara
Herman V. Lazzara	Stephen G. Douglas
Marc D. Sasser	Michael E. Helton
Richard B. Gordimer, of Counsel	

INDEPENDENT AUDITORS' REPORT

Board of Directors  
 A Kid's Place of Tampa Bay, Inc.

**Report on the Financial Statements**

We have audited the accompanying financial statements of A Kid's Place of Tampa Bay, Inc. a Florida not-for-profit corporation, which comprise the statements of financial position as of June 30, 2014 and 2013, and the related statements of activities and changes in net assets, cash flows and functional expenses for the years then ended, and the related notes to the financial statements.

***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

***Auditor's Responsibility***

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

## **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of A Kid's Place of Tampa Bay, Inc. as of June 30, 2014 and 2013, 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.

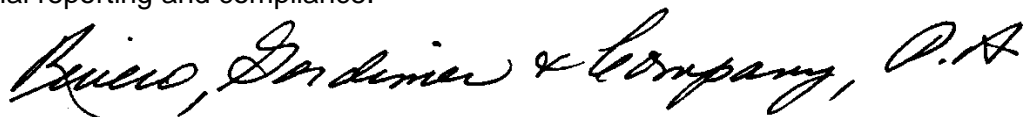
## **Other Matters**

### *Other Information*

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

## **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated December 16, 2014, on our consideration of A Kid's Place of Tampa Bay, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering A Kid's Place of Tampa Bay, Inc.'s internal control over financial reporting and compliance.



Tampa, Florida  
December 16, 2014

A Kid's Place of Tampa Bay, Inc.

STATEMENTS OF FINANCIAL POSITION

June 30,

	<u>2014</u>	<u>2013</u>
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and cash equivalents (note A6)	\$ 584,152	\$ 482,971
Beneficial interest in assets held by others (note A9&H)	258,825	54,634
Grant receivable (note A5)	154,352	124,916
Prepaid expenses	30,400	17,510
Other	<u>3,277</u>	<u>1,721</u>
Total current assets	<u>1,031,006</u>	<u>681,752</u>
VEHICLES AND EQUIPMENT, less accumulated depreciation (note B)	<u>50,165</u>	<u>59,798</u>
<b>TOTAL ASSETS</b>	<u><b>\$ 1,081,171</b></u>	<u><b>\$ 741,550</b></u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accrued expenses	<u>\$ 40,190</u>	<u>\$ 68,380</u>
Total current liabilities	<u>40,190</u>	<u>68,380</u>
COMMITMENTS (note C)	<u>-</u>	<u>-</u>
<b>NET ASSETS (notes A2 and C)</b>		
Unrestricted	781,125	606,856
Temporarily restricted	19,250	11,570
Permanently restricted	<u>240,606</u>	<u>54,744</u>
Total net assets	<u>1,040,981</u>	<u>673,170</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u><b>\$ 1,081,171</b></u>	<u><b>\$ 741,550</b></u>

The accompanying notes are an integral part of these statements.

A Kid's Place of Tampa Bay, Inc.

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

For the year ended June 30, 2014

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Revenue and other support (note A3)				
Federal financial assistance	\$ 1,479,241	\$ -	\$ -	\$ 1,479,241
State of Florida financial assistance	322,879	-	-	322,879
Contributions	579,073	78,423	185,862	843,358
Special events, net of direct expenses of \$34,056	128,451	-	-	128,451
In-kind revenue (note C)	309,764	-	-	309,764
Net assets released from restrictions				
Satisfaction of program restrictions	70,743	(70,743)	-	-
Total revenue and other support	<u>2,890,151</u>	<u>7,680</u>	<u>185,862</u>	<u>3,083,693</u>
Expenses				
Program services	2,494,498	-	-	2,494,498
Supporting expenses				
Management and general	207,081	-	-	207,081
Fundraising	14,303	-	-	14,303
Total expenses	<u>2,715,882</u>	<u>-</u>	<u>-</u>	<u>2,715,882</u>
Change in net assets	174,269	7,680	185,862	367,811
Net assets at beginning of year	<u>606,856</u>	<u>11,570</u>	<u>54,744</u>	<u>673,170</u>
Net assets at end of year	<u>\$ 781,125</u>	<u>\$ 19,250</u>	<u>\$ 240,606</u>	<u>\$ 1,040,981</u>

The accompanying notes are an integral part of this statement.

A Kid's Place of Tampa Bay, Inc.

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

For the year ended June 30, 2013

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Revenue and other support (note A3)				
Federal financial assistance	\$ 1,332,423	\$ -	\$ -	\$ 1,332,423
State of Florida financial assistance	510,085	-	-	510,085
Contributions	630,487	30,000	54,744	715,231
Special events, net of direct expenses of \$32,201	104,005	-	-	104,005
In-kind revenue (note C)	314,944	-	-	314,944
Net assets released from restrictions				
Satisfaction of program restrictions	19,080	(19,080)	-	-
Total revenue and other support	<u>2,911,024</u>	<u>10,920</u>	<u>54,744</u>	<u>2,976,688</u>
Expenses				
Program services	2,563,577	-	-	2,563,577
Supporting expenses				
Management and general	210,847	-	-	210,847
Fundraising	11,878	-	-	11,878
Total expenses	<u>2,786,302</u>	<u>-</u>	<u>-</u>	<u>2,786,302</u>
Change in net assets	124,722	10,920	54,744	190,386
Net assets at beginning of year	<u>482,134</u>	<u>650</u>	<u>-</u>	<u>482,784</u>
Net assets at end of year	<u>\$ 606,856</u>	<u>\$ 11,570</u>	<u>\$ 54,744</u>	<u>\$ 673,170</u>

The accompanying notes are an integral part of this statement.

A Kid's Place of Tampa Bay, Inc.

STATEMENTS OF CASH FLOWS

For the year ended June 30,

	<u>2014</u>	<u>2013</u>
Cash flows from operating activities		
Change in net assets	\$ 367,811	\$ 190,386
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Depreciation	34,098	38,932
Increase (decrease) in grants receivable	(29,436)	25,109
Increase in other current assets	(1,556)	(581)
Increase in prepaid expenses	(12,890)	(1,960)
(Decrease) increase in accrued expenses	(28,190)	6,189
Total adjustments	<u>(37,974)</u>	<u>67,689</u>
Net cash provided by operating activities	<u>329,837</u>	<u>258,075</u>
Cash flows from investing activities		
Purchases of vehicles and equipment	(24,465)	(22,830)
Increase in beneficial interest	<u>(204,191)</u>	<u>(54,634)</u>
Net cash used in investing activities	<u>(228,656)</u>	<u>(77,464)</u>
Net increase in cash and cash equivalents	<u>101,181</u>	<u>180,611</u>
Cash and cash equivalents at beginning of year	<u>482,971</u>	<u>302,360</u>
Cash and cash equivalents at end of year	<u>\$ 584,152</u>	<u>\$ 482,971</u>
Supplemental disclosures of cash flow information		
Cash paid during the year		
Interest	<u>\$ -</u>	<u>\$ -</u>
Income taxes	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these statements.



A Kid's Place of Tampa Bay, Inc.

STATEMENT OF FUNCTIONAL EXPENSES

For the year ended June 30, 2014

	Program Services	Management and General	Fundraising	Total Expenses
Salaries and wages	\$ 1,565,926	\$ 104,329	\$ 12,470	\$ 1,682,725
Payroll taxes	164,015	10,927	1,306	176,248
Employee benefits	94,649	2,637	391	97,677
	<u>1,824,590</u>	<u>117,893</u>	<u>14,167</u>	<u>1,956,650</u>
Professional fees	43,295	28,149	-	71,444
Office supplies	9,179	303	-	9,482
Staff training and compliance	9,277	94	-	9,371
Postage and shipping	768	173	-	941
Telephone	16,531	907	-	17,438
Printing and publications	1,521	383	-	1,904
Technology	1,386	831	-	2,217
Program supplies	128,356	-	-	128,356
Occupancy	332,241	16,020	-	348,261
Insurance	26,663	33,661	-	60,324
Vehicle expense	2,876	-	-	2,876
Maintenance	62,749	6,055	-	68,804
Security	1,560	-	-	1,560
Other	1,215	941	-	2,156
	<u>2,462,207</u>	<u>205,410</u>	<u>14,167</u>	<u>2,681,784</u>
Total expenses before depreciation expense				
Depreciation expense	32,291	1,671	136	34,098
	<u>32,291</u>	<u>1,671</u>	<u>136</u>	<u>34,098</u>
Total expenses	<u>\$ 2,494,498</u>	<u>\$ 207,081</u>	<u>\$ 14,303</u>	<u>\$ 2,715,882</u>

The accompanying notes are an integral part of this statement.

A Kid's Place of Tampa Bay, Inc.

STATEMENT OF FUNCTIONAL EXPENSES

For the year ended June 30, 2013

	Program Services	Management and General	Fundraising	Total Expenses
Salaries and wages	\$ 1,607,808	\$ 103,285	\$ 10,000	\$ 1,721,093
Payroll taxes	182,790	11,730	1,137	195,657
Employee benefits	96,390	1,977	575	98,942
	<u>1,886,988</u>	<u>116,992</u>	<u>11,712</u>	<u>2,015,692</u>
Professional fees	33,122	27,431	-	60,553
Office supplies	9,050	251	-	9,301
Staff training and compliance	9,237	93	-	9,330
Postage and shipping	903	195	-	1,098
Telephone	17,153	865	-	18,018
Printing and publications	1,259	309	-	1,568
Technology	2,072	1,181	-	3,253
Program supplies	137,027	-	-	137,027
Occupancy	328,172	18,733	-	346,905
Insurance	24,270	32,042	-	56,312
Vehicle expense	7,264	-	-	7,264
Maintenance	59,077	8,984	-	68,061
Security	11,262	-	-	11,262
Other	901	825	-	1,726
	<u>2,527,757</u>	<u>207,901</u>	<u>11,712</u>	<u>2,747,370</u>
Total expenses before depreciation expense				
Depreciation expense	<u>35,820</u>	<u>2,946</u>	<u>166</u>	<u>38,932</u>
Total expenses	<u>\$2,563,577</u>	<u>\$ 210,847</u>	<u>\$ 11,878</u>	<u>\$2,786,302</u>

The accompanying notes are an integral part of this statement.

A Kid's Place of Tampa Bay, Inc.

NOTES TO FINANCIAL STATEMENTS

June 30, 2014 and 2013

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

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

1. Description of the Organization

A Kid's Place of Tampa Bay, Inc. (the "Organization"), is a not-for-profit corporation founded in 2009 for the purpose of protecting and caring for neglected and abused children who have been removed from their homes. The Organization provides comfort and safety in a stable and nurturing environment at a critical time.

2. Basis of Accounting

These financial statements, presented on the accrual basis of accounting, have been prepared to focus on the Organization as a whole and to present net assets, revenues, and expenses based on the existence or absence of donor-impaired restrictions.

The Organization adheres to the provisions of Financial Accounting Standards Board Accounting Standards Codification Topic 958 ("FASB ASC Topic 958") *Not-For-Profit Entities*.

Under FASB ASC Topic 958, net assets and revenue, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

- Unrestricted net assets - Net assets that are not subject to donor-imposed stipulations.
- Temporarily restricted net assets - Cash and other assets received with donor stipulations that limit their use. When a donor restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets (as defined above) and reported in the statement of activities as "net assets released from restrictions." If a restriction is fulfilled in the same time period in which the support is received, the Organization reports the support as unrestricted.
- Permanently restricted net assets - Net assets subject to donor-imposed stipulations that will be maintained permanently by the Organization.

3. Revenue and Expense Recognition

The Organization recognizes public support, revenue and expenses on the accrual basis. Support and revenues from grants and contracts are generally recognized as eligible costs when incurred and/or required services are performed. Functional expenses are allocated on the basis of specific identification, where possible, or management's best estimates.

A Kid's Place of Tampa Bay, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2014 and 2013

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

4. Contributions

The Organization accounts for contributions in accordance with FASB ASC Topic 958. Accordingly, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence or nature of any donor restrictions.

5. Grants Receivable

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

6. Cash and Cash Equivalents

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

7. Income Taxes

The Organization is exempt from income taxes under Internal Revenue Code Section 501 (c)(3) and qualifies for the charitable contribution deduction under Section 170 (b)(1)(A), and is not considered a private foundation. Accordingly, no provision or benefit for income taxes has been reflected in the accompanying financial statements. The Organization has not reported any unrelated business income; however, such status is subject to final determination upon examination, if any, of the related income tax returns by appropriate taxing authorities. Management does not believe the results of examination, if any, would have a significant effect on the Organization's revenue, expenses, or net assets.

The Organization is not aware of any tax positions it has taken that are subject to a significant degree of uncertainty. Tax years after June 30, 2011 remain subject to examination by taxing authorities.

8. Estimates

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

A Kid's Place of Tampa Bay, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2014 and 2013

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

9. Beneficial Interest in Assets Held by Others

The Organization has transferred assets to a community foundation which holds funds for its benefit. When a nonprofit transfers assets to a charitable trust or community foundation in which the resource provider names itself as beneficiary, the economic benefit of the transferred asset remains with the resource provider. The asset received in exchange is a beneficial interest in assets held by others, measured at the fair value of the asset contributed.

10. Donated Goods and Services

The Organization records the value of donated goods or services when there is an objective basis available to measure their value. Donated use of the facility is reflected as contributions in the accompanying financial statements at fair value as the facility is used.

11. Functional Allocation of Expenses

The costs of providing the Organization's programs and other activities have been summarized on a functional basis in the accompanying statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited as shown in the statement of functional expenses.

NOTE B - VEHICLES AND EQUIPMENT

Vehicles and equipment are valued at cost at the acquisition date and fair value at the date of donation. Assets are capitalized when the purchase price or estimated fair value exceeds \$1,500 and the estimated useful life is more than one year. Depreciation is computed on the straight-line method based upon the estimated useful lives ranging from three to five years. Depreciation expense was \$34,098 and \$38,932 for the years ended June 30, 2014 and 2013, respectively.

Vehicles and equipment consist of the following at June 30,:

	<u>2014</u>	<u>2013</u>
Vehicles	\$ 111,563	\$ 111,563
Playground equipment	16,522	16,522
Storage unit	9,304	9,304
Leasehold Improvements	<u>35,295</u>	<u>10,830</u>
	172,684	148,219
Less accumulated depreciation	<u>(122,519)</u>	<u>(88,421)</u>
	<u>\$ 50,165</u>	<u>\$ 59,798</u>

A Kid's Place of Tampa Bay, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2014 and 2013

NOTE C - COMMITMENTS AND CONTINGENCIES

The Organization leases the residential and administrative facilities, under an operating lease with an unrelated entity for \$1 per year. In-kind contributions and rent expense, at fair value, was approximately \$315,000 for both years ended June 30, 2014 and 2013, respectively.

Certain funding agencies reserve the right to examine records by terms of the Organization's contracts. In the event there is a determination on non-qualifying expenditures for which a payment has been made, the funding agency may demand a refund for the appropriate amount. Management of the Organization does not anticipate adjustments to be made for grants closed out as of June 30, 2014. Accordingly, no provision for such a liability has been made in the accompanying financial statements.

NOTE D - RETIREMENT PLAN

The Organization sponsors a profit sharing plan under the provisions of Section 401(k) of the Internal Revenue Code. The Plan covers all eligible employees and the Organization may provide a discretionary contribution to the employee deferral account. The Organization provided discretionary contributions of approximately \$7,500 and \$3,100 for the years ended June 30, 2014 and 2013, respectively.

NOTE E - CONCENTRATIONS OF CREDIT RISK

Financial instruments that potentially subject the Organization to concentrations of credit risk consist principally of cash and cash equivalents, grants receivable, gift cards and prepaid expenses. The Organization manages its risk with cash and cash equivalents through the use of high credit worthy financial institutions. All cash accounts are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. At June 30, 2014, approximately \$326,000 of cash and cash equivalents are not insured. The Organization has not experienced any losses from its deposits.

Concentrations of credit risk with respect to the unsecured receivables are limited, as the receivables are grants receivable from not-for-profit pass-through agencies. Concentrations of audit risk associated with gift cards and prepaid expenses are limited because of their short-term nature.

NOTE F - PERMANENTLY RESTRICTED NET ASSETS

Permanently restricted net assets are restricted to investment in perpetuity. Permanently restricted net assets consist of an Endowment Fund with a balance of \$258,825 at June 30, 2014.

A Kid's Place of Tampa Bay, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2014 and 2013

NOTE G - ENDOWMENT NET ASSETS

In accordance with FASB ASC 958-205-50 "Endowments of Not-for-Profit Organizations: Net Asset Classification of Funds Subject to an Enacted Version of the Uniform Prudent Management of Institutional Funds Act, and Enhanced Disclosures of All Endowment Funds," the Organization has established a permanently restricted endowment fund. This fund is invested in accordance with the investment policy of the Organization.

Changes in the endowment's net assets are as follows for the year ended June 30, 2014:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Endowment net assets at June 30, 2013	\$ -	\$ (110)	\$ 54,744	\$ 54,634
Endowment contributions	-	-	185,862	185,862
Unrealized gain on investments	-	18,328	-	18,328
Endowment net assets at June 30, 2014	<u>\$ -</u>	<u>\$ 18,218</u>	<u>\$ 240,606</u>	<u>\$ 258,824</u>

The temporarily restricted balance at June 30, 2014 represents investments gains related to permanently restricted endowments.

NOTE H - FAIR VALUE MEASUREMENTS

Financial Accounting Standards Board *Accounting Standards Codification* 820 establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurement), a middle priority to quoted prices for similar assets or liabilities (level 2 measurements), and the lowest priority to unobservable inputs (level 3 measurements).

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

Following is a description of the valuation methodologies used for significant assets measured at fair value at June 30, 2014:

*Beneficial interest in assets held by others:* Consists of funds held by a community foundation. The beneficial interest is not actively traded and significant other observable inputs are not available. Thus, the fair value is equal to the value reported by the trustee.

A Kid's Place of Tampa Bay, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2014 and 2013

NOTE H - FAIR VALUE MEASUREMENTS - Continued

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

The following table presents financial assets measured at fair value on a recurring basis as of June 30, 2014:

	<u>Fair Value</u>	<u>Level 1 Inputs</u>	<u>Level 2 Inputs</u>	<u>Level 3 Inputs</u>
Beneficial interest in assets held by others	<u>\$ 258,825</u>	<u>-</u>	<u>-</u>	<u>\$ 258,825</u>
Total	<u><u>\$ 258,825</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 258,825</u></u>

The following illustrates a rollforward for all assets and liabilities measured at fair value on a recurring basis using significant unobservable inputs (level 3) for the year ended June 30, 2014:

<u>Assets</u>	
Beneficial interest in assets held by others at June 30, 2013	\$ 54,635
Additions	185,862
Investment Income	1,982
Realized and unrealized gains (losses)	16,346
Distributions	<u>-</u>
Beneficial interest in assets held by others at June 30, 2014	<u><u>\$ 258,825</u></u>

NOTE I - SUBSEQUENT EVENTS

The Organization has evaluated events and transactions occurring subsequent to June 30, 2014 as of October 16, 2014, which is the date the financial statements were available to be issued.

In July 2014, the Board of Directors of A Kid's Place of Tampa Bay, Inc. and Kids Charity of Tampa Bay, Inc. approved a merger of the two organizations.



SUPPLEMENTARY INFORMATION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

A KID'S PLACE OF TAMPA BAY, INC.

For the year ended June 30, 2014

A Kid's Place of Tampa Bay, Inc.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the year ended June 30, 2014

Federal Program Title	Contract Number	CFDA	Expenditures
U.S. Department of Health and Human Services			
<b><u>Indirect Awards</u></b>			
Passed-through Florida Department of Children and Families			
Passed-through Eckerd Youth Alternatives, Inc. Foster Care Title IV-E	ECAH-RES-AKP-FY15	93.658	\$ 556,923
Passed-through Heartland for Children, Inc. Foster Care Title IV-E	RA-JKP01	93.658	201,148
Passed-through Devereux Community Based Care Foster Care Title IV-E	-	93.658	70,931
Passed-through United for Families Foster Care Title IV-E	-	93.658	<u>8,793</u>
Total CFDA #93.658			<u>837,795</u>
Passed-through Eckerd Youth Alternatives, Inc.			
Social Services Block Grant	ECAH-RES-AKP-FY15	93.667	471,054
Passed-through Heartland for Children, Inc.			
Social Services Block Grant	RA-JKP01	93.667	118,942
Passed-through Devereux Community Based Care			
Social Services Block Grant	-	93.667	25,967
Passed-through United for Families			
Social Services Block Grant	-	93.667	<u>3,219</u>
Total CFDA # 93.667			<u>619,182</u>
Passed-through CBC Central Florida			
Emergency Housing Services	-	93.xxx	<u>22,264</u>
Total expenditures of federal awards			<u>\$ 1,479,241</u>

The accompanying notes are an integral part of this schedule.

A Kid's Place of Tampa Bay, Inc.

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

June 30, 2014

NOTE A - BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of A Kid's Place of Tampa Bay, Inc. (the "Organization") and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of State and Local Governments and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statements.

NOTE B - CONTINGENCIES

These federal programs are subject to financial and compliance audits by grantor agencies which, if instances of material noncompliance are found, may result in disallowed expenditures and affect the Organization's continued participation in specific programs. The amount, if any, of expenditures which may be disallowed by the grantor agencies cannot be determined at this time, although the Organization expects such amounts, if any, to be immaterial.

NOTE C - SUBRECIPIENTS

The Organization did not provide any federal awards to subrecipients.

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*

A KID'S PLACE OF TAMPA BAY, INC.

June 30, 2014



**RIVERO, GORDIMER & COMPANY, P.A.**  
**CERTIFIED PUBLIC ACCOUNTANTS**

Member  
 American Institute of Certified Public Accountants  
 Florida Institute of Certified Public Accountants

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Cesar J. Rivero	Sam A. Lazzara
Herman V. Lazzara	Stephen G. Douglas
Marc D. Sasser	Michael E. Helton
Richard B. Gordimer, of Counsel	

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  
 A Kid's Place of Tampa Bay, Inc.

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of A Kid's Place of Tampa Bay, Inc. (the "Organization"), which comprise the statement of financial position as of June 30, 2014, and the related statements of activities and changes in net assets, cash flows, and functional expenses for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated December 16, 2014.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Organization's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

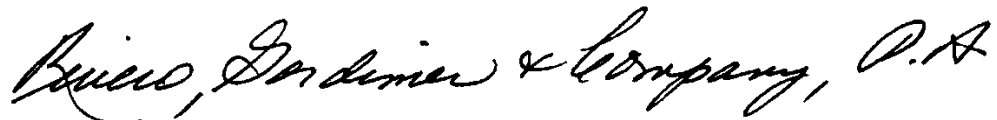
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

## Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Organization's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

## Purpose of this Report

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

A handwritten signature in cursive script that reads "Buico, Gardner & Company, P.A.".

Tampa, Florida  
December 16, 2014

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR  
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER  
COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

A KID'S PLACE OF TAMPA BAY, INC.

June 30, 2014





**RIVERO, GORDIMER & COMPANY, P.A.**  
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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE  
FOR EACH MAJOR PROGRAM AND ON INTERNAL  
CONTROL OVER COMPLIANCE REQUIRED BY  
OMB CIRCULAR A - 133

Board of Directors  
A Kid's Place of Tampa Bay, Inc.

**Report on Compliance for Each Major Federal Program**

We have audited the compliance A Kid's Place of Tampa Bay, Inc. ("the Organization") with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement*, which could have a direct and material effect on each of its major federal programs for the year ended June 30, 2014. The Organization's major federal programs are identified in the summary of auditors' results section of the accompanying Schedule of Findings and Questioned Costs.

***Management's Responsibility***

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

***Auditor's Responsibility***

Our responsibility is to express and opinion on compliance for each of the Organization's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards, OMB Circular A-133, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Organization's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Organization's compliance.

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

In our opinion, A Kid's Place of Tampa Bay, Inc. complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2014.

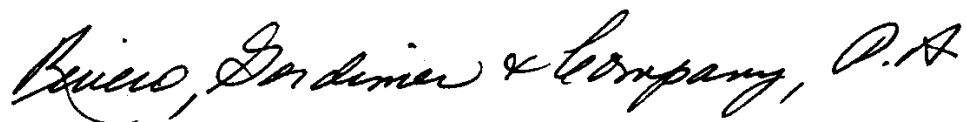
## ***Report on Internal Control Over Compliance***

Management of the Organization is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit, we considered the Organization's internal control over compliance with the types of requirements that could have a direct and material effect on a major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charge with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses, or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

This 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 OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.



Tampa, Florida  
December 16, 2014

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

A KID'S PLACE OF TAMPA BAY, INC.

June 30, 2014

A Kid's Place of Tampa Bay, Inc.

SCHEDULE OF FINDINGS AND QUESTIONED

For the year ended June 30, 2014

**Section I - Summary of Auditors' Results**

**Financial Statements**

Type of auditors' report issued Unmodified

Internal control over financial reporting  
Material weakness(es) identified?      yes   X   no  
Significant deficiency(ies) identified      yes   X   none reported

Noncompliance material to financial statements noted?      yes   X   no

**Federal Award Programs**

Internal control over major programs/projects  
Material weakness(es) identified?      yes   X   no  
Significant deficiency(ies) identified      yes   X   none reported

Type of auditors' report issued on compliance for major programs/projects Unmodified

Any audit findings disclosed that are required to be reported in accordance with Section 510 (a) of OMB Circular A-133?      yes   X   no

Identification of major programs:

**Federal**

<u>CFDA Number</u>	<u>Name of Federal Program</u>
93.658	Foster Care - Title IV-E
93.667	Social Services Block Grant

Dollar threshold used to distinguish between type A and type B federal programs      \$   300,000  

Auditee qualified as low-risk auditee   X   yes      no

**Section II - Financial Statement Findings**

No matters were reported for the year ended June 30, 2014 and no matters were reported for the prior year. Accordingly, a corrective action plan is not required.

**Section III - Federal Award Findings and Questioned Costs**

No matters were reported for the year ended June 30, 2014 and no matters were reported for the prior year. Accordingly, a summary of prior year financial audit findings is not presented.

**Section IV - Other Issues**

No summary schedule of prior year audit findings is required because there were no prior year audit findings related to federal programs.