FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REPORTS

TAMPA METROPOLITAN AREA YOUNG
MEN'S CHRISTIAN ASSOCIATION, INC.

September 30, 2022

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RIVERO, GORDIMER & COMPANY, P.A.
CPAS AND ADVISORS

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INDEPENDENT AUDITORS' REPORT

Governance Board
Tampa Metropolitan Area Young Men's Christian Association, Inc.

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Tampa Metropolitan Area Young Men's Christian Association, Inc. (the "Association") (a nonprofit organization), which comprise the statement of financial position as of September 30, 2022, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Tampa Metropolitan Area Young Men's Christian Association, Inc. as of September 30, 2022, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Tampa Metropolitan Area Young Men's Christian Association, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

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Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.
In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Tampa Metropolitan Area Young Men's Christian Association, Inc.'s internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Tampa Metropolitan Area Young Men's Christian Association, Inc.'s ability to continue as a going concern for a reasonable period of time.

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

Report on Summarized Comparative Information

We have previously audited Tampa Metropolitan Area Young Men's Christian Association, Inc.'s 2021 financial statements, and our report dated January 13, 2022, expressed an unmodified opinion on those audited financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended September 30, 2021, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Supplementary 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 Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards 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 January 12, 2023, on our consideration of the Association'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 the Association'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 the Association's internal control over financial reporting and compliance.

Rivero, Gordimer & Company, P.A.

Tampa, Florida
January 12, 2023

Tampa Metropolitan Area Young Men's Christian Association, Inc.

STATEMENT OF FINANCIAL POSITION

September 30, 2022
(With comparative totals for the year ended September 30, 2021)

	2022	2021
ASSETS		
Cash and cash equivalents (note A10)	$ 3,037,463	$ 3,874,744
Investments (notes A3, B and C)	7,234,069	8,447,687
Grants receivable (note A4)	660,232	364,469
Contributions receivable, net (notes A5 and D)	885,100	1,344,080
Other receivables (note M)	2,270,503	4,270,805
Prepaid expenses and other assets	639,095	634,711
Land, buildings and equipment (notes A6, A7 and E)	39,555,207	39,971,792
TOTAL ASSETS	$ 54,281,669	$ 58,908,288
LIABILITIES AND NET ASSETS		
Trade accounts payable and accrued expenses	$ 2,118,582	$ 2,458,187
Unearned membership dues (note A11)	79,058	75,706
Unearned revenue (note A12)	189,353	362,862
Promissory note (note G)	9,283,324	11,141,663
Notes payable (note H)	1,518,874	1,752,608
Capital lease obligations (note J)	365,093	609,911
Total liabilities	13,554,284	16,400,937
Net assets (note K)		
Without donor restrictions	36,696,025	38,870,181
With donor restrictions	4,031,360	3,637,170
Total net assets	40,727,385	42,507,351
TOTAL LIABILITIES AND NET ASSETS	$ 54,281,669	$ 58,908,288

The accompanying notes are an integral part of this statement.

Tampa Metropolitan Area Young Men's Christian Association, Inc.

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

For the year ended September 30, 2022
(With comparative totals for the year ended September 30, 2021)

	Net Assets		September 30, 2022	September 30, 2021
	Without Donor Restrictions	With Donor Restrictions	Total	Total
Public support and revenue				
Public support				
Contributions	$ 2,422,734	$ 511,079	$ 2,933,813	$ 2,871,077
In-kind revenue	6,742	-	6,742	4,000
Grant revenue	3,021,003	678,929	3,699,932	2,758,108
Special events - net	1,536,455	48,485	1,584,940	1,495,484
United Way allocations	107,396	-	107,396	101,748
Total public support	7,094,330	1,238,493	8,332,823	7,230,417
Other revenue				
Program service fees	13,294,350	-	13,294,350	10,444,890
Membership dues	16,657,605	-	16,657,605	13,830,361
Sales to members	366,707	-	366,707	270,598
Miscellaneous revenue	72,636	-	72,636	27,214
Total other revenue	30,391,298	-	30,391,298	24,573,063
Net assets released from restrictions	1,510,043	(1,510,043)	-	-
Total public support and revenue	38,995,671	(271,550)	38,724,121	31,803,480
Expenses				
Program services				
Adult wellness	6,548,961	-	6,548,961	5,625,958
Childcare and family	22,200,028	-	22,200,028	18,881,895
Comprehensive youth development	5,492,793	-	5,492,793	4,426,285
Total program services	34,241,782	-	34,241,782	28,934,138
Supporting services				
Management and general	5,087,214	-	5,087,214	4,678,459
Fundraising	795,314	-	795,314	633,559
Total supporting services	5,882,528	-	5,882,528	5,312,018
Total expenses	40,124,310	-	40,124,310	34,246,156
Change in net assets from operations	(1,128,639)	(271,550)	(1,400,189)	(2,442,676)
Capital contributions	61,144	685,000	746,144	1,098,954
Investment return (note B)	(1,106,661)	(19,260)	(1,125,921)	1,144,573
Income from loan forgiveness (note I)	-	-	-	3,819,870
Income from ERC credits (note M)	-	-	-	4,083,961
Change in net assets	(2,174,156)	394,190	(1,779,966)	7,704,682
Net assets at beginning of year	38,870,181	3,637,170	42,507,351	34,802,669
Net assets at end of year	$ 36,696,025	$ 4,031,360	$ 40,727,385	$ 42,507,351

The accompanying notes are an integral part of this statement.

Tampa Metropolitan Area Young Men's Christian Association, Inc.

STATEMENT OF CASH FLOWS

For the year ended September 30, 2022
(With comparative totals for the year ended September 30, 2021)

	2022	2021
Cash flows from operating activities		
Change in net assets	$ (1,779,966)	$ 7,704,682
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Depreciation and amortization	3,067,647	3,485,845
Gain on disposal of equipment	(24,772)	(4,400)
Realized and unrealized losses (gains) on investments	1,242,480	(1,073,955)
Contributions restricted for investment in long-term assets	(1,196,079)	(1,721,499)
PPP loan forgiveness	-	(3,819,870)
Changes in operating assets and liabilities		
Receivables	1,689,002	(4,320,377)
Prepaid expenses and other assets	(4,384)	(45,341)
Accounts payable and accrued expenses	(339,605)	553,286
Unearned membership dues	3,352	2,981
Unearned revenue	(173,509)	38,385
Total adjustments	4,264,132	(6,904,945)
Net cash provided by operating activities	2,484,166	799,737
Cash flows from investing activities		
Cash payments for the purchase of equipment and capital improvements	(2,626,290)	(778,752)
(Purchase) sale of investments, net	(28,862)	887,322
Net cash (used) provided by investing activities	(2,655,152)	108,570
Cash flows from financing activities		
Collection of contributions restricted for investment in long-term assets	1,670,596	2,183,767
Payments on line of credit, net	-	(1,512,806)
Payments on promissory note	(1,858,339)	(1,145,837)
Payments on note payable, net	(233,734)	(233,735)
Payments on capital lease obligations	(244,818)	(274,169)
Proceeds from PPP loan	-	3,819,870
Net cash (used) provided by financing activities	(666,295)	2,837,090
Net (decrease) increase in cash and cash equivalents	(837,281)	3,745,397
Cash, cash equivalents, and restricted cash at beginning of year	3,874,744	129,347
Cash, cash equivalents, and restricted cash at end of year	$ 3,037,463	$ 3,874,744

The accompanying notes are an integral part of this statement.

Tampa Metropolitan Area Young Men's Christian Association, Inc.

STATEMENT OF CASH FLOWS - CONTINUED

For the year ended September 30, 2022
(With comparative totals for the year ended September 30, 2021)

	2022	2021
Supplemental disclosures of cash flow information		
Cash paid during the period		
Interest	$ 542,770	$ 266,817
Taxes	$ -	$ -
Non-cash investing and financing activities		
Equipment obtained under capital lease obligations	$ -	$ 63,458

The accompanying notes are an integral part of this statement.

Tampa Metropolitan Area Young Men's Christian Association, Inc.

STATEMENT OF FUNCTIONAL EXPENSES

For the year ended September 30, 2022
(With comparative totals for the year ended September 30, 2021)

	Program Services				Supporting Services				
	Adult Wellness	Childcare and Family	Comprehensive Youth Development	Total Program	Management and General	Fund Raising	Total Support	Total Year Ended September 30, 2022	Total Year Ended September 30, 2021
Salaries	$ 3,156,258	$ 10,177,223	$ 2,559,940	$ 15,893,421	$ 3,115,144	$ 484,900	$ 3,600,044	$ 19,493,465	$ 16,007,448
Employee benefits	192,938	761,936	249,432	1,204,306	408,971	84,445	493,416	1,697,722	1,409,516
Payroll taxes	291,756	1,108,560	252,245	1,652,561	2,060	47,665	49,725	1,702,286	1,656,039
Total salaries and related expenses	3,640,952	12,047,719	3,061,617	18,750,288	3,526,175	617,010	4,143,185	22,893,473	19,073,003
Contract services	28,982	1,132,115	1,220,175	2,381,272	577,189	37,201	614,390	2,995,662	2,493,349
Supplies	199,814	839,351	481,861	1,521,026	34,124	21,809	55,933	1,576,959	1,224,615
Telephone	90,668	304,892	18,949	414,509	24,912	-	24,912	439,421	512,986
Postage and shipping	195	12,671	553	13,419	9,837	151	9,988	23,407	24,661
Occupancy	1,136,975	3,857,037	219,776	5,213,788	4,661	275	4,936	5,218,724	4,411,536
Maintenance	584,187	344,879	98,243	1,027,309	156,995	37,483	194,478	1,221,787	799,869
Printing	2,337	7,082	4,781	14,200	607,871	3,949	611,820	626,020	568,133
Travel	14,032	340,935	127,068	482,035	26,243	10,665	36,908	518,943	287,286
Conference and meetings	41,111	170,974	163,533	375,618	46,010	26,543	72,553	448,171	245,484
National support and other dues	426	419,527	7,038	426,991	-	2,388	2,388	429,379	388,268
Awards and grants	-	57,190	8,680	65,870	2,500	-	2,500	68,370	61,063
Insurance	-	71,852	1,264	73,116	40,403	-	40,403	113,519	129,996
Bad debt expense	-	-	-	-	-	26,612	26,612	26,612	22,186
Miscellaneous	488	53,294	8,011	61,793	30,294	11,228	41,522	103,315	61,191
Subtotal	5,740,167	19,659,518	5,421,549	30,821,234	5,087,214	795,314	5,882,528	36,703,762	30,303,626
Depreciation and amortization	725,350	2,278,403	63,894	3,067,647	-	-	-	3,067,647	3,485,845
Interest and financing	83,444	262,107	7,350	352,901	-	-	-	352,901	456,685
Subtotal	808,794	2,540,510	71,244	3,420,548	-	-	-	3,420,548	3,942,530
Total expenses	$ 6,548,961	$ 22,200,028	$ 5,492,793	$ 34,241,782	$ 5,087,214	$ 795,314	$ 5,882,528	$ 40,124,310	$ 34,246,156

The accompanying notes are an integral part of this statement.

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 follow:

1. Organization

The Tampa Metropolitan Area Young Men's Christian Association, Inc.'s (the "Association"), mission: To put Judeo-Christian principles into practice through programs that build healthy spirit, mind and body for all.

The accompanying financial statements include the Association's administrative office and the accounts of the Association's programs maintained in its following branches:

Bob Gilbertson Central City Family Branch
Bob Sierra Family Branch
Bob Sierra Youth & Family Center
Camp Cristina Branch
Campo Family Branch
Sulphur Springs
Downtown Branch
Dade City Family Branch
East Pasco Branch
South Tampa Family Branch
North Brandon Family Branch
New Tampa Family Branch
Northwest Hillsborough Family Branch
Plant City Family Branch
The Spurlino Family YMCA at Big Bend Road
The First Tee of Tampa Bay
YMCA Express at West Park Village
Early Headstart
Before and After School Enrichment

2. Fund Accounting

To ensure observance of limitations and restrictions placed on the use of resources available to the Association, the accounts of the Association are maintained in accordance with the principles of fund accounting. This is the procedure by which resources for various purposes are classified for accounting and reporting purposes into funds established according to their nature and purposes.

The Association follows the provisions of FASB Accounting Standards Codification Topic 958 "Not-for-Profit Entities" ("ASC 958"). This requires the Association to distinguish between contributions that increase net assets without donor restrictions and net assets with donor restrictions. It also requires recognition of contributed services meeting certain criteria at fair value.

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

The Association utilizes the net assets without restrictions and net assets with restrictions groupings to account for its resources. Contributions, grants receivable, and pledges receivable are presented in these groupings as applicable, in the accompanying financial statements. ASC 958 requires a statement of financial position, a statement of activities, statement of functional expense, and a statement of cash flows for not-for-profit organizations.

The assets, liabilities and net assets of the Association are reported in self-balancing fund groups as follows:

- Net Assets without Donor Restrictions - Accounts for all resources over which the Governance Board has discretionary control in carrying on the Association's operations.

- Net Assets with Donor Restrictions - Accounts for all pledges and contributions restricted to specific Association projects most of which consist of specific programs or capital projects at the branches. Contributions of cash and other assets are reported as net assets with donor restrictions if they are received with donor stipulations that limit the use of donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Contributions received with donor-imposed restrictions that are met in the same year in which the contributions are received are classified as net assets without donor restrictions. All contributions are available for unrestricted use unless specifically restricted by the donor. Also accounts for all pledges and contributions restricted into perpetuity. Terms of these donations require the funds to be segregated from the Association's operating fund. Earnings will be released to the Association for general operations.

3. Investments

Investments consist of corporate and government bonds, mutual funds, and money market funds and are presented at fair value.

4. Grants Receivable and Revenue

Grants receivable relate to support received from federal, state, and local grants. None of the amounts receivable at September 30, 2022 are deemed to be uncollectible. Therefore, no provision for uncollectible accounts has been made in the accompanying financial statements.

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

Revenue from federal, state, and local grants is recorded based upon performance obligations specified by the terms of the grantor allotment which generally provide that revenue is earned when the allowable costs of the specific grant provisions have been incurred.

Revenue is subject to audit by the grantor and, if the examination results in a disallowance of any expenditure, repayment could be required. Management does not believe that any disallowance that may occur as a result of these audits would have a material impact on the financial statements. The Schedule of Expenditures of Federal Awards provides information by federal grant for the year ended September 30, 2022.

5. Contributions Receivable

Contributions receivable represent unconditional promises to give by donors and are reflected in the financial statements at their net realizable value. The allowance is based on prior years' experience and management's analysis of specific promises made.

6. Land, Buildings and Equipment

Land, buildings and equipment are recorded at either cost or fair value at the date of receipt of donation. The Association follows the practice of capitalizing, at costs, all expenditures for property and equipment in excess of $4,000 and a useful life of three years. The Association's policy is to test land, building and equipment for impairment whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. There were no events or changes in circumstances indicating that the carrying amounts may not be recoverable at September 30, 2022.

7. Depreciation and Amortization

Depreciation and amortization are recorded based on the cost of the underlying assets over the estimated useful lives, principally on a straight-line basis. Furniture and equipment are depreciated over their estimated useful lives (primarily three to seven years). Buildings and leasehold improvements are depreciated or amortized over their estimated useful lives (primarily fifteen to thirty years).

8. Donated Services

No amounts have been recorded for donated services since no objective basis is available to measure the value of such services. However, a substantial number of volunteers have donated significant amounts of their time in the Association's program services and its fund-raising campaign.

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

9. Gift In-Kind

The Association is the recipient of program materials of approximately $6,700 for the year ended September 30, 2022, which have been recorded in the accompanying statement of functional expenses as supplies and occupancy expenses, as well as in the accompanying statement of activities as contributions in as much as an objective basis that is available to measure the value of such materials and rental facilities.

10. Cash and Cash Equivalents

Cash equivalents consist of highly liquid short-term money market instruments or certificates of deposit with an original maturity of three months or less. Financial instruments that potentially subject the Association to concentrations of credit risk consist of cash and cash equivalents. The Association manages this risk through the use of high credit worth financial institutions. Interest bearing and non-interest bearing accounts are insured by the Federal Deposit Insurance Corporation (FDIC) up to $250,000 per depositor at each financial institution. Deposits exceed the amounts insured by the FDIC. The Association has not experienced any losses from its deposits. Highly liquid debt instruments with original maturities of three months or less that are included as part of the investment portfolio are excluded from cash equivalents as they are commingled with longer-term investments.

11. Unearned Membership Dues

The Association's members pay membership fees in advance for annual, semi-annual, or quarterly membership. Certain prepaid memberships were received but not earned as of September 30, 2022. Included in the accompanying financial statements are $79,058 of unearned membership fees at September 30, 2022.

12. Unearned Revenue

Unearned revenue includes income received in advance of $189,000 in 2013 for a 50 year cell tower lease on the property of one of the Association's branches. Approximately $156,000 has not been earned as of September 30, 2022. Unearned revenue also includes payments received in advance of approximately $33,000 for programs such as sports leagues and after school care.

13. Functional Allocation of Expenses

The statement of functional expense presents expenses by function and by natural classification. Expenses directly attributable to a specific function area of the Association are reported as expenses of those functional areas.

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

All expenses attributable to a branch are charged to program expenses. These expenses are then allocated between the Adult Wellness, Childcare and Family, and Comprehensive Youth program classifications based on the percentage of membership revenue received from the adult, children and family, and youth membership categories.

Expenses that are attributable to the Administrative office that benefit multiple functional areas have been allocated across programs, general and administrative, and fundraising expenses. The basis used for allocation of these expenses depends on the nature of the underlying expense. The methods used are based on the proportion of employee time involved, square footage, and usage.

Expenses allocated based on the proportion of employee time involved include salaries and wages, payroll taxes, and employee benefits. Expenses allocated on the basis of square footage used include occupancy and maintenance expenses. Expenses allocated on the basis of usage include printing and postage related expenses.

The Association has three primary program activities listed below:

Adult Wellness

As a community leader in health and wellness, the Association understands the importance of physical activity and a balanced diet. The Association helps improve the community's health and wellbeing by providing a variety of programs and activities that promote wellness, reduce risk of chronic disease and help others manage and reclaim their health. These include the Pedaling for Parkinson's, EnhanceFitness senior fitness and arthritis management program, Y Weight, LIVESTRONG at the YMCA for cancer survivors, SilverSneakers for active older adults, and the Y's Diabetes Prevention Program.

Childcare and Family

The Association cares for the total child, ensuring they leave with everyday tools to prepare them for learning and succeeding in a school environment. The Before and After School Enrichment (BASE) programs help kids discover who they want to be. Kids build their self-esteem and learn how to be responsible, self-reliant, and inclusive with people who are from different backgrounds all while keeping their bodies and brains active and engaged. Trained and experienced staff engage students in project-based learning with a focus on STEAM (Science, Technology, Engineering, Art, and Math), cultural arts and service learning. Children also participate in an evidence-based physical fitness and health curriculum which includes free healthy snacks.

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

Comprehensive Youth Development

The Association provides opportunities for tens of thousands of youth to cultivate the values, skills, and relationships that lead to positive behaviors, better health and educational achievement. The Association works to close the achievement gap through evidence-based programs that improve students' educational readiness, engagement and outcomes, while helping them grow emotionally and physically, too. Additionally, through youth sports, day camps, and teen leadership programs, kids and teens learn valuable qualities needed to succeed in school and life. The Association believes a confident kid today creates contributing and engaged adults tomorrow.

14. Use of 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 the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amount of revenues and expenses during the reporting period. The most sensitive estimates affecting the financial statements are the collectability of pledges and the useful lives of capital assets. Actual results could differ from these estimates.

15. Comparative Financial Information

The financial statements include certain prior year summarized comparative information in total, but not by asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles accepted in the United States of America. Accordingly, such information should be read in conjunction with the Association's financial statements for the year ended September 30, 2021, from which the summarized information was derived.

16. Income Taxes

The Association is a non-profit agency under the laws of the State of Florida and is exempt from federal taxes under Section 501(c)(3) of the Internal Revenue Code. The Internal Revenue Code provides for taxation of unrelated business income under certain circumstances. The Association believes that it has no liability for taxes with respect to business income. However, such status is subject to final determination upon examination of the related income tax returns by the appropriate taxing authorities.

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

The Association follows Accounting Standards Codification Topic 740, "Income Taxes" ("ASC 740"), A component of this standard prescribes a recognition and measurement threshold of tax positions taken or expected to be taken in a tax return. For those benefits to be recognized, a tax position must be more-likely-than-not to be sustained upon examination by taxing authorities. The Association's policy is to recognize interest and penalties associated with tax positions under this standard as a component of tax expense, and none was recognized since there was no material impact of the application of this standard for the year ended September 30, 2022. The Association's information returns are open to IRS examination for the 2019 tax year and all subsequent periods.

17. Special Events

The Association conducts special events for the purpose of raising money for annual operations. The Association had special events revenue of approximately $2,030,000 and related expenses of approximately $445,000 during the year ended September 30, 2022.

18. Accounting Standard Update

During fiscal year 2022, the Association adopted Accounting Standards Update (ASU) 2020-07, *Presentation and Disclosure by Not-for-Profit Entities for Contributed Nonfinancial Assets*. The new guidance requires nonprofit entities to present contributed nonfinancial assets as a separate line item in the statement of activities, apart from contributions of cash and other financial assets. The standard also increases the disclosure requirements around contributed nonfinancial assets, including disaggregating by category the types of contributed nonfinancial assets a nonprofit entity has received. Adoption of this standard did not have a significant impact on the financial statements, with the exception of increased disclosure.

19. Reclassification

Certain amounts from the September 30, 2021 financial statement have been reclassified to conform to the September 30, 2022 presentation.

NOTE B - INVESTMENTS

Investments include the following as of September 30, 2022:

Equities	$ 4,098,249
Fixed income	2,807,322
Money market funds	207,888
Community Foundation of Tampa Bay	120,610
Total investments	$ 7,234,069

NOTE B - INVESTMENTS

Investment income for the year ended September 30, 2022 is summarized as follows:

Interest and dividends	$ 158,865
Investment fees paid	(42,306)
Realized and unrealized losses	(1,242,480)
Total investment return	$ (1,125,921)

NOTE C - FAIR VALUE OF FINANCIAL INSTRUMENTS

The Association has adopted the FASB Accounting Standards Codification Topic. 820, "Fair Value Measurements" ("ASC 820") which establishes a framework for using fair value to measure assets and liabilities and defines fair value as the price that would be received to sell an asset or paid to transfer a liability (an exit price) as opposed to the price that would be).

Under ASC 820, a fair value measure should reflect the assumptions that market participants would use in pricing the asset or liability, including the assumptions about the risk inherent in a particular valuation technique, the effect of a restriction on the sale or use of an asset and the risk of nonperformance. ASC 820 requires disclosures that stratify statement of financial position amounts measured at fair value based on inputs the Association used to derive fair value measurements.

These strata include:

- Level 1 valuations, where the valuation is based on quoted market prices for identical assets or liabilities traded in active markets (which include exchanges and over-the counter markets with sufficient volume),

- Level 2 valuations, where the valuation is based on quoted market prices for similar instruments traded in active markets, quoted prices for identical or similar instruments in markets that are not active and model-based valuation techniques for which all significant assumptions are observable in the market, and

- Level 3 valuations, where the valuation is generated from model-based techniques that use significant assumptions not observable in the market, but observable based on Association-specific data.

NOTE C - FAIR VALUE OF FINANCIAL INSTRUMENTS - Continued

The following table presents financial assets and liabilities measured at fair value on a recurring basis as of at September 30, 2022:

	Level 1	Level 2	Level 3	Fair Value
Assets				
Equities	$ 4,098,249	$ -	$ -	$ 4,098,249
Fixed income	2,807,322	-	-	2,807,322
Money market	207,888	-	-	207,888
Beneficial interest in assets held by others	-	-	120,610	120,610
	$ 7,113,459	$ -	$ 120,610	$ 7,234,069

The following illustrates a roll forward for all assets and liabilities measured at fair value on a recurring basis using significant unobservable inputs (level 3) for the year ended September 30, 2022:

Assets	
Beneficial interest in assets held by others at September 30, 2021	$ 147,395
Additions	-
Investment return	(20,557)
Distributions	(6,228)
Beneficial interest in assets held by others at September 30, 2022	$ 120,610

NOTE D - CONTRIBUTIONS RECEIVABLE

Contributions receivable represent unconditional promises to give by donors from various fundraising campaigns by the Association. During 2022, the Association maintained several capital campaigns for the purpose of raising contributions for investments in long-term assets.

NOTE D - CONTRIBUTIONS RECEIVABLE - Continued

Contributions receivable, less allowances, at September 30, 2022 are summarized as follows:

	Annual Campaign	Capital Campaigns	Total
Total contributions receivable	$ 402,500	$ 500,000	$ 902,500
Less allowance for uncollectible amounts	(17,400)	-	(17,400)
Net contributions receivable	$ 385,100	$ 500,000	$ 885,100

Contributions receivable are anticipated to be collected within one fiscal year.

NOTE E - LAND, BUILDINGS AND EQUIPMENT

A summary of land, buildings and equipment at September 30, 2022 is as follows:

Land	$ 7,490,587
Buildings and improvements	77,623,530
Furniture and equipment	11,155,274
Capital leased equipment	1,884,511
Construction in progress	1,056,823
	99,210,725
Less accumulated depreciation	(59,655,518)
Total land, building and equipment	$ 39,555,207

Depreciation expense was $3,067,647 for the year ended September 30, 2022. Included in construction in progress is a First Tee project to construct a beginner's golf course. Approximately $546,000 has been spent through September 30, 2022. Total estimated costs of the project are expected to be $750,000. The remainder of the construction in progress balance relates to a variety of small projects.

NOTE F - COMMITMENTS

1. <u>Pension Plans</u>

Substantially all full time Association employees are participants in a retirement plan administered by the Young Men's Christian Association Retirement Fund (the Plan). The Plan is a defined contribution plan and requires a contribution of 12% of participants' salaries. To be eligible to be enrolled in the Plan, participants must have completed 1,000 hours of service during each of any two 12-month periods, beginning with date of hire. These two years do not have to be consecutive. Participants must be at least 21 years of age. Once participants are eligible, they will be enrolled in the plan and immediately vested. Total expense was approximately $1,113,000 for the year ended September 30, 2022.

NOTE F - COMMITMENTS - Continued

2. Operating Leases

A portion of the Association's operations are conducted in facilities under leases classified as operating leases. In addition, certain equipment is also leased under operating leases. The following is a schedule by years of approximate minimum rental payments for such operating leases expiring at various dates through 2027:

Year ending September 30,		
2023	$	804,000
2024		704,000
2025		596,000
2026		469,000
2027		63,000
Net minimum payments required	$	2,636,000

Rent expense for the year ended September 30, 2022 was approximately $890,000.

3. National Support

The Association is a member of the YMCA of the USA. The Association pays approximately 1% of earned revenue subject to financial support and not to exceed a maximum threshold established by the YMCA of the USA for national support. The national support expense was approximately $377,000 for the year ended September 30, 2022. The amount is included in national support on the statement of functional expenses.

NOTE G - PROMISSORY NOTE

The Association was obligated under a promissory note in the amount of $23,400,000 in favor of the Hillsborough County Industrial Development Authority (the "Authority") in conjunction with the Authority's issuance of $23,400,000 in Hillsborough County Industrial Development Authority Variable Rate Demand Revenue Bonds (Tampa Metropolitan Area Young Men's Christian Association, Inc. Project) Series 2000 (the "Bonds") issued on June 28, 2000, to finance the cost of acquisition, construction, renovation, and equipping of certain YMCA facilities to be located in Hillsborough County, Florida.

The bond proceeds were loaned to the Association under a loan agreement between the Authority and the Association. The Authority, through a trust indenture between the Authority and the Bank of New York (the "Trustee"), assigned its rights under the loan agreement and the promissory note to the Trustee as security for the bonds, which was secured by a letter of credit in an amount sufficient to pay the outstanding principal and interest on, or purchase price of the bonds, not to exceed $23,736,575.

NOTE G - PROMISSORY NOTE - Continued

On May 15, 2013, the Association entered into a Revenue Refunding Bond ("Financing Agreement") with the Authority and Regions Capital Advantage, Inc. ("Bondholder") to repay and retire the outstanding principal on the Bonds described above with the issuance of an industrial revenue bond in the amount of $16,400,000. At the same time, the Association entered into a loan agreement with Regions Bank for a loan of $16,400,000. The Financing Agreement bears interest at a fixed rate of 2.65% through May 1, 2025 ("Mandatory Purchase Date") and is secured by contributions receivable and property of the Association. Principal payments were deferred through June 1, 2016; therefore, the Association began making principal payments during the year ended September 30, 2016. The Lender may, at its sole discretion, agree to extend the Mandatory Purchase Date. Should Lender decide to maintain the credit facilities past the Mandatory Purchase Date (through an extension of the Mandatory Purchase Date or reissuance), Lender would reset the fixed interest rate within 30 days of the Mandatory Purchase Date. Interest payments are due and payable monthly through maturity on May 1, 2029.

Bond principal maturities are as follows:

Year ending September 30,	
2023	$ 1,354,171
2024	1,250,004
2025	6,679,149
	$ 9,283,324

NOTE H - NOTES PAYABLE

On May 9, 2016, the Association entered into a commercial loan agreement with Regions Bank to finance construction in process to renovate the Bob Sierra branch. The Association drew $1,500,000 on the loan. Principal payments began March 2017 which range from $8,675 to $10,208 plus 3.9% interest with a balloon payment due May 2025 for the remaining unpaid principal and interest. The loan is secured by real property and has a balance of $988,322 at September 30, 2022.

On September 24, 2018, the Association entered into a commercial loan agreement with Regions Bank to finance construction in process at the Spurlino branch. The Association drew $1,000,000 on the loan. Principal payments began October 2018 and range from $10,313 to $13,624 plus 4.65% interest ending in September 2025. The loan is secured by real property and has a balance of $530,552 at September 30, 2022.

NOTE H - NOTES PAYABLE- Continued

Principal maturities are as follows:

Year ending September 30,	
2023	$ 233,735
2024	233,735
2025	1,051,404
	$ 1,518,874

NOTE I - PAYCHECK PROTECTION PROGRAM

In April 2021, the Association received a $3,819,870 U.S. Small Business Administration (SBA) Paycheck Protection Program ("PPP") loan for companies who continued to pay their employees during the COVID-19 crisis. The Association has applied for and has been granted loan forgiveness for the amount used for payroll and other specific costs outlined in the loan agreement. The loan was forgiven in October 2021 and the proceeds have recognized as revenue in the Statement of Activities and Changes in Net Assets for the year ended September 30, 2021.

NOTE J - CAPITAL LEASES

The Association leases fitness equipment which are accounted for as capital leases. The following is a schedule of leased equipment under capital leases at September 30, 2022:

Leased equipment	$ 1,884,511
Less accumulated depreciation	(1,551,948)
	$ 332,563

Minimum lease payments under capital leases at September 30, 2022 are as follows:

Year ending September 30,	
2023	$ 270,568
2024	97,706
2025	23,787
Total minimum payments required	392,061
Less amount representing interest	(26,968)
Net minimum payments required	$ 365,093

NOTE K - NET ASSETS

1. Net Assets without Donor Restrictions

Net assets without donor restrictions are net assets not subject to donor-imposed restrictions or the donor-imposed restrictions have expired. These net assets are available for use at the discretion of the Board of Directors (the Board) and/or management for general operating purposes. From time to time the board designates a portion of these net assets for specific purposes which makes them unavailable for use at management's discretion.

The Association's net assets without donor restrictions consists of the following at September 30, 2022:

Undesignated	$ 8,308,109
Property and equipment	28,387,916
Total net assets without donor restrictions	$ 36,696,025

2. Net Assets with Donor Restrictions

Net assets with donor restrictions are net assets subject to donor-imposed stipulations that may be fulfilled by actions of the Association to meet the stipulations, that may become undesignated by the passage of time, or that require net assets to be permanently maintained, thereby restricting the use of principal. Once donor-imposed restrictions are satisfied, the net assets are then released and reclassified to net assets without donor restrictions. The Organization's net assets with donor restrictions consists of the following at September 30, 2022:

Net assets subject to expenditure for a specified purpose	
Adult wellness	$ 18,648
Comprehensive youth development	1,024,222
Childcare and family and other programs	151,869
Capital projects	1,586,883
Total net assets subject to expenditure for a specified purpose	2,781,622
Net assets subject to the passage of time	
Pledges receivable - annual giving campaign	385,100
Pledges receivable - capital campagin	500,000
Special events not yet occurred	48,484
Total net assets subject to the passage of time	933,584
Endowments invested in perpetuity	316,154
Total net assets with donor restrictions	$ 4,031,360

NOTE K - NET ASSETS - Continued

3. Net Assets Released from Donor Restrictions

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of the passage of time or other events specified by donors.

The net assets released from restrictions are as follows:

Net assets released due to purpose or period restrictions accomplished	
Adult wellness	$ 5,320
Comprehensive youth development	583,415
Childcare and family and other programs	41,691
Capital expenditures	128,840
Total net assets released due to purpose or period restrictions accomplished	759,266
Net assets released due to the passage of time	
Collections on pledges	725,777
Special events held	25,000
Total net assets released due to the passage of time	750,777
Total net assets released from restrictions	$ 1,510,043

NOTE L - LIQUIDITY AND AVAILABILITY OF RESOURCES

The Association's financial assets available within one year of the date of the consolidated financial statements of financial position for general expenditure are as follows:

Cash and cash equivalents	$ 3,037,463
Current portion of pledges receivable	902,500
Grants receivable	660,232
Accounts receivable	2,270,503
Investments	7,234,069
Total financial assets available within one year	14,104,767

NOTE L - LIQUIDITY AND AVAILABILITY OF RESOURCES - Continued

Less:	
Amounts unavailable for general expenditures within one year, due to:	
Restricted contributions with donor purpose restrictions	2,781,622
Investments restricted in perpetuity	316,154
Required reserve for promissory note	6,000,000
Total amounts unavailable for general expenditures within one year	9,097,776
Total financial assets available to management for expenditure within one year	$ 5,006,991

The Association maintains a policy of structuring its financial assets to be available as its general expenditures, liabilities, and other obligations come due. In addition, the Association invests excess cash with a financial institution.

Additionally, the Association is required to have at least $6,000,000 in available cash and cash equivalents, including investments, by a covenant associated with the Association's promissory note.

Additionally, the Association has internally designated net assets without donor restrictions that, while the Association does not intend to spend these for purposes other than identified, the amounts could be made available for current operations if necessary.

NOTE M - EMPLOYEE RETENTION CREDITS

During the year ended September 30, 2021, the Association applied for Employee Retention Credits ("ERC"). The ERC, which was established by the Coronavirus Aid, Relief, and Economic Security ("CARES") Act and further amended by the Consolidated Appropriations Act ("CAA") and the American Rescue Plan ("ARP"), is a refundable credit allowed to an eligible employer for qualifying wages. For the year ended September 30, 2021, the Association recognized $4,083,961 as revenue for ERC credits that have been applied for. At September 30, 2022, $2,062,129 remains in other receivables on the Statement of Financial Position and are expected to be received during fiscal year 2023.

NOTE N - SUBSEQUENT EVENTS

The Association has evaluated events and transactions occurring subsequent to September 30, 2022 as of January 12, 2023, which is the date the financial statements were available to be issued.

SUPPLEMENTARY INFORMATION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

TAMPA METROPOLITAN AREA YOUNG MEN'S
CHRISTIAN ASSOCIATION, INC.

September 30, 2022

Tampa Metropolitan Area Young Men's Christian Association, Inc.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the year ended September 30, 2022

Federal Grantor / Program Title	Pass-through Entity Identifying Number	Federal Assistance Listing Number	Expenditures	Amounts Provided to Subrecipients
U.S. Department of Health and Human Services				
Indirect Program				
Early Childhood Development				
Passed-through Hillsborough County				
Board of Commissioners				
Head Start	19-1170	93.600	$ 1,158,809	$ 685,802
Strengthening Public Health Systems and Services through National Partnerships to Improve and Protect the Nation's Health				
Passed-through The National Council of YMCAs				
Blood Pressure Self-Monitoring	5-NU38OT000299-04	93.421	10,850	-
Passed-through The National Council of YMCAs				
Enhanced Fitness Health Care	6- NU38OT000299-02	93.421	4,286	-
Child Care and Development Block Grant				
Passed-through Early Learning Coalition of Hillsborough County				
Before & Afterschool School Readiness	N/A	93.575	647,248	-
Evidence-Based Falls Prevention Programs Financed Solely by Prevention and Public Health Funds (PPHF)				
Passed-through The YMCA of the Suncoast				
Enhanced Fitness	90FPSG0008-01-01	93.761	26,385	-
Total U.S. Department of Health and Human Services			1,847,578	685,802
U.S. Department of Housing and Urban Development				
Indirect Program				
Community Development Block Grants/Entitlement Grants				
Passed-through Hillsborough County				
Board of Commissioners				
Strengthens Communities	11-1138	14.218	13,325	-
Total U.S. Department of Housing and Urban Development			13,325	-
U.S. Department of Agriculture				
Direct Program				
Farmers Market and Local Food Promotion Program				
Veggie Van	AM200100XXXXG152	10.175	27,372	-
Direct Program				
Farm to School Grant Program				
Farm to School	CN-F2S-IMPL-21-FL2	10.575	26,082	-
Total U.S. Department of Agriculture			53,454	-
U.S. Department of the Treasury				
Indirect Program				
Coronavirus State and Local Fiscal Recovery Funds				
Passed-through Community Foundation of Tampa Bay				
American Rescue Plan Award Phase VI	N/A	21.027	30,000	-
Coronavirus Relief Fund				
Passed-through Early Learning Coalition of Hillsborough County				
Early Learning Coalition CARES Phase V	N/A	21.019	242,222	-
Total U.S. Department of the Treasury			272,222	-
Total expenditures of federal awards			$ 2,186,579	$ 685,802

The accompanying notes are an integral part of this schedule.

Tampa Metropolitan Area Young Men's Christian Association, Inc.

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

September 30, 2022

NOTE A - BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Tampa Metropolitan Area Young Men's Christian Association, Inc. (the "Association") and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the Association, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Association.

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. The Association has elected to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

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 Association's continued participation in specific programs. The amounts, if any, of expenditures which may be disallowed by the grantor agencies cannot be determined at this time, although the Association expects such amounts, if any, to be immaterial.

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*

TAMPA METROPOLITAN AREA YOUNG MEN'S
CHRISTIAN ASSOCIATION, INC.

September 30, 2022

RG &Co
CPAS AND ADVISORS
RIVERO, GORDIMER & COMPANY, P.A.

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*

Governance Board
Tampa Metropolitan Area Young Men's Christian Association, 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 Tampa Metropolitan Area Young Men's Christian Association, Inc. (the "Association") (a nonprofit organization), which comprise the statement of financial position as of September 30, 2022, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated January 12, 2023.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Association'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 Association's internal control. Accordingly, we do not express an opinion on the effectiveness of the Association'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.

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Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Association'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 Association's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Rivero, Gordimer & Company, P.A.

Tampa, Florida
January 12, 2023

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

TAMPA METROPOLITAN AREA YOUNG MEN'S
CHRISTIAN ASSOCIATION, INC.

September 30, 2022

RIVERO, GORDIMER & COMPANY, P.A.
CPAS AND ADVISORS

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

Governance Board
Tampa Metropolitan Area Young Men's Christian Association, Inc.

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Tampa Metropolitan Area Young Men's Christian Association, Inc.'s (the "Association") (a nonprofit organization) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Association's major federal programs for the year ended September 30, 2022. The Association's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, the Association 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 September 30, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Association and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the Association's compliance with the compliance requirements referred to above.

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Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the Association's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Association'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 generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Association's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the Association's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- Obtain an understanding of the Association's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Association's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

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

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

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

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

Rivero, Gordimer & Company, P.A.

Tampa, Florida
January 12, 2023

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

TAMPA METROPOLITAN AREA YOUNG MEN’S
CHRISTIAN ASSOCIATION, INC.

September 30, 2022

Tampa Metropolitan Area Young Men's Christian Association, Inc.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the year ended September 30, 2022

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued on whether the financial statements were prepared in accordance with GAAP:	Unmodified
Internal control over financial reporting	
Material weakness(es) identified?	____ yes __X__ no
Significant deficiency(ies) identified that are not considered to be material weakness(es)?	____ yes __X__ none reported
Noncompliance material to financial statements noted?	____ yes __X__ no

Federal Awards

Internal control over major programs	
Material weakness(es) identified?	____ yes __X__ no
Significant deficiency(ies) identified that are not considered to be material weakness(es)?	____ yes __X__ none reported
Type of auditors' report issued on compliance for major federal programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	____ yes __X__ no

Identification of major federal programs:

Assistance Listing	Name of Federal Program
93.600	Head Start

Dollar threshold used to distinguish between type A and type B programs	$ 750,000
Auditee qualified as low-risk auditee under provisions of the Uniform Guidance?	__X__ yes ____ no

Section II - Financial Statement Findings

No matters were reported for the year ended September 30, 2022 and there were no prior year audit findings to be reported.

Section III - Federal Award Findings and Questioned Costs

No matters were reported for the year ended September 30, 2022 and there were no prior year audit findings to be reported.

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.