

Association to Benefit Children and Affiliate

Audit of Combining Financial Statements,
Supplementary Information, and
Supplemental Schedule of Expenditures
of Federal Awards
Year Ended June 30, 2022

Association to Benefit Children and Affiliate

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and Supplemental Schedule of Expenditures of Federal Awards
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Association to Benefit Children and Affiliate

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Independent Auditor's Report

The Board of Directors
Association to Benefit Children and Affiliate
New York, New York

Opinion

We have audited the combining financial statements of Association to Benefit Children and Affiliate (ABC and Affiliate), which comprise the combining statement of financial position as of June 30, 2022, and the related combining statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the combining financial statements.

In our opinion, the accompanying combining financial statements present fairly, in all material respects, the combining financial position of ABC and Affiliate as of June 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 (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Combining Financial Statements section of our report. We are required to be independent of ABC and Affiliate and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Combining Financial Statements

Management is responsible for the preparation and fair presentation of the combining 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 combining financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the combining financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about ABC and Affiliate's ability to continue as a going concern within one year after the date that the combining financial statements are issued or available to be issued.



Auditor's Responsibilities for the Audit of the Combining Financial Statements

Our objectives are to obtain reasonable assurance about whether the combining 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 GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the combining financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the combining 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 combining 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 ABC and Affiliate's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the combining financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about ABC and Affiliate's ability to continue as a going concern for a reasonable period of time.

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

Report on Summarized Comparative Information

We have previously audited the combined financial statements of ABC and Affiliate as of and for the year ended June 30, 2021, and our report, dated July 26, 2022, expressed an unmodified opinion on those audited combined financial statements. In our opinion, the summarized comparative information presented herein is consistent, in all material respects, with the audited combined financial statements from which it has been derived.



Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the combining financial statements as a whole. The Administration for Children Services (ACS) supplemental schedules are presented for purposes of additional analysis and are not a required part of the combining financial statements. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations (CFR) 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 combining 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 combining financial statements. Such information has been subjected to the auditing procedures applied in the audit of the combining financial statements and the certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the combining financial statements or to the combining financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the information is fairly stated, in all material respects, in relation to the combining financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we also issued our report dated August 8, 2023 on our consideration of ABC and Affiliate's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of ABC and Affiliate's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering ABC and Affiliate's internal control over financial reporting and compliance.

BDO USA, P.A.

August 8, 2023

Association to Benefit Children and Affiliate

Combining Statement of Financial Position (with comparative totals for 2021)

June 30,

	ABC	HDFC	Eliminations	Combined Totals	
				2022	2021
Assets					
Current Assets					
Cash and cash equivalents (Notes 3 and 4)	\$ 5,389,651	\$ 290,206	\$ -	\$ 5,679,857	\$ 5,979,360
Restricted cash (Note 3)	-	2,480	-	2,480	2,480
Investments, at fair value (Notes 3 and 5)	8,074,038	-	-	8,074,038	8,914,922
Accounts receivable, net (Note 3)	5,689,163	10,224	-	5,699,387	3,648,223
Due from affiliate (Note 7)	1,139,031	-	(1,139,031)	-	-
Rent receivable, net	-	5,983	-	5,983	7,149
Prepaid expenses and other assets	230,993	1,142	-	232,135	465,364
Total Current Assets	20,522,876	310,035	(1,139,031)	19,693,880	19,017,498
Cash Surrender Value of Life Insurance Policy (Note 9)	708,077	-	-	708,077	708,077
Other Assets	75,406	-	-	75,406	75,406
Fixed Assets, Net (Notes 3 and 6)	3,486,827	161,243	-	3,648,070	4,120,475
	\$ 24,793,186	\$ 471,278	\$ (1,139,031)	\$ 24,125,433	\$ 23,921,456
Liabilities and Net Assets					
Current Liabilities					
Accounts payable and accrued expenses	\$ 292,813	\$ 204,244	\$ -	\$ 497,057	\$ 237,301
Accrued compensation	747,454	-	-	747,454	710,618
Due to affiliate (Note 7)	-	1,139,031	(1,139,031)	-	-
Deferred tuition revenue (Note 3)	947,984	-	-	947,984	523,240
Total Current Liabilities	1,988,251	1,343,275	(1,139,031)	2,192,495	1,471,159
Deferred Compensation (Note 9)	708,077	-	-	708,077	708,077
Long-Term Debt (Note 8)	-	877,240	-	877,240	877,240
Total Liabilities	2,696,328	2,220,515	(1,139,031)	3,777,812	3,056,476
Commitments and Contingencies (Notes 3, 4, 8, 9, 10, and 12)					
Net Assets (Notes 3 and 11)					
Without donor restrictions:					
General	18,143,178	(1,749,237)	-	16,393,941	16,446,821
Land, building, and equipment	3,486,827	-	-	3,486,827	3,930,938
Total Without Donor Restrictions	21,630,005	(1,749,237)	-	19,880,768	20,377,759
With donor restrictions	466,853	-	-	466,853	487,221
Total Net Assets	22,096,858	(1,749,237)	-	20,347,621	20,864,980
	\$ 24,793,186	\$ 471,278	\$ (1,139,031)	\$ 24,125,433	\$ 23,921,456

See accompanying notes to combining financial statements.

Association to Benefit Children and Affiliate

Combining Statement of Activities (with comparative totals for 2021)

Year ended June 30,

	ABC					Combined Totals	
	Without Donor Restrictions	With Donor Restrictions	Total	HDFC Without Donor Restrictions	Eliminations	2022	2021
Operating Revenues							
Government grants	\$ 15,983,881	\$ -	\$ 15,983,881	\$ 148,429	\$ -	\$ 16,132,310	\$ 14,602,653
Contributions and private grants	3,200,927	1,166,698	4,367,625	215	-	4,367,840	5,864,860
Fee for service	2,178,402	-	2,178,402	-	-	2,178,402	2,213,569
Tuition fees	1,386,545	-	1,386,545	-	-	1,386,545	1,010,068
Rental income (Note 3)	-	-	-	125,795	(15,140)	110,655	121,542
Other program income	587,840	-	587,840	-	-	587,840	590,783
Other income	890,574	-	890,574	-	-	890,574	298,450
Net assets released from restrictions	1,187,066	(1,187,066)	-	-	-	-	-
Total Operating Revenues	25,415,235	(20,368)	25,394,867	274,439	(15,140)	25,654,166	24,701,925
Operating Expenses							
Program services:							
Early childhood programs	13,971,137	-	13,971,137	-	(15,140)	13,955,997	14,130,474
Wrap-around services	8,000,886	-	8,000,886	-	-	8,000,886	7,541,167
Other programs	-	-	-	471,104	-	471,104	393,881
Total Program Services	21,972,023	-	21,972,023	471,104	(15,140)	22,427,987	22,065,522
Supporting services:							
Management and general	2,370,987	-	2,370,987	74,675	-	2,445,662	2,445,966
Development and fundraising	489,457	-	489,457	-	-	489,457	402,860
Total Supporting Services	2,860,444	-	2,860,444	74,675	-	2,935,119	2,848,826
Total Operating Expenses	24,832,467	-	24,832,467	545,779	(15,140)	25,363,106	24,914,348
Change in Net Assets from Operations	582,768	(20,368)	562,400	(271,340)	-	291,060	(212,423)
Support and Non-Operating Revenues							
Unrealized (loss) gain on investments	(1,233,948)	-	(1,233,948)	-	-	(1,233,948)	647,588
Realized gain on investments	74,214	-	74,214	-	-	74,214	441,804
Interest income	351,315	-	351,315	-	-	351,315	202,623
Total Support and Non-Operating Revenues	(808,419)	-	(808,419)	-	-	(808,419)	1,292,015
Change in Net Assets	(225,651)	(20,368)	(246,019)	(271,340)	-	(517,359)	1,079,592
Net Assets, beginning of year	21,855,656	487,221	22,342,877	(1,477,897)	-	20,864,980	19,785,388
Net Assets, end of year	\$ 21,630,005	\$ 466,853	\$ 22,096,858	\$ (1,749,237)	\$ -	\$ 20,347,621	\$ 20,864,980

See accompanying notes to combining financial statements.

Association to Benefit Children and Affiliate

Combining Statement of Functional Expenses (with comparative totals for 2021)

Year ended June 30,

	Program Services			Supporting Services			Total ABC	HDFC			Eliminations	Combined Totals	
	Early Childhood Programs	Wrap-Around Services	Total	Management and General	Development and Fundraising	Total		Program Services	Supporting Services	Total		2022	2021
Expenses													
Salaries and wages	\$ 6,897,392	\$ 4,271,875	\$ 11,169,267	\$ 1,332,785	\$ 304,705	\$ 1,637,490	\$ 12,806,757	\$ 26,093	\$ 47,899	\$ 73,992	\$ -	\$ 12,880,749	\$ 12,436,051
Payroll taxes and employee benefits	2,186,494	1,335,888	3,522,382	482,432	96,093	578,525	4,100,907	8,222	15,111	23,333	-	4,124,240	3,741,110
Total Salaries and Related Expenses	9,083,886	5,607,763	14,691,649	1,815,217	400,798	2,216,015	16,907,664	34,315	63,010	97,325	-	17,004,989	16,177,161
Transportation	192,722	115,312	308,034	45,907	27,544	73,451	381,485	1,826	46	1,872	-	383,357	394,757
Client assistance and activities	57,205	49,773	106,978	12,326	12,368	24,694	131,672	-	-	-	-	131,672	99,478
Purchase of services	1,430,225	607,473	2,037,698	75,528	24,808	100,336	2,138,034	4,435	-	4,435	-	2,142,469	2,278,142
Food and clothing	225,931	47,208	273,139	17,077	5,566	22,643	295,782	-	-	-	-	295,782	263,499
Occupancy costs (Notes 3 and 10)	178,688	402,905	581,593	8,051	-	8,051	589,644	14,933	-	14,933	(15,140)	589,437	591,841
Utilities	202,111	60,481	262,592	3,166	-	3,166	265,758	20,742	-	20,742	-	286,500	259,630
Repairs and maintenance	1,134,289	188,863	1,323,152	9,408	10	9,418	1,332,570	326,567	-	326,567	-	1,659,137	1,862,715
Telephone/fax	258,446	150,126	408,572	135,395	-	135,395	543,967	-	1,519	1,519	-	545,486	466,259
Office and medical supplies	610,319	524,679	1,134,998	61,662	9,192	70,854	1,205,852	-	10,100	10,100	-	1,215,952	1,145,350
Professional fees	105,130	75,545	180,675	169,842	5,121	174,963	355,638	10,941	-	10,941	-	366,579	425,949
Insurance	121,033	74,419	195,452	15,365	4,050	19,415	214,867	3,250	-	3,250	-	218,117	193,798
Real estate water and sewer taxes	23,995	1,191	25,186	237	-	237	25,423	6,853	-	6,853	-	32,276	60,148
Depreciation and amortization	347,157	95,148	442,305	1,806	-	1,806	444,111	28,294	-	28,294	-	472,405	676,697
Interest expense	-	-	-	-	-	-	-	8,772	-	8,772	-	8,772	8,772
Bad debt expenses	-	-	-	-	-	-	-	10,176	-	10,176	-	10,176	10,152
Total Expenses	\$ 13,971,137	\$ 8,000,886	\$ 21,972,023	\$ 2,370,987	\$ 489,457	\$ 2,860,444	\$ 24,832,467	\$ 471,104	\$ 74,675	\$ 545,779	\$ (15,140)	\$ 25,363,106	\$ 24,914,348

See accompanying notes to combining financial statements.

Association to Benefit Children and Affiliate

Combining Statement of Cash Flows (with comparative totals for 2021)

Year ended June 30,

				Combined Totals	
	ABC	HDFC	Eliminations	2022	2021
Cash Flows from Operating Activities					
Change in net assets	\$ (246,019)	\$ (271,340)	\$ -	\$ (517,359)	\$ 1,079,592
Adjustments to reconcile change in net assets to net cash (used in) provided by operating activities:					
Depreciation and amortization	444,111	28,294	-	472,405	676,697
Bad debt expense	-	10,176	-	10,176	10,152
Donated securities	(280,040)	-	-	(280,040)	(279,004)
Realized gain on investments	(74,214)	-	-	(74,214)	(441,804)
Unrealized gain on investments	1,233,948	-	-	1,233,948	(647,588)
Decrease (increase) in:					
Accounts receivable	(2,051,164)	-	-	(2,051,164)	1,751,377
Due from affiliate	(350,108)	-	350,108	-	-
Rent receivable	-	(9,010)	-	(9,010)	(14,481)
Prepaid expenses and other assets	233,229	-	-	233,229	(245,269)
Increase (decrease) in:					
Accounts payable and accrued expenses	250,984	8,772	-	259,756	(321,051)
Accrued compensation	36,836	-	-	36,836	(85,304)
Due to affiliate	-	350,108	(350,108)	-	-
Deferred tuition revenue	424,744	-	-	424,744	114,912
Net Cash (Used in) Provided by Operating Activities	(377,693)	117,000	-	(260,693)	1,598,229
Cash Flows from Investing Activities					
Proceeds from sale of investments	3,046,118	-	-	3,046,118	2,921,935
Purchases of investments	(3,084,928)	-	-	(3,084,928)	(2,432,124)
Net Cash (Used in) Provided by Investing Activities	(38,810)	-	-	(38,810)	489,811
Net (Decrease) Increase in Cash, Cash Equivalents, and Restricted Cash	(416,503)	117,000	-	(299,503)	2,088,040
Cash, Cash Equivalents, and Restricted Cash, beginning of year	5,806,154	175,686	-	5,981,840	3,893,800
Cash, Cash Equivalents, and Restricted Cash, end of year	\$ 5,389,651	\$ 292,686	\$ -	\$ 5,682,337	\$ 5,981,840

See accompanying notes to combining financial statements.

Association to Benefit Children and Affiliate

Notes to Combining Financial Statements

1. Nature of the Organization

Association to Benefit Children (ABC), a not-for-profit organization, provides services to children and families in the New York Metropolitan area. ABC was founded as a force to challenge and change the myriad of assaults to children, including, but not limited to, hunger, poverty, homelessness, physical and emotional abuse, abandonment, substandard housing, failing schools, and substance abuse, which endanger their welfare and undermine their future. These perils have shaped ABC's course, spurring the formation of humane, cost-effective, replicable model programs that help children and families reach their fullest potential.

ABC is qualified as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code (the Code) and, accordingly, is not subject to federal income taxes.

Association to Benefit Children - Housing Development Fund Corporation (HDFC) (a not-for-profit corporation) was organized to operate a low-income housing project (the Project). HDFC acquired and renovated a building located at 318 East 116th Street in New York City, named the ABC-HDFC Apartments. The funds to finance the Project were received under a mortgage with the City of New York Department of Housing Preservation and Development (HPD) for the needy and persons of low income.

2. Principles of Combination

The accompanying combining financial statements include the accounts of ABC and HDFC (collectively, ABC and Affiliate), which are related by certain common members of the Board of Trustees and identical management.

All intercompany balances and transactions have been eliminated in combination.

3. Summary of Significant Accounting Policies

Basis of Presentation

The combining financial statements of ABC and Affiliate have been prepared on the accrual basis of accounting and conform to accounting principles generally accepted in the United States of America (U.S. GAAP). In the combining statement of financial position, assets and liabilities are presented in order of liquidity or conversion to cash and their maturity resulting in the use of cash, respectively.

Combining Financial Statement Presentation

The classification of a not-for-profit organization's net assets and its support, revenue, and expenses is based on the existence or absence of donor-imposed restrictions. It requires that the amounts for each of the two classes of net assets—with donor restrictions and without donor restrictions—be displayed in a statement of financial position and that the amounts of change in each of those classes of net assets be displayed in a statement of activities.

Income from investment gains and losses, including unrealized gains and losses, dividends, interest, and other investments, should be reported as increases (or decreases) in net assets without donor restrictions, unless the use of the income received is limited by donor-imposed restrictions.

Association to Benefit Children and Affiliate

Notes to Combining Financial Statements

These classes are defined as follows:

Net Assets Without Donor Restrictions - This class consists of net assets that are not subject to donor-imposed stipulations and are, therefore, available for general operations. The Board of Directors of ABC and Affiliate includes within its net assets without donor restrictions the amount invested in land, building, and equipment of ABC and Affiliate of \$3,486,827 as of June 30, 2022.

Net Assets with Donor Restrictions - Net assets with donor restrictions consist of assets whose use is limited by donor-imposed, time, and/or purpose restrictions. Other donor restrictions are perpetual in nature, whereby the donor has stipulated that the funds be maintained in perpetuity. Donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the combining statement of activities.

As of June 30, 2022, ABC and Affiliate had no net assets with donor restriction that are perpetual in nature.

Cash and Cash Equivalents

For the purposes of the combining statement of cash flows, ABC and Affiliate considers all highly liquid instruments purchased with a maturity of three months or less to be cash equivalents. At various times during the year, ABC and Affiliate may have deposits at financial institutions that exceed federally insured limits. These financial institutions have strong credit ratings and management believes credit risks related to these deposits are minimal. Cash, cash equivalents, and restricted cash consist of the following:

June 30, 2022

Cash and cash equivalents	\$	5,679,857
Restricted cash		2,480
Total	\$	5,682,337

Revenue Recognition

Government Grants

ABC and Affiliate has contracts with government and third parties for the performance of various services, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Government and other grants revenues are nonexchange transactions in which no commensurate value is exchanged. Accordingly, contribution accounting is applied under adopted Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) Topic 958, *Not-for-Profit Entities*. Government and other grants contracts are evaluated for contributions that are conditional. ABC and Affiliate recognizes revenue as expenses are incurred, to a maximum of the grant award. ABC and Affiliate records deferred revenue for receipts received in advance of the program performance.

Fee for Service and Tuition Fees

Fee for service and tuition revenue is generated from health, education, and enrichment programs, and other services. Fee for service and tuition revenue is recorded at the amount that reflects the

Association to Benefit Children and Affiliate

Notes to Combining Financial Statements

consideration to which ABC and Affiliate expects to be entitled in exchange for providing services. Revenue is recognized as performance obligations are satisfied over time based on actual charges incurred in relation to total expected (or actual) charges. ABC and Affiliate measures revenue from the commencement of services to the continuation of these services, and until services are no longer required. ABC and Affiliate believes that this method provides a reasonable representation of the transfer of services over the term of the performance obligation as the service is rendered.

For FASB ASC 606, *Revenue from Contracts with Customers* (ASC 606), there is an implied contract between ABC and Affiliate and the patient upon each patient visit. Separate contractual arrangements exist between ABC and Affiliate and third-party payors (including government programs and health insurers) and others and includes an estimate for variable consideration for retroactive revenue adjustments due to rate changes, settlement of audits and disallowances, reviews, and investigations. Generally, ABC and Affiliate submits fee-for-service claims to third-party payors electronically through a state-wide system several days after the services are performed.

As substantially all of its performance obligations relate to established rate agreements with a duration of less than one year, ABC and Affiliate has elected, as part of its adoption of the revenue standard, to apply the optional exemption provided in ASC 606, and, therefore, is not required to disclose the aggregate amount of the transaction price allocated to performance obligations that are unsatisfied or partially unsatisfied at the end of the reporting period.

Throughout the year, rates may vary, as determined by New York State, and ABC and Affiliate will record additional revenue resulting from a rate increase and record a reduction of revenue with a rate decrease. These rate adjustments represent variable consideration in the form of explicit or implicit price concessions, and ABC and Affiliate considers these amounts in determination of the transaction price. ABC and Affiliate determines its estimates of explicit or implicit price concessions and contractual adjustments based on its historical collection experience.

Laws and regulations governing Medicaid programs are subject to interpretation. As a result, there is at least a reasonable possibility that recorded estimates will change by a material amount in the near term. Additionally, noncompliance with such laws and regulations could result in fines, penalties, and exclusion from Medicaid programs.

As a practical expedient, ABC and Affiliate utilizes the portfolio approach for analyzing the revenue contracts in accordance with ASC 606. ABC and Affiliate accounts for the contracts within each portfolio collectively, rather than individually, based on each revenue stream. ABC and Affiliate considers the similar nature and characteristics of the contract and customers in using the portfolio approach. ABC and Affiliate believes that the use of the portfolio approach to analyze contracts will not differ materially than if the contracts were analyzed individually.

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Association to Benefit Children and Affiliate

Notes to Combining Financial Statements

The following table shows ABC and Affiliate's fee for service and tuition revenue disaggregated by payor type:

Year ended June 30, 2022

	Operating Income	Non-Operating Income	Total
Private insurance	\$ 1,800,164	\$ -	\$ 1,800,164
New York State Department of Health	378,238	-	378,238
Total Fee for Service	2,178,402	-	2,178,402
Government grants (reciprocal transactions)	4,575,969	-	4,575,969
Tuition fees	1,386,545	-	1,386,545
Total Revenue Subject to Accounting Standards Codification 606	8,140,916	-	8,140,916
Total Revenue Not Subject to Accounting Standards Codification 606	17,513,250	(808,419)	16,704,831
Total Revenue	\$ 25,654,166	\$ (808,419)	\$ 24,845,747

The following table shows ABC and Affiliate's government grants (reciprocal transactions), fee for service, and tuition accounts receivable, which are included in total accounts receivable, net on the combining statement of financial position, disaggregated by payor:

Year ended June 30, 2022

Private insurance	\$ 1,374,496
Government grants (reciprocal transactions)	1,539,746
New York State Department of Health	535,166
Total	\$ 3,449,408

Contributions and Promises to Give

ABC and Affiliate reports gifts of cash and other assets as with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires—that is, when a stipulated time restriction ends, or purpose restriction is accomplished—with donor restriction net assets are reclassified to without donor restriction net assets and reported in the combining statement of activities as net assets released from restrictions.

Unconditional promises to give with payments due in future periods are presumed to be time restricted by the donor until received and are reported as net assets with donor restrictions.

Conditional promises to give are recognized when the conditions on which they depend upon are substantially met. Until that point, any amounts received are recorded as refundable advances. As of June 30, 2022, there were no conditional promises.

Association to Benefit Children and Affiliate

Notes to Combining Financial Statements

Investments

Investments primarily consist of marketable equity securities, mutual funds, and fixed-income funds. Investments are adjusted to their fair market value at the combining statement of financial position date, resulting in either an unrealized gain or loss. Investments donated to ABC and Affiliate are recorded at fair market value at the date of receipt. Gains and losses on investments are recognized on disposal at the trade date.

Fair Value Measurements

U.S. GAAP establishes a hierarchy for inputs used in measuring fair value that maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that inputs that are most observable be used when available. Observable inputs are inputs that market participants operating within the same marketplace would use in the pricing of ABC and Affiliate's assets or liabilities based on independently derived and objectively determined market data. Unobservable inputs are inputs that cannot be sourced from a broad active market in which assets or liabilities identical or similar to those of ABC and Affiliate are traded. ABC and Affiliate estimates the price of any assets for which there are only unobservable inputs by using assumptions that market participants who have investments in the same or similar assets would use, as determined by the money managers administering each investment based on the best information available in the circumstances. The input hierarchy is broken down into three levels based on the degree to which the exit price is independently observable or determinable, as follows:

Level 1 - Valuation is based on quoted market prices in active markets for identical assets or liabilities. Since valuations are based on quoted prices that are readily and regularly available in an active market, valuation of these products does not entail a significant degree of judgment.

Level 2 - Valuation is based on quoted market prices of investments that are not actively traded or for which certain significant inputs are not observable, either directly or indirectly.

Level 3 - Valuation is based on inputs that are unobservable and reflect management's best estimate of what market participants would use as fair value.

Provision for Doubtful Accounts

ABC and Affiliate reviews receivables as to their uncertainty in regard to collectability for events that occurred after the initial recording of revenue. The allowance for doubtful accounts for receivables from private insurance and rent receivables was \$512,899 and \$77,898, respectively, at June 30, 2022.

Fixed Assets

The cost of fixed assets is depreciated over the estimated useful lives of the assets using the straight-line method. Leasehold and building improvements are amortized over the lesser of the life of the lease or asset.

Equipment purchases are capitalized if the cost, or fair value at date of donation, is \$1,000 or more and the useful life is greater than one year. The cost of equipment and leasehold improvements financed by government funding sources is expensed when incurred if the contractual agreement

Association to Benefit Children and Affiliate

Notes to Combining Financial Statements

specifies that the title to these assets rests with the governmental funding source rather than ABC and Affiliate.

The estimated useful lives of the assets are as follows:

Assets	Years
Building	25-40
Building improvements	10-20
Furniture and equipment	3-10

Leasehold improvements are amortized over the term of the lease or the life of the improvement, whichever is less.

Impairment of Long-Lived Assets

Long-lived assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. If such assets are deemed to be impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the assets exceeds the fair value. Assets to be disposed of are reported at the lower of the carrying amount or fair value less costs to sell. There were no impairment losses for the year ended June 30, 2022.

Income Taxes

ABC and Affiliate is exempt from federal, state, and local income taxes under Section 501(c)(3) of the Code and, therefore, has made no provision for income taxes in the accompanying combining financial statements. In addition, ABC and Affiliate has been determined by the Internal Revenue Service (IRS) not to be a “private foundation” within the meaning of Section 509(a) of the Code. There was no unrelated business income for the year ended June 30, 2022.

Under U.S. GAAP, an organization must recognize the tax benefit associated with tax positions taken for tax return purposes when it is more likely than not that the position will not be sustained upon examination by a taxing authority. ABC and Affiliate does not believe it has taken any material uncertain tax positions and, accordingly, it has not recorded any liability for unrecognized tax benefits. ABC and Affiliate has filed for and received income tax exemptions in the jurisdictions where it is required to do so. Additionally, ABC and Affiliate has filed IRS Form 990 information returns, as required, and all other applicable returns in jurisdictions where so required. For the year ended June 30, 2022, there was no interest or penalties recorded or included in the combining statement of activities. ABC and Affiliate is subject to routine audits by a taxing authority. As of June 30, 2022, ABC and Affiliate was not subject to any examination by a taxing authority.

Use of Estimates

In preparing combining financial statements in conformity with U.S. GAAP, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosures of contingent assets and liabilities at the date of the combining financial statements and revenues and expenses during the reported period. Actual results could differ from those estimates.

Association to Benefit Children and Affiliate

Notes to Combining Financial Statements

Rental Income

HDFC receives apartment rent from various individual tenants and from ABC for the use of office and school space in its building located at 318 East 116th Street, New York. Rental income is recognized as earned on a straight-line basis over the term that HDFC provides occupancy to the tenants. HDFC's total rental income, after deducting eliminating entries of \$15,140 pertaining to ABC's rent, is \$110,655 for the year ended June 30, 2022.

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis and by natural classification in the combining statement of functional expenses. Expenses that can be identified with a specific program or support service are charged directly to that program or support service. Costs common to multiple functions have been allocated among the various functions benefited based upon the rates listed in the chart below. Management and general expenses include those costs that are not directly identifiable with any specific program, but which provide for the overall support and direction of ABC and HDFC. A portion of the management and general costs have been allocated to housing and education programs in the combining statement of functional expenses. The amount of the administrative expense allocated from management and general to the programs represents the portion of administration costs funded by ABC's contracts. Fundraising costs are expensed as incurred, even though they may result in contributions received in future years. ABC generally does not conduct its fundraising activities in conjunction with its other activities.

A majority of expenses are directly charged to programs based on time incurred. Salaries and fringe of certain personnel who work on multiple programs are allocated. Such allocations are determined by management on an equitable basis and are disclosed to and audited by program funders. Costs that are allocated include the following:

Expense	Allocation Methodology
Salaries and wages	Based on the actual amount of time worked.
Fringe	Based on the total salary and wages for each program/cost center.
Rent and utilities	Based on square footage occupied by program as percentage of total rental space occupied.
Insurance	Based on the total number of full-time equivalents in the program as percentage of the total full-time equivalents for the applicable agency.
Administrative costs	Based on the total expenses of each program in relation to the total expenses of ABC.

Reclassifications

Certain 2021 balances have been reclassified to be consistent with the 2022 financial presentation.

Concentration of Credit Risk

Financial instruments that potentially subject ABC and Affiliate to concentration of credit risk consist primarily of cash and cash equivalents and investments. At various times, ABC and Affiliate

Association to Benefit Children and Affiliate

Notes to Combining Financial Statements

has cash deposits at financial institutions, which exceed the Federal Depository Insurance Coverage (FDIC) insurance limits. These financial institutions have strong credit ratings, and management believes that credit risk related to these accounts is minimal.

Comparative Financial Information

The combining financial statements include certain prior-year summarized comparative information. With respect to the combining statement of financial position, combining statement of activities, and combining statement of cash flows, the prior-year amounts are presented on a combined basis rather than by entity. With respect to the combining statement of functional expenses, the prior-year expenses are presented by expense classification in total rather than functional category. Such information does not include sufficient detail to constitute a presentation in conformity with U.S. GAAP. Accordingly, such information should be read in conjunction with ABC and Affiliate's combining financial statements for the year ended June 30, 2021, from which the summarized information was derived.

Recently Adopted Accounting Pronouncement

Not-for-Profit Entities (Topic 958)

The FASB issued ASU 2020-07 to clarify the presentation and disclosure of contributed nonfinancial assets, including land, buildings, and other items.

The enhanced presentation and disclosure requirements include the contributed nonfinancial assets as separately stated as an individual line item in the combining statement of activities, distinct from contributions of cash or other financial assets. The contributed nonfinancial assets are also disaggregated in a footnote by category that shows the type of contributed nonfinancial assets in the combining statement of activities. For each type of contributed nonfinancial assets recognized, a not-for-profit will disclose the not-for-profit's policy (if any) on liquidating rather than using contributed nonfinancial assets; qualitative considerations on whether the contributed nonfinancial assets were liquidated or used during the reporting period, and, if used, a description of how the asset was employed should be included; any donor-imposed restrictions related to the contributed nonfinancial assets; and the valuation methods and inputs utilized to determine a fair value. In accordance with Topic 820, *Fair Value Measurement*, it should be measured at initial recognition. The principal or most advantageous market is utilized to calculate fair value if it is a market in which the not-for-profit is restricted by the donor from selling or utilizing the contributed nonfinancial assets.

ASU 2020-07 does not change existing recognition and measurement requirements. ABC and Affiliate adopted ASU 2020-07 as of and for the year ended June 30, 2022. There was no significant impact on the combining financial statements.

Accounting Pronouncements Issued but Not Yet Adopted

Leases (Topic 842)

On February 25, 2016, the FASB issued ASU 2016-02, *Leases*, which will require lessees to recognize a lease liability, which is a lessee's obligation to make lease payments arising from a lease, measured on a discounted basis, and a right-of-use asset, which is an asset that represents the lessee's right to use or control the use of a specified asset for the lease term. The FASB also issued

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Notes to Combining Financial Statements

ASU 2020-05, which deferred the effective date for ABC and Affiliate until annual periods beginning after December 15, 2021. Management is currently evaluating the impact of this ASU on its combining financial statements.

Financial Instruments - Credit Losses (Topic 326)

In June 2016, the FASB issued ASU 2016-13, *Financial Instruments - Credit Losses (Topic 326)*. The ASU changes the impairment model for most financial assets that are measured at amortized cost and certain other instruments from an incurred loss model to an expected loss model. Entities will be required to estimate credit losses over the entire contractual term of an instrument. The ASU includes financial assets recorded at amortized cost basis such as loan receivables, trade, and certain other receivables as well as certain off-balance sheet credit exposures such as loan commitments and financial guarantees. Since its original issuance in 2016, the FASB has issued several updates to the original ASU. The ASU is effective for fiscal years beginning after December 15, 2022 for all nonprofit entities. Management is currently evaluating the impact of the adoption of the ASU on its combining financial statements.

4. Liquidity and Availability of Resources

ABC and Affiliate's financial assets available within one year of the combining statement of financial position for general expenditure are as follows:

Year ended June 30, 2022

Cash and cash equivalents	\$	5,679,857
Investments, at fair value		8,074,038
Accounts receivable, net of allowance of uncollectable accounts		5,699,387
Rent receivables, net of allowance for uncollectable accounts		5,983
Less: net assets with donor restrictions		(466,853)
Total Financial Assets Available to Meet General Expenditure Within One Year	\$	18,992,412

Liquidity Management

As part of ABC and Affiliate's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. ABC and Affiliate's goal is to maintain liquid net assets without donor restrictions of ABC and Affiliate to meet 90 days of its expenses.

ABC and Affiliate's assets whose use is limited by donor-imposed, time, and/or purpose restrictions are expected to satisfy the imposed restrictions and to be released within 12 months. Investments, further discussed in Note 5, include equity securities, mutual funds, bonds, indexed securities, and exchange-traded funds, all of which can be liquidated within 12 months.

5. Investments and Fair Value Measurements

The following table shows, by level within the fair value hierarchy, ABC and Affiliate's financial assets that are accounted for at fair value on a recurring basis as of June 30, 2022. The financial assets are classified in their entirety based on the lowest level of input that is significant to the fair

Association to Benefit Children and Affiliate

Notes to Combining Financial Statements

value measurement. ABC and Affiliate's assessment of the significance of a particular input to the fair value measurement requires judgment and may affect the placement within the fair value hierarchy levels.

	Fair Value Measurement Using			Balance, June 30, 2022
	Level 1	Level 2	Level 3	
Equities	\$ 908,655	\$ -	\$ -	\$ 908,655
Equity mutual funds	-	1,425,813	-	1,425,813
Fixed-income mutual funds	-	474,754	-	474,754
Fixed-income corporate bonds	-	2,431,014	-	2,431,014
Inflation-indexed securities	893,096	-	-	893,096
Exchange-traded funds	-	1,923,206	-	1,923,206
Corporate bonds	-	17,500	-	17,500
Total	\$ 1,801,751	\$ 6,272,287	\$ -	\$ 8,074,038

In addition to the above investments, the investment portfolio included \$491,176 of cash equivalents included in cash and cash equivalents as of June 30, 2022.

ABC and Affiliate's assets, recorded at fair value, have been categorized based upon a fair value hierarchy, in accordance with U.S. GAAP. See Note 3 for a discussion of ABC and Affiliate's policies regarding this hierarchy. A description of the valuation techniques applied to ABC and Affiliate's major categories of assets measured at fair value is as follows:

Equities - ABC and Affiliate's holdings in equity securities are determined by quoted market prices. Each of these investments can be liquidated daily. The valuation is based on Level 1 inputs within the hierarchy used in measuring fair value.

Equity Mutual Funds - ABC and Affiliate has investments in mutual funds, which are primarily in investment-grade bonds and large- and mid-capitalization equity securities. For these investments, ABC and Affiliate has ownership interest in the mutual fund but not in the individual securities held by the fund. The assets of each mutual fund consist primarily of shares of the underlying holdings. Each mutual fund net asset value is the value of a single share that is actively traded on national securities exchanges. The mutual funds are valued on a daily basis at the close of the business day. These funds are valued primarily on the basis of market quotation or on the basis of information furnished by a nationally recognized pricing service based on observable market data and are classified as Level 2 within the fair value hierarchy.

Fixed-Income Corporate Bonds and Mutual Funds - ABC and Affiliate has investments in fixed-income corporate bonds and equities. ABC and Affiliate's custodian prices these investments using nationally recognized pricing services. Since fixed-income securities other than U.S. Treasury securities generally do not trade on a daily basis, the pricing services prepare estimates of fair value measurements for these securities using their proprietary pricing applications, which include available relevant market information, bench curves, benchmarking or similar securities, sector groupings, and matrix pricing. These investments are classified as Level 2.

Inflation-Indexed Securities - ABC and Affiliate's holdings in inflation-indexed securities are determined by quoted market prices. Each of these investments can be liquidated daily. The valuation is based on Level 1 inputs within the hierarchy used in measuring fair value.

Association to Benefit Children and Affiliate

Notes to Combining Financial Statements

Exchange-Traded Funds - ABC and Affiliate's holdings in exchange-traded funds are determined by quoted market prices. These investments can be liquefied daily. The valuation of these investments is based on Level 2 inputs within the fair value hierarchy.

Corporate Bonds - ABC and Affiliate's holdings in corporate bonds. These investments are priced using nationally recognized pricing services. Fixed-income securities, other than U.S. Treasury securities, generally do not trade on a daily basis. The pricing services prepare estimates of fair value measurements for these securities using the proprietary pricing applications, which include available relevant market information, benchmark curves, benchmarking of similar securities, sector groupings, and matrix pricing. These investments are classified as Level 2 within the hierarchy used in measuring fair value.

ABC and Affiliate's investment holdings are made up entirely of Level 1 and Level 2 securities. ABC and Affiliate does not invest in any Level 3 securities.

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although ABC and Affiliate's management 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.

6. Fixed Assets, Net

Fixed assets, net, stated at cost consist of the following:

June 30, 2022

	ABC	HDFC	Total
Land	\$ 305,000	\$ 13,500	\$ 318,500
Building	18,218,889	840,558	19,059,447
Building improvements	1,110,614	385,980	1,496,594
Furniture and equipment	601,263	9,800	611,063
Total Fixed Assets	20,235,766	1,249,838	21,485,604
Less: accumulated depreciation and amortization	(16,748,939)	(1,088,595)	(17,837,534)
Fixed Assets, Net	\$ 3,486,827	\$ 161,243	\$ 3,648,070

Depreciation and amortization expense for the year ended June 30, 2022 was \$472,405.

7. Transactions with Affiliate

ABC is affiliated with HDFC through certain common Board members and management. As of June 30, 2022, ABC advanced HDFC \$1,139,030 supporting its operations. This amount, as well as all intercompany balances and transactions, has been eliminated in combination.

Association to Benefit Children and Affiliate

Notes to Combining Financial Statements

8. Long-Term Debt

HDFC obtained a mortgage pursuant to Article XI of the Private Housing Finance Law of the State of New York from the City of New York through the Department of Housing Development. As of June 30, 2022, the amount of the mortgage proceeds drawn down to rehabilitate the ABC and Affiliate apartment building amounted to \$877,240.

The mortgage note, dated November 20, 1997 for \$883,113, bears interest of 1% per annum, to be accrued to maturity in 30 years, and is secured by the building. The mortgage note matures on the 30th anniversary of the debt service date, which is 270 days after the receipt of a certificate of occupancy. Interest shall begin to accrue on the first calendar month following the debt service date. Accrued interest was \$8,772 as of June 30, 2022 and is included within accounts payable and accrued expenses in the combining statement of financial position.

At the closing for the mortgage, HDFC acquired the land for the Project from HPD for \$1.

9. Retirement Plans

Pension Plan

ABC and Affiliate has adopted a Section 403(b) tax-sheltered annuity plan effective March 1, 2000. Any employee shall be eligible to participate in salary reduction contributions on the date of their employment with ABC and Affiliate. However, with respect to non-salary reduction contributions, any employee who has completed a one-year period of service shall be eligible to participate as of the date that they have satisfied such requirement. Employees may contribute up to the maximum permitted by law. ABC and Affiliate will match 50% of the employee's contributions, limited to the first 2% of the employee's gross compensation. ABC and Affiliate made contributions to the plan on behalf of its employees of \$271,464 for the year ended June 30, 2022, which is included in ABC and Affiliate's combining statement of functional expenses under payroll taxes and employee benefits.

Deferred Compensation Plan

ABC and Affiliate has a nonqualified deferred compensation plan for a certain key employee. The plan assets are held in accordance with a Rabbi Trust and are to be considered temporary assets of the employer; therefore, they are accessible to general and secured creditors of the employer in the event of bankruptcy or insolvency. As of June 30, 2022, the asset and the related liability amounted to \$708,077. The asset is shown in cash surrender value of life insurance policy and the related liability is shown as deferred compensation in the combining statement of financial position.

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Association to Benefit Children and Affiliate

Notes to Combining Financial Statements

10. Commitments and Contingencies

Operating Leases

ABC and Affiliate occupies certain of its premises under an operating lease expiring on August 20, 2027. Future minimum annual lease payments are as follows:

Year ending June 30,

2023	\$	274,769
2024		220,217
2025		225,722
2026		231,365
2027		237,149
Thereafter		39,687
Total	\$	1,228,909

Total rent expense for the year ended June 30, 2022 amounted to \$518,854 and is included within occupancy costs in the combining statement of functional expenses.

Contingencies

Certain grants and contracts may be subject to audit by the funding sources. Such audits might result in disallowances of costs submitted for reimbursements. Management is of the opinion that such cost disallowances, if any, will not have a material effect on the accompanying combining financial statements. Accordingly, no amounts have been provided in the accompanying combining financial statements for such potential claims, and any retroactive adjustments are recognized in the year the adjustments are known.

Litigation

ABC and Affiliate is, from time to time, subject to legal actions in the normal course of business. In the opinion of ABC and Affiliate's management, the eventual resolution of these matters will not materially affect the financial position, cash flows, or change in net assets of ABC and Affiliate.

11. Net Assets with Donor Restrictions

Net assets with donor restrictions consist of the following:

June 30, 2022

Fast Break Mental Health	\$	250,000
Summer camp		123,153
General support for programs		83,700
COVID-19		10,000
	\$	466,853

Association to Benefit Children and Affiliate

Notes to Combining Financial Statements

Net assets with donor restrictions released from restrictions consist of the following:

June 30, 2022

Fast Break Mental Health	\$	466,700
Merricat's		181,478
Graham School		130,025
Study Buddies		100,931
Summer Camp		95,519
Keith Haring		83,065
All Children's House		46,250
Youth Services/Afterschool		40,876
Cassidy's Place		20,185
Cody House		12,563
Bunny's Garden		9,224
Open Door		250
	\$	1,187,066

12. Risks and Uncertainties

ABC and Affiliate's investments consist of a variety of investment securities. Investments in general are exposed to various risks, such as interest rate, credit, and overall market volatility risk. Due to the level of risk associated with certain investments, it is reasonably possible that change in the value of ABC and Affiliate's investments will occur in the near-term and that such changes could materially affect the amounts reported in the accompanying combining financial statements.

13. Subsequent Events

ABC and Affiliate's management has performed subsequent events procedures through August 8, 2023, which is the date the combining financial statements were available to be issued. There were no subsequent events requiring adjustment to the combining financial statements or disclosures as a result of these procedures.

Supplementary Information

Association to Benefit Children and Affiliate
Preventive Services Program
Schedule of Revenues and Expenditures (Actual vs. Budget)
Budget ID Number: CT106820210000121

Year ended June 30, 2022

	CAPS Approved Budget	CAPS Actual Amount	CAPS Variance	Questioned Costs
Revenues				
Annual	\$ 1,513,162	\$ 1,513,162	\$ -	\$ -
Total Revenues	1,513,162	1,513,162	-	-
Expenditures				
PS Expenditures:				
Salary	839,180	839,180	-	-
Fringes	264,761	264,761	-	-
Fringe percentage	31.55%	31.55%	-	-
Total PS Expenditures	1,103,941	1,103,941	-	-
OTPS expenditures:				
Office supplies	553	553	-	-
Facilities repairs and maintenance	15,273	15,273	-	-
Staff transportation	4,174	4,174	-	-
Staff training	1,538	1,538	-	-
Postage	87	87	-	-
Liability, property, and other insurance	16,144	16,144	-	-
Client transportation	275	275	-	-
Client supplies and activities	2,832	2,832	-	-
Mobile phones	23,789	23,789	-	-
Internet connectivity	9,895	9,895	-	-
Waste and recycling removal	23,097	23,097	-	-
Prepared meals	125	125	-	-
Vehicle operations and maintenance	715	715	-	-
Bank charges	1,848	1,848	-	-
Utilities	13,205	13,205	-	-
Other - copier rental	3,014	3,014	-	-
Other - dues, licenses, permits, copier rental	11,433	11,433	-	-
Other - research activities	450	450	-	-
Contracted and professional services	34,897	34,897	-	-
Capital expense and equipment > \$5,000	-	-	-	-
Participant support costs	-	-	-	-
Rental costs	119,148	119,148	-	-
Subcontracts amounts > \$25,000	-	-	-	-
Other distorting items	-	-	-	-
Total OTPS Expenditures	282,492	282,492	-	-
Total PS and OTPS Expenditures	1,386,433	1,386,433	-	-
Less: questioned costs	-	-	-	-
Total Allowable Costs	1,386,433	1,386,433	-	-
Total Allowable Indirect Cost	126,729	126,729	-	-
Final Approved Indirect Cost Rate (ICR)	10.00%	10.00%	-	-
CIT Approved ICR ^(a)	10.00%	-	-	-
Total Allowable Expenditures	1,513,162	1,513,162	-	-
Excess (Deficiency) of Revenues Over Expense	\$ -	\$ -	\$ -	\$ -

^(a) 10% de minimis

* City Council Discretionary Pandemic Funding of \$17,524 is excluded from the schedule above in accordance with ACS audit instructions. More information available upon request.

Association to Benefit Children and Affiliate

Preventive Services Program COVID-19 Revenue and Expenses Schedule Budget ID Number: CT106820210000121

Year ended June 30, 2022

	Approved Budget	Actual Amount	Variance	Questioned Costs
COVID Revenues				
ACS	\$ -	\$ -	\$ -	\$ -
Total COVID Revenues	-	-	-	-
COVID Personnel Expenditures				
Salaries	-	-	-	-
Fringe	-	-	-	-
Fringe percentage	0.00%	0.00%	0.00%	-
Total COVID PS Expenditures	-	-	-	-
COVID-19 OTPS Expenses				
Technology	-	-	-	-
Program	-	-	-	-
Supplies	-	-	-	-
Other	-	-	-	-
Total COVID OTPS Expenses	-	-	-	-
Total PS and OTPS Expenditures	-	-	-	-
Less: questioned costs	-	-	-	-
Total Allowable Costs	-	-	-	-
Excess (Deficiency) of Revenue Over Expense	\$ -	\$ -	\$ -	\$ -

Association to Benefit Children and Affiliate

**Preventive Services Program
COVID-19 Vaccination Incentive
Budget ID Number: CT106820210000121**

Year ended June 30, 2022

Employee ID	Date of First Dose	Amount	Mode of Payment	Date Paid
NONE				

Association to Benefit Children and Affiliate

**Preventive Services Program
Schedule of Unused Vacation Payouts
Budget ID Number: CT106820210000121**

Year ended June 30, 2022

Employee Identification Code	Functional Title	FTE	Employee Total Salary	Hourly Rate	FY22 Unused Accrued Vacation July 1, 2021 - June 30, 2022 (Hours)	FY22 Unused Accrued Vacation July 1, 2021 - June 30, 2022 (Amount)	Equivalent Number of Unused Accrued Days (Must Not Exceed Ten Days)	Employee Fringe Amount	Employee Fringe Rate (%)	Total Amount	Payout Date
NONE											

Association to Benefit Children and Affiliate

Preventive Services Program Schedule of Salaries - Manhattan CPP Budget ID Number: CT106820210000121

Year ended June 30, 2022

Employee ID Code	Titles	FTE	Budgeted					Actual			Variance
			Salaries	Salary Increase	Career Ladder	COVID-19 Salary	Total Salary	Salary	COVID-19 Salary	Total Salary Paid	
2114	Facilitator	1.00	\$ 42,161	\$ -	\$ -	\$ -	\$ 42,161	\$ 42,161	\$ -	\$ 42,161	\$ -
1987	HR Generalist	0.35	25,277	-	-	-	25,277	25,277	-	25,277	-
2041	Parent Aide	0.48	18,515	-	-	-	18,515	18,515	-	18,515	-
1994	Parent Aide	0.08	3,046	-	-	-	3,046	3,046	-	3,046	-
2165	Parent Aide	0.58	22,041	-	-	-	22,041	22,041	-	22,041	-
2155	Parent Aide	0.67	22,486	-	-	-	22,486	22,486	-	22,486	-
1258	Program Director	1.00	89,308	-	-	-	89,308	89,308	-	89,308	-
1557	Quality Assurance Manager	0.79	63,385	-	-	-	63,385	63,385	-	63,385	-
1665	Supervisor	0.02	523	-	-	-	523	523	-	523	-
1927	Supervisor	0.80	52,914	-	-	-	52,914	52,914	-	52,914	-
1730	Supervisor	1.00	70,147	-	-	-	70,147	70,147	-	70,147	-
2194	Supervisor	0.18	12,103	-	-	-	12,103	12,103	-	12,103	-
2202	Supervisor	0.07	4,893	-	-	-	4,893	4,893	-	4,893	-
1968	Therapist	0.30	17,306	-	-	-	17,306	17,306	-	17,306	-
2046	Therapist	0.56	32,565	-	-	-	32,565	32,565	-	32,565	-
2132	Therapist	0.73	38,639	-	-	-	38,639	38,639	-	38,639	-
2203	Therapist	0.07	3,362	-	-	-	3,362	3,362	-	3,362	-
1995	Therapist	0.85	48,282	-	-	-	48,282	48,282	-	48,282	-
1854	Therapist	0.52	35,666	-	-	-	35,666	35,666	-	35,666	-
2097	Therapist	0.35	19,612	-	-	-	19,612	19,612	-	19,612	-
1919	Therapist	0.89	50,749	-	-	-	50,749	50,749	-	50,749	-
2185	Therapist	0.36	18,063	-	-	-	18,063	18,063	-	18,063	-
2127	Therapist	0.77	44,972	-	-	-	44,972	44,972	-	44,972	-
2190	Therapist	0.28	13,092	-	-	-	13,092	13,092	-	13,092	-
2191	Therapist	0.28	14,373	-	-	-	14,373	14,373	-	14,373	-
2098	Therapist	0.87	51,955	-	-	-	51,955	51,955	-	51,955	-
1978	Therapist	0.18	9,461	-	-	-	9,461	9,461	-	9,461	-
2120	Therapist	0.28	14,284	-	-	-	14,284	14,284	-	14,284	-
Total		14.31	\$ 839,180	\$ -	\$ -	\$ -	\$ 839,180	\$ 839,180	\$ -	\$ 839,180	\$ -
Total FTE of Case Planners		7.29									
Total FTE of Supervisors		3.07									
Supervisory Ratio		0.42									
Total FTE of QA/QI on Staff		0.79									
Total FTE of Case Aides		1.81									

Association to Benefit Children and Affiliate

Preventive Services Program

Schedule of Fringe Benefits

Budget ID Number: CT106820210000121

Year ended June 30, 2022

Description	Budgeted			Actual			Fringe Percentage of the Total Salary Cost (%)	Variance
	Approved	COVID-19	Total Approved	Regular	COVID-19	Total Paid		
Pension (defined or contribution)	\$ 18,612	\$ -	\$ 18,612	\$ 18,612	\$ -	\$ 18,612	2.19	\$ -
FICA	62,550	-	62,550	62,550	-	62,550	7.36	-
Health insurance	138,725	-	138,725	138,725	-	138,725	14.77	-
Supplemental employee welfare benefits (life insurance, dental, etc.)	14,618	-	14,618	14,618	-	14,618	1.72	-
Workers' compensation	13,513	-	13,513	13,513	-	13,513	1.59	-
Unemployment insurance	13,683	-	13,683	13,683	-	13,683	1.61	-
MTA payroll tax	3,060	-	3,060	3,060	-	3,060	0.36	-
Total Fringe Benefits	\$ 264,761	\$ -	\$ 264,761	\$ 264,761	\$ -	\$ 264,761		\$ -

Association to Benefit Children and Affiliate

Preventive Services Program Schedule of Fixed Assets Inventory Budget ID Number: CT106820210000121

Current-year purchases purchased between June 30, 2021 to June 30, 2022

Description	Quantity	Serial Number	Date Purchased with ACS Funds	Condition	Date Sold or Disposed	Total Cost	Allocated to the CT (%)	Allocated to Other ACS CTs (%)	Allocated to Non-ACS CTs (%)	This CT Cost	COVID-19 Related Y/N
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None

Prior-years purchases purchased from the beginning of the contract purchased between April 23, 2001 to June 30, 2021

Description	Quantity	Serial Number	Date Purchased with ACS Funds	Condition	Date Sold or Disposed	Total Cost	Allocated to the CT (%)	Allocated to Other ACS CTs (%)	Allocated to Non-ACS CTs (%)	Total Cost
Dell File Server	1.00	3QQVJ01	April 23, 2001	S	April 23, 2006	\$ 5,224	100	-	-	
Dell Optiplex-GX110	1.00	CHYXJ01	April 24, 2001	S	April 24, 2004	1,296	100	-	-	
Dell Optiplex-GX110	1.00	7HYXJ01	April 24, 2001	S	April 24, 2004	1,296	100	-	-	
Dell Optiplex-GX110	1.00	9HYXJ01	April 24, 2001	S	April 24, 2004	1,296	100	-	-	
Dell Optiplex-GX110	1.00	FHYXJ01	April 24, 2001	S	April 24, 2004	1,214	100	-	-	
Gateway Laptop - SOCO 5300	2.00	BQB01130295	April 25, 2001	S	April 25, 2004	2,490	100	-	-	
HP LaserJet 8150DN Tabloid	2.00	VSBLL07941	April 24, 2001	S	April 24, 2004	2,891	100	-	-	
										\$ 15,707

Association to Benefit Children and Affiliate

**Preventive Services Program
Schedule of Questioned Costs
Budget ID Number: CT106820210000121**

Year ended June 30, 2022

Detailed Explanation of Questioned Costs	Questioned Costs
Budget Line Category	
NONE	
	\$

Association to Benefit Children and Affiliate

Preventive Services Program Schedule of Quantitative Program Results Budget ID Number: CT106820210000121

Year ended June 30, 2022

Cases

<i>a.</i> Number of open cases, July 1, 2021	192
<i>b.</i> Number of new cases during audit period	35
<i>c.</i> Total Number of Cases Serviced During the Audit Period	227
<i>d.</i> Cases terminated	64
<i>e.</i> Total Cases Open, June 30, 2022	163
<i>f.</i> Case-to-case worker ratio	1:21

Association to Benefit Children and Affiliate

Preventive Services Program

Indirect Cost Rate

Budget ID Number: CT106820210000121

Year ended June 30, 2022

Approved Indirect Cost Rate (ICR) 10.00%

Check appropriate below:

De Minimis	<input checked="" type="checkbox"/>
Conditional	<input type="checkbox"/>
CPA	<input type="checkbox"/>
NICRA	<input type="checkbox"/>

Program Type	Prevention
Program Name	General Prevention
Contract Number	106820210000121

Final Indirect Cost Budget	\$ 126,729
Total Direct Costs	1,386,433
Distorting items	(119,148)
Direct Cost Base	1,267,285
Indirect Costs	126,729
Total Costs	\$ 1,513,162
Effective Rate	10.00%

Association to Benefit Children and Affiliate

Statement of Revenues and Expenditures DOE Funded - DECE Budget ID Numbers: 30890 and 30891

Year ended June 30, 2022

	Budget		DECE											Variance	Questioned Cost		
	DECE	Child Care	Child Care UPK	CRRSA Stimulus	FCCN	CDBG	Early Head Start	Head Start	Head Start COVID Cares	Head Start UPK	CTL	Total DECE					
Revenue																	
DECE revenue	\$ 281,804	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 281,804	\$ 281,804	\$ -	\$ -
Other revenue (disability, interest, etc.)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
CACFP	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Parent fees	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
In-kind contribution	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sponsor's contribution	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other funding source revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenue	281,804	-	-	-	-	-	-	-	-	-	-	-	-	281,804	281,804	-	-
Expenditures																	
Personnel cost:																	
Salaries	192,554	-	-	-	-	-	-	-	-	-	-	-	-	192,554	192,554	-	-
Salaries - COLA	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Accrued vacation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
FICA	14,730	-	-	-	-	-	-	-	-	-	-	-	-	14,360	14,360	370	-
FICA - COLA	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
FICA - accrued vacation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Workers' compensation	3,158	-	-	-	-	-	-	-	-	-	-	-	-	2,007	2,007	1,151	-
Unemployment insurance	1,386	-	-	-	-	-	-	-	-	-	-	-	-	787	787	599	-
Pension	5,295	-	-	-	-	-	-	-	-	-	-	-	-	4,228	4,228	1,067	-
Welfare fund	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Health insurance	33,986	-	-	-	-	-	-	-	-	-	-	-	-	38,810	38,810	(4,824)	-
Other	3,062	-	-	-	-	-	-	-	-	-	-	-	-	1,425	1,425	1,637	-
Total Personnel Cost	254,171	-	-	-	-	-	-	-	-	-	-	-	-	254,171	254,171	-	-
Facilities cost:																	
Rent	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Property taxes	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Water and sewer	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Licensing and permits	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Insurance	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Custodial services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Alarm	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Telecommunications	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Utilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Maintenance and repairs	2,000	-	-	-	-	-	-	-	-	-	-	-	-	2,000	2,000	-	-
Capital expenditures and renovations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other facilities costs	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Facilities Cost	2,000	-	-	-	-	-	-	-	-	-	-	-	-	2,000	2,000	-	-
Family Child Care Stipend	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Than Personnel Services (OTPS)																	
Supplies	24,633	-	-	-	-	-	-	-	-	-	-	-	-	24,633	24,633	-	-
Equipment over \$5,000 - Head Start	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Equipment over \$5,000 - Child Care	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Postage	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Advertising	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Instructional field trips	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Training/staff development	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Food - CACFP	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Non-food related cost - CACFP	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Audit	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Parent services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Consultant - programmatic	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Consultant - administrative	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Indirect cost - Head Start	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other OTPS	1,000	-	-	-	-	-	-	-	-	-	-	-	-	1,000	1,000	-	-
Total OTPS	25,633	-	-	-	-	-	-	-	-	-	-	-	-	25,633	25,633	-	-
Total DECE Cost	281,804	-	-	-	-	-	-	-	-	-	-	-	-	281,804	281,804	-	-
Excess (Deficiency) of Revenue Over (Under) Expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Association to Benefit Children and Affiliate

**Statement of Revenues and Expenditures
DOE Funded - Other Than DECE
Budget ID Numbers: 30890 and 30891**

Year ended June 30, 2022

	Other Than DECE				Total Other Than DECE	Total DECE Funded
	DECE CC UPK Enhancement	DECE HS UPK Enhancement	Health and Safety	Other Funding Use for DECE		
Revenue						
DECE revenue	\$ -	\$ -	\$ -	\$ -	\$ -	281,804
Other revenue (disability, interest, etc.)	-	-	-	-	-	-
Teacher's incentive fund	-	-	-	-	-	-
HRA Voucher	-	-	-	-	-	-
CACFP	-	-	-	-	-	-
Parent fees	-	-	-	-	-	-
In-kind contribution	-	-	-	-	-	-
Sponsor's contribution	-	-	-	-	-	-
Other funding source revenue	-	-	-	-	-	-
Total Revenue	-	-	-	-	-	281,804
Expenditures						
Personnel cost:						
Salaries	-	-	-	-	-	192,554
Salaries - COLA	-	-	-	-	-	-
Teacher's incentive	-	-	-	-	-	-
Accrued vacation	-	-	-	-	-	-
FICA	-	-	-	-	-	14,360
FICA - COLA	-	-	-	-	-	-
FICA - teacher's incentive	-	-	-	-	-	-
FICA - accrued vacation	-	-	-	-	-	-
Workers' compensation	-	-	-	-	-	2,007
Unemployment insurance	-	-	-	-	-	787
Pension	-	-	-	-	-	4,228
Welfare fund	-	-	-	-	-	-
Health insurance	-	-	-	-	-	38,810
Substitutes	-	-	-	-	-	1,425
Total Personnel Cost	-	-	-	-	-	254,171
Facilities cost:						
Rent	-	-	-	-	-	-
Property taxes	-	-	-	-	-	-
Water and sewer	-	-	-	-	-	-
Licensing and permits	-	-	-	-	-	-
Insurance	-	-	-	-	-	-
Custodial services	-	-	-	-	-	-
Alarm	-	-	-	-	-	-
Telecommunications	-	-	-	-	-	-
Utilities	-	-	-	-	-	-
Maintenance and repairs	-	-	-	-	-	2,000
Capital expenditures and renovations	-	-	-	-	-	-
Other facilities costs	-	-	-	-	-	-
Total Facilities Cost	-	-	-	-	-	2,000
Family Child Care Stipend	-	-	-	-	-	-
Other Than Personnel Services (OTPS)						
Supplies	-	-	-	-	-	24,633
Equipment over \$5,000 - Head Start	-	-	-	-	-	-
Equipment over \$5,000 - Child Care	-	-	-	-	-	-
Postage	-	-	-	-	-	-
Advertising	-	-	-	-	-	-
Instructional field trips	-	-	-	-	-	-
Training/staff development	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Food - CACFP	-	-	-	-	-	-
Non-food related cost - CACFP	-	-	-	-	-	-
Audit	-	-	-	-	-	-
Parent services	-	-	-	-	-	-
Consultant - programmatic	-	-	-	-	-	-
Consultant - administrative	-	-	-	-	-	-
Indirect cost - Head Start	-	-	-	-	-	-
Other OTPS	-	-	-	-	-	1,000
Total OTPS	-	-	-	-	-	25,633
Total DECE Cost	-	-	-	-	-	281,804
Excess (Deficiency) of Revenue Over (Under) Expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	-

Association to Benefit Children and Affiliate

**Statement of Revenues and Expenditures
CCBG Funded - DECE
Budget ID Numbers: 30890 and 30891**

Year ended June 30, 2022

	Budget		CCBG Funded			Variance	Questioned Cost
	CCBG	Child Care	FCCN	Total CCBG			
Revenue							
DECE revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other revenue (disability, interest, etc.)	-	-	-	-	-	-	-
Parent fees	-	-	-	-	-	-	-
Other funding source revenue	-	-	-	-	-	-	-
Total Revenue	-	-	-	-	-	-	-
Expenditures							
Personnel cost:							
Salaries	-	-	-	-	-	-	-
Salaries - COLA	-	-	-	-	-	-	-
Accrued vacation	-	-	-	-	-	-	-
FICA	-	-	-	-	-	-	-
FICA - COLA	-	-	-	-	-	-	-
FICA - accrued vacation	-	-	-	-	-	-	-
Workers' compensation	-	-	-	-	-	-	-
Unemployment insurance	-	-	-	-	-	-	-
Pension	-	-	-	-	-	-	-
Welfare fund	-	-	-	-	-	-	-
Health insurance	-	-	-	-	-	-	-
Substitutes	-	-	-	-	-	-	-
Total Personnel Cost	-	-	-	-	-	-	-
Facilities cost:							
Rent	-	-	-	-	-	-	-
Property taxes	-	-	-	-	-	-	-
Water and sewer	-	-	-	-	-	-	-
Licensing and permits	-	-	-	-	-	-	-
Insurance	-	-	-	-	-	-	-
Custodial services	-	-	-	-	-	-	-
Alarm	-	-	-	-	-	-	-
Telecommunications	-	-	-	-	-	-	-
Utilities	-	-	-	-	-	-	-
Maintenance and repairs	-	-	-	-	-	-	-
Capital expenditures and renovations	-	-	-	-	-	-	-
Other facilities costs	-	-	-	-	-	-	-
Total Facilities Cost	-	-	-	-	-	-	-
Family Child Care Stipend	-	-	-	-	-	-	-
Other Than Personnel Services (OTPS)							
Supplies	-	-	-	-	-	-	-
Equipment over \$5,000 - Child Care	-	-	-	-	-	-	-
Postage	-	-	-	-	-	-	-
Advertising	-	-	-	-	-	-	-
Instructional field trips	-	-	-	-	-	-	-
Training/staff development	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-
Audit	-	-	-	-	-	-	-
Parent services	-	-	-	-	-	-	-
Consultant - programmatic	-	-	-	-	-	-	-
Consultant - administrative	-	-	-	-	-	-	-
Other OTPS	-	-	-	-	-	-	-
Total OTPS	-	-	-	-	-	-	-
Total DECE CCBG Expenses	-	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over (Under) Expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Association to Benefit Children and Affiliate

Schedule of Quantitative Program Results

CCBG Funded - DECE

Budget ID Numbers: 30890 and 30891

Year ended June 30, 2022

Enrollment

Contracted Slots per Site

-

Total

-

Number of Classrooms per Site

-

Total

-

Number of Children Enrolled by Site

-

Total

-

Number of Children in Attendance by Site

-

Total

-

Average Attendance for Contract by Site

-

Total Average

-

Cost

Total Expense for the Contract

\$

-

Total Expense by Site

-

Total

-

Average Cost Slots

-

Average Cost per Site

-

Total

-

Association to Benefit Children and Affiliate

**Schedule of Accrued Vacation
CCBG Funded - DECE
Budget ID Numbers: 30890 and 30891**

Year ended June 30, 2022

Payroll Date	Employee Number or Position	Accrued Vacation	FICA - Accrued Vacation	Total as of June 30, 2022
	NONE			

Association to Benefit Children and Affiliate

Statement of Revenues and Expenditures

Not DOE Funded

Budget ID Numbers: 30890 and 30891

Year ended June 30, 2022

	Not DOE Funded - Actual				
	CACFP	Cash Contribution (Head Start)	In-Kind Contribution (Head Start)	Sponsor's Contribution (Other Than Head Start)	Other Funding Source
Revenue					
DECE revenue	\$ -	\$ -	\$ -	\$ -	\$ -
Other revenue (disability, interest, etc.)	-	-	-	-	-
HRA Voucher	-	-	-	-	-
CACFP	-	-	-	-	-
Parent fees	-	-	-	-	-
In-kind contribution	-	-	-	-	-
Sponsor's contribution	-	-	-	-	-
Other funding source revenue	-	-	-	-	-
Total Revenue	-	-	-	-	-
Expenditures					
Personnel cost:					
Salaries	-	-	-	-	-
Salaries - COLA	-	-	-	-	-
Accrued vacation	-	-	-	-	-
FICA	-	-	-	-	-
FICA - COLA	-	-	-	-	-
FICA - accrued vacation	-	-	-	-	-
Workers' compensation	-	-	-	-	-
Unemployment insurance	-	-	-	-	-
Pension	-	-	-	-	-
Welfare fund	-	-	-	-	-
Health insurance	-	-	-	-	-
Substitutes	-	-	-	-	-
Total Personnel Cost	-	-	-	-	-
Facilities cost:					
Rent	-	-	-	-	-
Property taxes	-	-	-	-	-
Water and sewer	-	-	-	-	-
Licensing and permits	-	-	-	-	-
Insurance	-	-	-	-	-
Custodial services	-	-	-	-	-
Alarm	-	-	-	-	-
Telecommunications	-	-	-	-	-
Utilities	-	-	-	-	-
Maintenance and repairs	-	-	-	-	-
Capital expenditures and renovations	-	-	-	-	-
Other facilities costs	-	-	-	-	-
Total Facilities Cost	-	-	-	-	-
Family Child Care Stipend	-	-	-	-	-
Other Than Personnel Services (OTPS)					
Supplies	-	-	-	-	-
Equipment over \$5,000 - Head Start	-	-	-	-	-
Equipment over \$5,000 - Child Care	-	-	-	-	-
Postage	-	-	-	-	-
Advertising	-	-	-	-	-
Instructional field trips	-	-	-	-	-
Training/staff development	-	-	-	-	-
Transportation	-	-	-	-	-
Food - CACFP	-	-	-	-	-
Non-food related cost - CACFP	-	-	-	-	-
Audit	-	-	-	-	-
Parent services	-	-	-	-	-
Consultant - programmatic	-	-	-	-	-
Consultant - administrative	-	-	-	-	-
Indirect cost - Head Start	-	-	-	-	-
Other OTPS	-	-	-	-	-
Total OTPS	-	-	-	-	-
Total DECE CCBG Expenses	-	-	-	-	-
Excess (Deficiency) of Revenue Over (Under) Expenditures	\$ -	\$ -	\$ -	\$ -	\$ -

Association to Benefit Children and Affiliate

**Statement of Head Start Expenses by Program Year
Budget ID Numbers: 30890 and 30891**

Year ended June 30, 2022

NONE

Association to Benefit Children and Affiliate
Statement of Early Head Start Expenses by Program Year
Budget ID Numbers: 30890 and 30891

Year ended June 30, 2022

NONE

Association to Benefit Children and Affiliate

**Statement of Non-Federal Share Expenses by Program Year - Head Start
Budget ID Numbers: 30890 and 30891**

Year ended June 30, 2022

NONE

Association to Benefit Children and Affiliate

Schedule of Equipment Inventory Budget ID Numbers: 30890 and 30891

Current year purchases (with total acquisition cost per unit of at least \$5,000 or above and purchased between July 1, 2021 to June 30, 2022)

Description	Quantity	Serial Number or Asset Tag Number	Date Purchased or Acquired	Date Sold or Disposed	Funding Source (Either GP or ACQ)	Acquisition Cost Allocated to Child Care	Acquisition Cost Allocated to Head Start	Acquisition Cost Allocated to Health and Safety	Acquisition Cost Allocated to Sandy Relief	Total Cost
None										

Prior years purchases (with total acquisition cost per unit of at least \$5,000 or above and purchased between July 1, 2021 to June 30, 2022)

Description	Quantity	Serial Number or Asset Tag Number	Date Purchased or Acquired	Date Sold or Disposed	Funding Source (Either GP or ACQ)	Acquisition Cost Allocated to Child Care	Acquisition Cost Allocated to Head Start	Acquisition Cost Allocated to Health and Safety	Acquisition Cost Allocated to Sandy Relief	Total Cost
None										

Association to Benefit Children and Affiliate

Schedule of Due to or Due from DOE Budget ID Numbers: 30890 and 30891

Year ended June 30, 2022

Due to or Due from DOE, June 30, 2021	\$	-
Cash received/advances from DOE		-
Plus: other funds collected:		
Parent fees		-
Other revenue (disability, interest, etc.)		-
Total Funds Available		-
Less: claimable expenditures:		
Expenditures		(281,804)
Less: accrued vacation		-
Less: FICA - accrued vacation		-
Less: questioned costs		-
Due to or Due from DOE, June 30, 2022	\$	(281,804)

Association to Benefit Children and Affiliate

**Schedule of Accrued Vacation - DOE
Budget ID Numbers: 30890 and 30891**

Year ended June 30, 2022

Payroll Date	Employee Number or Position	Accrued Vacation	FICA - Accrued Vacation	Total as of June 30, 2022
	NONE			

Association to Benefit Children and Affiliate

Schedule of Pay Parity Budget ID Numbers: 30890 and 30891

Year ended June 30, 2022

Titles of Staff Who Received Ratification Bonuses	N/A
Number of Staff	-
Titles of Staff Who Received Salary Increases	N/A
Number of Staff	-
Total Amount Paid Out in Ratification Bonuses for Eligible Staff	\$ -
Total Amount Paid Out in Salary Increases for Eligible Staff	\$ -

Association to Benefit Children and Affiliate

**Schedule of COVID Expenses - DOE
Budget ID Numbers: 30890 and 30891**

Year ended June 30, 2022

Object of Expenditure	Explanation of COVID Response	Total Expense	Percent Attributable to COVID Response (%)	COVID Expense
NONE				

Association to Benefit Children and Affiliate

Schedule of Expenditures of Federal Awards

Year ended June 30, 2022

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Pass-Through to Subrecipients	Total Federal Expenditures
U.S. Department of Health and Human Services				
Head Start Cluster:				
Head Start Echo Park	93.600	Not Applicable	\$ -	\$ 1,085,177
Head Start Cassidy's Place	93.600	Not Applicable	-	1,077,031
Early Head Start	93.600	Not Applicable	-	2,765,494
COVID-19 - American Rescue Plan	93.600	Not Applicable	-	265,469
COVID-19 - Early Head Start	93.600	Not Applicable	-	32,890
Subtotal AL#93.600 (Head Start Cluster)			-	5,226,061
Passed through New York State Office of Children and Family Services:				
		A-3672, A-3610, A-5979, A-3690, A-3685, A-4312, A-1653		
Child Care and Development Block Grant	93.575	C028590	-	656,000
Temporary Assistance for Needy Families	93.558		-	68,500
Subtotal 477 Cluster			-	724,500
Passed through NYC Department of Health and Mental Hygiene:				
Block Grant for Community Mental Health Services:				
School Response Team	93.958	0098	-	63,251
Early Childhood Mental Hygiene	93.958	0047	-	107,940
Passed through New York State Office of Mental Health:				
Block Grant for Community Mental Health Services:				
Mobile Crisis	93.958	806781340	-	25,000
Subtotal AL#93.958			-	196,191
Passed through Research Foundation for Mental Hygiene, Inc.:				
Mental Health Disaster Assistance and Emergency				
Mental Health (Project Hope)	93.982	H707SM083766	-	270,022
Trans-NIH Research Support	93.310	Not Applicable	-	63,538
COVID-19 - Provider Relief Fund and American Rescue Plan (ARP) Rural Distribution	93.498	Not Applicable	-	41,597
Total U.S. Department of Health and Human Services			-	6,521,909
U.S. Department of Homeland Security				
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	Not Applicable	-	116,243
U.S. Department of Agriculture				
Passed through New York State Department of Health:				
Child and Adult Care Food Program (CACFP)	10.558	3473	-	226,925
U.S. Department of Education				
Passed through New York State Education Department:				
Twenty-First Century Community Learning Centers	84.287C	C403016	-	95,998
Total Expenditures of Federal Awards			\$ -	\$ 6,961,075

The accompanying notes are an integral part of this schedule.

Association to Benefit Children and Affiliate
Notes to Schedule of Expenditures of Federal Awards
Year Ended June 30, 2022

1. Basis of Presentation

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

This Schedule does not include the federal awards of Association to Benefit Children - Housing Development Fund Corporation, as it performs its own Uniform Guidance audit.

2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

3. Indirect Cost Rate

ABC has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

4. Entities Included in the Schedule

The accompanying Schedule includes the following entities as identified by individual tax identification number (TIN) and entity name:

133303089

Association to Benefit Children

5. Provider Relief Fund and American Rescue Plan Rural Distribution

The Schedule includes Provider Relief Fund and American Rescue Plan (APR) Rural Distribution program expenditures of \$41,597. These are out-of-period expenditures, which are reported in accordance with the terms and conditions included in the U.S. Department of Health and Human Services Post-Payment Notice of Reporting Requirements specific to the Provider Relief Fund and ARP Rural Distribution program. The amount in the Schedule does not include lost revenue, and out-of-period expenditures are not permitted concept under U.S. GAAP.



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Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Combining Financial Statements Performed in Accordance with *Government Auditing Standards*

The Board of Directors
Association to Benefit Children and Affiliate
New York, New York

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 combining financial statements of Association to Benefit Children (ABC and Affiliate), which comprise ABC and Affiliate's combining statement of financial position as of June 30, 2022, and the related combining statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the combining financial statements and have issued our report thereon dated August 8, 2023.

Report on Internal Control Over Financial Reporting

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of ABC and Affiliate's combining 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 or significant deficiencies may exist that were not identified.



Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether ABC and Affiliate's combining 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 combining financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests 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 ABC and Affiliate's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering ABC and Affiliate's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

BDO USA, P.A.

August 8, 2023



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Independent Auditor’s Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance Required by the Uniform Guidance

The Board of Directors
Association to Benefit Children and Affiliate
New York, New York

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Association to Benefit Children (ABC) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of ABC’s major federal programs for the year ended June 30, 2022. ABC’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, ABC complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2022.

Basis for Opinion on Each Major Federal Program

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

We are required to be independent of ABC 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 ABC’s compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to ABC’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 ABC's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and, therefore, is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about ABC's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding ABC'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 ABC'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 ABC'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.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as items 2022-001. Our opinion on each major federal program is not modified with respect to these matters.

Government Auditing Standards requires the auditor to perform limited procedures on ABC's response to the noncompliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. ABC's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.



ABC is responsible for preparing a corrective action plan to address each audit finding included in our auditor's report. ABC's corrective action plan was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on it.

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.

BDO USA, P.A.

August 8, 2023

Association to Benefit Children and Affiliate

Schedule of Findings and Questioned Costs Year Ended June 30, 2022

Section I. Summary of Auditor's Results

Combining Financial Statements

Type of report the auditor issued on whether the combining financial statements audited were prepared in accordance with GAAP:

Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? Yes No
- Significant deficiency(ies) identified? Yes None reported
- Noncompliance material to combining financial statements noted? Yes No

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? Yes No
- Significant deficiency(ies) identified? Yes None reported

Type of auditor's 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 No

Identification of major federal programs:

Assistance Listing Number	Name of Federal Program or Cluster
93.600	Head Start Cluster
93.575	Child Care and Development Block Grant

Dollar threshold used to distinguish between Type A and Type B programs:

\$750,000

Auditee qualified as low-risk auditee?

Yes No

Section II. Combining Financial Statement Findings

There were no findings related to the combining financial statements that are required to be reported, in accordance with generally accepted government auditing standards.

Association to Benefit Children and Affiliate

Schedule of Findings and Questioned Costs Year Ended June 30, 2022

Section III - Federal Award Findings and Questioned Costs

Finding Number: 2022-001

Reporting - Noncompliance (Control Deficiency)

Information on Federal Program:

U.S. Department of Health and Human Services, Head Start Cluster. Award Listing Number 93.600.

U.S. Department of Health and Human Services passed through New York State Office of Children and Family Services, Child Care and Development Block Grant. Award Listing Number 93.575.

Criteria:

According to the Uniform Guidance, recipients must submit a data collection form (DCF) that states whether the audit was completed and provide information about the auditee, its federal programs, and the results of the audit submitted within the earlier of 30 days after receipt of the auditor's report, or nine months after the end of the audit period.

Condition:

During our audit, we noted that the DCF for the reporting period ended June 30, 2022 was not filed with the Federal Audit Clearinghouse timely.

Cause:

Due to the timing of the annual financial statements being completed, ABC could not submit the DCF by the Uniform Guidance required timeline.

Effect:

ABC not submitting the DCF timely could affect future funding from various agencies.

Questioned Costs:

None noted.

Context:

This was a condition noted per review of ABC's compliance with the reporting requirements.

Recommendation:

We recommend that ABC submit the DCF timely.

Views of Responsible Officials:

ABC agrees with the federal award finding identified in the audit. ABC's response to this finding is described in the accompanying management's planned corrective actions.



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Management's Planned Corrective Actions

Fiscal Year Ended June 30, 2022

Federal Award Findings and Questioned Costs

Finding Number:	2022-001 Reporting - Noncompliance (Control Deficiency)
Programs:	U.S. Department of Health and Human Services, Head Start Cluster. Award Listing Number 93.600. U.S. Department of Health and Human Services passed through New York State Office of Children and Family Services, Child Care and Development Block Grant. Award Listing Number 93.575.
Planned Corrective Action:	Association to Benefit Children (ABC) acknowledges that the 2022 data collection form was not filed timely. The planned correction plan is to file the 2022 data collection form upon the issuance of the Uniform Guidance financial statements and ensure that future data collection forms are filed timely.
Person Responsible:	Matthew Manger, Chief Financial Officer
Expected Completion Date:	August 2023