

R&A CPAs

A PROFESSIONAL CORPORATION

ARIZONA YOUTH  
PARTNERSHIP

(A NOT-FOR-PROFIT  
ORGANIZATION)

CONSOLIDATED FINANCIAL  
STATEMENTS AND INDEPENDENT  
AUDITORS' REPORT

YEARS ENDED  
JUNE 30, 2023 AND 2022

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## INDEPENDENT AUDITORS' REPORT

Board of Directors  
Arizona Youth Partnership and Open Doors Community School, Inc.

### Report on the Audit of the Financial Statements

#### Opinion

We have audited the accompanying consolidated financial statements of Arizona Youth Partnership (“AZYF”) and Open Doors Community School, Inc. (not-for-profit organizations) (collectively the “Organization”), which comprise the consolidated statement of financial position as of June 30, 2023 and the related consolidated statements of activities and changes in net assets, consolidated functional expenses, and consolidated cash flows for the year then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the Organization as of June 30, 2023, and the activities and 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 (“GAAP”).

#### Basis for Opinion

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

#### Prior Period Financial Statements

The consolidated financial statements of the Organization as of June 30, 2022 were audited by other auditors whose report dated November 7, 2022, expressed an unmodified opinion on those statements.

#### Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with GAAP, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

#### Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards 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 financial statements.

In performing an audit in accordance with generally accepted auditing standards 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 financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern for a reasonable period of time.

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

#### **Supplementary Information**

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying schedule of expenditures of federal awards and other governmental awards, as required by Title 2 U.S. Code of Federal regulations Part 200, *Uniform Administration Requirements, Cost Principles and Audit Requirements for Federal Awards*, is presented for the purpose of additional analysis and is not a required part of the consolidated financial statements. The consolidating statement of financial position and consolidating statement of activities are likewise presented for the purposes of additional analysis and are not a required part of the consolidated 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 consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, such information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated November 14, 2023 on our consideration of the Organization's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Organization's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control over financial reporting and compliance.

**Emphasis of Matter – Adoption of New Accounting Pronouncements**

As discussed in the *Summary of Significant Accounting Policies* note to the financial statements, the Organization adopted Financial Accounting Standards Board (“FASB”) Accounting Standards Update (“ASU”) No. 2016-02, *Leases (Topic 842)* and ASU No. 2020-07, *Not-for-Profit Entities (Topic 958): Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*. Our opinion is not modified with respect to these matters.

RACPA S

*A Professional Corporation*

Tucson, Arizona

November 14, 2023

## CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS OF JUNE 30, 2023 AND 2022

ASSETS	2023	2022
<b>CURRENT ASSETS:</b>		
Cash and cash equivalents	\$ 195,471	\$ 368,447
Grants receivable	648,429	710,663
Other receivables	32,151	17,412
Prepaid expenses	13,299	9,195
Deposits	24,477	16,625
Certificates of deposits	-	50,158
<b>Total current assets</b>	<b>913,827</b>	<b>1,172,500</b>
<b>LONG-TERM ASSETS:</b>		
Beneficial interest in assets held by community foundation	28,343	30,000
Property and equipment, net of accumulated depreciation of \$143,577 and \$129,963, respectively	79,876	63,691
Operating lease right-of-use assets, net of accumulated amortization of \$318,730 and \$151,854, respectively	256,208	416,919
Finance lease right-of-use assets, net of accumulated amortization of \$21,914 and \$13,945, respectively	25,897	33,866
<b>Total long-term assets</b>	<b>390,324</b>	<b>544,476</b>
<b>TOTAL ASSETS</b>	<b>\$ 1,304,151</b>	<b>\$ 1,716,976</b>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES:</b>		
Accounts payable	\$ 95,104	\$ 138,999
Accrued expenses	45,259	38,964
Current portion of notes payable	9,491	39,548
Operating lease liabilities, current portion	166,686	177,373
Finance lease liabilities, current portion	7,937	6,932
<b>Total current liabilities</b>	<b>324,477</b>	<b>401,816</b>
<b>LONG-TERM LIABILITIES</b>		
Notes payable, net of current portion	30,813	13,355
Operating lease liabilities, net of current portion	97,551	252,745
Finance lease liabilities, net of current portion	22,319	30,256
<b>Total long-term liabilities</b>	<b>150,683</b>	<b>296,356</b>
<b>TOTAL LIABILITIES</b>	<b>475,160</b>	<b>698,172</b>
<b>NET ASSETS:</b>		
Net assets with donor restrictions	24,685	51,567
Net assets without donor restrictions	804,306	967,237
<b>Total net assets</b>	<b>828,991</b>	<b>1,018,804</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 1,304,151</b>	<b>\$ 1,716,976</b>

**CONSOLIDATED STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS  
FOR THE YEAR ENDED JUNE 30, 2023**

	Without donor restrictions	With donor restrictions	Total
<b>CHANGES IN NET ASSETS, 2023</b>			
<b>REVENUE AND SUPPORT:</b>			
Governmental grants	\$ 4,291,627	\$ -	\$ 4,291,627
Contributions	112,305	14,362	126,667
Contract revenue	255,279	-	255,279
In-kind contributions	18,487	-	18,487
Special events	14,109	-	14,109
Net assets released from restriction	41,244	(41,244)	-
<b>Total revenue and support</b>	<b>4,733,051</b>	<b>(26,882)</b>	<b>4,706,169</b>
<b>EXPENSES:</b>			
Program services	4,226,159	-	4,226,159
General and administrative	664,895	-	664,895
Fundraising	14,979	-	14,979
<b>Total expenses</b>	<b>4,906,032</b>	<b>-</b>	<b>4,906,032</b>
<b>OTHER INCOME (EXPENSES):</b>			
Gain (loss) on disposal of property and equipment	11,500	-	11,500
Change in beneficial interest in assets held by community foundation	(1,657)	-	(1,657)
Interest income	207	-	207
<b>Total other income (expenses)</b>	<b>10,050</b>	<b>-</b>	<b>10,050</b>
<b>CHANGE IN NET ASSETS</b>	<b>(162,931)</b>	<b>(26,882)</b>	<b>(189,813)</b>
Net assets, beginning of year	967,237	51,567	1,018,804
<b>NET ASSETS, END OF YEAR</b>	<b>\$ 804,306</b>	<b>\$ 24,685</b>	<b>\$ 828,991</b>

**CONSOLIDATED STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS  
FOR THE YEAR ENDED JUNE 30, 2022**

	Without donor restrictions	With donor restrictions	Total
<b>CHANGES IN NET ASSETS, 2022</b>			
<b>REVENUE AND SUPPORT:</b>			
Governmental grants	\$ 5,246,063	\$ -	\$ 5,246,063
Contributions	155,599	484,778	640,377
Contract revenue	214,042	-	214,042
Program fees	2,969	-	2,969
Net assets released from restriction	549,667	(549,667)	-
<b>Total revenue and support</b>	<b>6,168,340</b>	<b>(64,889)</b>	<b>6,103,451</b>
<b>EXPENSES:</b>			
Program services	5,357,707	-	5,357,707
General and administrative	649,857	-	649,857
Fundraising	20,639	-	20,639
<b>Total expenses</b>	<b>6,028,203</b>	<b>-</b>	<b>6,028,203</b>
<b>OTHER INCOME (EXPENSES):</b>			
Gain (loss) on disposal of property and equipment	(39,526)	-	(39,526)
Interest income	335	-	335
Miscellaneous income	2,156	-	2,156
<b>Total other income (expenses)</b>	<b>(37,035)</b>	<b>-</b>	<b>(37,035)</b>
<b>CHANGE IN NET ASSETS</b>	<b>103,102</b>	<b>(64,889)</b>	<b>38,213</b>
Net assets, beginning of year	881,210	116,456	997,666
Cumulative effect adjustment - implementation of ASC 842	(17,075)	-	(17,075)
<b>NET ASSETS, END OF YEAR</b>	<b>\$ 967,237</b>	<b>\$ 51,567</b>	<b>\$ 1,018,804</b>



## CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES FOR THE YEAR ENDED JUNE 30, 2023

	Program services				Total program services	Supporting services		Total
	Youth	Family	Community initiatives	Charter school		General and administrative	Fundraising	
<b>FUNCTIONAL EXPENSES, 2023</b>								
Salaries and wages	\$ 1,601,383	\$ 403,521	\$ 282,847	\$ 17,009	\$ 2,304,759	\$ 358,438	\$ 9,172	\$ 2,672,370
Employee-related expenses	262,078	66,177	46,387	3,615	378,257	78,562	1,504	458,323
<b>Total personnel expenses</b>	1,863,461	469,698	329,234	20,624	2,683,017	437,000	10,676	3,130,692
Advertising	1,745	60,150	288	-	62,183	3,520	1,619	67,322
Professional services	158,241	21,297	84,463	21,780	285,781	101,373	-	387,154
Depreciation	28,432	-	-	-	28,432	2,760	-	31,192
Insurance	-	-	-	789	789	27,429	348	28,566
Interest	4,688	-	2,280	-	6,968	349	-	7,317
Amortization	3,984	-	3,984	-	7,968	-	-	7,968
Licenses, taxes, and fees	10,352	1,810	566	15	12,742	10,106	981	23,830
Occupancy costs	207,347	43,489	11,250	249	262,335	35,399	-	297,734
Miscellaneous	3,760	2,090	2,205	-	8,055	6,042	1,000	15,097
Postage and shipping	1,745	768	213	-	2,726	3,509	105	6,339
Program supplies	195,703	143,964	36,523	-	376,191	1,276	250	377,716
Reproduction	14,470	2,779	999	37,612	55,860	2,283	-	58,144
Staff training	14,554	1,309	4,097	-	19,960	2,850	-	22,809
Subrecipient payments	157,011	-	4,290	-	161,301	-	-	161,301
Supplies and materials	42,411	6,553	3,079	434	52,476	11,247	-	63,723
Travel	104,380	19,080	40,843	-	164,303	15,007	-	179,310
Telephone and utilities	16,034	5,084	1,799	12,156	35,073	4,746	-	39,818
<b>TOTAL EXPENSES</b>	<b>\$ 2,828,320</b>	<b>\$ 778,069</b>	<b>\$ 526,111</b>	<b>\$ 93,659</b>	<b>\$ 4,226,159</b>	<b>\$ 664,895</b>	<b>\$ 14,979</b>	<b>\$ 4,906,032</b>

**CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES FOR THE YEAR ENDED JUNE 30, 2022**

	Program services				Total program services	Supporting services		Total
	Youth	Family	Community initiatives	Charter school		General and administrative	Fundraising	
<b>FUNCTIONAL EXPENSES, 2022</b>								
Salaries and wages	\$ 1,687,738	\$ 83,471	\$ 415,540	\$ 677,995	\$ 2,864,744	\$ 332,212	\$ 6,910	\$ 3,203,866
Employee-related expenses	288,684	15,860	78,953	111,470	494,967	79,216	1,313	575,496
<b>Total personnel expenses</b>	<b>1,976,422</b>	<b>99,331</b>	<b>494,493</b>	<b>789,465</b>	<b>3,359,711</b>	<b>411,428</b>	<b>8,223</b>	<b>3,779,362</b>
Advertising	6,298	-	776	19,574	26,648	4,153	11,236	42,037
Contract services	177,592	2,094	109,367	174,935	463,988	97,884	360	562,232
Depreciation	11,563	-	-	64,198	75,761	2,948	-	78,709
Insurance	-	-	-	17,126	17,126	25,165	-	42,291
Interest	67	-	-	3,315	3,382	-	-	3,382
Amortization	3,985	-	3,984	-	7,969	-	-	7,969
Licenses, taxes, and fees	7,459	152	1,303	11,561	20,475	7,825	50	28,350
Occupancy costs	172,756	11,842	22,802	131,446	338,846	35,808	-	374,654
Miscellaneous	7,596	155	875	239	8,865	20,438	-	29,303
Postage and shipping	2,441	140	270	-	2,851	4,127	770	7,748
Program supplies	301,935	10,699	36,132	168,490	517,256	1,201	-	518,457
Reproduction	12,742	1,253	5,005	16,658	35,658	3,829	-	39,487
Staff training	28,290	-	6,326	15,011	49,627	1,325	-	50,952
Subrecipient payments	148,655	-	-	-	148,655	-	-	148,655
Supplies and materials	46,715	958	14,605	55,171	117,449	16,160	-	133,609
Travel	70,265	5,770	52,459	2,404	130,898	13,750	-	144,648
Telephone and utilities	18,608	1,586	4,593	7,756	32,543	3,816	-	36,359
<b>TOTAL EXPENSES</b>	<b>\$ 2,993,388</b>	<b>\$ 133,980</b>	<b>\$ 752,990</b>	<b>\$ 1,477,349</b>	<b>\$ 5,357,707</b>	<b>\$ 649,857</b>	<b>\$ 20,639</b>	<b>\$ 6,028,203</b>

## CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

CASH FLOWS FROM OPERATING ACTIVITIES	2023	2022
<b>CHANGE IN NET ASSETS</b>	\$ (189,813)	\$ 38,213
<b>ADJUSTMENTS TO RECONCILE CHANGE IN NET ASSETS TO NET CASH FROM OPERATING ACTIVITIES:</b>		
Depreciation	31,192	78,709
Amortization of finance lease right-of-use assets	7,969	7,969
Change in beneficial interest in assets held by community foundation	1,657	-
(Gain) loss on disposal of fixed assets	(11,500)	39,526
<b>CHANGES IN OPERATING ASSETS AND LIABILITIES:</b>		
Grants receivable	62,234	(202,302)
Other receivables	(14,739)	40,445
Prepaid expenses	(4,104)	-
Deposits	(7,852)	-
Accrued interest	-	(117)
Accounts payable	(43,895)	(11,414)
Accrued expenses	6,295	(140,679)
Operating lease right-of-use assets, net	173,169	-
Operating lease liabilities	(178,339)	(554)
Conditional contributions refundable	-	(25,846)
<b>Net cash flows used in operating activities</b>	<u>(167,726)</u>	<u>(176,051)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Redemption certificates of deposits	50,158	-
Proceeds from sale of property and equipment	-	42,520
Purchase of property and equipment	(5,000)	(44,763)
Purchase of beneficial interest in assets held by community foundation	-	(30,000)
<b>Net cash flows provided by (used in) investing activities</b>	<u>45,158</u>	<u>(32,243)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Principal payment on notes payable	(43,476)	(44,523)
Advance on new note payable	-	19,704
Payments on finance leases	(6,932)	(7,969)
<b>Net cash flows used in financing activities</b>	<u>(50,408)</u>	<u>(32,788)</u>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	(172,976)	(241,081)
Cash and cash equivalents at beginning of year	<u>368,447</u>	<u>609,528</u>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<u>\$ 195,471</u>	<u>\$ 368,447</u>
<b>SUPPLEMENTAL DISCLOSURES</b>		
Operating lease right-of-use assets obtained in exchange for lease liabilities	<u>\$ 12,458</u>	<u>\$ 572,507</u>
Cash paid for interest	<u>\$ 7,317</u>	<u>\$ 3,382</u>
Purchase of vehicle through issuance of note payable	<u>\$ 30,877</u>	<u>\$ -</u>

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

**NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

A summary of the significant accounting policies consistently applied by Arizona Youth Partnership and Open Doors Community Schools, Inc. (collectively the “Organization”) in the preparation of its financial statements follows:

**ORGANIZATION AND BUSINESS ACTIVITY**

Arizona Youth Partnership (“AZYP”) was established in 1990 as an Arizona nonprofit corporation. In May 2011, the organization created a charter school as a separate Arizona nonprofit corporation by the name of Open Doors Community Schools, Inc. (“ODCS”). The school was opened in August 2013. The Organization’s mission is to partner with communities to develop resources to promote the positive growth of their children by providing instruction and activities through delivery of scientifically proven curricula in the areas of community development, substance abuse prevention, healthy relationships, and preventing anti-social behavior. The Organization’s primary funding is provided by government grants and contracts.

The programs of the Organization include:

**Youth** – AZYP provides a combination of relationship education, afterschool programs and youth leadership programs. The programs equip youth to focus on setting goals and preventing teen pregnancy, alcohol and substance abuse, and anti-social behavior. Since 1997, AZYP has offered teen pregnancy prevention programs (e.g., curriculum—based instruction, youth development/peer leadership) in Pima County. Over the past 20 years, AZYP has grown the program to serve 14 school districts across nine counties in Arizona with funding from the Arizona Department of Health Services and Federal grants from the Administration of Children and Families.

**Family** – AZYP family programs offer practical knowledge, strategies, and attitudes for sustaining positive marriage and family life. The program staff has built relationships with community organizations, the courts, Head Starts, One-Stop Career Centers and school districts across Gila, Pinal, and Pima counties in Arizona. Through funding provided by the Arizona Governor's Office of Children, Youth and Families/Parents Commission, AZYP offers the Strengthening Families program to parents of youth ages 11 to 14 in six rural and underserved communities in Pima and Mohave Counties.

**Community Initiatives** – AZYP assists coalitions to obtain resources and facilitate community-wide change. AZYP has developed eight coalitions and mobilized resources to implement and continue their strategic action plans. Since 1995, these community mobilization and resource development strategies have led to the advancement of six successful community coalitions in Ajo, Catalina, Marana, Pascua Yaqui Nation, southern Pima County, and the Tohono O’odham Nation.

**Charter School** – ODCS offers education to youth in grades K through 8. During the year ended June 30, 2022, The Organization decided to close Open Doors Community School, Inc. as of the end of the 2021-2022 school year. Activity for the year ended June 30, 2023 was related to wrapping up school operations and a contribution of remaining net assets to AZYP.

**PRINCIPLES OF CONSOLIDATION**

The consolidated financial statements as presented include all accounts of AZYP and ODCS. All significant inter-organization accounts and transactions have been eliminated in consolidation.

**BASIS OF PRESENTATION**

The Organization follows accounting standards set by the Financial Accounting Standards Board (“FASB”). The FASB sets accounting principles generally accepted in the United States of America (“GAAP”) that the Organization follows to ensure the consistent reporting of its financial condition, changes in net assets and cash flows. References to GAAP issued by the FASB in the notes are to the FASB Accounting Standards Codification (“ASC”).

AZYP’s financial statements have been prepared in accordance with ASC 958, *Not-for-Profit Entities*. Under this authoritative guidance, AZYP is required to provide financial statements which are prepared to focus on the organization as a whole and to present balances and transactions according to the existence or absence of donor-imposed restrictions.

Resources are reported for accounting purposes in separate classes of net assets based on the existence or absence of donor-imposed restrictions. In the accompanying financial statements, net assets that have similar characteristics have been combined into similar categories as follows:

**Without Donor Restrictions** – Net assets that are not subject to donor-imposed restrictions. Net assets without donor restrictions may be designated for specific purposes by action of the Board of Directors or may otherwise be limited by contractual obligations with outside third parties.

**With Donor Restrictions** – Net assets that represent resources restricted by the donor with the restriction being either time or purpose-oriented.

All contributions are considered to be available for use unless specifically restricted by the donor. Contributions of long-lived assets not having a donor-imposed purpose or time restrictions are reported as without donor restrictions contributions in amounts equal to the fair value of the contributed assets.

Expenses are generally reported as decreases in net assets. Expirations of donor-imposed restrictions that simultaneously increase one class of net assets and decrease another are reported as restriction releases between the applicable classes of net assets. Contributions and investment revenues that are received with donor-imposed restrictions that are fulfilled in the same period as the revenue is recognized are classified as net assets without donor restrictions.

### **ADOPTION OF NEW ACCOUNTING PRONOUNCEMENTS**

The following accounting pronouncements were adopted during the years ended June 30, 2023 and 2022.

On February 25, 2016, the FASB issued ASU No. 2016-02, *Leases*. ASU No. 2016-02 was issued to increase transparency and comparability in financial reporting by requiring balance sheet recognition of leases and note disclosure of certain information about leasing arrangements. ASU No. 2016-02 is effective for annual periods or fiscal years beginning after December 15, 2021. AZYP adopted ASU No. 2016-02 for the year ended June 30, 2022, under a retrospective approach. Accordingly, AZYP evaluated each leasing transaction at the beginning of the earliest reporting period presented to determine the impact. The implementation of ASU No. 2016-02 resulted in a cumulative effect adjustment of \$17,075 to net assets as of July 1, 2021.

In September 2020, the FASB issued ASU No. 2020-07, *Not-for-Profit Entities: Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*. ASU No. 2020-07 was issued to increase the transparency of contributed nonfinancial assets for not-for-profit entities through enhancements to presentation and disclosure. AZYP adopted ASU No. 2020-07 for the year ended June 30, 2023 on a prospective basis and it had no effect on net assets.

### **CASH AND CASH EQUIVALENTS**

Cash and cash equivalents include all cash balances and highly liquid investments with an original maturity of three months or less. AZYP/ODCS places its cash and cash equivalents in accounts with financial institutions, which may at times exceed federally insured limits. However, management does not believe the Organization is exposed to any significant credit risk on cash and cash equivalents. There was no uninsured cash at June 30, 2023 and 2022.

### **GRANTS RECEIVABLE AND OTHER RECEIVABLES**

Grants and other receivables are uncollateralized and stated at the amount that AZYP expects to collect from various governmental entities. Uncollectible receivables are written off when management determines the receivable will not be collected. Receivables are considered impaired if payments are not received in accordance with grant terms. AZYP uses historical collection patterns in determining the estimated allowance for doubtful accounts and has determined that all grants receivables are collectible. Accordingly, no allowance for doubtful accounts has been recorded for the years ended June 30, 2023 and 2022.

### **CERTIFICATES OF DEPOSIT HELD AT BANKS**

Certificates of deposit held at banks consist of one certificate held at a credit union bearing interest of 0.20%, with a maturity date of February 20, 2023. The Organization redeemed the certificate at maturity.

**PROPERTY AND EQUIPMENT**

Property and equipment are carried at cost. Depreciation is computed using the straight-line method over the estimated useful lives of the assets. The estimated useful lives of the assets are as follows:

	<u>Years</u>
Furniture and fixtures	5 - 10
Software	5
Vehicles	5

AZYP capitalizes expenditures for property and equipment in excess of \$1,500 with a useful life of more than one year. Donated property and equipment are carried at the approximate fair value at the date of donation. Expenditures for maintenance and repairs are charged to expense as incurred. When items are retired or disposed of, the related cost and accumulated depreciation are removed from the accounts and any gain or loss is recognized. Title and equipment purchased with federal or state funds will be transferred to the grantor in the event the Organization is no longer funded or otherwise discontinues the program.

**LEASES**

AZYP recognizes and measures its lease obligations in accordance with Financial Accounting Standards Board ("FASB") Accounting Standards Update ("ASU") No. 2016-02, *Leases ("Topic 842")*. Right-of-use ("ROU") assets represent the Company's right to use an underlying asset for the lease term. ROU assets are recognized at the commencement date of the lease under Topic 842 based on the lower of the lease liability or the fair value of the underlying asset, adjusted for any prepaid rent and/or initial direct costs incurred in connection with execution of the lease and reduced by any lease incentives received. AZYP's incremental borrowing rate for a lease is the rate of interest it would have to pay on a collateralized basis to borrow an amount equal to the lease payments under similar terms and in a similar economic environment.

The right-of-use asset is subsequently amortized using the straight-line method from the commencement date under Topic 842 to the end of the lease term, unless the lease transfers ownership of the underlying asset to the Company by the end of the lease term or the balance of the right-of-use asset reflects that AZYP will exercise a purchase option. In that case the right-of-use asset will be amortized over the useful life of the underlying asset, which is determined on the same basis as those of property and equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, AZYP's incremental borrowing rate or the risk-free rate determined with reference to the lease term.

The lease liability is measured at amortized cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in AZYP's estimate of the amount expected to be payable under a residual value guarantee, if AZYP changes its assessment of whether it will exercise a purchase, extension or termination option or if there is a revised in-substance fixed lease payment. When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset or is recorded in the results of operations if the carrying amount of the right-of-use asset has been reduced to zero.

Practical expedients

AZYP has elected, for all underlying classes of asset, to not recognize ROU assets and lease liabilities for short-term leases that have a lease term of 12 months or less at commencement and do not include an option to purchase the underlying asset that AZYP is reasonably certain to exercise. AZYP recognizes lease costs associated with short-term leases on a straight-line basis over the lease term. AZYP elected to not include non-lease components in its determination of its fixed lease payment obligations in the measurement of ROU assets and lease liabilities. AZYP uses a risk-free rate to discount future lease payments, considering the currency of the lease agreement and terms of the lease.

### ***INVESTMENT VALUATION AND INCOME RECOGNITION***

Purchases and sales of securities are recorded on a trade-date basis. Interest income is recorded as earned. Dividends are recorded on the ex-dividend date. Investment expenses are recorded as a reduction in investment earnings.

GAAP establishes the framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under GAAP are described below:

Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Organization has the ability to access.

Level 2 Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the assets or liabilities;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

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

### ***INCOME TAXES***

The Organization is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for income taxes is recorded in the accompanying financial statements. However, income from certain activities not directly related to Organization's tax-exempt purpose may be subject to taxation as unrelated business income. In addition, the Organization qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization other than a private foundation under Section 509(a)(1).

The Organization's management believes that there are no material uncertain tax positions for which it is reasonably possible that reported amounts could significantly differ from amounts that may be determined upon examination by taxing authorities. The Organization recognizes costs related to any such uncertainties and penalties in operating expenses. In general, the Organization's federal and state tax returns remain subject to examination by taxing authorities for three and four years, respectively, from the filing date, unless specific conditions are met. Accordingly, the Organization is no longer subject to federal tax examinations before 2019 and state tax examinations for years before 2018, unless specific conditions are met.

### ***USE OF ESTIMATES***

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



## ***FUNCTIONAL ALLOCATION OF EXPENSES***

The cost of providing the various program services and supporting activities of AZYP have been summarized on a functional basis in the statement of activities and changes in net assets. The statement of functional expenses presents expenses by natural classification and by function in a matrix format, as required by US GAAP. Certain costs have been allocated between the program services and supporting services.

AZYP allocates its expenses on a functional basis among its programs and support services. Expenses that can be identified with a specific program or support service are allocated directly according to their natural expenditure classification. Employee-related expenses, such as taxes and benefits, are allocated on the basis of time and effort. Facility and occupancy costs are allocated based on the full-time equivalency of each employee in their specific location.

## ***REVENUE RECOGNITION***

To account for its revenues, the Organization first assesses whether a transaction is an exchange transaction or a contribution. Transactions in which both parties directly receive commensurate value are considered exchange transactions. Transactions for which there is no exchange of goods, services or commensurate value are considered contributions.

### Exchange Transactions

Exchange Transactions are recognized in accordance with Accounting Standards Codification Topic 606 – *Revenues from Contracts with Customers* (“ASC 606”) which requires an evaluation of contracts with customers based the following five-step model: (1) identify the contract with the customer; (2) identify the performance obligations in the contract; (3) determine the transaction price; (4) allocate the transaction price to separate performance obligations; and (5) recognize revenues when (or as) each performance obligation is satisfied.

ASC 606 requires revenues to be recognized when performance obligations are satisfied by transferring goods or services promised in a contract, in an amount that reflects the consideration that the Organization expects to receive in exchange for those goods or services. Performance obligations in the Organization’s contracts represent distinct or separate service streams that it provides.

The following revenue streams are identified as exchange transactions for which revenue is recognized in accordance with ASC 606:

***Government Grants and Contracts*** – Government grants and contracts consist primarily of federal grants. For grants and contracts determined to be exchange transactions, the revenues are recorded as increases in net assets without donor restrictions when the underlying service is provided and the performance obligations are satisfied. Most of the grants are awarded on a cost reimbursement basis and, accordingly, are recognized in revenue when the allowable costs are incurred and the Organization is entitled to request reimbursement. Advances received from governmental funding sources in excess of costs incurred or services provided under the related grants are deferred and recognized as revenue when the related expenses are incurred, or services are provided.

***Special Events*** - Special events revenue is recognized at a point in time when the event takes place.

### Contributions and Pledges

Contributions and pledges are recognized in accordance with Accounting Standards Codification Topic 958-605 *Not-for-Profit Entities – Revenue Recognition*. The Organization recognizes unconditional promises to give when the donor makes the promise. Conditional contributions are recognized when the relevant barriers are met. Donor imposed restrictions for time and purpose are not considered a significant barrier and the presence of such restrictions does not result in classification as a conditional contribution. If funds are received from the donor before the relevant barriers have been overcome, conditional contributions refundable is recorded.

The Organization reports contributions of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets to a specific time period or specific purpose. When a donor restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities and changes in net assets as net assets released from restrictions.

The Organization’s policy is to consider discounting pledges that are greater than three years and larger than or equal to \$5,000. When the actual payment stream on pledges receivable does not match management's estimate, management's policy is to treat the remaining pledge receivable as receivable on an equal pro rata basis over the remaining term of the pledge.



**DONATED GOODS, FACILITIES AND SERVICES**

Occasionally, the Organization receives donated goods and services. Donated goods and facilities are recognized in contribution revenue, along with a corresponding charge to expense or capitalized asset, at their fair market value at the time of donation.

Donated services are recognized in the financial statements at their fair market value when (1) the services received require specialized skill, the services are provided by individuals possessing those skills, and would typically be purchased if not provided by donation or (2) the services create or enhance a non-financial asset. Although the Organization utilizes the services of many outside volunteers, the fair value of these services has not been recognized in the accompanying consolidated financial statements since they do not meet the criteria for the recognition under generally accepted accounting principles.

**BENEFICIAL INTERESTS IN ASSETS HELD BY OTHERS**

Beneficial interests in assets held by others are recorded at fair value. The fair value of these interest held at the Jewish Community Foundation of Southern Arizona (“JCF”), for which quoted market prices are not available, is based on values provided by JCF. The community foundations determine the fair value based on the unit values of AZYP’s interest in the pools in which they have invested. The unit value is based on the fair value of the underlying assets in the pool. Distributions may be requested at the discretion of the board of directors, with no restrictions imposed on use, up to the fair value of the investment. The value of the beneficial interest is adjusted monthly according to reported change in its estimated fair value. Those changes in value are classified as net assets without donor restriction in the absence of any donor restriction related to the fund.

**ADVERTISING**

AZYP uses advertising to promote its services. Advertising costs are expensed as incurred and totaled \$67,322 and \$42,037 for the years ended June 30, 2023 and 2022, respectively.

**RECLASSIFICATION**

Certain amounts in the prior year’s financial statements have been reclassified for comparative purposes to conform to the presentation in the current year financial statements. These reclassifications have no effect on previously reported net assets.

**NOTE B. PROPERTY AND EQUIPMENT**

Property and equipment consist of the following as of June 30, 2023:

	2023	2022
Furniture and fixtures	\$ 98,273	\$ 98,273
Software	17,000	17,000
Vehicles	108,180	78,381
<b>Total property and equipment</b>	<b>223,453</b>	<b>193,654</b>
Less accumulated depreciation	(143,577)	(129,963)
<b>Total property and equipment, net</b>	<b>\$ 79,876</b>	<b>\$ 63,691</b>

**NOTE C. NOTES PAYABLE**

Notes payable consisted of the following as of June 30:

	<u>2023</u>	<u>2022</u>
Note payable to Toyota Financial Services, effective August 13, 2022, due in 72 monthly principal and interest payments of \$525 including interest at 6.88% per annum, maturing August 2028, collateralized by a vehicle with a carrying value of \$36,439.	\$ 26,943	\$ -
Note payable to Vantage West Credit Union, effective January 28, 2022, due in 48 monthly principal and interest payments of \$432 including interest at 2.44% per annum, maturing February 2026, collateralized by a vehicle with a carrying value of \$13,773.	13,361	18,149
Note payable to Growth Partners of So. AZ, effective June 1, 2018, due in monthly principal and interest payments of \$3,548 including interest at 3.95% per annum, maturing June 2023, collateralized by assets belonging to Open Doors Community School. This loan was paid in full in July 2022 when ODCS closed.	-	34,754
<b>Total notes payable</b>	<u>40,304</u>	<u>52,903</u>
Less current portion of notes payable	<u>(9,491)</u>	<u>(39,548)</u>
<b>Long-term portion of notes payable</b>	<u>\$ 30,813</u>	<u>\$ 13,355</u>

Future consolidated debt maturities of June 30, 2023 were as follows:

2024	\$ 9,491
2025	9,940
2026	8,681
2027	5,631
2028	6,031
<b>Thereafter</b>	<u>530</u>
<b>Future payments</b>	<u>\$ 40,304</u>

The Arizona State Board for Charter Schools (“ASBCS”) requires charter holders to maintain a lease-adjusted debt ratio of 1.10 or greater, with a ratio of 1.0 or greater defined as approaching the standard. However, Arizona Youth Partnership closed Open Doors Community School, Inc. during the year ended June 30, 2022, therefore this requirement no longer applies.

**NOTE D. OPERATING AND FINANCE LEASES****SHORT-TERM LEASING ARRANGEMENTS**

The Organization leases a program facility under a month-to-month arrangement calling for monthly rent of \$475. Total short-term leases costs for the years ended June 30, 2023 and 2022 was \$475 and \$0, respectively.

**OPERATING LEASES**

The Organization leases its principal office, certain program facilities, and equipment under the terms of operating lease agreements expiring at various times through September 2026. For the years ended June 30, 2023 and 2022, total operating lease costs were \$175,696 and \$158,700, respectively.

The following is a schedule of future minimum lease payments under non-cancelable operating leases as of June 30, 2023:

2024	\$ 168,266
2025	57,346
2026	34,524
2027	<u>6,600</u>
<b>Total undiscounted lease payments</b>	<b>266,736</b>
Less imputed interest	<u>(2,499)</u>
<b>Total operating lease liabilities</b>	<b>264,237</b>
Less current portion	<u>(166,686)</u>
<b>Operating lease liabilities, long-term portion</b>	<b><u>\$ 97,551</u></b>

As of June 30, 2023, the weighted average remaining lease term is 1.99 years for operating leases and the weighted average discount rate is 0.87%.

**FINANCE LEASES**

The economic substance of certain leases is financing the acquisition of the assets through the leases and, accordingly, they have been recorded as finance lease obligations in the accompanying financial statements. For the year ended June 30, 2023, total finance lease costs were \$12,529, including amortization of ROU assets of \$7,968 and interest of \$4,561. For the year ended June 30, 2022, total finance lease costs were \$13,417, including amortization of ROU assets of \$7,969 and interest of \$5,448.

The following is a schedule of future minimum payments as of June 30, 2023:

2024	\$ 11,572
2025	11,572
2026	11,572
2027	<u>2,893</u>
<b>Total undiscounted lease payments</b>	<b>37,609</b>
Less interest	<u>(7,353)</u>
<b>Total finance lease liabilities</b>	<b>30,256</b>
Less current portion	<u>(7,937)</u>
<b>Finance lease liabilities, long-term portion</b>	<b><u>\$ 22,319</u></b>

As of June 30, 2023, the weighted average remaining lease term is 3.25 years for finance leases and the weighted average discount rate is 13.61%.

**NOTE E. NET ASSETS WITH DONOR RESTRICTIONS**

Donor restricted net assets activity consisted of the following for the year ended June 30, 2023:

	2023	2022
Starting Out Right program	\$ 5,683	\$ 3,517
Text, Talk, Act	-	13,125
ODCS Prop 301 funds	4,167	4,167
Help and Hope 4 Youth	3,750	17,775
Other	5,997	12,983
Program Food	3,391	-
Shelters	1,697	-
<b>Total purpose restrictions</b>	<b>\$ 24,685</b>	<b>\$ 51,567</b>

**NOTE F. REVENUE FROM CONTRACTS WITH CUSTOMERS**

Management has assessed recognition of each type of revenue generated by the Organization. Special Events revenues are recognized at a point in time, when the event occurs. Contract revenues and program fees are satisfied through the performance of specific activities.

Revenue from contracts with customers consisted of the following for the years ended June 30, 2023 and 2022:

	2023	2022
Contract revenue	\$ 255,279	\$ 214,042
Special events	14,109	-
Program fees	-	2,969
<b>Total revenue from contracts with customers</b>	<b>\$ 269,388</b>	<b>\$ 217,011</b>

There were no outstanding performance obligations at either June 30, 2023 or 2022. AZYP had no contract assets or liabilities related to revenue from contracts with customers at either June 30, 2023 or 2022.

**NOTE G. RETIREMENT PLAN**

AZYP has a defined contribution 401(k) profit sharing plan that all AZYP employees who are 21 years of age or older and have completed three consecutive months of service. Employees may contribute an amount up to the annual IRS limits. AZYP matches the percentages the employee contributes per pay period up to 3% of compensation. Retirement plan contributions made by AZYP were \$39,161 and \$81,893 for the years ended June 30, 2023 and 2022, respectively.

**NOTE H. LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS**

AZYP regularly monitors liquidity required to meet its operating needs and other contractual commitments, while also striving to maximize the investment of its available funds. AZYP strives to maintain current financial assets less current liabilities at a minimum of 60 days of operating expenses. AZYP manages its liquidity following three guiding principles: operating within a prudent range of financial soundness and stability, maintaining adequate liquid assets to fund near term operating needs, and maintaining sufficient reserves to provide reasonable assurance that long term obligations will be discharged.

Financial assets available to meet cash needs for general expenditures within one year of the date of the statement of financial position were as follows as of June 30:

	2023	2022
<b><i>Financial assets:</i></b>		
Cash and cash equivalents	\$ 195,471	\$ 368,447
Grants receivable	648,429	710,663
Other receivables	32,151	17,412
Certificates of deposit held at banks	-	50,158
Beneficial interest in assets held by community foundation	28,343	30,000
<b><i>Total financial assets</i></b>	<b>904,394</b>	<b>1,176,680</b>
<b><i>Less liabilities and conditions limiting the use of financial assets:</i></b>		
Accounts payable	95,104	138,999
Accrued expenses	45,259	38,964
Notes payable	40,304	13,355
Funds with donor imposed restrictions	24,685	51,567
<b><i>Total liabilities and conditions limiting the use of financial assets</i></b>	<b>205,352</b>	<b>242,885</b>
<b><i>Financial assets available to meet cash needs for general expenditures within one year</i></b>	<b>\$ 699,042</b>	<b>\$ 933,795</b>

**NOTE I. CONTINGENCIES**

The Organization is involved from time-to-time in various claims and legal actions in the ordinary course of business. Management does not believe that the impact of such matters will have a material adverse effect on the Organization's financial position or results of operations when resolved.

AZYP participates in a number of Federal and State assisted grant and contract programs, and a significant reduction in this level of support, if it were to occur, would have a material effect on the programs and activities of AZYP. The governmental agency funding is also subject to compliance audits. Assessments from these audits, if any, are recorded when the amounts of such assessments are reasonably determinable.

**NOTE J. CONCENTRATIONS**

Financial instruments that subject the Organization to concentrations of credit risk consist primarily of cash, cash equivalents, certificates of deposit, grants receivable, other receivables and beneficial interest in assets held by community foundation. The total loss that would occur if the accounts become uncollectible is the stated balance of the financial instruments reported in the accompanying consolidated statement of financial position.

The Organization receives substantially all of its support from grants from a number of grantors. At times, activity with particular grantors may constitute a concentration in accordance with accounting standards. As of June 30, 2023, two government agencies represented nearly 100% of governmental grant revenues. Two grantors comprised 70% of grant and other receivables at June 30, 2023. Additionally, the Organization operates in 13 counties within the state of Arizona.

**NOTE K. IN-KIND CONTRIBUTIONS**

In-kind contributions totaling \$18,487 and \$0 represented donated space for program activities reported in the statement of functional expenses in occupancy costs for the years ended June 30, 2023 and 2022, respectively. In valuing the donated space, the Organization estimated the fair value based on amounts that would be paid to rent similar spaces in the Arizona market.

**NOTE L. BENEFICIAL INTEREST IN ASSETS HELD BY COMMUNITY FOUNDATION**

During the year ended June 30, 2022, AZYP transferred \$30,000 to the Jewish Community Foundation of Southern Arizona (“JCF”) for an investment fund. The fund is invested in a portfolio of equities, fixed income, and alternative investments, which is structured for a balanced portfolio designed to meet long-term investment horizon goals.

JCF controls the investment decisions and the spending of the fund. There are no commitments to make future investments and there are no donor restrictions on the redemption of funds invested at JCF as of June 30, 2023 and 2022.

The activity for the year ended June 30, 2023 consisted of the following:

<i>Balance at beginning of year</i>	\$	30,000
Investment income (loss)		<u>(1,657)</u>
<i>Balance at end of year</i>	\$	<u>28,343</u>

As AZYP is unable to directly support the asset valuations provided by JCF, beneficial interest in assets held by community foundation are level 3 investments in the fair value measurement hierarchy.

**NOTE M. SUBSEQUENT EVENTS**

Accounting principles generally accepted in the United States of America requires the disclosure of the date through which subsequent events were evaluated when determining whether adjustment to or disclosure in the financial statements is required. The Organization evaluated subsequent events through November 14, 2023, which represents the date the financial statements were available to be issued.

Subsequent to year end, the Organization was notified that three of five existing grants for which they had reapplied were not renewed, totaling approximately \$945,000 in funding. However, the Organization has received no cost extensions through December 31, 2023 on the terminating grants. Additionally, the Organization was awarded two new grants totaling approximately \$500,000 which will offset a portion of the lost funding.

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SUPPLEMENTAL SCHEDULES

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**SUPPLEMENTAL CONSOLIDATING SCHEDULE OF FINANCIAL POSITION FOR THE  
YEAR ENDING JUNE 30, 2023**

	Arizona Youth Partnership	Open Doors Community School	Eliminations	Total
<b>ASSETS</b>				
<b>CURRENT ASSETS:</b>				
Cash and cash equivalents	\$ 170,826	\$ 24,645	\$ -	\$ 195,471
Grants receivable	648,429	-	-	648,429
Other receivables	32,151	-	-	32,151
Prepaid expenses	13,299	-	-	13,299
Deposits	24,477	-	-	24,477
<b>Total current assets</b>	<b>889,182</b>	<b>24,645</b>	<b>-</b>	<b>913,827</b>
<b>LONG-TERM ASSETS:</b>				
Beneficial interest in assets held by others	28,343	-	-	28,343
Property and equipment, net of accumulated depreciation	79,876	-	-	79,876
Operating ROU assets, net of accumulated amortization	256,208	-	-	256,208
Finance ROU assets, net of accumulated amortization	25,897	-	-	25,897
<b>Total long-term assets</b>	<b>390,324</b>	<b>-</b>	<b>-</b>	<b>390,324</b>
<b>TOTAL ASSETS</b>	<b>\$ 1,279,506</b>	<b>\$ 24,645</b>	<b>\$ -</b>	<b>\$ 1,304,151</b>
<b>LIABILITIES AND NET ASSETS</b>				
<b>LIABILITIES:</b>				
Accounts payable	\$ 95,104	\$ -	\$ -	\$ 95,104
Accrued expenses	45,259	-	-	45,259
Current portion of notes payable	9,491	-	-	9,491
Operating lease liabilities, current portion	166,686	-	-	166,686
Finance lease liabilities, current portion	7,937	-	-	7,937
<b>Total current liabilities</b>	<b>324,477</b>	<b>-</b>	<b>-</b>	<b>324,477</b>
<b>LONG-TERM LIABILITIES</b>				
Notes payable, net of current portion	30,813	-	-	30,813
Operating lease liabilities, net of current portion	97,551	-	-	97,551
Finance lease liabilities, net of current portion	22,319	-	-	22,319
<b>Total long-term liabilities</b>	<b>150,683</b>	<b>-</b>	<b>-</b>	<b>150,683</b>
<b>TOTAL LIABILITIES</b>	<b>475,160</b>	<b>-</b>	<b>-</b>	<b>475,160</b>
<b>NET ASSETS:</b>				
Net assets with donor restrictions	20,518	4,167	-	24,685
Net assets without donor restrictions	783,828	20,478	-	804,306
<b>Total net assets</b>	<b>804,346</b>	<b>24,645</b>	<b>-</b>	<b>828,991</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 1,279,506</b>	<b>\$ 24,645</b>	<b>\$ -</b>	<b>\$ 1,304,151</b>



**SUPPLEMENTAL CONSOLIDATING SCHEDULE OF ACTIVITIES AND CHANGES IN NET ASSETS  
FOR THE YEAR ENDING JUNE 30, 2023**

	Arizona Youth Partnership	Open Doors Community School	Eliminations	Total
<b>CHANGES IN NET ASSETS, 2023</b>				
<b>REVENUE AND SUPPORT:</b>				
Governmental grants	\$ 4,268,524	\$ 23,103	\$ -	\$ 4,291,627
Contributions	235,851	454	124,000	112,305
Contract revenue	255,279	-	-	255,279
In-kind contributions	18,487	-	-	18,487
Special events, net	14,109	-	-	14,109
Net assets released from restriction	41,244	-	-	41,244
Change in net assets with donor restriction	(26,882)	-	-	(26,882)
<b>Total revenue and support</b>	<b>4,806,612</b>	<b>23,557</b>	<b>124,000</b>	<b>4,706,169</b>
<b>EXPENSES:</b>				
Salaries and wages	2,655,361	17,009	-	2,672,370
Employee-related expenses	454,708	3,615	-	458,323
Professional services	365,374	21,780	-	387,154
Program supplies	377,716	-	-	377,716
Occupancy costs	297,484	249	-	297,733
Travel	179,310	-	-	179,310
Subrecipient payments	161,301	-	-	161,301
Advertising	67,322	-	-	67,322
Supplies and materials	63,289	434	-	63,723
Reproduction	20,532	37,612	-	58,144
Telephone and utilities	27,662	12,156	-	39,818
Depreciation	31,192	-	-	31,192
Insurance	27,777	789	-	28,566
Licenses, taxes, and fees	23,815	15	-	23,830
Staff training	22,809	-	-	22,809
Miscellaneous	15,097	-	-	15,097
Amortization	7,968	-	-	7,968
Interest	7,317	-	-	7,317
Postage and shipping	6,339	-	-	6,339
<b>Total expenses</b>	<b>4,812,373</b>	<b>93,659</b>	<b>-</b>	<b>4,906,032</b>
<b>OTHER INCOME (EXPENSES):</b>				
Donations	-	(124,000)	(124,000)	-
Gain (loss) on disposal of property and equipment	11,500	-	-	11,500
Change in beneficial interest in assets held by community foundation	(1,657)	-	-	(1,657)
Interest income	207	-	-	207
<b>Total other income (expenses)</b>	<b>10,050</b>	<b>(124,000)</b>	<b>(124,000)</b>	<b>10,050</b>
<b>CHANGE IN NET ASSETS</b>	<b>4,289</b>	<b>(194,102)</b>	<b>-</b>	<b>(189,813)</b>
Net assets, beginning of year	800,057	218,747	-	1,018,804
<b>NET ASSETS, END OF YEAR</b>	<b>\$ 804,346</b>	<b>\$ 24,645</b>	<b>\$ -</b>	<b>\$ 828,991</b>

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SINGLE AUDIT REPORTS AND SCHEDULE OF EXPENDITURES  
OF FEDERAL AWARDS AND OTHER GOVERNMENTAL  
AWARDS FOR THE YEAR ENDED JUNE 30, 2023

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

Board of Trustees  
Arizona Youth Partnership  
Tucson, Arizona

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Arizona Youth Partnership (a not-for-profit organization) (the "Organization"), which comprise the statement of financial position as of June 30, 2023, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated November 14, 2023.

**Report on Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Arizona Youth Partnership'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 financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control.

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

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

**Report on Compliance and Other Matters**

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

## Purpose of this Report

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

RACPA

*A Professional Corporation*

Tucson, Arizona

November 14, 2023



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM,  
REPORT ON INTERNAL CONTROL OVER COMPLIANCE, AND  
REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND OTHER GOVERNMENTAL AWARDS  
REQUIRED BY UNIFORM GUIDANCE**

Board of Directors  
Arizona Youth Partnership  
Tucson, Arizona

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

**Opinion on Each Major Federal Program**

We have audited Arizona Youth Partnership's (a not-for-profit organization) (the "Organization") 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 the Organization's major federal programs for the year ended June 30, 2023. The Organization's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, Arizona Youth Partnership complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2023.

**Basis for Opinion on Each Major Federal Program**

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

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

**Auditors' Responsibilities for the Audit of Compliance**

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Organization's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards,

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the Organization's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Organization's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control over compliance. Accordingly, no such opinion is expressed.

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

#### **Report on Internal Control over Compliance**

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit 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.

#### **Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance**

We have audited the financial statements of Arizona Youth Partnership as of and for the year ended June 30, 2023, and have issued our report thereon dated November 14, 2023, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards and other governmental awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the financial

statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditure of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

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.

RACPA S

*A Professional Corporation*

Tucson, Arizona

November 14, 2023

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

**PART I – SUMMARY OF AUDITORS’ RESULTS**

**Financial Statements**

- 1. Type of auditors’ report issued: Unmodified
- 2. Internal control over financial reporting:
  - a. Material weakness identified? No
  - b. Significant deficiencies identified, which are not considered to be material weaknesses? No
- 3. Noncompliance material to financial statements noted? No

**Federal Awards Section**

- 1. Internal control over major programs:
  - a. Material weakness identified? No
  - b. Significant deficiencies identified, which are not considered to be material weaknesses? No
- 2. Type of auditors’ report issued on compliance for major programs: Unmodified
- 3. Any audit findings disclosed, which are required to be reported in accordance with Section 2 CFR 200.516(a) No
- 4. Identification of major programs:

Assistance listing number(s)	Name of federal program
93.060	Sexual Risk Avoidance Education
16.842	Opioid Affected Youth Initiative
93.243	Substance Abuse and Mental Health Services Projects of Regional and National Significance

- 5. Dollar threshold used to distinguish between Type A and Type B programs: \$750,000
- 6. Auditee qualified as low-risk auditee? No

Auditee did not qualify as a low-risk auditee because the reporting package for the fiscal year ending June 30, 2022 was not submitted to the Federal Audit Clearinghouse within 30 days of the receipt of the audit report. However, the reporting package was submitted by the 9-month filing deadline. All other criteria for low-risk auditee qualification were met.



***PART II – FINANCIAL STATEMENT FINDINGS***

This section identifies significant deficiencies, material weaknesses, and instances of fraud, illegal acts, violations of provision of contracts and grant agreements, and abuse related to the financial statements for which *Government Auditing Standards* require reporting in the Uniform Guidance audit.

No findings were noted.

***PART III – FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARDS PROGRAM***

This section identifies the significant deficiencies, material weaknesses, and material instances of noncompliance including questioned costs, as well as any abuse involving federal awards that are material to a major program.

No findings were noted.

***PART IV – SUMMARY OF PRIOR YEAR AUDIT FINDINGS***

No prior year findings.

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND OTHER GOVERNMENTAL AWARDS**

Federal grantor/pass-through grantor/program title	Assistance listing number	Grantor / pass-through grantor's number	Expenditures		Expenditures to subrecipients
			Federal	Other	
<b><u>U.S. DEPARTMENT OF TRANSPORTATION</u></b>					
<i>Passed through State of Arizona Governor's Office of Highway Safety:</i>					
National Priority Safety Program	20.616	2019-405d-002	\$ 2,307		
<b><u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u></b>					
<i>Direct funding:</i>					
Sexual Risk Avoidance Education	93.060	90SR008802	99,666		\$ 26,773
Sexual Risk Avoidance Education	93.060	90SR008803	260,194		129,638
<i>Passed through Pima Prevention Partnership:</i>					
Sexual Risk Avoidance Education	93.060		193,839		
<b>Total ALN 93.060</b>			<b>553,699</b>		<b>156,411</b>
<i>Passed through Arizona Department of Health Services:</i>					
Affordable Care Act Personal Responsibility Education Program	93.092	CTR038007	310,874		
<i>Passed through Arizona Department of Health Services:</i>					
Affordable Care Act Abstinence Education Program	93.235	RFGA2021-01-03	234,552		
<i>Direct Funding:</i>					
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	1H79SM081039	50,211		4,290
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	17SP22021A	12,781		
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	19SP81715A	249,523		
<i>Passed through State of Arizona Governor's Office of Youth, Faith, &amp; Family:</i>					
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	PFS-DSG-19-080119	96,747		
<b>Total ALN 93.243</b>			<b>409,262</b>		<b>4,290</b>

<b>Federal grantor/pass-through grantor/program title</b>	<b>Assistance listing number</b>	<b>Grantor / pass-through grantor's number</b>	<b>Expenditures</b>		<b>Expenditures to subrecipients</b>
			<b>Federal</b>	<b>Other</b>	
<b><u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)</u></b>					
<i>Passed through State of Arizona Governor's Office of Youth, Faith, &amp; Family:</i>					
Substance Abuse and Mental Health Services - Opioid STR	93.788	SOR-YH22-0033	14,769		
<i>Passed through MatForce:</i>					
Substance Abuse and Mental Health Services - Opioid STR	93.788	MOU	40,650		
<b>Total ALN 93.788</b>			<b>55,419</b>		
<i>Passed through Arizona Health Care Cost Containment Services:</i>					
Substance Abuse and Mental Health Services - SABG	93.959	YH21-0003	107,352		
<i>Direct Funding:</i>					
Drug-Free Communities Support Program Grants	93.276	1H79SP080661	109,297		
Drug-Free Communities Support Program Grants	93.276	21NH28CE002953	23,103		
<b>Total ALN 93.276</b>			<b>132,400</b>		
Transitional Living for Homeless Youth	93.550	90CX7320	63,293		
Transitional Living for Homeless Youth	93.550	90CY7337	225,411		
<b>Total ALN 93.550</b>			<b>288,704</b>		
Basic Center Grant	93.623	90CY7029-02	21,938		
Basic Center Grant	93.623	90CY7029-03	185,055		
Basic Center Grant	93.623	90CY7336-01	33,023		
Basic Center Grant	93.623	90CY7336-02	163,620		
<b>Total ALN 93.623</b>			<b>403,636</b>		
<i>Passed through Arizona Department of Health Services:</i>					
Preventive Health and Health Services Block Grant	93.991	RFGA2020	27,885		
<b><u>U.S. DEPARTMENT OF JUSTICE</u></b>					
<i>Direct Funding:</i>					
Services for Trafficking Victims	16.320	VT-BX-0099	104,281		
<i>Direct Funding:</i>					
Opioid Affected Youth Initiative	16.842	2020YB-FX-0013	228,206		
<i>Passed through State of Arizona Governor's Office of Youth, Faith, &amp; Family:</i>					
Juvenile Justice and Delinquency Prevention	16.540	J2-CSG-18-100118-01	117,566		

<u>Federal grantor/pass-through grantor/program title</u>	<u>Assistance listing number</u>	<u>Grantor / pass-through grantor's number</u>	<u>Expenditures</u>		<u>Expenditures to subrecipients</u>
			<u>Federal</u>	<u>Other</u>	
<b><u>OTHER GOVERNMENTAL AWARDS</u></b>					
<i>Arizona Department of Health Services:</i>					
State Lottery-Abstinence Education	N/A	CTR046753		\$ 118,910	
First Things First	N/A	FTF-RC004-19-0618		128,058	
Family Health Pilot Program		CTR057940		664,210	
<b>Total Arizona Department of Health Services</b>				<b>911,178</b>	
<i>State of Arizona Governor's Office of Youth, Faith, &amp; Family:</i>					
Strengthening Families Project	N/A	PC-DSG-16-070119-02		134,354	
Trauma Informed Prevention		SABG-DSG-20-100120		110,552	
<b>Total State of Arizona Governor's Office of Youth, Faith, &amp; Family</b>				<b>244,906</b>	
<i>Arizona Department of Economic Security:</i>					
Homeless Youth Street Outreach & Drop-in Center	N/A			<b>89,425</b>	
<i>Pima County Outside Agencies:</i>					
Rural Afterschool Program	N/A			<b>12,537</b>	
<b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>			<b>\$ 2,976,143</b>	<b>\$ 1,258,046</b>	<b>\$ 160,701</b>

## NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND OTHER GOVERNMENTAL AWARDS

**NOTE A. BASIS OF PRESENTATION**

The accompanying schedule of expenditures of federal awards and other governmental awards (“SEFA”) includes the federal award activity of Arizona Youth Partnership (the “Organization”) and is presented on the accrual basis of accounting. The information in the SEFA is presented in accordance with the requirements of the Uniform Guidance. Because the SEFA presents only a selected portion of the operations of the Organization, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Organization.

**NOTE B. 10% DE MINIMIS INDIRECT COST RATE**

The Organization has not elected to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance. The Organization utilizes an approved rate agreement to recover indirect costs under the Uniform Guidance.

**NOTE C. SUMMARY OF FEDERAL EXPENDITURES BY ASSISTANCE LISTING NUMBER**

The following table summarizes the federal expenditures reported in the schedule by assistance listing number:

Assistance listing number	Description	Amount expended
20.616	National Priority Safety Program	\$ 2,307
93.060	Sexual Risk Avoidance Education	553,699
93.092	Affordable Care Act Personal Responsibility Education Program	310,874
93.235	Affordable Care Act Abstinence Education Program	234,552
93.243	Substance Abuse and Mental Health Services Projects of Regional and National Significance	409,262
93.788	Substance Abuse and Mental Health Services - Opioid STR	55,419
93.959	Substance Abuse and Mental Health Services - SABG	107,352
93.276	Drug-Free Communities Support Program Grants	132,400
93.550	Transitional Living for Homeless Youth	288,704
93.623	Basic Center Grant	403,636
93.991	Preventive Health and Health Services Block Grant	27,885
16.320	Services for Trafficking Victims	104,281
16.842	Opioid Affected Youth Initiative	228,206
16.540	Juvenile Justice and Delinquency Prevention	117,566
	<b>Total</b>	<b>\$ 2,976,143</b>