

**FARMWORKER COORDINATING COUNCIL OF PALM BEACH COUNTY, INC.  
(A Not-for-Profit Corporation)**

**FINANCIAL STATEMENTS**

**For the years ended**

**JUNE 30, 2022 and 2021**

**FRIEDMAN FELDMESSER & KARPELES CPA LLC  
CERTIFIED PUBLIC ACCOUNTANTS**

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# FRIEDMAN, FELDMESSER & KARPELES, CPA, LLC

CERTIFIED PUBLIC ACCOUNTANTS

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## INDEPENDENT AUDITORS' REPORT

To the Board of Directors  
Farmworker Coordinating Council of Palm Beach County, Inc.  
Lake Worth, Florida

### Opinion

We have audited the accompanying statements of financial position of Farmworker Coordinating Council of Palm Beach County, Inc., ("FWCC") as of June 30, 2022 and 2021, and the related statements of activities and change in net assets, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of FWCC., as of June 30, 2022 and 2021, and the results of its operations and its cash flows for the year then ended in conformity with generally accepted accounting principles 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). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of FWCC. 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.

### Management's Responsibility for the Financial Statements

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

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

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

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

## INDEPENDENT AUDITORS' REPORT (CONT'D)

In performing an audit in accordance with GAAS, 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 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 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 FWCC'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 FWCC.'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.

*Friedman, Feldmesser & Karpeles, CPA, LLC*

Friedman, Feldmesser & Karpeles, CPA, LLC  
Jupiter, Florida  
December 27, 2022

**Farmworker Coordinating Council of Palm Beach**  
**(A Not-for-Profit Corporation)**  
**STATEMENT OF FINANCIAL POSITION**  
**JUNE 30, 2022 and 2021**

<b>ASSETS</b>	<b>2022</b>	<b>2021</b>
Cash and cash equivalents	\$ 842,055	\$ 741,197
Cash and cash equivalents, restricted	486,410	180,820
Total cash and cash equivalents	1,328,465	922,017
Investments (restricted), at market	546,481	604,265
Program funds receivable	34,248	39,532
Other current assets	16,380	16,033
Total current assets	1,925,574	1,581,847
Property and equipment, net of accumulated depreciation	370,314	389,657
<b>TOTAL ASSETS</b>	<b>\$ 2,295,888</b>	<b>\$ 1,971,504</b>
<b>LIABILITIES AND NET ASSET</b>		
<b>LIABILITIES</b>		
Accounts payable	\$ 7,058	\$ 2,486
Accrued expenses	25,063	29,147
Deferred revenue	472,564	325,533
Total current liabilities	504,685	357,166
<b>TOTAL LIABILITIES</b>	<b>\$ 504,685</b>	<b>\$ 357,166</b>
<b>NET ASSETS</b>		
Without donor restrictions (Including board designated funds of \$1,032,891 and \$785,085 at June 30, 2022 and 2021, respectively)	\$ 1,791,203	\$ 1,614,338
<b>TOTAL NET ASSETS</b>	<b>1,791,203</b>	<b>1,614,338</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 2,295,888</b>	<b>\$ 1,971,504</b>

The accompanying notes are an integral part of these financial statements.

**Farmworker Coordinating Council of Palm Beach**  
**(A Not-For-Profit Corporation)**  
**STATEMENT OF ACTIVITIES AND CHANGE IN NET ASSETS**  
**YEARS ENDED JUNE 30, 2022 and 2021**

	<b>Without Donor Restrictions(Including Board designated funds)</b>	<b>With Donor Restrictions</b>	<b>2022</b>	<b>2021</b>
<b>REVENUES AND OTHER SUPPORT</b>				
Governmental support	\$ 226,225	\$ -	\$ 226,225	\$ 320,972
Community support	239,135	-	239,135	240,952
Foundations	722,919	-	722,919	852,861
Other support	46,007	-	46,007	64,965
Fundraising	67,246	-	67,246	36,575
Investment Income (loss)	(56,181)	-	(56,181)	52,240
<b>Total revenues and support</b>	<u>1,245,351</u>	<u>-</u>	<u>1,245,351</u>	<u>1,568,565</u>
Net assets released from restrictions			-	-
<b>TOTAL REVENUES AND OTHER SUPPORT</b>	<u>\$ 1,245,351</u>	<u>\$ -</u>	<u>\$ 1,245,351</u>	<u>\$ 1,568,565</u>
<b>EXPENSES</b>				
Program	\$ 954,110	\$ -	\$ 954,110	\$ 980,361
Management and general	108,712	-	108,712	92,141
Fundraising	5,665	-	5,665	208
<b>TOTAL EXPENSES</b>	<u>1,068,486</u>	<u>-</u>	<u>1,068,486</u>	<u>1,072,711</u>
<b>CHANGE IN NET ASSETS</b>	176,865	-	176,865	495,854
<b>NET ASSETS, BEGINNING</b>	<u>1,614,338</u>	<u>-</u>	<u>1,614,338</u>	<u>1,118,484</u>
<b>NET ASSETS, ENDING</b>	<u>\$ 1,791,203</u>	<u>\$ -</u>	<u>\$ 1,791,203</u>	<u>\$ 1,614,338</u>

The accompanying notes are an integral part of these financial statements.

**Farmworker Coordinating Council of Palm Beach**  
**(A Not-For-Profit Corporation)**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**YEARS ENDED JUNE 30, 2022 and 2021**

	<u>Program</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>2022</u>	<u>2021</u>
<b>Emergency fund expenses:</b>					
Food	\$ 31,836	\$ 2,159	\$ -	\$ 33,995	\$ 28,566
Utilities	6,726	-	-	6,726	5,894
Assistance to individuals	-	-	-	-	53,302
Shelter	125,185	-	-	125,185	133,361
Other	30,203	-	-	30,203	35,033
<b>Property expenses:</b>					
Rent	13,032	1,368	-	14,400	14,400
Utilities	7,790	4,876	-	12,666	12,736
Repairs and maintenance	4,293	15,583	-	19,876	11,900
<b>Personnel expenses:</b>					
Salaries	531,635	22,151	-	553,786	530,461
Payroll taxes and benefits	100,353	11,150	-	111,503	113,841
<b>Vehicle expenses:</b>					
Insurance	3,096	13,201	-	16,297	9,435
Gas, toll and parking	11,303	-	-	11,303	5,691
<b>Office and administrative expenses:</b>					
Telephone	9,009	3,680	-	12,689	12,166
Supplies	10,032	-	-	10,032	12,839
Professional fees	29,947	25,511	-	55,458	54,551
Printing and postage	1,385	-	-	1,385	2,105
Equipment repairs and maintenance	7,621	2,026	-	9,647	9,687
Insurance	5,068	1,875	-	6,943	8,418
Interest	-	-	-	-	550
<b>Other expenses:</b>					
Conference and travel	150	-	-	150	60
Events and special projects	6,831	4,165	5,665	16,661	613
Depreciation	18,376	967	-	19,343	16,992
Training and development	238	-	-	238	110
<b>TOTAL EXPENSES</b>	<b>\$ 954,110</b>	<b>\$ 108,712</b>	<b>\$ 5,665</b>	<b>\$ 1,068,486</b>	<b>\$ 1,072,711</b>

The accompanying notes are an integral part of these financial statements.

**Farmworker Coordinating Council of Palm Beach  
(A Not-For-Profit Corporation)  
STATEMENT OF CASH FLOWS  
YEARS ENDED JUNE 30, 2022 and 2021**

	<b>2022</b>	<b>2021</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>INCREASE IN NET ASSETS</b>	\$ 176,865	\$ 495,854
<b>ADJUSTMENTS TO RECONCILE CHANGES IN NET ASSETS TO NET PROVIDED BY OPERATING ACTIVITIES</b>		
(Gain) loss on investment	56,181	(60,009)
Investment charges	3,202	
Depreciation	19,343	16,992
<b>(INCREASE) DECREASE IN OPERATING ASSETS</b>		
Program funds receivable	5,284	(25,132)
Other assets	(347)	(9,433)
<b>INCREASE (DECREASE) IN OPERATING LIABILITIES</b>		
Accounts payable	4,572	1,537
Accrued expenses	(4,084)	2,819
Deferred revenue	147,031	(66,114)
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	<b>408,047</b>	<b>356,514</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Investments purchased	(66,780)	(144,619)
Investments sold	65,181	
Purchase of equipment	-	(23,521)
<b>NET CASH (USED IN) PROVIDED BY INVESTING ACTIVITIES</b>	<b>(1,599)</b>	<b>(168,140)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Mortgage payments	-	(49,175)
Proceeds from note payable	-	(115,500)
<b>NET CASH FLOWS (USED IN) PROVIDED BY FINANCING ACTIVITIES</b>	<b>-</b>	<b>(164,675)</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>406,448</b>	<b>23,699</b>
<b>CASH AND CASH EQUIVALENTS, BEGINNING</b>	<b>922,017</b>	<b>898,318</b>
<b>CASH AND CASH EQUIVALENTS, ENDING</b>	<b>\$ 1,328,465</b>	<b>\$ 922,017</b>

The accompanying notes are an integral part of these financial statements.



**FARMWORKER COORDINATING COUNCIL OF PALM BEACH COUNTY, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022 and 2021**

**NOTE 1 – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING  
POLICIES**

This summary of significant accounting policies of Farmworker Coordinating Council of Palm Beach County, Inc. (FWCC) is presented to assist in understanding FWCC's financial statements. The financial statements and notes are representations of FWCC's management, which is responsible for their integrity and objectivity. These accounting policies conform to generally accepted accounting principles and have been consistently applied to the preparation of the financial statements.

Organization

The Farmworker Coordinating Council of Palm Beach County, Inc., is a Florida nonprofit corporation organized in 1978. The mission of FWCC is to promote self-sufficiency and improve the quality of life of migrant and seasonal farm workers and other people in need through education, advocacy and access to services. Some of the programs offered by FWCC include:

The Family Preservation & Economic Stabilization (FPES) program is designed to empower clients to move from crisis to stability through ongoing support and fostering client independence. The program provides a variety of services such as Case Management, Emergency Rental and Utility Assistance, Distribution of Food and Clothing, Transportation, Financial Education, Referrals and other services that promote self-sufficiency and economic stabilization. The program is based out of two offices located in Lake Worth and Belle Glade, and services are provided by Case Managers that are familiar to the culture and needs of this population. All Case Managers are English-Spanish or English-Creole speakers.

The organization also formed the program Community Health Access Teams (CHAT) to facilitate access to healthcare services among uninsured and under insured, low income farmworker families. Many of these families are unable to access affordable health services because of barriers such as language, culture, immigration status and economic condition. CHAT accomplishes its goals by conducting outreach activities, health workshops and helping clients apply for Medicaid, KidCare, Healthcare District and other healthcare programs in our community. Client advocacy and transportation to medical appointments are key components of this program.

The Education Program offers a variety of programs for farmworkers and their children. The afterschool mentoring, and tutoring program aims to mitigate low education achievement levels, reduce the drop-out rate and bridge the educational gap that exists between children of farmworkers and the rest of the student population. We also offer a pre-K program to get children ready for school. Our Art Program seeks to educate children through art and build self-esteem. The adult program offers a variety of classes (ESOL, Literacy, Basic computer, etc.) to help parents learn new skills that may help them find a better job or make better financial decisions that could lead to family economic stability.

The People in Need (PIN) Program: The PIN program's goal is to help non-farmworker individuals and families that do not qualify for our other programs but have unmet needs. Our focus is to help people that are in need of services but for one reason or another fall through the cracks and have not been served by agencies in our county. Some of the services provided by this program include case management, emergency rental/utility assistance, distribution of food and clothing, transportation, etc.

Basis of Presentation

The accompanying financial statements include the assets, liabilities, net assets, revenues, and expenses as determined using the accrual basis of accounting. The financial statements of the Organization have been prepared on the accrual basis in accordance with accounting principles generally accepted in the United States of America. The financial statements are presented in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958 dated August 2016, and the provisions of the American Institute of Certified Public Accountants (AICPA) "Audit and Accounting Guide for Not-for-Profit Organizations" (the "Guide"). (ASC) 958-205 was effective January 1, 2018.

**FARMWORKER COORDINATING COUNCIL OF PALM BEACH COUNTY, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022 and 2021**

**NOTE 1 – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING  
POLICIES (CONTINUED)**

Net Assets Without Donor Restrictions - Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. The Organization's board may designate assets without restrictions for specific operational purposes from time to time

Net Assets with Donor Restrictions - Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Fair Value of Financial Instruments

FASB ASC 825, "Financial Instruments", requires certain disclosures regarding the fair value of financial instruments. FWCC has a number of financial instruments, none of which are held for trading purposes. FWCC estimates that the fair values of all financial instruments as of June 30, 2022 and 2021, do not differ materially from the aggregate carrying values of its financial instruments recorded in the accompanying statements of financial position. The estimated fair value amounts have been determined by FWCC using available market information and appropriate valuation methodologies. Considerable judgment is required in interpreting market data to develop the estimates of fair value and, accordingly, the estimates are not necessarily indicative of the amounts that FWCC could realize in a current market exchange.

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of public support and revenue, and expenses during the reporting period. Actual results could differ from those estimates.

Contributions and Support

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. FWCC receives its operating funds from various public support programs, Palm Beach County, the State of Florida as well as private donations from individuals, businesses, churches and other nonprofit Councils.

Grant Income

FWCC receives various grants from state, local and private agencies for its program and supporting services. These grants are generally on a cost reimbursement basis. Revenues from grants are deemed earned and recognized on the Statement of Activities when expenditures are made for the purposes specified.

Fund-Raising Activities

FWCC's financial statements are presented in accordance with Accounting Standard Codification 958 ("ASC") *Accounting for Costs of Activities of Non-For-Profit Councils and State and Local Government Entities that include Fund Raising* (formerly statement of position 98-2), the ASC established criteria for accounting and reporting for any activity that solicits contributions.

**FARMWORKER COORDINATING COUNCIL OF PALM BEACH COUNTY, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022 and 2021**

**NOTE 1 – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING  
POLICIES (CONTINUED)**

Donations

Assets donated to FWCC are recorded at fair value if determinable, at the date of donation. FWCC reports gifts of property and equipment as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. FWCC also receives donations of furnishings, food and clothing for distribution to clients. If these donated items are of material value individually, they are recorded as a contribution when received.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Organization considers money market accounts and all highly liquid investments purchased with a maturity of three months or less (if any) to be cash equivalents. Money markets and certificate of deposits with maturity dates of more than three months are considered to be investments. Restricted cash balances are amounts reserved for designated programs, such as a scholarship fund, micro business loans and a building fund.

Investments

Investments consist of a managed portfolio of mutual funds and equity securities which are reported at their fair values on the statement of financial position. Certificate of deposits with original maturities less than three months are classified as "cash or cash equivalents". When their original maturities are greater than three months and remaining maturities less than one year they are classified as "short-term investments". When their remaining maturities are greater than one year they are classified as "long-term investments." Investment returns are presented on the statement of activities as net investment income and include dividends, interest income, realized and unrealized gains and losses on investments, net of investment fees. Investment income and gains restricted by a donor are reported as increases in unrestricted net assets if the restrictions are met (either by passage of time or by use) in the reporting period in which the income and gains are recognized.

Property and equipment

Property and equipment purchases are recorded at cost. Expenditures for major additions and improvements are capitalized and minor replacements, maintenance, and repairs are charged to expense as incurred. Depreciation is computed using the straight-line method over the following estimated useful lives of the depreciable assets:

	<u>Years</u>
Building and improvements	15 - 40
Land improvements	15
Furniture, fixtures and equipment	5 - 7
Vehicles	5

Allocation of Functional Expenses

The costs of providing program services have been summarized on a functional basis in the accompanying financial statements. Accordingly, certain costs have been allocated among the program services, management, general and fundraising functions based on management's estimate of resources used. Expenses that apply to more than one functional category have been allocated among the programs and supporting services benefited.

**FARMWORKER COORDINATING COUNCIL OF PALM BEACH COUNTY, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022 and 2021**

**NOTE 1 – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING  
POLICIES (CONT'D)**

Advertising

FWCC's advertising is primarily non-direct, and such costs are expensed as incurred. There were no advertising costs incurred during the years ended June 30, 2022 and 2021. FWCC receives between 18% and 20% of its revenues from government support and the remaining from private and public donations through events and repeat donors.

Income taxes

FWCC is a not-for-profit organization exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code

COVID-19

The Center for Disease Control and Prevention (CDC) confirmed on January 21, 2020, the first case of the 2019 Novel Coronavirus (COVID-19). The ongoing spread of COVID-19 has become a threat to the global economy, financial markets and public health. Pharmaceutical companies in collaboration with government regulators have developed and distributed vaccines with high efficacy rates, which have reduced the impact of the pandemic. Unfortunately, variants of the virus have developed, and the negative impacts of the pandemic have been prolonged, making recovery slow though steady. Additionally, the global economic shutdown in conjunction with other factors have led to supply shortages of goods and services and inflationary conditions. As a result of these issues, since the pandemic, the Organization has had a significant increase in needs for social services and an increase in public and private support in comparison to years prior to the pandemic. Nevertheless, support has decreased during the fiscal year ended June 30, 2022 in comparison to the fiscal year ended June 30, 2021, while the public's need for social services has increased. The ultimate effects on the Organization and its future operations cannot be fully determined. The financial statements do not include any adjustment that may result from these conditions.

**NOTE 2 – INVESTMENTS AND FAIR VALUE MEASUREMENTS**

Investments are measured and disclosed at fair value on a recurring basis by applying ASC 820, *Fair Value Measurements and Disclosures*, which defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between willing market participants at the measurement date. To increase consistency and comparability in fair value measurements and related disclosures, ASC 820 establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value into three levels, as follows:

Level 1 inputs – These are quoted prices (unadjusted) in active markets for identical assets or liabilities that FWCC has the ability to access at the measurement dates, such as stock quotes;

Level 2 inputs – These are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly in active markets, such as yield curves or other market data;

Level 3 inputs – These are unobservable inputs for the asset or liability, such as discounted cash flows.

The level in the fair value hierarchy within which the fair value measurement in its entirety falls is determined by the lowest level input that is significant to the measurement in its entirety.

The fair value of certificates of deposits and other time deposits are estimated using a discounted cash flow calculation that applies interest rates currently being offered for deposits of similar remaining maturities to a schedule of aggregated expected maturities on such deposits. Therefore, their fair values are observable, and these investments are considered a level 2 input.

**FARMWORKER COORDINATING COUNCIL OF PALM BEACH COUNTY, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022 and 2021**

NOTE 2 – INVESTMENTS AND FAIR VALUE MEASUREMENTS (CONTINUED)

Mutual fund securities - Valued at the net asset value ("NAV") of shares held by FWCC at year end.

The following is a summary of the fair value classification of investments at, June 30, 2022, and 2021:

	Level 1	Level 2	Level 3	Total at June 30, 2022
Certificate of deposits	\$ -	\$ 138,851	\$ -	\$ 138,851
Mutual Funds	407,630	-	-	407,630
<b>Total Investment at Fair Value</b>	<b>\$ 407,630</b>	<b>\$ 138,851</b>	<b>\$ -</b>	<b>\$ 546,481</b>

	Level 1	Level 2	Level 3	Total at June 30, 2021
Certificate of deposits	\$ -	\$ 138,651	\$ -	\$ 138,651
Mutual Funds	465,614	-	-	465,614
<b>Total Investment at Fair Value</b>	<b>\$ 465,614</b>	<b>\$ 138,651</b>	<b>\$ -</b>	<b>\$ 604,265</b>

The following is a summary of investment returns which is presented as Investment Income, net on the Statement of Activities for the years ended June 30, 2022, and 2021:

	2022	2021
Investment, beginning balance	\$ 604,265	\$ 399,637
Investments acquired	66,780	144,619
Investments sold	(65,181)	-
Gain or (loss) on investment, dividends and interest	(56,181)	60,960
Investment fees	(3,202)	(951)
<b>Investment, ending balance</b>	<b>\$ 546,481</b>	<b>\$ 604,265</b>

NOTE 3 – CONCENTRATION OF CREDIT RISK

FWCC maintains its cash in various banks considered to be high quality financial institutions, whereby interest and non-interest-bearing deposits are insured up to \$250,000 by the Federal Deposit Insurance Corporation ("FDIC"). As of June 30, 2022 FWCC held no balances in excess of the federally insured limit. As of June 30, 2022 the company held balances with one institution in excess of FDIC limits, excess amounted to \$5,717. As of June 30, 2021 the company held no balances in excess of FDIC limits.

FWCC maintains its investments at a high-quality brokerage firm, whereby holdings are insured up to \$500,000 by the Securities Investment Protection Corporation ("SIPC"). As of June 30, 2022 and 2021, FWCC held no balances in excess of the SIPC insured limit.

**FARMWORKER COORDINATING COUNCIL OF PALM BEACH COUNTY, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022 and 2021**

**NOTE 4 – PROPERTY AND EQUIPMENT**

Major classifications of property and equipment at June 30, 2022 and 2021, are as follows:

	2022	2021
Land and Building	\$ 349,451	\$ 349,451
Furniture, Fixture and Equipment	29,689	29,689
Leasehold Improvements	6,250	17,953
Vehicles	68,009	68,009
Property and Equipment Total	\$ 453,399	\$ 465,102
Less: Accumulated Depreciation	(83,085)	(75,445)
Property and Equipment, Net of Accumulated Depreciation	\$ 370,314	\$ 389,657

**NOTE 5 – MORTGAGE PAYABLE**

FWCC had a mortgage note payable with a local bank. The note was secured by the office building in Lake Worth, Florida, and UCC filings upon all furniture and equipment at this location. The note required monthly installments of principal and interest in the amount of \$2,562, at an interest rate of 4.20%, and was due at the revised maturity date of February 17, 2022. On October 20, 2020, the Organization paid off the mortgage balance in full and had all liens released from the title.

**NOTE 6 – NOTE PAYABLE**

On May 2, 2020, the Organization received loan proceeds in the amount of \$115,500 under the Paycheck Protection Program (“PPP”). The PPP was established as part of the Coronavirus Aid Relief and Economic Security Act (“CARES Act”). It provides loans to qualifying businesses up to 2.5 times the average monthly payroll expense. The loans and accrued interest are forgivable after eight weeks as long as the borrower uses the loan proceeds for eligible purposes, including payroll, benefits, rent and utilities, and maintains its payroll levels. The loan was fully forgiven on May 13, 2021, by the Small Business Administration and recognized as governmental support revenue.

**NOTE 7 – LEASES**

Premises

FWCC leases an office space located in Belle Glade, Florida. The original lease was for three years that ran through August 2006. On June 1, 2018 the lease was renewed through May 31, 2023. The lease for the Belle Glade location required monthly base rent payments of \$1,124 plus additional charges and fees. On June 1, 2018 the lease was amended requiring monthly lease payments of \$1,200 from June 1, 2018 to May 31, 2023. Base rent includes rent and real estate taxes. Total rent expense for the years ended June 30, 2021 and 2020 for this arrangement was \$14,400 for each year. Remaining lease payments due in the fiscal year ended June 30, 2023, total \$10,800.

FWCC also leases copiers with lease terms through June 2022. Rental expense associated with these leases for the years ended June 30, 2022, and 2021, amounted to \$9,647 and \$9,687, respectively.

**FARMWORKER COORDINATING COUNCIL OF PALM BEACH COUNTY, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022 and 2021**

**NOTE 8 – CONTINGENCIES**

Grants from government agencies and foundations require the fulfillment of certain conditions set forth in the grant instrument. These grants and donor obligations require specific supporting documentation to be maintained and fulfillment of certain conditions. Failure to fulfill the conditions set forth could result in the loss of funding from grantors.

**NOTE 9 – NET ASSETS**

Without donor restrictions – Board designated funds

For the years ended June 30, 2022, and 2021, a portion of unrestricted net assets are subject to expenditure as designated by the board for the following purposes:

	2022	2021
Reserve for Operations	\$ 457,499	\$ 503,197
Scholarships	138,358	153,900
Building Fund	433,558	124,515
Micro Loan	3,476	3,473
Unrestricted Net Assets - Board Designated Funds	\$ 1,032,891	\$ 785,085

Changes in board designated unrestricted net assets were due to amounts released or allocated by board resolutions and used for designated programs.

The Organization had no net assets subject to donor restrictions at June 30, 2022 and 2021.

**NOTE 10 – CONCENTRATIONS**

During the year ended June 30, 2022 FWCC received revenues from 3 sources that individually accounted for more than 10% of total revenue and is approximately 33% of total revenue.

During the year ended June 30, 2021 FWCC received revenues from 2 sources that individually accounted for more than 10% of total revenue and is approximately 23% of total revenue.

## **SUPPLEMENTARY INFORMATION**





# FRIEDMAN, FELDMESSER & KARPELES, CPA, LLC

CERTIFIED PUBLIC ACCOUNTANTS

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Kenneth R. Friedman, CPA

Mark S. Feldmesser, CPA

Richard L. Karpeles, CPA

Independent Auditor's 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*

To the Board of Directors  
Farmworker Coordinating Council of Palm Beach County, Inc.  
West Palm Beach, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Farmworker Coordinating Council of Palm Beach County, Inc. (a nonprofit Council), which comprise the statements of financial position as of June 30, 2022 and 2021, and the related statements of activities and change 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 December 27, 2022.

### Internal Control Over Financial Reporting

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

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

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

### Compliance and Other Matters

As part of obtaining reasonable assurance about whether Farmworker Coordinating Council of Palm Beach County, Inc.'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 FWCC's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering FWCC's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Friedman, Feldmesser & Karpeles, CPA, LLC*

Friedman, Feldmesser & Karpeles, CPA, LLC  
Jupiter, Florida  
December 27, 2022

**Farmworker Coordinating Council of Palm Beach  
(A Not-For-Profit Corporation)  
Schedule of Government Financial Assistance and Expenditures  
YEARS ENDED JUNE 30, 2022 and 2021**

<u>Federal/State Grantor/Pass-through Grantor, Program or Project Title</u>	<u>CFDA Number/Award Number</u>	<u>Total Income and Expenditures</u>	
		<u>2022</u>	<u>2021</u>
<b>FEDERAL</b>			
Small Business Administration - Paycheck Protection Program, Debt Forgiveness	3447737306	-	115,500
<b>Total income and expenditures of federal awards</b>		<u>-</u>	<u>115,500</u>
<b>LOCAL</b>			
Board of County Commissioners Palm Beach County, Florida			
Family Preservation and Economic Stability Program:			
	R 2019-1601	166,080	165,620
	R 2021-0026	-	18,927
	R2022--0925	50,020	-
U.S. Department of Children and Families, Palm Beach County, Florida:			
	04062020	-	10,000
Cares Act Assistance, Palm Beach County, Florida			
	01132021	-	7,800
Emergency Rental, Utility and Assistance Program, Palm Beach County, Florida			
	21.023	10,125	-
	03312021	-	1,875
	06302021	-	1,250
<b>Total income and expenditures of state awards</b>		<u>226,225</u>	<u>205,472</u>
<b>Total income and expenditures of Federal and State awards</b>		<u>\$ 226,225</u>	<u>\$ 320,972</u>

See independent auditors' report