

*Financial Statements and  
Supplementary Information*

**CENTER FOR CHILD COUNSELING, INC.**

**September 30, 2025**

**CENTER FOR CHILD COUNSELING, INC.**

**Financial Statements and Supplementary Information**

**September 30, 2025**

**(With Independent Auditor's Report Thereon)**

CENTER FOR CHILD COUNSELING, INC.

**Table of Contents**

Independent Auditor’s Report..... 1

Financial Statements:

    Statements of Financial Position..... 4

    Statement of Activities..... 5

    Statement of Functional Expenses ..... 6

    Statements of Cash Flows ..... 7

Notes to Financial Statements..... 8

Supplementary Information:

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* ..... 20

# SCHAFER, TSCHOPP, WHITCOMB, MITCHELL & SHERIDAN, LLP

*Certified Public Accountants*

Michael R. Schafer, CPA  
Thomas R. Tschopp, CPA  
Tom V. Whitcomb, CPA

541 S. Orlando Avenue, Suite 312  
Maitland, Florida 32751  
(407) 875-2760

Joseph P. Mitchell, CPA  
Stephen J. Sheridan, CPA  
Daniel M. Hinson, CPA

## **Independent Auditor's Report**

To the Board of Directors  
Center For Child Counseling, Inc.:

### **Opinion**

We have audited the accompanying financial statements of Center For Child Counseling, Inc. (a nonprofit corporation), which comprise the statement of financial position as of September 30, 2025, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Center For Child Counseling, Inc. as of September 30, 2025, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### **Basis for Opinion**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 Center For Child Counseling, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### **Responsibilities of Management for the Financial Statements**

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

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

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Center For Child Counseling, Inc.’s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Center For Child Counseling, Inc.’s ability to continue as a going concern for a reasonable period of time.

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

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

In accordance with *Government Auditing Standards*, we have also issued a report dated December 4, 2025 on our consideration of the Center for Child Counseling, Inc.’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grants and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the 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 Center for Child Counseling, Inc.’s internal control over financial reporting and compliance.

## Report on Summarized Comparative Information

We have previously audited the Center for Child Counseling, Inc.'s 2024 financial statements, and our report dated December 23, 2024, expressed an unmodified opinion on those audited financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended September 30, 2024, is consistent, in all material respects, with the audited financial statements from which it has been derived.

*Schaefer, Tschang, Whitcomb, Mitchell & Shuilen, LLP*

December 4, 2025  
Maitland, Florida

CENTER FOR CHILD COUNSELING, INC.

**Statements of Financial Position**

September 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
<b><u>Assets</u></b>		
Cash	\$ 4,408,500	4,548,464
Accounts receivable	847,744	461,376
Deposits and other assets	26,981	55,050
Property and equipment (note 3)	249,476	804
Beneficial interest in assets held by Community Foundation (note 4)	409,074	367,375
Right of use asset, operating lease (note 6)	565,833	858,860
Total assets	<u>\$ 6,507,608</u>	<u>6,291,929</u>
<b><u>Liabilities and Net Assets</u></b>		
Accounts payable and accrued expenses	\$ 285,441	145,528
Lease liability, operating lease (note 6)	565,833	858,860
Total liabilities	<u>851,274</u>	<u>1,004,388</u>
Commitments (note 6)		
Net assets:		
Without donor restrictions	5,290,950	4,611,641
With donor restrictions	365,384	675,900
Total net assets	<u>5,656,334</u>	<u>5,287,541</u>
Total liabilities and net assets	<u>\$ 6,507,608</u>	<u>6,291,929</u>

See accompanying notes to the financial statements.

CENTER FOR CHILD COUNSELING, INC.

**Statement of Activities**

For the year ended September 30, 2025  
(With summarized comparative information for the year ended September 30, 2024)

	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>2025 Total</b>	<b>2024</b>
<b>Support and revenue:</b>				
Monthly reimbursement contracts	\$ 3,686,533	-	3,686,533	3,513,170
Government funds	801,591	-	801,591	548,017
Other grants	658,700	462,603	1,121,303	2,486,477
Contributions	953,030	-	953,030	189,194
Employee retention credit	372,135	-	372,135	-
In-kind contributions	318,429	-	318,429	292,925
Program fees	736,839	-	736,839	698,951
Special events	140,928	-	140,928	44,670
Other income	13,424	-	13,424	4,900
Investment income	177,367	-	177,367	194,053
Net assets released from restriction	773,119	(773,119)	-	-
Total support and revenue	8,632,095	(310,516)	8,321,579	7,972,357
<b>Expenses and losses:</b>				
Program services	6,393,298	-	6,393,298	5,795,695
<b>Supporting services:</b>				
Management and general	1,087,257	-	1,087,257	1,117,604
Fundraising	472,231	-	472,231	219,791
Total expenses	7,952,786	-	7,952,786	7,133,090
Change in net assets	679,309	(310,516)	368,793	839,267
Net assets at beginning of year	4,611,641	675,900	5,287,541	4,448,274
Net assets at end of year	<u>\$ 5,290,950</u>	<u>365,384</u>	<u>5,656,334</u>	<u>5,287,541</u>

See accompanying notes to the financial statements.

CENTER FOR CHILD COUNSELING, INC.

**Statement of Functional Expenses**

For the year ended September 30, 2025

(With summarized comparative information for the year ended September 30, 2024)

	<u>Program Services</u>	<u>Management and General</u>	<u>Fund Raising</u>	<u>2025 Total</u>	<u>2024</u>
Payroll and related benefits	\$ 5,024,212	728,611	213,060	5,965,883	5,407,772
Contract labor	132,976	43,718	800	177,494	150,315
Program supplies	23,931	6,121	-	30,052	32,203
Rent	293,635	20,575	2,626	316,836	310,278
Utilities and maintenance	67,439	10,169	1,589	79,197	74,162
Telephone and computer	237,559	67,679	5,295	310,533	264,786
Professional fees	3,702	5,868	-	9,570	15,061
Travel	124,039	38,319	6,993	169,351	185,834
Insurance	55,711	318	2,303	58,332	52,854
Office expense	38,631	31,983	10,591	81,205	101,202
Continuing education	20,418	3,758	50	24,226	22,810
Donated services and rent	250,489	51,825	16,115	318,429	292,926
Public relations	31,258	25,345	203,798	260,401	131,777
Depreciation	16,593	-	-	16,593	898
Credit card fees	3,560	1,153	5,132	9,845	7,295
Credit loss expense	1,574	-	-	1,574	2,871
Specific assistance to clients	187	5,000	-	5,187	-
Miscellaneous	67,384	46,815	3,879	118,078	80,046
	<u>\$ 6,393,298</u>	<u>1,087,257</u>	<u>472,231</u>	<u>7,952,786</u>	<u>7,133,090</u>

See accompanying notes to financial statements.

CENTER FOR CHILD COUNSELING, INC.

**Statements of Cash Flows**

For the years ended September 30, 2025 and 2024

	<b>2025</b>	<b>2024</b>
Cash flows from operating activities:		
Change in net assets	\$ 368,793	839,267
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	16,593	898
Changes in assets and liabilities:		
Accounts receivable	(386,368)	69,145
Deposits and other assets	28,069	(35,027)
Accounts payable and accrued expenses	139,913	7,662
Net cash provided by operating activities	167,000	881,945
Cash flows from investing activities:		
Investment in community foundation	(41,699)	(158,267)
Acquisition of property and equipment	(265,265)	-
Net cash used in investing activities	(306,964)	(158,267)
Net change in cash	(139,964)	723,678
Cash at beginning of year	4,548,464	3,824,786
Cash at end of year	<b>\$ 4,408,500</b>	<b>4,548,464</b>

See accompanying notes to financial statements.

CENTER FOR CHILD COUNSELING, INC.

**Notes to Financial Statements**

September 30, 2025

**(1) Organization and Summary of Significant Accounting Policies**

**(a) Organization**

Center for Child Counseling (CFCC) is building the foundation for playful, healthful, and hopeful living for children, families, and communities. The organization's vision is resilient, thriving children in healthy families and safe communities.

To achieve this mission, Center for Child Counseling is building the capacity of caregivers, families, schools, and communities to address the issue of ACEs (Adverse Childhood Experiences and Adverse Community Environments) and trauma through an equity lens and healing-centered approach. The overarching goal is to promote Positive Childhood Experiences (PCEs), resilience, and safety.

**Main Organizational Goals**

- Improve the mental health, resilience, and safety of children through a public health approach that includes an array of evidence-based prevention education, early intervention services, and clinical treatment.
- Improve adult caregivers' use of positive, trauma-informed strategies that promote resilience, relational health, and safe environments leading to healthy outcomes for children.
- Educate mental health, pediatric, and school professionals on effective clinical and trauma-informed models and strategies for working with children and families.

**Organizational Approach**

Research shows that in the absence of healthy, buffering relationships, adversity and toxic stress in childhood can lead to disruption in the brain that impacts mental and physical health throughout the lifespan. Early, effective intervention creates healthy outcomes that can change the course of a child's life.

Center for Child Counseling's programs focus on care for underserved and vulnerable infants, children, adolescents, and their adult caregivers. The organization leads the community in education and awareness of the prevention, intervention, and treatment of Adverse Childhood Experiences (ACEs) and trauma.

CENTER FOR CHILD COUNSELING, INC.

**Notes to Financial Statements**

September 30, 2025

**(1) Organization and Summary of Significant Accounting Policies - Continued**

**(a) Organization - Continued**

**Organizational Approach - Continued**

Center for Child Counseling brings the science to practice, with a data-to-action approach, Theory of Change (TOC), and evaluation framework based on cutting edge, national research and best practices. The organization aims to break the intergenerational cycles of adverse experiences, which research has linked to societal issues such as addiction, abuse, and violence.

**Awards and Publications**

Over the past twenty-four years Center for Child Counseling has been recognized for excellence in programming including being the recipient of the following awards and recognition:

- 2005 National Easter Seals Award of Excellence
- 2008 Florida Blue Foundation's Sapphire Award
- 2018 Nonprofits First "Hats Off" Award Nonprofit of the Year
- 2018 Palm Beach County Medical Society "Heroes in Medicine" Award: Best Community Organization
- 2018 four programs highlighted in 'A Showcase of Florida's Cutting-Edge Trauma Initiatives' published by Florida State University's Center for Prevention and Early Intervention
- 2018 Impact the Palm Beaches Award Recipient
- 2019 Published White Paper A Public Health Approach to Fighting ACEs in Palm Beach County
- 2019 Impact Palm Beach County Award Recipient
- 2021 5th publication of A Way of Being with Children: A Trauma-Informed Approach to Building Resilience, a manual and curriculum offering practical, insightful information, strategies, and activities for educators, parents, and adult caregivers of children
- 2022/2023 Impact the Palm Beaches Award Recipient
- 2023 publication of A Way of Being with Children: A Trauma-Informed Approach to Building Safety and Resilience in Elementary School
- 2023 recipient of the ATHENA Organizational Award from the Chamber of the Palm Beaches
- 2024 recipient of the Nonprofits First Hat's Off Innovation award.

CENTER FOR CHILD COUNSELING, INC.

**Notes to Financial Statements**

September 30, 2025

**(1) Organization and Summary of Significant Accounting Policies - Continued**

**(a) Organization - Continued**

**Awards and Publications - Continued**

- Center for Child Counseling is accredited by Nonprofits First (excellence standards), has a platinum rating on Candid, and 4-star rating on Charity Navigator, highlighting the organization's commitment to transparency and excellence.

**Programs**

Center for Child Counseling has developed programs based on the latest research about the impact of trauma on brain development in childhood, providing multilayered prevention, early intervention, and mental health treatment for children, adolescents, and families.

Services focus on the timely identification of concerns and provision of screening and assessment, mental health consultation, and support for children exposed to a variety of factors, including:

- Use of harsh parent strategies, including physical abuse
- Exposure to domestic and/or community violence
- Caregiver arrest, incarceration, or absence from the home
- Caregiver or family history of substance abuse and/or mental illness
- Homelessness or lack of housing stability
- Family member's chronic illness or sudden death
- Separation from parent(s) or placement in foster care
- Exposure to chronic, toxic stress and Adverse Childhood Experiences (ACEs)

The organization's programs include:

- Child and Family Center. A safe place for children and families to heal, resolve problems, learn new skills, and find joy in being a family again.
- Child First. National, evidence-based model that works with vulnerable young children and their families, providing intensive, home-based services.
- Infant Mental Health. Counseling for pregnant women, new mothers, and young children experiencing stress and trauma.
- Childhood Trauma Response. Assessment and counseling for children, ages birth to 18 entering foster and relative caregiving in the child welfare system.

CENTER FOR CHILD COUNSELING, INC.

**Notes to Financial Statements**

September 30, 2025

**(1) Organization and Summary of Significant Accounting Policies - Continued**

**(a) Organization - Continued**

The organization's programs include:

- Childcare and Community Social-Emotional Wellness. Prevention, early intervention, and treatment for children in childcare centers and schools throughout Palm Beach County. Includes Stop Now and Plan (SNAP®), an evidence-based intervention to increase prosocial skills in 6-11 year-olds.
- School-Based Mental Health. Co-located counseling and crisis support for students in Palm Beach County elementary schools.
- Stay KidSafe!™. Sexual abuse, human trafficking, and exploitation prevention, education, and awareness for K-5th grade.
- Pediatric Integration. Integration of prevention, early intervention, and mental health services within primary care setting. Therapists and Care Coordinators are embedded and work seamlessly as part of the pediatric team.
- Fighting ACEs Initiative. Advocacy, outreach, and awareness that focuses on using a public health approach to mitigate the impact of Adverse Childhood Experiences and trauma.
- Education and Prevention Services. Building capacity of adult caregivers and communities to effectively address the impact of trauma and adversity on children and adolescents. This includes local, statewide, and national training – in-person, virtually, and through CFC's online learning system at [www.bekidsafe.org](http://www.bekidsafe.org).

**(b) Basis of Presentation**

The accompanying financial statements are presented on the accrual basis and represent the financial position and results of operations of the Organization.

Unconditional promises to give (pledges) are recorded as receivables and revenue, and the Organization distinguishes between promises received for each net asset category in accordance with donor restrictions, if any.

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

- ◆ Net assets without donor restrictions---Net assets that are not subject to donor-imposed stipulations.

CENTER FOR CHILD COUNSELING, INC.

**Notes to Financial Statements**

September 30, 2025

**(1) Organization and Summary of Significant Accounting Policies - Continued**

**(c) Basis of Presentation - Continued**

- ◆ Net assets with donor restrictions---Some donors impose restrictions that are temporary in nature, for example, stipulating that resources be used after a specified date, for particular programs or services, or to acquire buildings or equipment. Other donors impose restrictions that are perpetual in nature, for example, stipulating that resources be maintained in perpetuity. Laws may extend those limits to investment returns from those resources and to other enhancements (diminishments) of those resources. Thus, those laws extend donor-imposed restrictions.

**(c) Cash**

Cash is defined as amounts in the Organization's checking and savings accounts.

**(d) Promises to Give**

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Conditional promises to give are recognized as contribution revenue when the Organization meets or fulfills the condition which the donor established. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

**(e) Donated Property and Equipment**

Donated asset items for use directly by the Organization, such as office furniture and equipment, are recorded as contributions and as fixed assets. They are valued at their fair market value at the time of the donation. Such donations are reported as unrestricted support unless the donor has restricted the donated materials to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Organization reclassifies net assets with donor restrictions to net assets without donor restrictions at that time. No donated property and equipment was received during the years ended September 30, 2025 and 2024.

CENTER FOR CHILD COUNSELING, INC.

**Notes to Financial Statements**

September 30, 2025

**(1) Organization and Summary of Significant Accounting Policies - Continued**

**(f) Donated Services**

Donated services for which there is an objective basis for valuation and meeting the requirements for recognition are recorded as a revenue and expense item in the accompanying financial statements at their stated fair market value. Such donated services are reported as unrestricted support. Donated services in the amount of \$199,265 and \$182,693 for program and management were received during the years ended September 30, 2025 and 2024, respectively, and were included as in-kind contributions in the accompanying statement of activities.

Rent-In-Kind – dedicated space is provided, free of charge, at various locations (such as preschools) where agency services are provided on site. The rent-in-kind amounted to approximately \$119,164 and \$110,232 for the years ended September 30, 2025 and 2024, respectively.

**(g) Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles 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 revenue and expenses during the reporting period. Actual results could differ from those estimates.

Management estimates the fair market value of donated inventory, property and equipment, if not provided by the donor.

**(h) Income Taxes**

The Organization qualifies as a tax-exempt Organization under Section 501(c)(3) of the Internal Revenue Code and is classified as a public charity. Therefore, the Organization makes no provision for federal income taxes.

The Organization adopted the provisions of the Income Tax Topic of the ASC. These provisions clarify the accounting for uncertainty in tax positions and prescribe guidance related to the financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return. The tax benefit from an uncertain tax position is only recognized in the statement of financial position if the tax position is more likely than not to be sustained upon an examination, based on the technical merits of the position. Interest

CENTER FOR CHILD COUNSELING, INC.

**Notes to Financial Statements**

September 30, 2025

**(1) Organization and Summary of Significant Accounting Policies - Continued**

**(i) Income Taxes - Continued**

and penalties, if any, are included in expenses in the statement of activities. As of September 30, 2025, Center For Child Counseling, Inc. had no uncertain tax positions that qualify for recognition or disclosure in the financial statements.

The Organization's income tax return is subject to review and examination by federal authorities. The tax returns for the years ended 2022 to 2024 are open to examination by federal authorities.

**(i) Beneficial Interest in Assets Held by Community Foundation**

The Organization has an interest in the Community Foundation for Palm Beach and Martin Counties (CF) which carried investments in marketable securities with readily determinable fair values and all investments in debt securities are at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets in the accompanying statement of activities.

**(j) Revenue Recognition**

Revenue and support are recognized as they are earned. Contributions, including unconditional promises to give, are recognized as revenue in the period made or received. Conditional promises to give are not recognized until they become unconditional, that is, when the conditions on which they depend are substantially met. Program fees and monthly reimbursement contracts are fees earned by the performance of services and are recognized as the services are provided. Revenue is reported as an increase in unrestricted net assets unless use of the asset is limited by donor imposed or contractual restrictions. Income received for future periods is recorded as deferred revenue and recognized as income as earned. Expenses are reported as decreases in unrestricted net assets. Expirations of the temporary donor imposed or contractual restrictions on net assets are reported as reclassifications to unrestricted net assets in the period in which the restrictions expired. A restriction expires when the stipulated time period has lapsed and/or the stipulated purpose has been fulfilled.

CENTER FOR CHILD COUNSELING, INC.

**Notes to Financial Statements**

September 30, 2025

**(1) Organization and Summary of Significant Accounting Policies - Continued**

**(k) Functional Allocation of Expenses**

The costs incurred by the Organization have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated between the program services and supporting services of the Organization. These allocations have been made based on considerations of time and space usage.

**(l) Prior Year Comparative Data**

The financial statements include certain prior year summarized comparative information. This information has been presented in order to provide an understanding of changes in the Organization's financial position and activities. The prior year information in the statements of activities and functional expenses is presented in total but not by net asset class and, as such, does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. In addition, certain amounts have been reclassified in order to conform with the current year's presentation.

**(m) Leases**

The Organization accounts for leases under FASB Accounting Standards Codification (ASC) Topic 842, Leases which established a right of use (ROU) model that requires a lessee to record an ROU asset and corresponding lease liability on the balance sheet for all leases with terms longer than 12 months. Leases are classified as either finance or operating, with classification affecting the pattern of expense recognition in the operating statement. Leases with a term of less than 12 months or are immaterial in nature will not record a right of use asset and lease liability and the payments will be recognized into profit or loss on a straight-line basis over the lease term.

**(n) Subsequent Events**

In preparing these financial statements, the Organization has evaluated subsequent events and transactions for potential recognition and disclosure through December 4, 2025, which is the date the financial statements were available to be issued.

CENTER FOR CHILD COUNSELING, INC.

**Notes to Financial Statements**

September 30, 2025

**(2) Liquidity and Availability**

As of September 30, 2025, the Organization has \$5,256,244 of financial assets available within one year of the statement of financial position date to meet cash needs for general expenditure. The Organization has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

The following table reflects the Organization's financial assets as of September 30, 2025 available to meet general expenditures within one year of the statement of financial position date.

Cash and cash equivalents	\$ 4,408,500
Accounts receivable	<u>847,744</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 5,256,244</u>

**(3) Property and Equipment**

Property and equipment consist of the following at September 30:

	<u>2025</u>	<u>2024</u>
Vehicle	\$ 265, 265	-
Furniture and equipment	99,497	99,497
Less accumulated depreciation	<u>(115,286)</u>	<u>(98,693)</u>
	<u>\$ 249,476</u>	<u>804</u>

Depreciation expense amounted to \$16,593 and \$898 for the years ended September 30, 2025 and 2024, respectively.

**(4) Beneficial Interest in Assets Held by Community Foundation for Palm Beach and Martin Counties**

The Organization has transferred funds to Community Foundation for Palm Beach and Martin Counties (the "Foundation") which is holding them as an investment fund for the benefit of the Organization. The Organization has not granted the Foundation variance power which gives the Foundation's Board of Trustees the power to use the Fund for other purposes in certain circumstances. The Organization reports the fair value of the Fund as Beneficial Interest in Assets Held at the Foundation in the statement of financial position and reports distributions received as investment income. Changes in the value of the Fund are reported as gains or losses in the statement of activities. Changes in the Fund for the year ended September 30, 2025 were \$41,699.

CENTER FOR CHILD COUNSELING, INC.

**Notes to Financial Statements**

September 30, 2025

**(4) Beneficial Interest in Assets Held by Community Foundation for Palm Beach and Martin Counties - Continued**

The fund is presented in the statements of financial position as beneficial interests in assets held by CF and are considered Level 3 financial instruments, as they are pooled into various investment funds held by CF.

**(5) Cash Basis Statement of Functional Expenses**

The accompanying statements of functional expense includes donated services and use of facilities as required by generally accepted accounting principles. For informational purposes, the following schedule presents the Organization's expenses on a functional basis without donated services and use of facilities:

	<u>Program Services</u>	<u>Management and General</u>	<u>Fund Raising</u>	<u>Total</u>
Payroll and related benefits	\$ 5,024,212	728,611	213,060	5,965,883
Contract labor	132,976	43,718	800	177,494
Program supplies	23,931	6,121	-	30,052
Rent	293,635	20,575	2,626	316,836
Utilities and maintenance	67,439	10,169	1,589	79,197
Telephone and computer	237,559	67,679	5,295	310,533
Professional fees	3,702	5,868	-	9,570
Travel	124,039	38,319	6,993	169,351
Insurance	55,711	318	2,303	58,332
Office expense	38,631	31,983	10,591	81,205
Continuing education	20,418	3,758	50	24,226
Public relations	31,258	25,345	203,798	260,401
Depreciation	16,593	-	-	16,593
Credit card fees	3,560	1,153	5,132	9,845
Credit loss expense	1,574	-	-	1,574
Specific assistance to clients	187	5,000	-	5,187
Miscellaneous	67,384	46,815	3,879	118,078
	<u>\$ 6,142,809</u>	<u>1,035,432</u>	<u>456,116</u>	<u>7,634,357</u>

CENTER FOR CHILD COUNSELING, INC.

**Notes to Financial Statements**

September 30, 2025

**(6) Leases**

The Organization accounts for leases in accordance with FASB ASC 842, Leases, which establishes a right of use (ROU) model that requires a lessee to record an ROU asset and a lease liability on the statement of financial position for all leases with terms longer than 12 months. Leases are classified as either finance or operating, with classification affecting the pattern of expense recognition in the income statement. Leases with a term of less than 12 months will not record a right of use asset and lease liability and the payments will be recognized into profit or loss on a straight-line basis over the lease term.

The Organization determines if an arrangement is a lease at contract inception. Lease liabilities are measured at the present value of remaining lease payments, discounted using the Organization's incremental borrowing rate at the commencement date, as the rate implicit in the lease is not readily determinable. ROU assets are measured at the amount of the lease liability, adjusted for any prepaid or accrued lease payments, initial direct costs, and lease incentives.

The Organization has lease arrangements for certain facilities and equipment. These leases typically has an original term not exceeding 5 years and generally contain multiyear renewal options, some of which are reasonably certain of exercise. The Organization's lease arrangements may contain both lease and non-lease components. The Organization has elected to combine and account for lease and non-lease components as a single lease component for its lease.

The following table shows ROU assets and lease liabilities, and the associated financial statement line items as of September 30, 2025:

<b><u>Lease-Related Assets and Liabilities</u></b>	
Right-of-use asset:	
Operating leases	<u>\$ 565,833</u>
Lease liability:	
Operating leases	<u><u>\$ 565,833</u></u>

Lease liability maturities as of September 30, 2025, are as follows:

	<b><u>Operating Leases</u></b>
2026	\$ 269,243
2027	183,040
2028	<u>113,550</u>
Total lease liabilities	<u><u>\$ 565,833</u></u>

## **SUPPLEMENTARY INFORMATION**

Michael R. Schafer, CPA  
Thomas R. Tschopp, CPA  
Tom V. Whitcomb, CPA

541 S. Orlando Avenue, Suite 312  
Maitland, Florida 32751  
(407) 875-2760

Joseph P. Mitchell, CPA  
Stephen J. Sheridan, CPA  
Daniel M. Hinson, 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***

The Board of Directors  
Center for Child Counseling, Inc.:

We have audited, 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, the financial statements of Center for Child Counseling, Inc. Inc., which comprise the statement of financial position as of September 30, 2025, and the related statements of activities, and cash flows for the period then ended, and the related notes to the financial statements, and have issued our report thereon dated December 4, 2025.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Center for Child Counseling, 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 Center for Child Counseling, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of Center for Child Counseling, 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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the organization'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 Center for Child Counseling, Inc.'s financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

## **Purpose of this Report**

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

*Schaefer, Tschoff, Whiternut, Mitchell & Shuikan, LLP*

December 4, 2025  
Maitland, Florida