



**FAMILY COUNSELING CENTER OF ST. PAUL'S
DBA AMANECER COUNSELING AND RESOURCE CENTER
WILMINGTON, DELAWARE**

FINANCIAL STATEMENTS

DECEMBER 31, 2023

FAMILY COUNSELING CENTER OF ST. PAUL'S
DBA AMANECER COUNSELING AND RESOURCE CENTER

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INDEPENDENT AUDITOR'S REPORT

August 19, 2024

To the Board of Directors
Family Counseling Center of St. Paul's
dba Amanecer Counseling and Resource Center
Wilmington, Delaware

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of the Family Counseling Center of St. Paul's, dba Amanecer Counseling and Resource Center, which comprise the statement of financial position as of December 31, 2023, 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 accompanying financial statements present fairly, in all material respects, the financial position of the Family Counseling Center of St. Paul's, dba Amanecer Counseling and Resource Center, as of December 31, 2023, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America ("GAAS"); Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Family Counseling Center of St. Paul's dba, Amanecer Counseling and Resource Center, 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

To the Board of Directors
Family Counseling Center of St. Paul's
dba Amanecer Counseling and Resource Center

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 the Family Counseling Center of St. Paul's, dba Amanecer Counseling and Resource Center's ability to continue as a going concern for one year after the date that the financial statements are 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 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 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 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 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 Family Counseling Center of St. Paul's, dba Amanecer Counseling and Resource Center'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 Family Counseling Center of St. Paul's, dba Amanecer Counseling and Resource Center's ability to continue as a going concern for a reasonable period of time.

To the Board of Directors
Family Counseling Center of St. Paul's
dba Amanecer Counseling and Resource Center

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

Report on Summarized Comparative Information

We have previously audited the Family Counseling Center of St. Paul's, dba Amanecer Counseling and Resource Center's December 31, 2022 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated August 11, 2023. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2022 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Barbacane, Thornton & Company LLP
BARBACANE, THORNTON & COMPANY LLP

**FAMILY COUNSELING CENTER OF ST. PAUL'S
DBA AMANECER COUNSELING AND RESOURCE CENTER
STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2023 AND 2022**

	2023	2022
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 685,388	\$ 907,436
Investments	24,046	21,319
Accounts receivable, net	319,049	200,729
Total Current Assets	1,028,483	1,129,484
NONCURRENT ASSETS:		
Property and equipment, net	438,820	451,534
Total Noncurrent Assets	438,820	451,534
TOTAL ASSETS	\$ 1,467,303	\$ 1,581,018
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES:		
Accounts payable and accrued expenses	\$ 10,817	\$ 12,079
Total Current Liabilities	10,817	12,079
NET ASSETS:		
Without donor restrictions	1,279,893	1,184,521
With donor restrictions	176,593	384,418
Total Net Assets	1,456,486	1,568,939
TOTAL LIABILITIES AND NET ASSETS	\$ 1,467,303	\$ 1,581,018

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

**FAMILY COUNSELING CENTER OF ST. PAUL'S
DBA AMANECER COUNSELING AND RESOURCE CENTER
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2023
(With Summarized Comparative Data for the Year Ended December 31, 2022)**

	Without Donor Restrictions	With Donor Restrictions	Totals	
			2023	2022
SUPPORT, REVENUE, AND GAINS (LOSSES)				
Grants and contributions	\$ 235,510	\$ 18,810	\$ 254,320	\$ 304,117
State and county aid	117,681	-	117,681	75,740
Government contracts	288,262	-	288,262	264,316
Fees for service	178,095	-	178,095	201,951
Dividend and interest income	1,223	-	1,223	974
Realized and unrealized gains (losses)	2,542	-	2,542	(3,710)
Miscellaneous revenue	180	-	180	295
Net assets released from restriction	226,635	(226,635)	-	-
TOTAL SUPPORT, REVENUE, AND GAINS (LOSSES)	<u>1,050,128</u>	<u>(207,825)</u>	<u>842,303</u>	<u>843,683</u>
EXPENSES				
Program services	644,217	-	644,217	627,931
Management and general	191,360	-	191,360	173,202
Fundraising	119,179	-	119,179	114,951
TOTAL EXPENSES	<u>954,756</u>	<u>-</u>	<u>954,756</u>	<u>916,084</u>
CHANGE IN NET ASSETS	95,372	(207,825)	(112,453)	(72,401)
Net Assets - Beginning of Year	<u>1,184,521</u>	<u>384,418</u>	<u>1,568,939</u>	<u>1,641,340</u>
Net Assets - End of Year	<u>\$ 1,279,893</u>	<u>\$ 176,593</u>	<u>\$ 1,456,486</u>	<u>\$ 1,568,939</u>

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

**FAMILY COUNSELING CENTER OF ST. PAUL'S
DBA AMANECER COUNSELING AND RESOURCE CENTER
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2023
(With Summarized Comparative Data for the Year Ended December 31, 2022)**

	Program Services	Management and General	Fundraising	Totals	
				2023	2022
EXPENSES:					
Salaries	\$ 400,692	\$ 138,749	\$ 82,752	\$ 622,193	\$ 566,760
Payroll taxes	33,658	11,655	6,951	52,264	44,579
Benefits	67,842	24,670	10,279	102,791	73,757
Total Payroll-related Expenses	<u>502,192</u>	<u>175,074</u>	<u>99,982</u>	<u>777,248</u>	<u>685,096</u>
Advertising and promotion	20,385	-	-	20,385	17,482
Bank fees	-	521	-	521	811
Conferences and meetings	14,686	4,137	1,862	20,685	21,869
Contracted services:					
Professional services	23,392	789	2,103	26,284	26,400
Program contractors	29,011	978	2,608	32,597	47,955
Depreciation	13,417	452	1,206	15,075	15,060
Direct assistance	200	-	-	200	17,930
Donations	828	169	-	997	417
Fundraising expenses	-	-	5,661	5,661	10,137
Insurance	8,800	3,047	1,817	13,664	12,277
Meals and entertainment	241	84	50	375	5,680
Occupancy	10,779	3,732	2,226	16,737	18,972
Office expenses	7,208	869	608	8,685	14,702
Supplies	12,515	1,508	1,056	15,079	15,270
Travel expenses	563	-	-	563	6,026
TOTAL EXPENSES	<u>\$ 644,217</u>	<u>\$ 191,360</u>	<u>\$ 119,179</u>	<u>\$ 954,756</u>	<u>\$ 916,084</u>

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

**FAMILY COUNSELING CENTER OF ST. PAUL'S
DBA AMANECER COUNSELING AND RESOURCE CENTER
STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2023 AND 2022**

	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ (112,453)	\$ (72,401)
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation	15,075	15,060
Realized and unrealized (gains) losses	(2,542)	3,710
(Increase) decrease in:		
Accounts receivable	(118,320)	(88,664)
Increase (decrease) in:		
Deferred revenue	-	-
Accounts payable and accrued expenses	(1,262)	8,520
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	(219,502)	(133,775)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of investments	(185)	(158)
Purchase of property and equipment	(2,361)	(12,969)
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	(2,546)	(13,127)
Net increase (decrease) in cash and cash equivalents	(222,048)	(146,902)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	907,436	1,054,338
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 685,388	\$ 907,436
SUPPLEMENTAL INFORMATION:		
Interest paid	\$ -	\$ -
Taxes paid	\$ -	\$ -

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

FAMILY COUNSELING CENTER OF ST. PAUL'S
DBA AMANECER COUNSELING AND RESOURCE CENTER

NOTES TO FINANCIAL STATEMENTS

NOTE 1 THE ORGANIZATION

The Family Counseling Center of St. Paul's, dba Amanecer Counseling and Resource Center ("the Organization") is a community-based nonprofit corporation providing holistic care and envisions a community where individuals have the opportunity to improve their quality of life through emotional and behavioral health services. The Organization's expanded services focus on behavioral health services being provided to individuals and families in order to benefit the entire community within the State of Delaware and even the most vulnerable populations. The core care values are compassion, integrity, professionalism, responsiveness, dedication, inclusiveness, and respect.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting and Presentation

The accompanying financial statements have been prepared using the accrual basis of accounting, in accordance with accounting principles generally accepted in the United States of America. The Organization reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions. Net assets are classified and reported based on the existence or absence of donor-imposed restrictions.

Cash Equivalents

The Organization considers all highly liquid investments with an original maturity date of 90 days or less to be cash equivalents, excluding cash included in long-term investment accounts.

Fair Value Measurements

A fair value hierarchy is established that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy consists of three broad levels:

Level 1 – Valuations based on unadjusted quoted prices for identical assets or liabilities in active markets;

Level 2 – Valuations based on quoted prices for similar assets or liabilities or identical assets or liabilities in less active markets, such as dealer or broker markets; and

Level 3 – Valuations derived from valuation techniques in which one or more significant inputs or significant value drivers are unobservable, such as pricing models, discounted cash flow

FAMILY COUNSELING CENTER OF ST. PAUL'S
DBA AMANECER COUNSELING AND RESOURCE CENTER

NOTES TO FINANCIAL STATEMENTS

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

models, and similar techniques not based on market, exchange, dealer, or broker-traded transactions.

Accounts Receivable

Accounts receivable are stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectable amounts through a provision for bad debt expense and an adjustment to a valuation allowance based on its assessment of the current status of individual receivables from grants, contracts, and others. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance and a credit to the applicable accounts receivable.

Property and Equipment

The Organization follows the practice of capitalizing the cost of property and equipment that have an estimated useful life over one year; the fair value of donated property and equipment is similarly capitalized at the date of donation. Expenses for maintenance, repairs, minor renewals, and betterments which do not improve or extend the useful life of the respective asset are expensed. All other expenditures for renewals and betterments are capitalized. When assets are sold or otherwise disposed of, the cost is removed from their respective accounts, and gains or losses on such disposition are recognized in the statement of activities.

Depreciation of property and equipment is calculated using the straight-line method over the estimated useful lives of the assets.

Contributions

As required by accounting principles generally accepted in the United States of America, contributions received are recorded as with donor restrictions or without donor restrictions, depending on the existence and/or nature of any donor restrictions. All contributions are considered to be available for unrestricted use unless specifically restricted by the donor.

Donor-restricted support is reported as an increase in net assets with donor restrictions. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Support that is restricted by a donor is reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period.

FAMILY COUNSELING CENTER OF ST. PAUL'S
DBA AMANECER COUNSELING AND RESOURCE CENTER

NOTES TO FINANCIAL STATEMENTS

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

Promises to Give

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Unconditional promises to give are recorded as revenue or gains in the period received and as assets, decrease of liabilities or expenses, depending on the form of the benefits received. Conditional promises to give are recognized when the conditions on which they depend are substantially met.

Unconditional promises to give (i.e., a promise dependent only on passage of time or demand by the promisee for performance) with payments due in future periods are required to be recorded as restricted support unless explicit donor stipulations or circumstances surrounding the receipt of a promise make it clear that the donor intended their contribution to be used to support activities of the current period. Unconditional promises to give cash in future years generally increase net assets with donor restrictions.

The Organization records unconditional promises to give at the estimated present value of the future cash flows, net of allowance to reflect net realizable value based upon management's analysis of specific promises made.

Donated Services

No amounts have been reflected in the financial statements for donated services. The Organization pays for most services requiring specific expertise. However, individuals volunteer their time and perform a variety of tasks that assist the Organization with specific programs and various committee assignments. Those services do not meet the criteria for recognition specified by accounting principles generally accepted in the United States of America.

Advertising and Promotion

The Organization expenses the cost of advertising and promotion when incurred.

Income Taxes

The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and, therefore, has no provision for federal income taxes. The Organization has been classified as an organization that is not a private foundation under Sections 509(a)(1) and 170(b)(1)(a)(iv) of the Internal Revenue Code. The Organization did not engage in any unrelated business activities during the fiscal year. Management believes more likely than not that its tax-exempt status and tax positions will be sustained if examined by authorities.

FAMILY COUNSELING CENTER OF ST. PAUL'S
DBA AMANECER COUNSELING AND RESOURCE CENTER

NOTES TO FINANCIAL STATEMENTS

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

Allocation of Functional Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Expenses are allocated to program and supporting services based on upon employees' time for each function, purpose of each expenditure, and services provided for each program.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America includes the use of estimates that affect the financial statements. Accordingly, actual results could differ from those estimates.

NOTE 3 CASH

The Organization maintains its cash accounts with DEXSTA Federal Credit Union, Wilmington Savings Fund Society ("WSFS"), Artisans Bank, M&T Bank, FCCB Bank, and PayPal. At December 31, 2023, the carrying value of cash and cash equivalents was \$685,388, and the bank balance was \$684,550. The bank balances were covered under the National Credit Union Share Insurance Fund ("NCUSIF") and the Federal Depository Insurance Corporation ("FDIC"), which insure accounts up to \$250,000 each. As of December 31, 2023, the total amount was insured.

PayPal is an online payment system that supports online money transfers and serves as an alternative to traditional paper methods like checks and money orders. Since PayPal is not a bank, the balances are not FDIC insured. The Organization's balance subject to custodial credit risk with PayPal was \$788 at December 31, 2023.

NOTE 4 INVESTMENTS

The fair value of investments at December 31, 2023 are as follows:

	<u>Fair Value</u>	<u>Level 2</u>
Pooled asset trust	<u>\$ 24,046</u>	<u>\$ 24,046</u>

FAMILY COUNSELING CENTER OF ST. PAUL'S
DBA AMANECER COUNSELING AND RESOURCE CENTER

NOTES TO FINANCIAL STATEMENTS

NOTE 5 PROPERTY AND EQUIPMENT

Property and equipment as of December 31, 2023 consisted of the following:

	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Net</u>	<u>Useful Lives</u>
Land	\$ 3,500	\$ -	\$ 3,500	N/A
Building	455,507	41,283	414,224	39 Years
Leasehold improvement	21,906	1,058	20,848	39 Years
Furniture and equipment	11,018	10,770	248	5-7 Years
Website	5,000	5,000	-	3 Years
Total	<u>\$ 496,931</u>	<u>\$ 58,111</u>	<u>\$ 438,820</u>	

For the year ended December 31, 2023, depreciation expense amounted to \$15,075.

NOTE 6 ACCOUNTS RECEIVABLE

The reconciliation of accounts receivable of December 31, 2023 is as follows:

	<u>Receivable</u>	<u>Allowance for Doubtful Accounts</u>	<u>Net Receivable</u>
Accounts receivable	<u>\$ 351,209</u>	<u>\$ 32,160</u>	<u>\$ 319,049</u>

NOTE 7 LIQUIDITY AND AVAILABILITY OF RESOURCES

The Organization's financial assets consist of cash, cash equivalents, investments, and accounts receivable.

The following reflects the Organization's financial assets as of December 31, 2023, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the statement of financial position date.

Financial assets, at year-end	\$ 1,028,483
Less those unavailable for general expenditures within one year due to:	
Donor-imposed purpose restrictions	<u>176,593</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 851,890</u>

FAMILY COUNSELING CENTER OF ST. PAUL'S
DBA AMANECER COUNSELING AND RESOURCE CENTER

NOTES TO FINANCIAL STATEMENTS

NOTE 7 LIQUIDITY AND AVAILABILITY OF RESOURCES (cont'd)

The Organization has a goal to maintain financial assets on hand to meet, at a minimum, 90 days of normal operating expenses, which is approximately \$235,000. At December 31, 2023, the Organization had \$1,028,483 in highly liquid financial assets. The Organization has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

NOTE 8 SUBSEQUENT EVENTS

The Organization has evaluated all subsequent events through August 19, 2024, the date the financial statements were available to be issued.