BOYS & GIRLS CLUBS OF TAMPA BAY, INC.

FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2015

(WITH COMPARATIVE TOTALS FOR 2014)

BOYS & GIRLS CLUBS OF TAMPA BAY, INC.

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(WITH COMPARATIVE TOTALS FOR 2014)

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REEDER & ASSOCIATES, PA
Certified Public Accountants

REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

To the Board of Directors of
Boys & Girls Clubs of Tampa Bay, Inc.
Tampa, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of Boys & Girls Clubs of Tampa Bay, Inc. (the Organization), which comprise the statement of financial position as of December 31, 2015, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Organization's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Boys & Girls Clubs of Tampa Bay, Inc. as of December 31, 2015, 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.

Report on Summarized Comparative Information

We have previously audited the Organization's 2014 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated May 27, 2015. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2014, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Matters

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 1, 2016 on our consideration of the Organization's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control over financial reporting and compliance.

Report on Schedule of Expenditures of State Projects Required by Chapter 10.650 Rules of the Auditor General, State of Florida

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of state projects is presented for purposes of additional analysis as required by *Chapter 10.650 Rules of the Auditor General,* State of Florida and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of state projects is fairly stated in all material respects in relation to the financial statements as a whole.

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedule of expenditures of federal awards is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Reeder & Associates, PA

Certified Public Accountants
June 1, 2016

BOYS & GIRLS CLUBS OF TAMPA BAY, INC.
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2015
(WITH COMPARATIVE TOTALS FOR 2014)

	2015				2014
	Unrestricted	**Temporarily Restricted**	**Permanently Restricted**	**Total**	**Totals**
ASSETS					
Current assets					
Cash and cash equivalents	$ 864,610	$ 809,013	$ 18,430	$ 1,692,053	$ 1,735,307
Certificates of deposit	250,000	-	-	250,000	495,005
Investments	-	-	598,309	598,309	627,516
Accounts and grants receivable	351,082	-	-	351,082	505,137
Pledge receivable - current, net of allowance for uncollectibles	72,152	-	-	72,152	126,422
Due from foundation	162,403	-	-	162,403	404,580
Prepaid expenses	85,877	-	-	85,877	76,703
Total current assets	1,786,124	809,013	616,739	3,211,876	3,970,670
Certificates of deposit	500,341	-	-	500,341	750,341
Construction in progress	-	-	-	-	29,436
Property and equipment, less accumulated depreciation of $4,381,635 and $4,592,139, respectively	7,659,902	-	-	7,659,902	7,561,468
Prepaid expenses - non-current	37,500	-	-	37,500	45,000
Pledges receivable - non-current, net of allowance for uncollectibles	-	32,300	-	32,300	44,985
Cash value life insurance	-	82,440	-	82,440	77,384
TOTAL ASSETS	$ 9,983,867	$ 923,753	$ 616,739	$ 11,524,359	$ 12,479,284
LIABILITIES AND NET ASSETS					
Current liabilities					
Accounts payable	$ 184,312	$ -	$ -	$ 184,312	$ 148,130
Accrued expenses	260,452	-	-	260,452	245,776
Deferred lease revenue	-	-	-	-	48,000
Deferred revenue	348,024	4,000	-	352,024	346,328
Total current liabilities	792,788	4,000	-	796,788	788,234
Long term deferred lease revenue	-	-	-	-	108,000
TOTAL LIABILITIES	792,788	4,000	-	796,788	896,234
Net assets					
Unrestricted-from operations	1,531,177	-	-	1,531,177	2,005,827
Unrestricted-property and equipment	7,659,902	-	-	7,659,902	7,590,904
Temporarily restricted	-	919,753	-	919,753	1,313,506
Permanently restricted	-	-	616,739	616,739	672,813
Total net assets	9,191,079	919,753	616,739	10,727,571	11,583,050
TOTAL LIABILITIES AND NET ASSETS	$ 9,983,867	$ 923,753	$ 616,739	$ 11,524,359	$ 12,479,284

Read Report of Independent Certified Public Accountants.
The accompanying notes are an integral part
of these financial statements.

BOYS & GIRLS CLUBS OF TAMPA BAY, INC.
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2015
(WITH COMPARATIVE TOTALS FOR 2014)

	2015				2014
	Unrestricted	**Temporarily Restricted**	**Permanently Restricted**	**Total**	**Totals**
REVENUES					
Special Events	$ 778,926	$ -	$ -	$ 778,926	$ 691,908
Less direct cost of Special Events	(161,215)	-	-	(161,215)	(94,862)
	617,711	-	-	617,711	597,046
Federal grants	693,687	-	-	693,687	603,619
State grants	898,663	-	-	898,663	729,143
Other grants and contracts	1,064,787	20,000	-	1,084,787	885,917
United Way	841,249	-	-	841,249	851,994
Contributions	1,330,640	340,169	-	1,670,809	1,789,907
In-kind contributions	762,779	-	-	762,779	741,988
Program revenue	285,233	-	-	285,233	292,405
Rental income	50,108	-	-	50,108	65,007
Investment return	9,518	-	(14,154)	(4,636)	22,522
Gain (loss) on the disposal of property and equipment	(77,006)	-	-	(77,006)	(12,854)
Other income	-	-	-	-	1,200
	6,477,369	360,169	(14,154)	6,823,384	6,567,894
Net assets released from restriction	795,842	(753,922)	(41,920)	-	-
Total Revenue	7,273,211	(393,753)	(56,074)	6,823,384	6,567,894
Expenses					
Program Services					
Youth Development	6,525,802	-	-	6,525,802	5,538,876
Support Services					
General and Administrative	515,776	-	-	515,776	459,335
Fundraising	637,285	-	-	637,285	697,180
Total support services	1,153,061	-	-	1,153,061	1,156,515
Total Expenses	7,678,863	-	-	7,678,863	6,695,391
Change in Net Assets	(405,652)	(393,753)	(56,074)	(855,479)	(127,497)
Net Assets, beginning of year	9,596,731	1,313,506	672,813	11,583,050	11,710,547
Net Assets, end of year	$ 9,191,079	$ 919,753	$ 616,739	$ 10,727,571	$ 11,583,050

Read Report of Independent Certified Public Accountants.
The accompanying notes are an integral part
of these financial statements.

BOYS & GIRLS CLUBS OF TAMPA BAY, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2015
(WITH COMPARATIVE TOTALS FOR 2014)

	Program Services	Support Services				
	Youth Development	General and Administrative	Fundraising	Total Support Services	Total Expenses	2014 Comparative Totals
Salaries	$ 2,809,149	$ 294,254	$ 350,168	$ 644,422	$ 3,453,571	$ 2,947,203
Employee benefits	255,252	53,397	64,811	118,208	373,460	298,442
Payroll taxes	214,346	21,683	20,333	42,016	256,362	225,282
Other personnel costs	33,628	15,307	-	15,307	48,935	27,213
Total salaries and related expenses	3,312,375	384,641	435,312	819,953	4,132,328	3,498,140
Direct youth assistance	307,635	-	-	-	307,635	229,403
Professional fees	64,395	42,407	5,578	47,985	112,380	115,968
Contract services	112,095	-	1,206	1,206	113,301	167,581
Supplies	504,794	6,328	16,265	22,593	527,387	349,449
Information technology	80,099	21,197	14,598	35,795	115,894	111,057
Printing, postage and subscriptions	2,374	1,008	11,641	12,649	15,023	30,089
In-kind rent expense	706,260	-	-	-	706,260	638,920
Property and liability insurance	163,434	2,430	2,430	4,860	168,294	152,551
Other occupancy costs	498,922	16,097	17,352	33,449	532,371	518,181
Equipment rental and maintenance	58,188	5,496	5,131	10,627	68,815	59,304
Vehicle and transportation expenses	157,776	1,037	16,763	17,800	175,576	160,112
Training, travel and meetings	48,207	5,974	25,735	31,709	79,916	66,238
Miscellaneous expense	20,403	1,178	17,696	18,874	39,277	14,223
In-kind materials	-	-	-	-	-	3,275
Bad debt	-	-	32,000	32,000	32,000	75,000
Bank and merchant services fees	-	10,234	18,429	28,663	28,663	24,645
National and state dues	30,655	4,100	3,500	7,600	38,255	36,262
Total expenses before depreciation	6,067,612	502,127	623,636	1,125,763	7,193,375	6,250,398
Depreciation	458,190	13,649	13,649	27,298	485,488	444,993
Total expenses	$ 6,525,802	$ 515,776	$ 637,285	$ 1,153,061	$ 7,678,863	$ 6,695,391

Read Report of Independent Certified Public Accountants.
The accompanying notes are an integral part
of these financial statments.

BOYS & GIRLS CLUBS OF TAMPA BAY, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2015
(WITH COMPARATIVE TOTALS FOR 2014)

	2015				2014
	Unrestricted	**Temporarily Restricted**	**Permanently Restricted**	**Total**	**Total**
Cash Flows from Operating Activities					
Change in Net Assets	$ (405,652)	$ (393,753)	$ (56,074)	$ (855,479)	$ (127,497)
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:					
Depreciation	485,488	-	-	485,488	444,993
Bad debt	32,000	-	-	32,000	75,000
Donated property and equipment	(46,315)	-	-	(46,315)	(43,925)
Unrealized (gain) loss on investments	-	-	30,296	30,296	10,170
(Gain) loss on the disposal of property and equipment	77,006	-	-	77,006	12,854
Recognition of deferred lease revenue on reversion of property	112,000	-	-	112,000	-
(Increase) in cash surrender value of life insurance	-	(5,056)	-	(5,056)	8,072
(Increase) decrease in accounts receivable	154,055	-	-	154,055	(56,381)
(Increase) decrease in prepaid expenses	(1,674)	-	-	(1,674)	(4,443)
(Increase) decrease in pledges receivable	9,186	25,769	-	34,955	12,046
Increase (decrease) in accounts payable	36,182	-	-	36,182	(83,388)
Increase (decrease) in accrued expenses	14,676	-	-	14,676	28,658
Increase (decrease) in due to/from Foundation	248,756	(6,579)	-	242,177	(24,334)
Increase (decrease) in deferred lease revenue	(156,000)	-	-	(156,000)	(48,000)
Increase (decrease) in deferred revenue	5,696	-	-	5,696	(86,479)
Total Adjustments	971,056	14,134	30,296	1,015,486	244,843
Net Cash Provided by (Used in) Operating Activities	565,404	(379,619)	(25,778)	160,007	117,346
Cash Flows from Investing Activities					
Cash proceeds from the sale of property and equipment	2,450	-	-	2,450	1,750
Cash payments for the purchase of property and equipment	(699,627)	-	-	(699,627)	(692,669)
Cash payments for construction in process	-	-	-	-	(29,436)
Cash payments for the purchase of certificates of deposit	-	-	-	-	(1,376,491)
Cash proceeds from redemption of certificates of deposit	250,000	245,005	-	495,005	-
Cash payments for the purchase of investments	-	-	(632,446)	(632,446)	-
Cash proceeds from sale of investments	-	-	631,357	631,357	857,974
Net Cash Provided by (Used in) Investing Activities	(447,177)	245,005	(1,089)	(203,261)	(1,238,872)
Net Increase (decrease) in Cash and Cash Equivalents	118,227	(134,614)	(26,867)	(43,254)	(1,121,526)
Cash and Cash Equivalents, beginning of year	746,383	943,627	45,297	1,735,307	2,856,833
Cash and Cash Equivalents, end of year	$ 864,610	$ 809,013	$ 18,430	$ 1,692,053	$ 1,735,307
Non-cash and supplemental disclosure of cash flow information:					
Disposal of fully depreciated property	$ 695,992	$ -	$ -	$ 695,992	$ 141,567
Donated property	$ 46,315	$ -	$ -	$ 46,315	$ 43,925
Construction in progress transferred to property and equipment	$ 29,436	$ -	$ -	$ 29,436	$ 359,065

Read Report of Independent Certified Public Accountants.
The accompanying notes are an integral part
of these financial statements.

NOTE A - DESCRIPTION OF ORGANIZATION

The Boys & Girls Clubs of Tampa Bay, Inc. (the Organization) was incorporated in August 1945 and operates as a Florida non-profit corporation. The mission of the Organization is to enable all young people, especially those who need us the most, to realize their full potential as productive, caring, responsible citizens. The Organization believes every child has the potential to be great. In support of this strong conviction, Clubs strive to build driven and independent adults. The Organization's family – a community of staff, volunteers, parents, youth and supporters – work together to create a positive place, full of hope and opportunity, for every child. The Organization is supported primarily through private donor contributions, grants and contracts from government agencies and the United Way Suncoast.

From early literacy to community involvement, the Organization's programs tackle the inequalities Tampa Bay's youth encounter. Grouped into three areas, the Organization's outcomes driven programs use best-practices, innovative solutions and highly-trained staff to ensure that our kids become responsible, caring adults. Carefully designed for impact, our outcomes focus on: improving educational skills and academic achievement; strengthening decision making and resiliency skills leading to healthier lifestyles; and increasing civic engagement to build character and leadership. Through consistent interactions with caring adults in a structured environment with rich, age-appropriate developmental opportunities and positive social norms, the Organization impacts the lives of young people by helping them to develop the values, skills, attitudes, character and behavior that enable them to succeed in life. By focusing on academic achievement, healthy lifestyles and civic engagement, the Organization's programs ensure that when youth leave the Club at eighteen, they are equipped with the knowledge and ability to make positive choices to live as self-sufficient, productive, caring citizens.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles. Net assets and revenues, 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:

Unrestricted net assets - Net assets that are not subject to donor-imposed stipulations, including restricted contributions whose restrictions are met in the same reporting period.

Temporarily restricted net assets - Net assets subject to donor-imposed stipulations that may or will be met, either by actions of the Organization and/or the passage of time. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Permanently restricted net assets - Net assets subject to donor-imposed stipulations that they be maintained permanently by the Organization. Generally the donors of these assets permit the Organization to use all or part of the income earned on any related investments for general or specific purposes.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Basis of Presentation (continued)
The contracts and grants are excluded from the definition of contributions in the accounting standards because they carry attributes of exchange transactions, and are therefore recorded as unrestricted net assets in the financial statements.

Estimates
The preparation of the financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results may differ from those estimates.

Cash and Cash Equivalents
For purposes of the statement of cash flows, cash and cash equivalents are defined as restricted and unrestricted cash on hand, amounts in depository and money market accounts at the bank.

Accounts Receivable
Accounts receivable result from services which have been provided pursuant to various State and Federal grants and contracts, but for which reimbursement has not yet been received at December 31, 2015. The Organization does not maintain an allowance for estimated uncollectible accounts as any amounts determined unallowable by the grantor are deducted from revenue upon notification of the disallowance. No material amounts were subsequently disallowed with respect to the amounts recorded at December 31, 2015.

Grant and Contract Revenues and Refundable Advances
Revenues from Federal and State grants and contracts are recorded based upon terms of the grantor allotment which generally provide that revenues are earned when the allowable costs of the specific grant provisions have been incurred. For the years ended December 31, 2015 and 2014 deferred revenue in the amount of $352,024 and $346,328, respectively, are reflected in the statement of financial position.

Property and Equipment
Property and equipment are stated at historical cost, or if acquired by gift, at the estimated fair value at the date received, and depreciated using the straight line method over the estimated useful lives of each asset ranging from 3-50 years. Acquisitions of property and equipment in excess of $2,500 are capitalized.

In accordance with professional standards the Organization assesses the need to record impairment losses on property and equipment on finite lives when events or changes in circumstances indicate that the carrying amount of property and equipment may not be recoverable. An impairment loss would be recognized when future estimated undiscounted cash flows expected to result from use of the property and equipment is less than the carrying value, with loss measured at fair value based discounted expected cash flows. No impairment was noted on property and equipment for the year ended December 31, 2015.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Donated Materials and Services

Donated materials and equipment when received are reflected as contributions in the financial statements at their estimated fair market values at the date of receipt.

Contributions of services are recognized if the services received (a) create or enhance capital assets, or (b) are provided by entities that normally provide those services for compensation and are substantially the same services normally purchased by the Organization. A substantial number of unpaid volunteers have made significant contributions of their time to develop and maintain the Organization's programs and fundraising campaigns. No amounts have been reported in the financial statements for voluntary donation of services because no objective basis is available to measure the value of such donations.

During the years ended December 31, 2015 and 2014, the Organization received for use in youth development programs the following in-kind contributions:

	2015	2014
Facilities	$706,260	$638,920
Property and equipment	46,315	43,925
Supplies and materials	10,204	37,712
Other services	-	6,431
Gift cards	-	15,000
	$762,779	$741,988

Financial Instruments

The following methods and assumptions were used to estimate the fair value of each class of financial instrument:

Cash and Cash Equivalents - the carrying amount approximates fair value due to the short-term maturity of these instruments.

Investments - the fair value is based on quoted market value with unrealized gains and losses included in the Statement of Activities and Changes in Net Assets.

Concentration of Credit Risk

Financial instruments, which potentially subject the Organization to concentrations of credit risk, consist principally of cash and cash equivalents; and pledges receivable. The Organization places its cash with creditworthy, high quality financial institutions. Accounts are maintained at institutions that are insured by the Federal Deposit Insurance Corporation (FDIC) up to $250,000. The Organization has not experienced any losses from its deposits. The amount in excess of the FDIC limit totaled $1,413,460 and $1,206,330 for the years ended December 31, 2015 and 2014, respectively.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Concentration of Credit Risk (continued)

Financial instruments which potentially subject the Organization to concentrations of credit risk consist principally of accounts receivable from State of Florida agencies. At December 31, 2015 approximately 34% of accounts receivable were from one agency. At December 31, 2014 approximately 65% of accounts receivable were from two agencies (33% and 32%).

Concentration of credit risk with respect to accounts receivable is minimized due to the amounts being backed by the government. The Organization has not experienced any material losses with respect to its accounts receivables.

Income Tax Status

Income taxes are not provided for in the financial statements since the Organization is exempt from federal and state income taxes under section 501(c)(3) of the Internal Revenue Code and similar state provisions. The Organization is treated as a public supported organization, and not as a private foundation. Management is not aware of any activities that would jeopardize the Organization's tax-exempt status.

The Organization accounts for uncertain tax positions, if any, in accordance with ASC Section 740. In accordance with these professional standards, the Organization recognizes tax positions only to the extent that Management believes it is "more likely than not" that its tax positions will be sustained upon IRS examination. Management believes that it has no uncertain tax positions that qualify for either recognition or disclosure in the financial statements for the years ended December 31, 2015 and 2014.

The Organization believes that its income tax filing positions will be sustained upon examination and does not anticipate any adjustments that would result in a material adverse affect on the Organization's financial condition, results of operations or cash flows. Accordingly, the Organization has not recorded any reserves, or related accruals for interest and penalties for uncertain income tax positions at December 31, 2015 and 2014.

The Organization is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress. The Organization believes it is no longer subject to income tax examinations for fiscal years ending prior to December 31, 2012.

Functional Allocation of Expenses

The costs of providing the various programs have been summarized on a functional basis in the statement of functional expenses. Salaries and other expenses that are associated with a specific program are charged directly to that program. Salaries and other expenses that benefit more than one program are allocated to the various programs based on the relative benefit provided.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Comparative Data

The amounts shown for the year ended December 31, 2014 in the accompanying financial statements are included to provide a basis for comparison with 2015 and present summarized totals only. Accordingly, the 2014 totals are not intended to present all information necessary for a fair presentation in conformity with accounting principles generally accepted in the United States of America. Such information should be read in conjunction with the Organization's financial statements for the year ended December 31, 2014, from which the summarized information was derived.

Reclassification

Certain 2014 amounts have been reclassified to conform to the 2015 presentation.

NOTE C – PLEDGES RECEIVABLE

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a donor-imposed restriction is met, temporarily restricted net assets are reclassified to unrestricted net assets.

The Organization's unconditional promises to give at December 31:

	2015	2014
Collectible in one year	$116,703	$192,967
Less allowance for doubtful accounts	(44,551)	(66,545)
	72,152	126,422
Collectible in two to five years	42,800	101,600
Less discount for present value of collectible amounts	-	(14,115)
Less allowance for doubtful accounts	(10,500)	(42,500)
	32,300	44,985
	$104,452	$171,407

For the year ended December 31, 2014, the discount rate used to determine discounts to present value of amounts collectible in two years and beyond was 5%.

The Organization has provided an allowance for doubtful accounts of $55,051 and $109,045 for the years ended December 31, 2015 and 2014, respectively.

NOTE D – INVESTMENTS

Fair value, cost, and unrealized gains and losses of investments as of December 31, 2015 are as follows:

	Cost	Fair Value	Accumulated Unrealized Gain (Loss)
Equity mutual funds	$ 408,964	$ 384,759	(24,205)
Fixed income mutual funds	219,641	213,550	(6,091)
Cash value life insurance	82,440	82,440	-
Total investments	$ 711,045	$ 680,749	$ (30,296)

Fair value, cost, and unrealized gains and losses of investments as of December 31, 2014 are as follows:

	Cost	Fair Value	Accumulated Unrealized Gain (Loss)
Equity mutual funds	$ 196,296	$ 299,148	$ 102,852
Real estate funds	21,296	24,454	3,158
Commodities funds	27,764	24,220	(3,544)
Government & corporate bond funds	243,485	254,530	11,045
Other bond funds	26,251	25,164	(1,087)
Cash value life insurance	77,384	77,384	-
Total investments	$ 592,476	$ 704,900	$ 112,424

The following schedule reconciles investment return as reported in the statement of changes in net assets with investment earnings:

	2015	2014
Investment Income	$ 21,784	$ 17,559
Net realized gains (losses)	3,876	15,133
Net unrealized gains (losses)	(30,296)	(10,170)
Total Investment Revenue	$ (4,636)	$ 22,522

NOTE D – INVESTMENTS (continued)

At December 31, 2015 and 2014, the Organization had no investment or group of investments which represented a significant concentration of market risk.

Cash surrender value of life insurance has been reported at the amount that could be realized under the insurance contract at December 31, 2015 in accordance with FASB ASC 325-30 Investments in Insurance Contracts. The face amount of those donated life insurance policies is $232,108 at December 31, 2015 and $231,860 at December 31, 2014.

The Organization invests in a variety of investment funds and equities. Investments in general are exposed to various risks, such as interest rate, credit, and overall volatility risk. Due to the level of risk associated with certain investments, it is reasonably possible that changes in the values of investments will occur in the near term and that such changes could materially affect the amounts reported in the statement of financial position.

NOTE E – FAIR VALUE MEASUREMENTS

In accordance with Professional Standards, *Fair Value Measurements* establishes a framework for measuring fair value. The framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under Professional Standards are described below:

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

Level 2
Inputs to the valuation methodology include:

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

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

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

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

NOTE E – FAIR VALUE MEASUREMENTS (continued)

maximize the use of observable input and minimize the use of unobservable inputs.

Pledge receivable, non-current- fair value is based on observable inputs and the discount of estimated cash inflows to their present value, net of allowance for uncollectibles.

Cash value life insurance- fair value is based on inputs other than quoted prices that are observable for the asset.

Investments in stock mutual funds, commodities, stock equity funds and real estate funds- fair value is the closing price reported on the active market which the individual securities are traded.

Investments in bond funds- fair value is the closing price reported on the active market which the individual securities are traded.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Organization believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

All assets have been valued using a market approach. There have been no changes in valuation techniques and related inputs.

The following table sets forth by level, within the fair value hierarchy, the Organization's assets at fair value at December 31, 2015:

	Fair Value	Level 1 Inputs	Level 2 Inputs	Level 3 Inputs
Pledges Receivable, non-current	$ 32,300	$ -	$ -	$ 32,300
Cash value life insurance	82,440	-	82,400	-
Investments:				
Mutual funds:				
Large cap	243,161	243,161	-	-
Mid cap	28,826	28,826	-	-
Small cap	28,416	28,416	-	-
International	84,356	84,356	-	-
Fixed Income	213,550	213,550	-	-
Total	$ 713,049	$ 598,309	$ 82,440	$ 32,300

NOTE E – FAIR VALUE MEASUREMENTS (continued)

The following table sets forth by level, within the fair value hierarchy, the Organization's assets at fair value at December 31, 2014:

	Fair Value	Level 1 Inputs	Level 2 Inputs	Level 3 Inputs
Pledges Receivable, non-current	$ 44,985	$ -	$ -	$ 44,985
Cash value life insurance	77,384	-	77,384	-
Investments:				
Mutual funds:				
Large cap	161,001	161,001	-	-
Mid cap	23,205	23,205	-	-
Small cap	13,696	13,696	-	-
International developed	75,317	75,317	-	-
International emerging	25,929	25,929	-	-
Commodities	24,220	24,220	-	-
Real estate funds	24,454	24,454	-	-
Government & corporate bond funds	254,530	254,530	-	-
Other bond funds	25,164	25,164	-	-
Total	$ 749,885	$ 627,516	$ 77,384	$ 44,985

Assets measured at fair value on a recurring basis using significant unobservable inputs (Level 3):

	Long Term Pledges
January 1, 2014	$ 113,375
Contributions and settlements	(14,000)
Transfers in and/or out of Level 3	(54,390)
December 31, 2014	44,985
Contributions and settlements	8,332
Transfers in and/or out of Level 3	(21,017)
December 31, 2015	$ 32,300

NOTE F – PREPAID EXPENSES

The Organization has entered into one long term land lease. The Organization records a long-term prepaid expense for the lease when paid and expenses a proportion of the lease each year over the life of the lease.

NOTE F – PREPAID EXPENSES (continued)

During the year ended December 31, 2002 the Organization entered into a lease for land to erect a building for operations. The Organization paid $150,000 in the year ended December 31, 2002 for the lease that expires during the year ended December 31, 2021. During the years ended December 31, 2015 and 2014, the Organization expensed $7,500 as occupancy expense on the Statement of Functional Expenses. As of December 31, 2015, $37,500 is included in prepaid expense – non-current and $7,500 is included in current prepaid expense on the Statement of Financial Position ($45,000 and $7,500, respectively, for the year ended December 31, 2014).

NOTE G – PROPERTY AND EQUIPMENT

	2015	2014
Land	$ 131,395	$ 131,395
Buildings	10,019,807	10,100,902
Furniture and equipment	1,010,083	967,275
Vehicles	880,252	954,035
Total property	12,041,537	12,153,607
Less accumulated depreciation	(4,381,635)	(4,592,139)
	$ 7,659,902	$ 7,561,468

NOTE H – DEFERRED LEASE REVENUE

During the year ended December 31, 2012 the Organization rented one of its facilities to another nonprofit organization. The terms of the lease included the tenant renovating the property as well as a base rent of $4,000 per month for 72 months. Pursuant to the lease, the tenant was entitled to offset its monthly base rent obligation against the cost of the renovations up to a maximum amount of $300,000. As of December 31, 2012 completed renovations met the maximum rent offset of $300,000.

During the year ended December 31, 2015, ownership of the facility reverted back to the City of Tampa due to a clause in the lease. The balance of deferred lease revenue of $112,000 as well as the related asset and accumulated depreciation accounts were relieved resulting in a loss on disposal of $78,172. Rental income for the years ended December 31, 2015 and 2014 totaled $44,000 and $48,000, respectively.

NOTE I – TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets of the Organization are comprised of cash, short term investments, and pledge receivables available for the following purposes at December 31,:

	2015	2014
Purpose Restricted-Capital Projects	$ 109,988	$ 605,135
Purpose Restricted- Programs	698,026	591,195
Time Restricted	111,739	117,176
Total	$ 919,753	$1,313,506

Temporarily restricted net assets of $753,922 and $537,165 were released in satisfaction of restrictions during the years ended December 31, 2015 and 2014, respectively.

NOTE J - PERMANENTLY RESTRICTED NET ASSETS

Permanently restricted net assets of the Organization are an endowment fund trust (the Trust) established in 1950 operated solely for the benefit of, and in connection with, the Organization.

In accordance with professional standards, the Organization provides the composition of the endowment by net asset class and the endowment related activities for the year ended December 31, 2015 and 2014. No change in the net asset classification of the endowment fund is required.

Endowment Net Asset Composition by Type of Fund as of December 31, 2015:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Boys and Girls Clubs of Tampa Bay Endowment Fund	$ -	$ -	$ 616,739	$ 616,739

Endowment Net Asset Composition by Type of Fund as of December 31, 2014:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Boys and Girls Clubs of Tampa Bay Endowment Fund	$ -	$ -	$ 672,813	$ 672,813

NOTE J - PERMANENTLY RESTRICTED NET ASSETS (continued)

Changes in Endowment Net Assets for the Fiscal Year Ended December 31, 2015:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Endowment net assets, beginning of year	$ -	$ -	$ 672,813	$ 672,813
Contributions	-	-	-	-
Investment Income	-	-	12,266	12,266
Net depreciation (realized and unrealized)	-	-	(26,420)	(26,420)
Amounts appropriated for expenditure	-	-	(41,920)	(41,920)
Endowment net assets, end of year	$ -	$ -	$ 616,739	$ 616,739

Changes in Endowment Net Assets for the Fiscal Year Ended December 31, 2014:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Endowment net assets, beginning of year	$ -	$ -	$ 693,267	$ 693,267
Contributions	-	-	-	-
Investment Income	-	-	15,727	15,727
Net appreciation (realized and unrealized)	-	-	4,963	4,963
Amounts appropriated for expenditure	-	-	(41,144)	(41,144)
Endowment net assets, end of year	$ -	$ -	$ 672,813	$ 672,813

Interpretation of Relevant Law

The Board of Directors has interpreted the law as requiring donor restricted net assets in an endowment fund to remain restricted until appropriated for expenditure by the Organization for the donor's intended purpose. In accordance with the Florida Uniform Prudent Management of Institutional Funds Act (FUPMIFA), the Organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

NOTE J - PERMANENTLY RESTRICTED NET ASSETS (continued)

1) The purposes of the Organization and the donor-restricted endowment fund
2) General economic conditions
3) The possible effect of inflation and deflation
4) The expected total return from income and the appreciation of investments
5) Other resources of the Organization
6) The investment policies of the Organization.

Return Objectives and Risk Parameters

The Organization has adopted investment and spending policies for the endowment assets that attempt to provide funding for the future programs and activities. Under this policy, as approved by the Board of Directors, the Trust assets are invested in a manner to achieve the long-term rate-of-return objectives, fixed income and cash, minimize risk and maximize return within acceptable guidelines and achieve a competent rate of return.

Spending Policy

The Trust is operated, supervised and controlled by the Organization together with the authorized trustee and fund manager and, accordingly, the operations of the Trust are presented as an integral part of the basic financial statements of the Organization. The net earnings from the Trust are reserved for use by the Organization in support of the Organization's programs and activities. During the years ended December 31, 2015 and 2014, the trust net investment income was ($14,154) and $20,690, respectively. During the years ended December 31, 2015 and 2014, the trust released $41,920 and $41,144, respectively, to the Organization for programs and fees.

NOTE K- EMPLOYEE BENEFIT PLAN

The Organization participates in a cost sharing multi-employer non-contributory defined money purchase pension plan (the Plan) administrated by the Boys and Girls Clubs of America Pension Trust. The Plan covers employees who are 21 years or older, with one year of service, and have worked at least 1,000 hours during the year. Participants are fully vested after three years of service. The Organization makes a 5% contribution to the Plan each year in accordance with the Plan's customized adoption agreement. Forfeitures are used to reduce the Organization's future contributions to the Plan. The Organization contributed $95,704 and $82,776 to the plan during the years ended December 31, 2015 and 2014, respectively.

The Organization also offers its employees the opportunity to invest in various tax deferred annuity plans (the Annuity) under Section 403(b) of the Internal Revenue Code as amended. The law stipulates that all assets and income of the Annuity must be held in trust for the exclusive benefit of the Annuity's participants and their beneficiaries. These Annuities are administrated by various broker dealers and insurance companies and provide participants with the option to invest in several different registered investment funds. The Organization is not Trustee and has no administrative involvement with these Annuities. Accordingly, the assets of such Annuities are not included in the accompanying financial statements.

NOTE L- MATCHING REQUIREMENTS OF FEDERAL AND STATE GRANTS

The Organization has complied with all matching requirements provided for by its Federal and State grants. Accordingly, no match liability exists at December 31, 2015 and 2014.

NOTE M – BOYS & GIRLS CLUBS OF TAMPA BAY FOUNDATION, INC.

The Boys & Girls Clubs of Tampa Bay Foundation, Inc. (the Foundation) is a separate not-for-profit corporation (exempt from federal and state income taxes under section 501(c)(3) of the Internal Revenue Code and similar state provisions) created in 1990 for the purpose of obtaining, holding, and managing funds which are used for the continuing financial support of the Organization. The Foundation is managed by a Board of Trustees which is independent of the Organization's Board of Directors.

Amounts due to/from the Foundation at December 31:

	2015	2014
Due from the Foundation	$ 162,403	$ 411,159
Due to the Foundation	-	(6,579)
	$ 162,403	$ 404,580

NOTE N- RELATED PARTY

During the year ended December 31, 2015, the Organization had a Board Member who is on the Board of a financial institution whose trust department manages the Organization's endowment fund trust.

During the years ended December 31, 2015 and 2014 the Organization had a Board Member who is the CEO of a granting agency. The Organization received $55,929 and $87,083 in revenue from the Board Members agency during the year ended December 31, 2015 and 2014, respectively.

During the years ended December 31, 2015 and 2014, the Organization had a Board Member that is an officer of a financial institution at which the Organization has a Certificate of Deposit in the amount of $250,000.

NOTE O- COMMITMENTS AND CONTINGENCIES

The Organization is the recipient of grants and other third party reimbursement funds that are subject to special compliance audits by the granting agency and other third party agencies that provide these reimbursements. The results of these audits may result in disallowed expense amounts. Disallowed amounts, if any, would constitute a contingent liability of the Organization. Accordingly, such liabilities are not reflected in the financial statements. The Organization does not believe any contingent liabilities, if any to be material.

NOTE O- COMMITMENTS AND CONTINGENCIES (continued)

Lines of credit

The Organization has unsecured lines of credit totaling $200,000 and $50,000 at December 31, 2015 and 2014, respectively, with annual interest rates ranging from 9.15% to 14.99%. Total borrowings were $2,465 and $8,763 at December 31, 2015 and 2014, respectively.

Construction Contracts

In 2014, the Organization entered into a contract for the enclosure of the Riverview club gym. The contract price was $521,086. As of December 31, 2015 this contract was completed and has been paid in full.

NOTE P – SUBSEQUENT EVENTS

Subsequent to the year ended December 31, 2015, the Organization received a contribution of $2,500,000 for renovations to a club in Hillsborough County. The project is estimated to cost $1,500,000 and the remaining funds will be placed in an endowment fund to benefit the club.

Management has evaluated subsequent events through June 1, 2016, the date the financial statements were available to be issued.

STATE SINGLE AUDIT REPORTS

BOYS & GIRLS CLUBS OF TAMPA BAY, INC.
SCHEDULE OF EXPENDITURES OF STATE PROJECTS
YEAR ENDED DECEMBER 31, 2015

Description GRANTOR/PASS-THROUGH GRANTOR/ PROGRAM TITLE	State CFSA #	Contract #		State Expenditures
STATE ASSISTANCE:				
State of Florida Department of Juvenile Justice:				
Passed Though Florida Alliance of Boys and Girls Clubs				
Delinquency Prevention	80.029	V2039	$	257,510
Passed Though University Area Community Development Corporation				
Prodigy Cultural Arts Program	80.029	X1573-A6		406,686
Total State of Florida Department of Juvenile Justice				664,196
State of Florida Department of Education:				
Passed Though Florida Alliance of Boys and Girls Clubs				
Mentoring/Student Assistance Initiatives	48.068	37P-96449-4Q001		234,467
Total State of Florida Department of Education				234,467
Total State Projects			$	898,663

Read Report of Independent Certified Public Accountants.
See accompanying notes to Schedule of Expenditures of State Projects.

NOTE 1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of state projects includes the state grant activity of Boys & Girls Clubs of Tampa Bay, Inc. (the Organization) and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of *Chapter 10.650 Rules of the Auditor General,* State of Florida. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the presentation of, the basic financial statements.

REEDER & ASSOCIATES, PA
Certified Public Accountants

REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS 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 Boys & Girls Clubs of Tampa Bay, Inc.
Tampa, 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 Boys & Girls Club of Tampa Bay, Inc. (the Organization), which comprise the statement of financial position as of December 31, 2015, and the related statements of activities and change in net assets, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated June 1, 2016.

Internal Control Over Financial Reporting

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

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

3339 W. Bearss Ave. ▪ Tampa, FL 33618 ▪ Phone: (813) 908-5310 ▪ Fax: (813) 908-5402

Compliance and Other Matters

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

Purpose of this Report

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

Reeder & Associates, PA

Certified Public Accountants
June 1, 2016

REEDER & ASSOCIATES, PA
Certified Public Accountants

REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR STATE PROJECT AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH *CHAPTER 10.650 RULES OF THE AUDITOR GENERAL, STATE OF FLORIDA*

To Boys & Girls Clubs of Tampa Bay, Inc.
Tampa, Florida

Report on Compliance for Each Major State Project

We have audited Boys & Girls Clubs of Tampa Bay, Inc.'s (the Organization) compliance with the types of compliance requirements described in the Florida Department of Financial Services' State Project's Compliance Supplement that could have a direct and material effect on each of the Organization's major state projects for the year ended December 31, 2015. The Organization's major state projects are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its state projects.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Organization's major state projects based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and Chapter 10.650 Rules of the Auditor General, State of Florida. Those standards, and Chapter 10.650 Rules of the Auditor General, State of Florida, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major state project occurred. An audit includes examining, on a test basis, evidence about the Organization's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major state project. However, our audit does not provide a legal determination of the Organization's compliance.

Opinion on Each Major State Project

In our opinion, the Organization complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state projects for the year ended December 31, 2015.

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Member: *American Institute of Certified Public Accountants ▪ Florida Institute of Certified Public Accountants*
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Report on Internal Control Over Compliance

Management of the Organization is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Organization's internal control over compliance with the types of requirements that could have a direct and material effect on each major state project to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major state project and to test and report on internal control over compliance in accordance with Chapter 10.650, Rules of the Auditor General, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of Chapter 10.650, Rules of the Auditor General. Accordingly, this report is not suitable for any other purpose.

Reeder & Associates, PA

Certified Public Accountants
June 1, 2016

BOYS & GIRLS CLUBS OF TAMPA BAY, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2015

A. SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unmodified opinion on the basic financial statements of Boys & Girls Clubs of Tampa Bay, Inc. (the Organization).

2. There were no significant deficiencies disclosed during the audit of the basic financial statements.

3. No instances of noncompliance material to the basic financial statements of the Organization were disclosed during the audit of the basic financial statements.

4. There were no significant deficiencies disclosed during the audit of the major state project.

5. The auditor's report on compliance for the major state project for the Organization expresses an unmodified opinion.

6. There were no audit findings relative to the major state project of the Organization.

7. The programs tested as major projects included:

State:
Florida Department of Juvenile Justice
80.029 Delinquency Prevention

The threshold for distinguishing Type A and Type B programs/projects was $269,599 for state projects.

B. FINDINGS – FINANCIAL STATEMENTS AUDIT
NONE

C. FINDINGS AND QUESTIONED COSTS – MAJOR STATE PROJECTS AUDIT
NONE

D. OTHER ISSUES
NONE

E. PRIOR YEAR FINDINGS
2014-001. Bank reconciliations.

Condition: Bank statements in some instances were accumulated for several months before they were reconciled to the general ledger.

Corrective Action: Procedures requiring the completion of bank reconciliations on all cash accounts on a monthly basis with appropriate review and approval have be implemented.

F. MANAGEMENT LETTER (Chapter 10.650, Rules of the Auditor General, State of Florida)
NO ITEMS REQUIRED TO BE REPORTED

BOYS & GIRLS CLUBS OF TAMPA BAY, INC.
CORRECTIVE ACTION PLAN
YEAR ENDED DECEMBER 31, 2015

Boys & Girls Clubs of Tampa Bay, Inc. respectfully submits the following corrective action plan for the year ended December 31, 2015.

Contact person responsible for corrective action:

Mr. Chris Letsos
President
Boys & Girls Clubs of Tampa Bay, Inc.
1307 N. MacDill Ave.
Tampa, FL 33607

The findings from the December 31, 2015 Schedule of Findings and Questioned Costs are discussed below. The findings are lettered consistently with the letter assigned in the Schedule of Findings and Questioned Costs.

A. SUMMARY OF AUDIT RESULTS

This section does not include any findings and is therefore not addressed.

B. FINDINGS – FINANCIAL STATEMENT AUDIT

NONE

C. FINDINGS – MAJOR STATE PROJECTS AUDIT

NONE

D. OTHER ISSUES

NONE

E. PRIOR YEAR FINDINGS

2014-001. Bank statements in some instances were accumulated for several months before they were reconciled to the appropriate general ledger accounts.

This finding has been corrected. A review and approval process of the bank reconciliation process has been implemented. The Organization is up-to-date on bank reconciliations. No further corrective action is needed.

OTHER INFORMATION

BOYS & GIRLS CLUBS OF TAMPA BAY, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2015

Description	Federal CFDA #	Contract #	Federal Expenditures
GRANTOR/PASS-THROUGH GRANTOR/ PROGRAM TITLE			
FEDERAL ASSISTANCE:			
U.S. Department of Housing and Urban Development:			
Community Development Block Grant			
Passed Through City of Plant City			
Comprehensive Youth Development	14.218		$ 18,779
Total U.S. Department of Housing and Urban Development			18,779
U.S. Department of Justice:			
Passed Through Boys & Girls Clubs of America. Inc.			
Juvenile Mentoring Program			
National Youth Mentoring Program	16.726	2014-JU-FX-0018	80,000
Total U.S. Department of Justice			80,000
U.S. Department of Education:			
21st Century Community Learning			
Passed Through Florida Department of Education	84.287	29N-2441-1PCC1	353,469
Total U.S. Department of Education			353,469
U.S. Department of Health and Human Services			
Community Services Block Grant			
Passed Through Hillsborough County Health and Social Services Department			
Countywide Youth Annual Membership Grant	93.569	12SB-8G-08-39-01-010	77,974
Total U.S. Department of Health and Human Services			77,974
U.S. Department of Agriculture:			
Passed Though Florida Department of Health Bureau of Child Nutrition			
Afterschool Snack Program	10.558	A-1081 2014-2015	63,759
Afterschool Snack Program	10.558	A-1081 2015-2016	41,801
Afterschool Supper Program	10.558	A-1081 2015-2016	57,905
Total U.S. Department of Agriculture			163,465
Total Federal Programs			$ 693,687

Note to Schedule:

The Organization has not expended more than $750,000 in federal awards, therefore, this Schedule of Expenditures of Federal Awards is not required by Uniform Guidance but is presented as other supplementary information.

Read Report of Independent Certified Public Accountants.