



SELF RELIANCE, INC.

FINANCIAL STATEMENTS

FOR THE YEARS ENDED SEPTEMBER 30, 2021 AND 2020

SELF RELIANCE, INC.
FINANCIAL STATEMENTS
SEPTEMBER 30, 2021 AND 2020

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REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

Board of Directors
Self Reliance, Inc.
Tampa, Florida

We have audited the accompanying financial statements of Self Reliance, Inc. (a nonprofit organization), which comprise the statements of financial position as of September 30, 2021 and 2020, and the related statements of activities and changes in net assets, statements of functional expenses, and statements of cash flows for the years 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 audits. We conducted our audits 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 of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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 entity'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 entity'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.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Self Reliance, Inc. as of September 30, 2021 and 2020, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 5, 2022, 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.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedule of expenditures of financial 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
January 5, 2022

SELF RELIANCE, INC.
STATEMENTS OF FINANCIAL POSITION
SEPTEMBER 30, 2021 AND 2020

	<u>2021</u>	<u>2020</u>
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 82,389	\$ 63,273
Grants and contracts receivable	131,934	223,101
Prepaid expenses	<u>4,927</u>	<u>4,673</u>
Total Current Assets	219,250	291,047
Property and equipment, net of accumulated depreciation	<u>433,154</u>	<u>450,555</u>
Total Assets	<u><u>\$ 652,404</u></u>	<u><u>\$ 741,602</u></u>
LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts payable	\$ 6,255	\$ 52,753
Accrued expenses	21,099	29,830
Deferred revenue	-	11,200
Current portion of long-term debt	<u>15,294</u>	<u>97,862</u>
Total Current Liabilities	42,648	191,645
Long-term debt	<u>69,440</u>	<u>-</u>
Total Liabilities	<u>112,088</u>	<u>191,645</u>
Net Assets		
Without donor restrictions:		
Undesignated	191,896	197,264
Invested in property and equipment	<u>348,420</u>	<u>352,693</u>
Total Net Assets Without Donor Restrictions	540,316	549,957
With donor restrictions	<u>-</u>	<u>-</u>
Total Net Assets	<u>540,316</u>	<u>549,957</u>
Total Liabilities and Net Assets	<u><u>\$ 652,404</u></u>	<u><u>\$ 741,602</u></u>

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

SELF RELIANCE, INC.
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEARS ENDED SEPTEMBER 30, 2021 AND 2020

	<u>2021</u>	<u>2020</u>
CHANGES IN NET ASSETS WITHOUT DONOR RESTRICTIONS:		
Revenue and Support		
Federal and state grants and contracts	\$ 795,983	\$ 1,022,657
Local grants and contracts	18,760	18,136
Contributions	8,282	10,231
Interpreter services	60,275	28,249
Other revenue	11,200	-
Interest income	61	149
	<u>894,561</u>	<u>1,079,422</u>
Total Revenues and Support Without Donor Restrictions	<u>894,561</u>	<u>1,079,422</u>
Expenses		
<i>Program Services</i>		
Independent Living	772,540	976,420
	<u>772,540</u>	<u>976,420</u>
Total Program Services	<u>772,540</u>	<u>976,420</u>
<i>Support Services</i>		
Administrative	112,662	114,248
Fundraising	19,000	24,000
	<u>131,662</u>	<u>138,248</u>
Total Support Services	<u>131,662</u>	<u>138,248</u>
Total Expenses	<u>904,202</u>	<u>1,114,668</u>
Change in Net Assets Without Donor Restrictions	(9,641)	(35,246)
NET ASSETS, BEGINNING OF YEAR	<u>549,957</u>	<u>585,203</u>
NET ASSETS, END OF YEAR	<u><u>\$ 540,316</u></u>	<u><u>\$ 549,957</u></u>

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

SELF RELIANCE, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Program Services	Support Services			Total Expenses
		Administrative	Fundraising	Total	
Salaries and wages	\$ 288,709	\$ 67,722	\$ -	\$ 67,722	\$ 356,431
Payroll taxes	22,013	5,163	-	5,163	27,176
Employee benefits	72,386	16,979	-	16,979	89,365
 Total salaries and related expenses	 383,108	 89,864	 -	 89,864	 472,972
Assistance to individuals	199,624	-	-	-	199,624
Contract services	16,250	-	-	-	16,250
Professional fees	34,956	4,957	19,000	23,957	58,913
Occupancy costs	19,429	4,557	-	4,557	23,986
Telephone and IT costs	8,401	1,970	-	1,970	10,371
Insurance	9,749	2,287	-	2,287	12,036
Travel, transportation and training	1,474	346	-	346	1,820
Community events	2,107	-	-	-	2,107
Interpreter services	56,401	-	-	-	56,401
Equipment rental and maintenance	3,830	899	-	899	4,729
Small equipment costs	727	170	-	170	897
Office supplies and expenses	4,099	962	-	962	5,061
Public outreach	4,035	-	-	-	4,035
Dues and fees	2,178	511	-	511	2,689
 Total expenses before interest and depreciation	 746,368	 106,523	 19,000	 125,523	 871,891
Interest	3,717	872	-	872	4,589
Depreciation	22,455	5,267	-	5,267	27,722
 Total expenses	 <u>\$ 772,540</u>	 <u>\$ 112,662</u>	 <u>\$ 19,000</u>	 <u>\$ 131,662</u>	 <u>\$ 904,202</u>

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

SELF RELIANCE, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Program Services	Support Services			Total Expenses
		Administrative	Fundraising	Total	
Salaries and wages	\$ 360,523	\$ 73,842	\$ -	\$ 73,842	\$ 434,365
Payroll taxes	26,938	5,517	-	5,517	32,455
Employee benefits	68,268	13,982	-	13,982	82,250
 Total salaries and related expenses	 455,729	 93,341	 -	 93,341	 549,070
Assistance to individuals	351,904	-	-	-	351,904
Contract services	16,250	-	-	-	16,250
Professional fees	32,897	5,433	24,000	29,433	62,330
Occupancy costs	21,763	4,457	-	4,457	26,220
Telephone and IT costs	8,361	1,713	-	1,713	10,074
Insurance	5,458	1,118	-	1,118	6,576
Travel, transportation and training	3,417	700	-	700	4,117
Community events	13,287	-	-	-	13,287
Interpreter services	26,848	-	-	-	26,848
Equipment rental and maintenance	4,331	887	-	887	5,218
Small equipment costs	2,275	466	-	466	2,741
Office supplies and expenses	4,736	970	-	970	5,706
Public outreach	3,960	-	-	-	3,960
Dues and fees	1,518	311	-	311	1,829
 Total expenses before interest and depreciation	 952,734	 109,396	 24,000	 133,396	 1,086,130
Interest	4,401	902	-	902	5,303
Depreciation	19,285	3,950	-	3,950	23,235
 Total expenses	 <u>\$ 976,420</u>	 <u>\$ 114,248</u>	 <u>\$ 24,000</u>	 <u>\$ 138,248</u>	 <u>\$ 1,114,668</u>

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

SELF RELIANCE, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED SEPTEMBER 30, 2021 AND 2020

	<u>2021</u>	<u>2020</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ (9,641)	\$ (35,246)
<i>Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:</i>		
Depreciation	27,722	23,235
(Increase) decrease in grants and contracts receivable	91,167	(109,640)
(Increase) decrease in prepaid expenses	(254)	(688)
Increase (decrease) in accounts payable	(46,498)	46,818
Increase (decrease) in accrued expenses	(8,731)	484
Increase (decrease) in deferred revenue	(11,200)	-
Total Adjustments	52,206	(39,791)
Net Cash Provided (Used) by Operating Activities	42,565	(75,037)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	(10,321)	(22,577)
Net Cash Provided (Used In) Investing Activities	(10,321)	(22,577)
CASH FLOWS FROM FINANCING ACTIVITIES		
Principal payments on long-term debt	(13,128)	(13,629)
Net Cash Provided (Used In) Financing Activities	(13,128)	(13,629)
Net Increase (Decrease) in Cash	19,116	(111,243)
Cash and cash equivalents, beginning of year	63,273	174,516
Cash and cash equivalents, end of year	<u>\$ 82,389</u>	<u>\$ 63,273</u>
Non-cash and supplemental disclosure of cash flow information		
Cash paid for interest	<u>\$ 4,589</u>	<u>\$ 5,303</u>
Disposal of fully depreciated property and equipment	<u>\$ -</u>	<u>\$ 7,980</u>
Refinanced debt	<u>\$ 84,734</u>	<u>\$ -</u>

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

SELF RELIANCE, INC.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021 AND 2020

NOTE A- DESCRIPTION OF ORGANIZATION

Self Reliance, Inc. ("the Organization") is a nonprofit entity incorporated on December 19, 1978 under the laws of the State of Florida to provide services to children and adults with disabilities in Hillsborough County, Florida. Mandated by the federal government as one of sixteen Centers for Independent Living in the State of Florida, the Organization provides five core services to individuals with disabilities:

- Advocacy
- Peer Support and mentoring
- Independent living skills training
- Information and referral
- Transition services

The mission of the Organization is to promote independence by empowering people with disabilities and improving the communities in which we live.

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:

Net assets without donor restrictions - Net assets that are not subject to donor-imposed stipulations, including restricted contributions whose restrictions are met in the same reporting period.

Net assets with donor restrictions - 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, 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.
- are 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.

The Organization did not have any net assets with donor restrictions as of September 30, 2021 and 2020.

Estimates

The preparation of the financial statements in conformity with 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.

Read Report of Independent Certified Public Accountants.

SELF RELIANCE, INC.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021 AND 2020

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Cash and Cash Equivalents

The Organization considers currency on hand, demand deposits and money market funds as cash and cash equivalents.

Grants and Contracts Receivable

Grants and contracts receivable result from services which have been provided pursuant to the Organization's grants and contracts, but for which reimbursement has not yet been received at September 30, 2021 and 2020. No allowance was set up for federal and state grants 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 September 30, 2021 and 2020.

Property and Equipment

Acquisitions of property and equipment are capitalized, recorded at historical cost, and depreciated using the straight-line method over the estimated useful lives ranging from 5 to 39 years. Acquisitions of property and equipment with a cost in excess of \$1,000 are capitalized. Maintenance and repairs are charged to operations when incurred. When property and equipment is sold or otherwise disposed of, the asset account and related accumulated depreciation account are relieved, and any gain or loss is included in earnings.

Federal and State Grants and Contracts

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. Revenues are subject to audit by the grantor and, if the examination results in a disallowance of any expenditure, repayment could be required. As of September 30, 2021, federal and state grants and contracts were 89% of total revenue, with 100% of the funding from three agencies (47%, 46% and 7%, respectively). As of September 30, 2020, federal and state grants and contracts were 95% of total revenue, with 100% of the funding from four agencies (36%, 35%, 15% and 14%, respectively).

Functional Allocation of Expenses

Expenses are shown by natural expense classification and function in the accompanying statement of functional expenses for each year presented. Expenses that are attributable to more than one program or supporting function are allocated on a reasonable basis that is consistently applied. Allocations are based on direct usage or management's estimate of the benefit derived by each activity. Management's estimates may be based on factors such as time and effort, square footage, clients served, or any other reasonable basis. The expenses that are allocated on the basis of estimates of time and effort are salaries, wages, employee benefits and payroll taxes. Occupancy, maintenance, insurance, utilities and depreciation are allocated on a square footage basis. Client assistance and program supplies are allocated on the basis of clients served.

Read Report of Independent Certified Public Accountants.

SELF RELIANCE, INC.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021 AND 2020

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Income Tax Status

The Organization is exempt from federal 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. Accordingly, no provision for income taxes has been reflected in the accompanying financial statements. The Organization accounts for uncertain tax positions, if any, in accordance with ASC Section 740.

Management is not aware of any activities that would jeopardize the organization's tax-exempt status. The Organization is not aware of any tax positions that it has taken that are subject to a significant degree of uncertainty. The Organization believes it is no longer subject to income tax examinations for fiscal years ending prior to September 30, 2018.

Fair Value of Financial Instruments

Professional standards require disclosure of an estimate of fair value of certain financial instruments. The Organization's significant financial instruments are cash, grants and contracts receivable and other short-term liabilities. For these financial instruments, carrying values approximate fair value.

Concentration of Credit Risk

Financial instruments which potentially subject the Organization to concentrations of credit risk consist principally of cash, money market funds, and certificates of deposit. The Organization places its deposits with creditworthy, high quality financial institutions. The Organization has not experienced any losses from its deposits. The Organization's deposits held with financial institutions did not exceed federally insured limits of \$250,000 as of September 30, 2021 and 2020.

NOTE C – LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The following reflects the Organization's financial assets as of the statement of financial position date. These financial assets are required to be reduced by those not available for general use within one year of the statement of financial position date:

	<u>2021</u>	<u>2020</u>
Financial assets:		
Cash and cash equivalents	\$ 82,389	\$ 63,273
Grants and contracts receivable	<u>131,934</u>	<u>223,101</u>
	<u>214,323</u>	<u>286,374</u>
Less those unavailable for general expenditure within one year	<u>-</u>	<u>-</u>
Financial assets available to meet cash needs for general expenditures within one year	<u><u>\$ 214,323</u></u>	<u><u>\$ 286,374</u></u>

Read Report of Independent Certified Public Accountants.

SELF RELIANCE, INC.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021 AND 2020

NOTE C – LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS (continued)

The Organization structures its financial assets to be available as its general expenditures, liabilities, and other obligations come due and strives to operate within a prudent range of financial soundness and stability, maintain adequate liquid assets to fund near-term operating needs, and maintain sufficient reserves to provide reasonable assurance that any long-term obligations will be discharged. Financial assets in excess of daily cash requirements may be invested in certificates of deposit, money market funds or other short-term investments.

The Organization receives grants and contributions restricted by donors. The Organization considers grants and contributions restricted for programs which are ongoing, major, and central to its annual operations to be available to meet cash needs for general expenditures.

NOTE D – PROPERTY AND EQUIPMENT

Property and equipment, at costs, at September 30,:

	<u>2021</u>	<u>2020</u>
Land	\$ 156,198	\$ 156,198
Building	320,195	320,195
Building improvements	171,555	164,152
Furniture and equipment	2,750	2,750
Computer equipment and software	<u>36,865</u>	<u>33,947</u>
Total Property and Equipment	687,563	677,242
Less: Accumulated Depreciation	<u>(254,409)</u>	<u>(226,687)</u>
Net Property and Equipment	<u>\$ 433,154</u>	<u>\$ 450,555</u>

NOTE E – LONG-TERM DEBT

The Organization's obligations under long-term debt consist of the following at September 30:

	<u>2021</u>	<u>2020</u>
Note payable to bank, \$1,600 total monthly payments including interest of 4.95% due September 2026, secured by real estate	\$ 84,734	\$ -
Note payable to bank, \$1,078 total monthly payments including interest of 4.95% due September 2021, secured by real estate	<u>\$ -</u>	<u>\$ 97,862</u>
\$	84,734	97,862
Less amounts due within one year	<u>(15,294)</u>	<u>(97,862)</u>
	<u>\$ 69,440</u>	<u>\$ -</u>

Read Report of Independent Certified Public Accountants.

SELF RELIANCE, INC.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021 AND 2020

NOTE E – LONG-TERM DEBT (continued)

Future scheduled maturities of long-term debt are as follows:

For the years ending December 31:

2022	\$ 15,294
2023	15,468
2024	16,900
2025	17,772
2026	<u>19,300</u>
Total	<u>\$ 84,734</u>

NOTE F – LEASES

The Organization leases certain office equipment under various non-cancellable operating leases that expire through fiscal year 2025. The following is a schedule by year of future minimum lease payments required under such operating leases which have initial or remaining non-cancelable lease terms as of September 30, 2021:

September 30,

2022	\$ 3,480
2023	1,200
2024	1,200
2025	702

Rent expense incurred for such equipment totaled \$4,729 in fiscal year 2021 and \$5,218 in fiscal year 2020.

NOTE G – RETIREMENT PLAN

The Organization has a 401(k) tax-deferred retirement plan that is available to qualifying employees. Employees over the age of twenty-one who have been employed over ninety days are eligible to participate. Annually, the Board of Directors approves the amount of the matching contribution which is based on available funding. Employees vest 100% in the employer match after 1,000 hours of service. Employer contributions made to the plan were \$11,841 and \$11,822 for the years ended September 30, 2021 and 2020, respectively.

Read Report of Independent Certified Public Accountants.

SELF RELIANCE, INC.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021 AND 2020

NOTE H – COMMITMENTS AND CONTINGENCIES

The Organization receives reimbursement funds from government agencies that are subject to special compliance audits by the 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 to the Organization. Accordingly, such liabilities are not reflected in the financial statements. The Organization does not believe there are any contingent liabilities as of the year ended September 30, 2021.

NOTE I - SUBSEQUENT EVENTS

As a result of the spread of the COVID-19 Coronavirus, economic uncertainties have arisen which are likely to negatively impact revenue and support. The Organization has been responsive to the COVID-19 crisis including providing clients virtual services. As the Organization continues to evaluate its response and the community's response to COVID-19, there could be additional impact which is unknown at this time.

Management has evaluated subsequent events through January 5, 2022, the date the financial statements were available to be issued.

Read Report of Independent 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**

Board of Directors of
Self Reliance, 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 Self Reliance, Inc. (a nonprofit organization), which comprise the statement of financial position as of September 30, 2021, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated January 5, 2022.

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 opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control.

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

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

Compliance and Other Matters

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

Purpose of this Report

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

Reeder & Associates, PA

Certified Public Accountants
January 5, 2022

SUPPLEMENTARY INFORMATION

SELF RELIANCE, INC.
SCHEDULE OF EXPENDITURES OF FINANCIAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

Federal Agency/ Pass-through Grantor/ State Match	Federal CFDA #	Agency or Pass-through Number	Federal Expenditures	State of Florida Match Expenditures	Total Expenditures
FEDERAL ASSISTANCE:					
U.S. Department of Education					
Passed through from the State of Florida, Department of Vocational Rehabilitation					
Independent Living State Grants	93.369	19-112	\$ 208,346	\$ 60,680	\$ 269,026
Independent Living State Grants	93.369	22-114	69,455	27,729	97,184
Total U.S. Department of Education			277,801	88,409	366,210
U.S. Department of Health and Human Services					
Direct Program					
ACL Centers for Independent Living	93.432	2008FLILCL-00	259,067	-	259,067
ACL Centers for Independent Living	93.432	2008FLILC3-00	112,934	-	112,934
Total U.S. Department of Health and Human Services			372,001	-	372,001
Total Expenditures of Federal Awards and State Matching Funds Awards			\$ 649,802	\$ 88,409	\$ 738,211

Note to Schedule:

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

Read Report of Independent Certified Public Accountants.

SELF RELIANCE, INC.
SCHEDULE OF EXPENDITURES OF FINANCIAL AWARDS, CONTINUED
FOR THE YEAR ENDED SEPTEMBER 30, 2021

State Agency/ Pass-through Grantor/ State Project	State CSFA	Contract or Pass-through Number	Total Expenditures
Florida Housing Finance Corporation Passed through from County of Hillsborough, Florida State Housing Initiatives Partnership Program (SHIP)	40.901	N/A	<u>57,772</u>
Total Expenditures of State Projects			<u>\$ 57,772</u>

Note to Schedule:

The Organization has not expended more than \$750,000 in state projects, therefore, this schedule is not required by *Chapter 10.650 Rules of the Auditor General*, State of Florida but is presented as other supplementary information.

Read Report of Independent Certified Public Accountants.