SHARON BAPTIST BOARD OF DIRECTORS, INC.

FINANCIAL STATEMENTS AND SINGLE AUDIT REPORTS
(With New York City Department of Education
Division of Early Childhood Education
Early Learn Program Supplemental Schedules)

For the years ended June 20, 2020

SHARON BAPTIST BOARD OF DIRECTORS, INC.
1925 BATHGATE AVENUE
BRONX, NEW YORK 10457
TEL (718) 466-1604

FINANCIAL STATEMENTS
WITH
SUPPLEMENTAL SCHEDULES

BUDGET PERIOD: JULY 1, 2020, TO JUNE 30, 2021

AUDIT PERIOD: - JULY 1, 2020, TO JUNE 30, 2021

STARTING DATE OF AUDIT: DECEMBER 9, 2020

ENDING DATE OF AUDIT: MAY 26, 2022

ALLAN S. JOSEPH
CERTIFIED PUBLIC ACCOUNTANTS
5 HANOVER SQUARE, SUITE 1902
NEW YORK, NY 10004

SHARON BAPTIST BOARD OF DIRECTORS, INC.

TABLE OF CONTENTS
JUNE 30, 2021

SHARON BAPTIST BOARD OF DIRECTORS, INC.

TABLE OF CONTENTS
JUNE 30, 2021

COMPLIANCE AND INTERNAL ACCOUNTING CONTROL SECTION:

INDEPENDENT AUDITORS' REPORT

Board of Directors
Sharon Baptist Board of Directors, Inc.
1925 Bathgate Avenue
Bronx, New York 10457

Attention: Board of Directors,

Report on the Financial Statements

We have audited the accompanying consolidated financial statements of Sharon Baptist Board of Directors, Inc., (a nonprofit organization) which comprise the consolidated statement of financial position as of June 30, 2021, and the related consolidated statements of activities, 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 consolidated 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 consolidated 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 consolidated 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 consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud and error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated 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 reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statement.

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

Opinions

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of Sharon Baptist Board of Directors, Inc. as of June 30, 2021, and the changes in net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Supplementary and Other Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The schedule of functional expenses on page 17 is presented for the purpose of additional analysis and is not a required part of the consolidated financial statemeut. The accompanying Schedule of Expenditures of Federal Awards on page 18 as required by the Title 2 U.S. Code of federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* is presented for purposes of additional analysis and is not a required part of the consolidated 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 consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlining accounting and other records used to prepare the consolidated financial statements or to the consolidated 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 consolidated financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated May 26, 2022, on our consideration of Sharon Baptist Board of Directors, Inc.'s internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is sole to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the effectiveness of Sharon Baptist Board of Directors, Inc.'s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standard* in considering Sharon Baptist Board of Directors, Inc.'s internal control over financial reporting and compliance.

Allan S. Joseph
....
Allan S. Joseph
Certified Public Accountants
5 Hanover Square, Suite 1902
New York, New York, 10004
May 26, 2022

SHARON BAPTIST BOARD OF DIRECTORS, INC.
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2021

ASSETS

		WITHOUT DONOR RESTRICTIOND		
		GOVERNMENT	**NON-GOVERNMENT**	**TOTAL**
CURRENT ASSETS				
CASH and CASH EQUIVALENTS (Note 2)	$	353,324 $	89,444 $	442,768
GRANT RECEIVABLE (Note 3)		332,683	-	332,683
DUE FROM SADLER (Note 4)		-	82,000	82,000
INTER PROGRAM RECEIVABLE (Note 5)		1,419	21,092	22,511
		-		
TOTAL CURRENT ASSETS	$	687,426 $	192,536 $	879,962
PROPERTY, PLANT and EQUIPMENT				
LAND	$	- $	340,000 $	340,000
BUILDING AND IMPROVEMENTS		-	5,341,627	5,341,627
ACCUMULATED DEPRECIATION		-	(2,409,034)	(2,409,034)
TOTAL PROPERTY, PLANT and EQUIPMENT (Note 6)	$	- $	3,272,593 $	3,272,593
TOTAL ASSETS	$	687,426 $	3,465,129 $	4,152,555
LIABILITIES AND NET ASSETS				
LIABILITIES				
ACCOUNTS PAYABLE (Note 7)	$	64,934 $	- $	64,934
ACCRUED EXPENSE (Note 8)		21,810	-	21,810
DEFERRED REVENUE (Note 9)		90,641	-	90,641
INTER PROGRAM PAYABLE (Note 5)		22,511	-	22,511
TOTAL LIABILITIES	$	199,896 $	- $	199,896
NET ASSETS				
WITHOUT DONOR RESTRICTIONS (Note 10)	$	487,530 $	3,465,129 $	3,952,659
TOTAL NET ASSETS (Note 10)	$	487,530 $	3,465,129 $	3,952,659
TOTAL LIABILITIES AND NET ASSETS	$	687,426 $	3,465,129 $	4,152,555

SHARON BAPTIST BOARD OF DIRECTORS, INC.
STATEMENT OF ACTIVITIES
JUNE 30, 2021

		GOVERNMENT		NON-GOVERNMENT		TOTAL
PUBLIC SUPPORT AND REVENUE						
Government Grants and Contracts						
NYC DOE - Early Learn	$	2,057,506	$	-	$	2,057,506
USDA/CACFP		210,316		-		210,316
HHS - HEAD START		5,206,646		-		5,206,646
Total Government Grants and Contracts		7,474,468		-		7,474,468
In-Kind		-		816,036		816,036
Parent Fees		-		-		-
Other Income		-		7,051		7,051
TOTAL SUPPORT AND REVENUE	$	**7,474,468**	$	**823,087**	$	**8,297,555**
EXPENSES:						
Program Services						
NYC DOE - Early Learn	$	2,057,506	$	-	$	2,057,506
USDA/CACFP		210,316		-		210,316
HHS - HEAD START		5,206,646		-		5,206,646
Total Program Services	$	7,474,468	$	-	$	7,474,468
Supporting Services						
Management and General	$	-	$	965,039	$	965,039
Total Supporting Services	$	-	$	965,039	$	965,039
TOTAL EXPENSES	$	**7,474,468**	$	**965,039**	$	**8,439,507**
Changes in Net Assets	$	-	$	(141,952)	$	**(141,952)**
Net Assets 07/01/2020	$	498,914	$	3,607,081	$	4,105,995
Prior Period Adjustments	$	(11,384)	$	-	$	(11,384)
NET ASSETS 06/30/2021	$	**487,530**	$	**3,465,129**	$	**3,952,659**

SHARON BAPTIST BOARD OF DIRECTORS, INC.
STATEMENT OF CASH FLOWS
FOR YEAR ENDED JUNE 30, 2021

Cash Flows from Operation Activities:		
Change in Net Assets	$	(141,952)
Adjustments to Prior Years Net Assets	$	(11,384)
Depreciation and Amortization	$	133,541
Decrease (Increase) in Assets:		
Change in Grants Receivable	$	144,917
Change in Accounts Payable		46,946
Change inAccrued Expenses		21,810
Change in Deferred Revenue		(11,442)
Change in Other Payable		(1,264)
Net Cash Provided from Operating Activities	$	181,172
Cash Flows from Investing Activities:	$	-
Cash Flows from Financing Activities:	$	-
Net Increase (Decrease) in Cash and Cash Equivalents	$	181,172
Cash and Cash Equivalents, Beginning of Year		261,596
Cash and Cash Equivalents, End of Year	$	442,768

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Background

Sharon Baptist Board of Directors, Inc. ("SBBD") is a community-based non-profit organization established to provide quality early childcare, education, health, nutrition, social services, and other related disciplines to children and their families. This is to be carried out regardless of race, creed, ethnicity, religion, or disability. Their goal is to create a comprehensive, multicultural service agency that guarantees satisfaction and is consistently responsive to the needs of the children, families, and their community.

Sharon Baptist Board of Directors, Inc.'s aim is to enhance the development of young children and their families to enable them to become independent, self confident, self sufficient, and in all manners healthy. We are constantly redefining our goals. Each year, we are confronted with different challenges. Whether it is substance abuse, welfare reform, child abuse, unqualified staff, or diversity, we are pro-active and determined to impose change.

Sharon Baptist Board of Directors, Inc.'s belief is that they must help enhance the social competence of the family by supporting the role of parents as the primary educators. Sharon Baptist Board of Directors, Inc. realizes parents possess the potential to dramatically influence their children's education and growth. The parents also possess the ability to improve their quality of life and the communities in which they reside. The parenting and leadership skills needed to fulfill this potential are becoming increasingly underdeveloped.

With the emphasis of returning the responsibilities of the family to the family, Sharon Baptist Board of Directors, Inc. has developed programs of empowerment that will equip the participant with the necessary tools to achieve self-sufficiency.

In carrying out the mission, the organization is supported by various Federal, State and Local government grants.

Sharon Baptist Board of Directors, Inc. was organized in the year 1969. During their forty-three years of operation, they have witnessed the destruction of the family, the deterioration of the community, the loss of self esteem, and an increase of poverty. They have seen the death of children's dreams. They now dwell with shortened life expectancy, their numerous experiences with police and despair. They have also seen families who have been able to maintain their dignity and progress with the assistance of the staff and programs we have provided. Most of the families are enrolled in the head start modality. Sharon Baptist Board of Directors, Inc.'s strength is head start, a federally funded anti-poverty program started in 1965. It is the only program designed to counteract poverty from that period that still exists today. They have served thousands of families. To counteract the negativity the families, encounter daily, Sharon Baptist Board of Directors, Inc. is constantly focusing their efforts on rebuilding the family. The programs they sponsor, Head Start and Day Care, are "two of the few credible institutions that retain the trust of the families."

Sharon Baptist Board of Directors, Inc.'s operating budget for the 7/1/2019 - 6/30/2020, program period was in excess of seven million dollars including Federal, Delegate, Grantee, State, City, and USDA/CACFP funding.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

B. Basis of Accounting

All public support and revenue are considered to be available for unrestricted use unless specifically restricted by the donor. The financial statements of Sharon Baptist Board of Directors have been prepared on the accrual basis. In the statement of financial position, assets and liabilities are presented in order of liquidity or conversion to cash and their maturity resulting in the use of cash, respectively.

C. Financial Statement Presentation

Sharon Baptist Board of Directors, Inc. reports information regarding its financial statements of financial position and activities according to the following net asset classifications:

Net Assets without donor restrictions: - Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of SBBD, Inc.

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

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statement of activities.

D. Cash and Cash Equivalents

SBBD considers all liquid debt instruments purchased with an original maturity of three months or less to be cash equivalents.

E. Government Contracts

Revenue from government contracts is recognized when reimbursable expenses are incurred under the terms of the contracts. Contract payments in excess of or less than qualified expenses are accounted for as due to/from government agencies or contracts receivable, respectively.

NOTE 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Cont'd)

F. Third Party Reimbursement and Revenue Recognition

SBBD receives substantially all its revenue for services provided to approved clients from third-party reimbursement agencies, primarily New York City Administration for Children Services and U.S. Department of Health and Human Services. These revenues are based on predetermined rates based on cost reimbursement principles and are subject to audit and retroactive adjustment by the respective third-party fiscal intermediary. The revenue for prior years earned as a result of these retroactive rate adjustments is recorded during the year the rates are finalized.

G. Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of functional expenditures, which all expenses incurred within the year. Accordingly, certain costs have been allocated programs and supporting services benefited. Such allocations are determined by management on an equitable basis.

H. Income Taxes

SBBD was incorporated in the State of New York and is exempt from Federal and state income taxes under Section 501 (c) (3) of the Internal Revenue Code and, therefore, had made no provision for income taxes in accompanying financial statements. In addition, SBBD has been determined by the Internal Revenue Service not to be a "private foundation" within the meaning of Section 509(a) of the Internal Revenue Code. There was no unrelated business income for 2021.

I. Use of Estimates

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

J. Concentration of Credit Risk

Financial instruments which potentially subject SBBD to concentration of credit risk consist primarily of cash and cash equivalents in excess of FDIC insurance limits. At various times during the year, SBBD may have cash deposits at financial institutions in excess of FDIC insurance limits. These financial institutions have strong credit rating and management believes that credit risk related to these accounts is minimal.

SBBD receives approximately 90% of its revenues from Federal funded programs. SBBD's exposure to credit risk is affected by the federal government's ability and desire to continue funding these programs in the future.

NOTE 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Cont'd)

K. Comparative Financial Information

The financial statements included certain prior year summarized comparative information. With respect to the statement of activities, the prior year information is presented in total, not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the SBBD's financial statements for the year ended June 30, 2021, from which the summarized information was derived.

L. Vacation and Sick Leave

GRANTEE PROGRAM

Employees are granted vacation leave at an average rate of one and two thirds' days (1 2/3) days each month. At June 30, 2021, the unrecorded and unfunded liability for Annual Vacation amounted to $182,149.

Employees are granted sick at the rate leave at an average rate of one (1) day each month with a maximum of twelve (12) days per year. Sick leaves are paid at the employee's salary rate at the time taken or when they leave the agency.

No provision for future liabilities has been made in the balance sheet. The agency recognizes sick leave as expenditure at the time it is used during the year. At June 30, 2021, the unrecorded and un-funded liability for sick leave amounted to $152,918.

EARLY LEARN

VACATION

Employees are granted vacation leave at an average rate of one and two thirds (1 2/3) days each month. At June 30, 2021, the unrecorded and unfunded liability for Annual Vacation amounted to $0.

SICK LEAVE

Employees are granted sick at the rate leave at an average rate of one (1) day each month with a maximum of twelve (12) days per year. Sick leaves are paid at the employee's salary rate at the time taken or when they leave the agency.

No provision for future liabilities has been made in the balance sheet. The agency recognizes sick leave as expenditure at the time it is used during the year. At June 30, 2021, the unrecorded and un-funded liability for sick leave amounted to $76,643.

NOTE 2: CASH AND CASH EQUIVALENTS

$442,768 represents Cash as of June 30, 2021.

CURRENT YEAR PROGRAM	TYPE OF ACCOUNT		BALANCE		INTEREST
CHASE JP MORGAN P.O. Box 659754 San Antonio, TX 78265-9754					
A/c # XXX-XXX0532	EL Checking	$	297,959	$	0
A/c# XXX-XXX2222	EFT Checking		354		0
A/c # XXX-XXX2595	Grantee Checking		19,116		0
A/c # XXX-XXX9203	Grantee Checking		35,216		0
TOTAL CHASE JP MORGAN		$	352,645	$	0
CAPITAL ONE BANK 151 East Fordham Road Bronx, NY 10468					
A/c# XXXXXX1181	Board Checking	$	59,394	$	0
A/c# XXXXXX2358	SB Kids Checking		27,490		0
TOTAL CAPITAL ONE BANK		$	86,884	$	0
CARVER FEDERAL SAVINGS BANK 1281 Fulton Street Brooklyn, NY 11216					
A/c # XXXXX6780	SBK Money Market	$	2,206	$	0
A/c # XXXXX0390	CACFP Checking		383		0
TOTAL CAVER FEDERAL SAVINGS BANK		$	2,589	$	0
PETTY CASH		$	650		
TOTAL PETTY CASH		$	650		
TOTAL CASH AND CASH EQUIVALENTS		**$**	**442,768**	$	**0**

Bank Charges totaling $185 are expensed in the Schedule of Other Costs General and Administrative.

There were no checks outstanding for a period of six months or longer.

The Agency maintains its Cash in Bank at a financial institution, which is covered by FDIC Insurance. Beginning December 31, 2010, through December 31, 2014, all noninterest–bearing transaction accounts are fully insured. Monet Market and NOW accounts are covered at the maximum FDIC insurance coverage of $250,000. Should the financial institution fail, the Agency will be at risk of losing amounts in excess of the respective FDIC coverage.

NOTE 3: GRANTS RECEIVABLE

$332,683 represents funds receivable from funding sources at June 30, 2021.

CURRENT YEAR PROGRAM

Early Learn	$	227,769
Grantee		51,742
New Grantee		20,834
Food Program		32,338
TOTAL GRANTS RECEIVABLE	**$**	**332,683**

Early Learn:

Current Year:		
Revenue:		
DOE Advances 6/30/2021	$	1,889,763
Total Revenue	$	1,889,763
Expenditures:		
Early Learn	$	(2,057,506)
Total Expenditures	$	(2,057,506
Due from DOE Current Year	$	(167,743)
Prior Year:		
Prior year Due from DOE	$	(458,541)
Subsequent receipts		398,515
Due to DOE Prior Year	$	(60,026)
TOTAL DUE TO/(FROM) DOE 6/30/2021	$	(227,769)

The Agency subsequently received $197,111 from DOE, $20,834 from Grantee, $51,742, from New Grantee and $32,338 from CACFP.

NOTE 4: DUE FROM SADLER

At June 30, 2021 Due from Sadler of $82,000 consists of:

Supreme Court of NY Judgment of Restitution	$	171,000
Claims made to Philadelphia Indemnity Insurance		(89,000)
BALANCE (Supreme Court Judgment Filed 7/28/2014)	$	82,000

NOTE 5: INTER PROGRAM RECEIVABLE AND PAYABLE

At June 30, 2021 the Agency had Inter Program Receivable and Payable of $22,511, which consists of:

Due to Food Program from Other Programs	$	1,419
Due to SB Kids from Other Programs		21,092
TOTAL INTER PROGRAM PAYABLE	$	**22,511**

NOTE 6: FIXED ASSETS

As of June 30, 2021, Fixed Assets consisted of the following:

FIXED ASSETS		COSTS		ACCUMULATED DEPRECIATION		BOOK VALUE
Land	$	340,000	$	0	$	340,000
Building and Improvements		5,341,627		(2,409,034)		2,932,593
TOTAL FIXED ASSETS	**$**	**5,681,627**	**$**	**(2,409,034)**	$	**3,272,593**

The current period Depreciation Expense is $133,725.

NOTE 7: ACCOUNTS PAYABLE

At June 30, 2021 the Agency had Accounts Payable of $64,934, which represents:

VENDOR	DATE PAID		AMOUNT		UNPAID BALANCE
Early Learn Program	7/13/21	$	14,969	$	0
New Grantee Head Start Program	7/13/21		41,256		0
FOOD PROGRAM	7/13/21		8,709		0
TOTAL ACCOUNTS PAYABLE		$	64,934	$	0

NOTE 8: ACCRUED EXPENSES

$21,810, represents Accrued Expenses as of June 30, 2021:

	DATE PAID		
Salaries	7/9/21	$	20,192
FICA	7/9/21		1,544
UIB	7/9/21		5
MCT	7/9/21		69
TOTAL ACCRUED EXPENSES		$	**21,810**

NOTE 9: DEFERRED REVENUE

$90,641, represents Deferred Revenue as of June 30, 2021:

Grantee Program	$	70,858
New Grantee Program		15,444
Food Program		4,339
TOTAL DEFERRED REVENUE	$	**90,641**

These amounts were subsequently applied.

NOTE 10: NET ASSETS

$3,952,659, represents Net Assets as of June 30, 2021:

Net Assets without donor restrictions, Beginning of Year	$	4,105,995
Prior period adjustments		(11,384)
Net Asset without donor restrictions, Beginning of Year	$	4,094,611
Change in Net Assets without donor restrictions		(141,952)
NET ASSETS WITHOUT DONOR RESTRICTIONS, END OF YEAR	**$**	**3,952,659**

NOTE 11: REVENUE

$8,297,555, represents Total Revenue as of June 30, 2021:

		Amount
Grant Income	$	7,474,468
In-kind Contribution		816,036
Other Income		7,051
TOTAL REVENUES	**$**	**8,297,555**

NOTE 12: PENSION PLAN

Sharon Baptist Board of Directors, Inc. provides a tax shelter annuity plan that covers all employees meeting special age and length of service requirements. The plan has an option not to contribute depending on cash availability and management's decision. Pension expense during the period ended June 30, 2021, was $356,175.

NOTE 13: COMMITMENTS AND CONTINGENCIES

The Board of Directors of Sharon Baptist Board of Directors, Inc. has disclosed an irregularity related to the S.B. Kids Program, relating to prior periods involving the former Board Chairperson. Checks in the amount of approximately $275,000 were made payable to him from the S.B. Kids account. The Board of Directors upon discovery notified all funding sources, their financial institution, filed a police report, removed him from the Board and removed his name as signatory from all accounts.

The Bronx District Attorney subsequently brought a case against the former Board Chairman, Mr. Rufus Saddler who pleaded guilty to Petit Larceny and on July 28, 2014, was ordered to pay restitution of $171,000 of which $89,000 was paid by the insurer, Philadelphia Indemnity Insurance Company on April 4, 2014. The Judgment Order of Restitution was filed for the $82,000 in the New York State Supreme Court.

NOTE 14: COST ALLOCATION

The agency allocates its cost based on a written Cost Allocation plan to document the Methods and Cost Drivers used to allocate all joint cost between programs.

NOTE 15: RELATED PARTIES

The Agency has no related party transactions.

NOTE 16: PAYROLL DISTRIBUTION

DOE Head Start Audit Guidelines requires that an Administrative Payroll Distribution and Floor Check on a surprise basis be performed. A surprise payroll observation was not performed. However, we performed alternative audit procedures to ensure that salaries were paid to bona fide employees. No exceptions were noted.

NOTE 17: BOARD OF DIRECTORS MINUTES

The minutes of the Board of Directors, Inc.'s meetings for the period July 1, 2020, through June 30, 2021, were reviewed. In our opinion, the Board is actively participating in the Program's activities.

NOTE 18: TAXES

The quarterly tax returns (941's, State and City withholding taxes and unemployment insurance) were properly filed by the Agency and have been reconciled to the books of the Agency.

NOTE 19: LEASE COMMITMENTS

DOE EARLY LEARN PROGRAM

On July 1, 2004, Sharon Baptist Church Head Start, Inc., (Sharon Baptist Board of Directors, Inc., DOE Early Learn Head Start Program) and 1986 F & S Burnside, Inc., entered in a lease agreement for a ten (10) year period commencing July 1, 2004, and expiring on June 30, 2021. This space is located at 279 - 281 East Burnside Avenue, Bronx, New York 10456. The annual rent is $273,654 payable in monthly installments of $22,804.50. Rent expense for the period ended June 30, 2021, is $273,654.

The Agency is negotiating a new lease while operating on a month-to-month basis.

NOTE 20: CENTRALLY PAID COSTS

None

NOTE 21: CHANGES IN ACCOUNTING PRINCIPLE

During the year ended June 30, 2021, Sharon Baptist Board of Directors, Inc. adopted Accounting Standards Update (ASU) 2016-14, *Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities*. A summary of the changes is as follows

Statement of Financial Position

- The statement of financial position distinguishes between two new classes of net assets – those with donor-imposed restrictions and those without. This is a change from the previously required three classes of net assets – unrestricted, temporarily restricted and permanently restricted.

Notes to the Financial Statements

- Enhanced quantitative and qualitative disclosures provide additional information useful in assessing liquidity and cash flows available to meet operating expenses for one year form the date of the statement of financial position.

This change had no impact on previously reported total change in net assets.

NOTE 22: FUTURE CHANGES IN ACCOUNTING PRINCIPLES

Not-for-Profit Accounting Standard for Grants and Contributions

On June 21, 2018, the Financial Accounting Standards Board (FASB) issued ASU 2018-08. This standard clarifies existing guidance on determining whether a transaction with a resource provider, e.g., the receipt of funds under a government grant or contract, is a contribution or an exchange transaction. The guidance requires all organizations to evaluate whether the resource provider is receiving commensurate value in transfer of assets transaction, and whether contributions are conditional or unconditional.

If commensurate value is received by the resource provider, the transaction would be accounted for as an exchange transaction by applying Topic 606, *revenue from Contract with Customers*, or other topics. The standard clarifies that a resource provider is not synonymous with the general public. Indirect benefit received by the public as a result of the assets transferred is not equivalent to commensurate value received by the resource provider. If commensurate value is not received by the resource provider, i.e., the transaction is nonexchange, the recipient organization would record the transaction as a contribution under Topic 958 and determine whether the contribution is conditional or unconditional.

FASB expects that the new standard could result in more grant and contracts being accounted for as contributions (often conditional contributions) than under current generally accepted accounting principles. Because of this, it believes the clarifying guidance about whether a contribution is conditional or unconditional, which affects the timing of revenue recognition, is important. Both the recipient and resource provider would equally apply the guidance.

The standard will be effective for reporting periods beginning on or after December 15, 2018. Sharon Baptist Board of Directors, Inc. is evaluating the impact the standard will have on the financial statements.

NOTE 22: FUTURE CHANGES IN ACCOUNTING PRINCIPLES (CONTINUED)

Accounting for Leases

FASB amended its standard related to the accounting for leases. Under the new standard, lessees will not be required to recognize substantially all leases on the balance sheet as both a right-or-use asst and a liability. The standard has two types of leases for income statement recognition purposes: operating leases and finance leases. Operating leases will result in the recognition of a single lease expense on a straight-line- basis over the lease term similar to the treatment for operating lease under existing standards. Finance lease will result in an accelerated expense similar to the accounting for capital leases under existing standards. The determination of lease classification as operating, or finance will be done in a manner similar to existing standards. The new standard also contains amended guidance regarding the identification of embedded leases in servicer contracts and the identification of lease and non-lease components in an arrangement. The new standard is effective for annual periods beginning after December15, 2020, and any interim period thereafter. Sharon Baptist Board of Directors, Inc. is evaluating the impact the standard will have on the financial statements.

NOTE 23: SUBSEQUENT EVENTS

Sharon Baptist Board of Directors, Inc. evaluated events occurring after the date of the financial statements to consider whether or not the impact of such events needs to be reflected or disclosed in the financial statement. Such evaluation is performed through the date the financial statements are available for issuance, which is May 26, 2022. The organization concluded that no additional disclosures are required.

SHARON BAPTIST BOARD OF DIRECTORS, INC.
STATEMENT OF FUNCTIONAL EXPENDITURES

JUNE 30, 2021

		PROGRAM SERVICES					SUPPORTING SERVICES
	TOTAL	EARLY LEARN	EARLY LEARN IN-KIND CONTRIBUTION	GRANTEE	GRANTEE IN-KIND CONTRIBUTION	FOOD PROGRAM	S.R. KIDS, INC.
EXPENDITURES:							
PERSONNEL COSTS:							
Salaries	$ 4,443,001	$ 964,644	$ -	$ 2,662,321	$ 816,036	$ -	$ -
FICA	277,535	73,794	-	203,741	-	-	-
Unemployment Insurance	80,228	24,573	-	55,655	-	-	-
Workers Compensation	137,567	36,444	-	101,123	-	-	-
Pension	356,175	116,097	-	240,078	-	-	-
Welfare Fund	37,851	-	-	37,851	-	-	-
Health Insurance	533,503	150,712	-	382,791	-	-	-
Substitutes	6,471	471	-	6,000	-	-	-
TOTAL PERSONNEL COSTS	$ 5,872,331	$ 1,366,735	$ -	$ 3,689,560	$ 816,036	$ -	$ -
FACILITIES COSTS:							
Rent	$ 273,654	$ 273,654	$ -	$ -	$ -	$ -	$ -
Property Taxes	87,243	77,039	-	-	-	-	10,204
Insurance	75,902	15,150	-	60,752	-	-	-
Custodial Services	24,591	24,591	-	-	-	-	-
Alarm	50,449	4,459	-	45,990	-	-	-
Telecommunications	66,058	19,878	-	46,180	-	-	-
Utilities	175,774	57,275	-	118,499	-	-	-
Maintenance and Repairs	523,468	74,559	-	447,859	-	-	1,050
Other Facilities Cost	57,202	-	-	57,202	-	-	-
TOTAL FACILITIES COSTS	$ 1,334,341	$ 546,605	$ -	$ 776,482	$ -	$ -	$ 11,254
OTHER THAN PERSONNEL COSTS:							
Supplies	$ 692,276	$ 102,347	$ -	$ 588,153	$ -	$ -	$ 1,776
Equipment over $5,000 - Child Care	19,803	19,803	-	-	-	-	-
Postage	2,460	513	-	1,947	-	-	-
Training / Staff Development	54,076	2,701	-	51,375	-	-	-
Transportation	11,815	73	-	11,742	-	-	-
Food-CACFP	147,668	-	-	-	-	147,668	-
Non Food related cost-CACFP	62,648	-	-	-	-	62,648	-
Audit	23,999	6,522	-	17,477	-	-	-
Parent Services	4,782	903	-	3,879	-	-	-
Consultant-Programmatic	53,794	11,304	-	42,490	-	-	-
Other OTPS	159,514	-	-	23,541	-	-	135,973
TOTAL OTPS	$ 1,232,835	$ 144,166	$ -	$ 740,604	$ -	$ 210,316	$ 137,749
TOTAL EXPENDITURES	$ 8,439,507	$ 2,057,506	$ -	$ 5,206,646	$ 816,036	$ 210,316	$ 149,003

SHARON BAPTIST BOARD OF DIRECTORS, INC.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED JUNE 30, 2021

Federal grantor/pass-through grantor/program title	Federal CFDA Number	Agency or Pass-through Number Number		Federal Expenditures
U.S. Department of Health and Human Services:				
Head Start	93.600	02CH01138801	$	723,274
	93.600	02CH01138802	$	344,283
	93.600	02CH01111301	$	2,661,642
	93.600	02CH01111302	$	1,477,447
	Subtotal (CFDA # 93.600)		$	5,206,646
U.S. Department of Agriculture:				
Pass-through NYS Department of Health:				
Child and Adult Care Food Program	10.558	3174	$	210,316
	Subtotal (CFDA # 10.558)		$	210,316
TOTAL EXPENDITURES OF FEDERAL AWARDS			$	5,416,962

SHARON BAPTIST BOARD OF DIRECTORS, INC.
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2021

NOTE 1: BASIS OF PRESENTATION:

The accompanying Schedules of Expenditures of Federal Awards includes the federal award activity of Sharon Baptist Board of Directors, Inc. under programs of the Federal Government for the year ended June 30, 2021. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Sharon Baptist Board of Directors, Inc., it is not intended to and does not present the financial position, change in net assets or cash flows for Sharon Baptist Board of Directors, Inc.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

NOTE 3: INDERECT COST RATE:

Sharon Baptist Board of Directors, Inc. has elected to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance

NOTE 4: SUBRECIPIENTS:

No amounts were provided to subrecipients.

SHARON BAPTIST BOARD OF DIRECTORS, INC.
SUPPLEMENTARY STATEMENT OF FINANCIAL POSITION
AS OF JUNE 30, 2021

	TOTAL	EARLY LEARN	EARLY LEARN IN - KIND	GRANTEE	GRANTEE IN - KIND	NEW GRANTEE	NEW GRANTEE IN - KIND	FOOD PROGRAM	GENERAL and ADMINISTRATIVE
ASSETS									
CURRENT ASSETS									
CASH and CASH EQUIVALENTS (Note 2)	$ 442,768	$ 297,959	$ -	$ 19,116	$ -	$ 35,866	$ -	$ 383	$ 89,444
GRANT RECEIVABLE (Note 3)	332,683	227,769	-	51,742	-	20,834	-	32,338	-
DUE FROM SADLER (Note 4)	82,000	-	-	-	-	-	-	-	82,000
INTER PROGRAM RECEIVABLE (Note 5)	22,511	-	-	-	-	-	-	1,419	21,092
TOTAL CURRENT ASSETS	$ 879,962	$ 525,728	$ -	$ 70,858	$ -	$ 56,700	$ -	$ 34,140	$ 192,536
PROPERTY, PLANT and EQUIPMENT									
LAND	$ 340,000	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 340,000
BUILDING AND IMPROVEMENTS	5,341,627	-	-	-	-	-	-	-	5,341,627
ACCUMULATED DEPRECIATION	(2,409,034)	-	-	-	-	-	-	-	(2,409,034)
TOTAL PROPERTY, PLANT and EQUIPMENT (Note 6)	$ 3,272,593	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 3,272,593
TOTAL ASSETS	$ 4,152,555	$ 525,728	$ -	$ 70,858	$ -	$ 56,700	$ -	$ 34,140	$ 3,465,129
LIABILITIES and NET ASSETS									
LIABILITIES									
ACCOUNTS PAYABLE (Note 7)	$ 64,934	$ 14,969	$ -	$ -	$ -	$ 41,256	$ -	$ 8,709	$ -
ACCRUED EXPENSE (Note 8)	21,810	21,810	-	-	-	-	-	-	$ -
DEFERRED REVENUE (Note 9)	90,641	-	-	70,858	-	15,444	-	4,339	-
INTER PROGRAM PAYABLE (Note 5)	22,511	1,419	-	-	-	-	-	21,092	-
TOTAL LIABILITIES	$ 199,896	$ 38,198	$ -	$ 70,858	$ -	$ 56,700	$ -	$ 34,140	$ -
NET ASSETS (NOTE 10)	3,952,659	487,530	-	-	-	-	-	-	3,465,129
TOTAL LIABILITIES and NET ASSETS	$ 4,152,555	$ 525,728	$ -	$ 70,858	$ -	$ 56,700	$ -	$ 34,140	$ 3,465,129

SHARON BAPTIST BOARD OF DIRECTORS, INC.
SUPPLEMENTARY STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2021

REVENUE:	TOTAL	EARLY LEARN	EARLY LEARN IN-KIND CONTRIBUTION	GRANTEE	GRANTEE IN-KIND CONTRIBUTION	NEW GRANTEE	NEW GRANTEE IN-KIND CONTRIBUTION	FOOD PROGRAM	S.B KIDS INC
Grant Income	$ 7,474,448	$ 2,057,506	$	$ 1,067,557	$ -	$ 4,139,089	$ -	$ 210,316	$ -
In-Kind	816,036		-	-	171,093	-	644,943	-	-
Parent Fees	-	-	-	-	-	-	-	-	-
Sponsor's Contribution	-		-	-	-	-	-	-	-
Other Income	7,051	-	-		-		-	-	7,051
TOTAL REVENUE	$ 8,297,555	$ 2,057,506	$ -	$ 1,067,557	$ 171,093	$ 4,139,089	$ 644,943	$ 210,316	$ 7,051
EXPENDITURES:									
Personnel Cost:									
Salaries	$ 4,443,001	$ 964,644	$ -	$ 697,919	$ 171,093	$ 1,964,402	$ 644,943	$ -	$ -
Salaries - COLA			-	-	-	-	-	-	-
FICA	277,535	73,794	-	53,464	-	150,277	-	-	-
FICA - COLA	-				-	-	-	-	-
Unemployment Insurance	80,228	24,573	-	10,831	-	44,824	-	-	-
Workers Compensation	137,567	36,444	-	17,290		83,833	-	-	-
Pension	356,175	116,097	-	10,112	-	229,766	-	-	-
Welfare Fund	37,851	-	-	37,851		-	-	-	
Health Insurance	533,503	150,712	-	23,082		359,709	-	-	-
Substitutes	6,471	471	-	3,000	-	3,000	-	-	-
Total Personnel Cost:	$ 5,872,331	$ 1,366,735	$ -	$ 853,749	$ 171,093	$ 2,835,811	$ 644,943	$ -	$ -
Facilities Cost:									
Rent	$ 273,654	$ 273,654	$ -	$ -	$ -	$	$	$ -	$
Property Taxes	87,243	77,039	-	-	-		-	-	10,204
Water and Sewer		-	-	-	-	-	-	-	-
Licensing and Permits	-		-	-	-	-		-	-
Insurance	75,902	15,150	-	13,967	-	46,785		-	-
Custodial Services	24,591	24,591	-	-	-			-	-
Alarm	50,449	4,459	-	1,431	-	44,559	-	-	-
Telecommunications	66,058	19,878	-	7,328	-	38,852	-	-	-
Utilities	175,774	57,275	-	17,524	-	100,975		-	-
Maintenance and Repairs	523,468	74,559	-	63,890	-	383,969	-		1,050
Capital Expenditures and Renovations	-	-	-	-	-				
Other Facilities Cost	57,202	-	-	6,050	-	51,152		-	
Total Facilities Cost	$ 1,334,341	$ 546,605	$ -	$ 110,190	$ -	$ 666,292	$ -	$ -	$ 11,254
Other Than Personnel Cost (OTPS)									
Supplies	$ 692,276	$ 102,347	$ -	$ 78,270	$ -	$ 509,883	$	$	$ 1,776
Equipment over $3,000 - Head Start	-	-	-	-	-	-	-	-	-
Equipment over $5,000 - Child Care	19,803	19,803	-	-	-	-	-	-	-
Postage	2,460	513	-	426	-	1,521	-	-	-
Advertising		-	-	-	-			-	-
Instructional Field Trips	-	-	-	-	-	-	-	-	-
Training / Staff Development	54,076	2,701	-	3,583	-	47,792	-	-	-
Transportation	11,815	73	-	-	-	11,742			
Food-CACFP	147,668	-	-	-	-	-	-	147,668	-
Non Food related cost-CACFP	62,648	-	-	-	-			62,648	-
Audit	23,999	6,522	-	4,559	-	12,918			
Parent Services	4,782	903	-	611	-	3,268	-	-	-
Consultant-Programmatic	53,794	11,304	-	7,903	-	34,587		-	-
Consultant-Administrative	-	-	-	-	-	-	-	-	
Indirect Cost-Head Start	-	-	-	-	-	-		-	
Other OTPS	159,514	-	-	8,266	-	15,275	-	-	135,973
Total OTPS	$ 1,232,835	$ 144,166	$ -	$ 103,618	$ -	$ 636,986	$ -	$ 210,316	$ 137,749
Total Expenditures	$ 8,439,507	$ 2,057,506	$ -	$ 1,067,557	$ 171,093	$ 4,139,089	$ 644,943	$ 210,316	$ 149,003
Revenue over(under) Expenditures	$ (141,952)	$ -	$ -	$ -	$ -	$	$	$ -	$ (141,952)
Net Assets 07/01/2020	$ 4,105,995	$ 498,914	$ -	$	$ -	$	$	$ -	$ 3,607,081
Adjustments	$ (11,384)	$ (11,384)	$ -	$ -	$ -	$ -	$ -	$ -	$
Total Net Assets 06/30/2021	$ 3,952,659	$ 487,530	$ -	$ -	$ -	$ -	$ -	$ -	$ 3,465,129

SHARON BAPTIST BOARD OF DIRECTORS, INC
STATEMENT OF REVENUES AND EXPENDITURES - BUDGETED AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2021

		DOE FUNDED										
	Budget	Actual										
BUDGETED CATEGORIES	EARLY LEARN	CHILD CARE	CHILD CARE UPK	FCCN	CDBG	HEADSTART	HEADSTART UPK	CTL	CITY TRANSITIONAL HEAD START	TOTAL EARLY LEARN	VARIANCE	QUESTIONED COST
REVENUE:												
Early Learn Revenue	$ 1,983,490	$ 713,202.00	$ 32,146	$ -	$ -	$ -	$ -	$ 434,359	$ 721,945	$ 1,901,652	$ 81,838	
Other Revenue	155,854	155,854	-	-	-	-	-	-	-	155,854	-	
Teacher's Incentive Fund	-	-	-	-	-	-	-	-	-	-	-	
HRA Voucher	-	-	-	-	-	-	-	-	-	-	-	
CACFP	-	-	-	-	-	-	-	-		-	-	
Parent Fees	-	-	-	-	-	-	-	-		-	-	
In kind Contribution	-	-	-	-	-	-	-	-	-	-	-	
Sponsor's Contribution	-	-	-	-	-	-	-	-	-	-	-	
Other Funding Source Revenue	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL REVENUE	$ 2,139,344	$ 869,056	$ 32,146	$ -	$ -	$ -	$ -	$ 434,359	$ 721,945	$ 2,057,506	$ 81,838	$ -
EXPENDITURES:												
Personnel Cost												
Salaries	$ 1,040,644	$ 331,657	$ 17,886	$	$ -	$ -	$ -	$ 251,343	$ 363,778	$ 964,644	$ 76,000	
Salaries-COLA			-			-	-	-	-	-	-	
Teacher's Incentive	-	-	-	-	-			-		-	-	
Accrued Vacation	-	-	-	-	-	-	-	-		-	-	
FICA	79,609	25,371	1,367	-	-	-	-	19,227	27,029	73,794	5,815	
FICA-COLA	-	-	-	-	-	-	-	-	-	-	-	
FICA- Teacher's Incentive			-	-		-	-	-	-	-	-	
FICA- Accrued Vacation	-	-	-	-	-	-	-	-	-	-	-	
Workers Compensation	36,444	14,793	371	-				11,101	10,179	36,444		
Unemployment Insurance	24,568	5,620	182	-	-	-	-	8,242	10,529	24,573	(5)	
Pension	116,097	50,912	1,846					19,461	43,878	116,097	-	
Welfare Fund			-	-		-	-		-	-	-	
Health Insurance	150,712	66,609	3,044	-	-	-	-	29,542	51,517	150,712	-	
Substitutes	500	161	9	-	-	-	-	122	179	471	29	-
Total Personnel Cost	$ 1,448,574	$ 495,123	$ 24,685	$ -	$ -	$ -	$ -	$ 339,038	$ 507,889	$ 1,366,735	$ 81,839	$ -
Facilities Cost												
Rent	$ 273,654	$ 170,665	$ 2,550	$ -	$	$ -	$	$ 13,702.00	$ 86,637.00	$ 273,654	$ -	
Property Taxes	77,039	57,346.00	45.00	-	-	-	-	-	19,648.00	77,039	-	
Water and Sewer	-		-	-	-	-	-			-	-	
Licensing and Permits	-	-	-	-	-	-	-	-	-	-	-	
Insurance	15,150.00	7,556.00	221.00	-	-	-	-	3,001	4,372	15,150	-	
Custodial Services	24,591.00	5,519.00	261.00	-	-	-	-	7,671	11,140	24,591	-	
Alarm	4,459.00	1,594.00	11.00	-	-	-	-	1,198	1,656	4,459	-	
Telecommunications	19,878.00	3,720.00	231.00	-	-		-	10,949	4,978	19,878	-	
Utilities	57,275.00	19,037.00	782.00	-	-	-	-	15,073	21,583	57,275	-	
Maintenance and Repairs	74,559.00	33,053.00	1,249.00	-	-	-	-	15,210	25,047	74,559	-	
Capital Expenditures and Renovations	-			-	-	-	-	-	-	-	-	
Other Facilities Cost	-	-	-	-	-	-	-	-	-	-	-	-
Total Facilities Cost	$ 546,603	$ 299,290	$ 3,350	$ -	$ -	$ -	$ -	$ 66,884	$ 175,081	$ 546,605	$ -	$ -
Family Child Care Stipend	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Than Personnel Cost (OTPS)												
Supplies	$ 102,347	$ 58,766	$ 1,524	$ -	$ -	$ -	$ -	$ 19,084	$ 22,973	$ 102,347	$ -	
Equipment over $3,000 - Head Start	-	-	-	-	-	-	-	-	-	-	-	
Equipment over $5,000 - Child Care	19,803	7,049	372				-	4,870	7,512.00	19,803	-	
Postage	513	174	10	-	-		-	133	196.00	513	-	
Advertising		-		-	-	-	-	-		-	-	
Instructional Field Trips	-	-	-	-	-	-	-	-	-	-	-	
Training / Staff Development	2,701	791	47	-	-		-	604	1,259.00	2,701	-	
Transportation	72	27		-	-		-	19	27.00	73	(1)	
Food-CACFP	-	-		-	-		-	-		-	-	
Non Food related cost-CACFP	-	-		-	-	-	-	-		-	-	
Audit	6,522	3,348	131	-	-	-	-	565	2,478.00	6,522	-	
Parent Services	903	315	10	-	-	-	-	239	339.00	903	-	
Consultant-Programmatic	11,304	4,173	17	-		-	-	2,923	4,191.00	11,304	-	
Consultant-Administrative	-	-			-		-	-	-	-	-	
Indirect Cost-Head Start	-	-	-	-	-	-	-	-	-	-	-	
Other OTPS	-	-		-	-	-	-	-	-	-	-	-
Total OTPS	$ 144,165	$ 74,643	$ 2,111	$ -	$ -	$ -	$ -	$ 28,437	$ 38,975	$ 144,166	$ (1)	$ -
TOTAL EARLYLEARN COST	$ 2,139,344	$ 869,856	$ 32,146	$ -	$ -	$ -	$ -	$ 434,359	$ 721,945	$ 2,057,506	$ 81,838	$ -
Excess (deficiency) of Revenue over (under) Expenditures	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

SHARON BAPTIST BOARD OF DIRECTORS, INC.
STATEMENT OF REVENUES AND EXPENDITURES - BUDGETED AND ACTUAL
DOE FUNDED - OTHER THAN EARLY LEARN
FOR THE YEAR ENDED JUNE 30, 2021

	Other Than Early Learn						
BUDGET CATEGORIES	DOE CC UPK Enhancement	DOE HS UPK Enhancement	Health & Safety	Sandy Relief Fund	Other Funding	Total Other Than Early Learn	[A+B] Total DOE Funded (C)
Revenue:							
Early Learn revenue	$ -	$ -	$ -	$ -	$ -	$ -	$ 1,901,652
Other revenue (disability, interest, etc)	-	-	-	-	-	-	155,854
Teacher's incentive fund	-	-	-	-	-	-	-
HRA Voucher	-	-	-	-	-	-	-
CACFP	-	-	-	-	-	-	-
Parent Fees	-	-	-	-	-	-	-
In-kind contribution	-	-	-	-	-	-	-
Sponsor's contribution	-	-	-	-	-	-	-
Other funding source revenue l	-	-	-	-	-	-	-
Total Revenue	$ -	$ -	$ -	$ -	$ -	$ -	$ 2,057,506
Expenditures							
Personnel cost							
Salaries	$ -	$ -	$ -	$ -	$ -	$ -	$ 964,644
Salaries - COLA	-	-	-	-	-	-	-
Teacher's Incentive	-	-	-	-	-	-	-
Accrued vacation	-	-	-	-	-	-	-
FICA	-	-	-	-	-	-	73,794
FICA - COLA	-	-	-	-	-	-	-
FICA - Teacher's Incentive	-	-	-	-	-	-	-
Accrued vacation - FICA	-	-	-	-	-	-	-
Workers compensation	-	-	-	-	-	-	36,444
Unemployment insurance	-	-	-	-	-	-	24,573
Pension	-	-	-	-	-	-	116,097
Welfare fund	-	-	-	-	-	-	-
Health Insurance	-	-	-	-	-	-	150,712
Substitutes	-	-	-	-	-	-	471
Total personnel cost	$ -	$ -	$ -	$ -	$ -	$ -	$ 1,366,735
Facilities cost							
Rent	$ -	$ -	$ -	$ -	$ -	$ -	$ 273,654
Property Taxes	-	-	-	-	-	-	77,039
Water and sewer	-	-	-	-	-	-	-
Licensing and permits	-	-	-	-	-	-	-
Insurance	-	-	-	-	-	-	15,150
Custodial services	-	-	-	-	-	-	24,591
Alarm	-	-	-	-	-	-	4,459
Telecommunications	-	-	-	-	-	-	19,878
Utilities	-	-	-	-	-	-	57,275
Maintenance and repairs	-	-	-	-	-	-	74,559
Capital expenditures and renovations	-	-	-	-	-	-	-
Other facilities costs	-	-	-	-	-	-	-
Total facilities cost	$ -	$ -	$ -	$ -	$ -	$ -	$ 546,605
Family Child Care Stipend	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other than personnel services (OTPS)							
Supplies	$ -	$ -	$ -	$ -	$ -	$ -	$ 102,347
Equipment over $3,000 - Head Start	-	-	-	-	-	-	-
Equipment over $5,000 - Child Care	-	-	-	-	-	-	19,803
Postage	-	-	-	-	-	-	513
Advertising	-	-	-	-	-	-	-
Instructional Field Trips	-	-	-	-	-	-	-
Training/Staff Development	-	-	-	-	-	-	2,701
Transportation	-	-	-	-	-	-	73
Food - CACFP	-	-	-	-	-	-	-
Non-food related cost - CACFP	-	-	-	-	-	-	-
Audit	-	-	-	-	-	-	6,522
Parent Services	-	-	-	-	-	-	903
Consultant - Programmatic	-	-	-	-	-	-	11,304
Consultant - Administrative	-	-	-	-	-	-	-
Indirect cost - Head Start	-	-	-	-	-	-	-
Other OTPS	-	-	-	-	-	-	-
Total OTPS	$ -	$ -	$ -	$ -	$ -	$ -	$ 144,166
TOTAL EARLYLEARN COST	$ -	$ -	$ -	$ -	$ -	$ -	$ 2,057,506
Excess (deficiency) of revenue over (under) expenditures	$ -	$ -	$ -	$ -	$ -	$ -	$ -

See accompanying notes to financial statements

SHARON BAPTIST BOARD OF DIRECTORS, INC.
STATEMENT OF REVENUES AND EXPENDITURES
CCBG FUNDED - EARLY LEARN
FOR THE YEAR ENDED JUNE 30, 2021

	Budget	CCBG Funded				
BUDGET CATEGORIES	**CCBG Early Learn**	**Child Care**	**FCCN**	**Total CCBG**	**Variance**	**Questioned Cost**
Revenue:						
EarlyLearn revenue	$ 795,040	$ 713,202	$ -	$ 713,202	$ 81,838	$ -
Other revenue (disability, interest, etc.)	155,854	$ 155,854	-	155,854	-	-
Parent Fees	-	-	-	-	-	-
Other funding source revenue PLEASE DESCRIBE	-	-	-	-	-	-
Total Revenue	$ 950,894.00	$ 869,056	$ -	$ 869,056	$ 81,838	$ -
Expenditures						
Personnel cost						
Salaries	$ 407,657	$ 331,657	$ -	$ 331,657	$ 76,000	$ -
Salaries - COLA	-	-	-	-	-	-
Accrued Vacation	-	-	-	-	-	-
FICA	31,186	25,371	-	25,371	5,815	-
FICA - COLA	-	-	-	-	-	-
FICA - Accrued Vacation	-	-	-	-	-	-
Workers compensation	14,793	14,793	-	14,793	-	-
Unemployment insurance	5,615	5,620	-	5,620	(5)	-
Pension	50,912	50,912	-	50,912	-	-
Welfare fund	-	-	-	-	-	-
Health Insurance	66,609	66,609	-	66,609	-	-
Substitutes	190	161	-	161	29	-
Total personnel cost	$ 576,962	$ 495,123	$ -	$ 495,123	$ 81,839	$ -
Facilities cost						
Rent	$ 170,665	$ 170,665	$ -	$ 170,665	$ -	$ -
Property Taxes	57,346	57,346	-	57,346	-	-
Water and sewer	-	-	-	-	-	-
Licensing and permits	-	-	-	-	-	-
Insurance	7,556	7,556	-	7,556	-	-
Custodial services	5,519	5,519	-	5,519	-	-
Alarm	1,594	1,594	-	1,594	-	-
Telecommunications	3,720	3,720	-	3,720	-	-
Utilities	19,837	19,837	-	19,837	-	-
Maintenance and repairs	33,053	33,053	-	33,053	-	-
Capital expenditures and renovations	-	-	-	-	-	-
Other facilities costs	-	-	-	-	-	-
Total facilities cost	$ 299,290	$ 299,290	$ -	$ 299,290	$ -	$ -
Family Child Care Stipend	-	-	-	-	-	-
Other than personnel services (OTPS)						
Supplies	$ 58,766	$ 58,766	$ -	$ 58,766	$ -	$ -
Equipment over $5,000 - Child Care	7,049	7,049	-	7,049	-	-
Postage	174	174	-	174	-	-
Advertising	-	-	-	-	-	-
Instructional Field Trips	-	-	-	-	-	-
Training/Staff Development	791	791	-	791	-	-
Transportation	26	27	-	27	(1)	-
Audit	3,348	3,348	-	3,348	-	-
Parent Services	315	315	-	315	-	-
Consultant - programmatic	4,173	4,173	-	4,173	-	-
Consultant - administrative	-	-	-	-	-	-
Other OTPS	-	-	-	-	-	-
Total OTPS	$ 74,642	$ 74,643	$ -	$ 74,643	$ (1)	$ -
TOTAL EARLYLEARN CCBG EXPENSES	$ 950,894	$ 869,056	$ -	$ 869,056	$ 81,838	$ -
Excess (deficiency) of revenue over (under) expenditures	$ -	$ -	$ -	$ -	$ -	$ -

See accompanying notes to financial statements.

SHARON BAPTIST BOARD OF DIRECTORS, INC.
EARLY LEARN PROGRAM

SCHEDULE OF QUANTITATIVE PROGRAM RESULTS - CCBG
FOR THE YEAR ENDED JUNE 30, 2021

ENROLLEMENT	**LOCATION**	
1- Contracted Slots per site		**# of Slots**
a) Sharon Baptist - Center 2	279 - 281 East Burnside Avenue, Bronx, New York 10456	103
Total:		103
2- Number of classrooms per site		**# of Classrooms**
a) Sharon Baptist - Center 2	279 - 281 East Burnside Avenue, Bronx, New York 10456	5
Total:		5
3- Number of children enrolled by site		**# of Children**
a) Sharon Baptist - Center 2	279 - 281 East Burnside Avenue, Bronx, New York 10456	72
Total:		72
4- Number of children in attendance by site		**# of Children**
a) Sharon Baptist - Center 2	279 - 281 East Burnside Avenue, Bronx, New York 10456	72
Total:		72
5- The average attendance for contract by site (#4/#3)		
a) Sharon Baptist - Center 2	279 - 281 East Burnside Avenue, Bronx, New York 10456	100%
Total Average:		33%
COST		
1 - Total expense for the contract:		$ 2,057,506
2 - Total expense by site		
a) Sharon Baptist - Center 2	279 - 281 East Burnside Avenue, Bronx, New York 10456	2,057,506
Total:		2,057,506
3 - Average cost per slot		28,576
4 - Average cost per site		
a) Sharon Baptist - Center 2	279 - 281 East Burnside Avenue, Bronx, New York 10456	28,576

SHARON BAPTIST BOARD OF DIRECTORS, INC.
SCHEDULE OF ACCRUED VACATION
CCBG FUNDED - EARLY LEARN
FOR THE YEAR ENDED JUNE 30, 2021

Schedule of Unused Earned Vacation and Sick Leave charged to CCBG Funded Programs:

Payroll Date	Employee # or position	Accrued Vacation	FICA - Accrued Vacation	Total as at 6/30/2021
		$ -	$ -	$ -
		-	-	-
		-	-	-

Total Accrued Vacation and FICA - Accrued Vacation $ -

Note: The total Accrued Vacation and FICA - Accrued Vacation charged to CCBG Funded Programs must agree per the Schedule 1A - Statements of Revenues and Expenditures: CCBG Funded - EarlyLearn.

NONE

SHARON BAPTIST BOARD OF DIRECTORS, INC.
STATEMENT OF REVENUES AND EXPENDITURES - BUDGETED AND ACTUAL
NOT DOE FUNDED
FOR THE YEAR ENDED JUNE 30, 2021

	NOT DOE FUNDED Actual					
BUDGET CATEGORIES	**CACFP**	**Cash Contribution (Head Start**	**In-kind Contribution (Head Start)**	**Sponsor's Contribution (Other than Head Start)**	**Other Funding Source**	**Total Not DOE Funded**
Revenue:						
Early Learn revenue	$ -	$ -	-	$ -	$ -	$ -
Other revenue (disability, interest, etc.)	-	-	-	-	-	-
Teacher's incentive fund	-	-	-	-	-	-
HRA Voucher	-	-	-	-	-	-
CACFP	210,316	-	-	-	-	210,316
Parent Fees	-	-	-	-	-	-
In-kind contribution	-	-	-	-	816,036	816,036
Sponsor's contribution	-	-	-	-	-	-
Other funding source revenue[1]	-	-	-	7,051	5,206,646	5,213,697
Total Revenue	$ 210,316	$ -	$ -	$ 7,051	$ 6,022,682	$ 6,240,049
Expenditures						
Personnel cost						
Salaries	$ -	$ -	-	$ -	$ 3,478,357	$ 3,478,357
Salaries - COLA	-	-	-	-	-	-
Teacher's Incentive	-	-	-	-	-	-
Accrued vacation	-	-	-	-	-	-
FICA	-	-	-	-	203,741	203,741
FICA - COLA	-	-	-	-	-	-
FICA - Teacher's Incentive	-	-	-	-	-	-
Accrued vacation - FICA	-	-	-	-	-	-
Workers compensation	-	-	-	-	101,123	101,123
Unemployment insurance	-	-	-	-	55,655	55,655
Pension	-	-	-	-	240,078	240,078
Welfare fund	-	-	-	-	37,851	37,851
Health Insurance	-	-	-	-	382,791	382,791
Substitutes	-	-	-	-	6,000	6,000
Total personnel cost	$ -	$ -	$ -	$ -	$ 4,505,596	$ 4,505,596
Facilities cost						
Rent	$ -	$ -	$ -	$ -	$ -	$ -
Property Taxes	-	-	-	10,204.00	-	10,204
Water and sewer	-	-	-	-	-	-
Licensing and permits	-	-	-	-	-	-
Insurance	-	-	-	-	60,752	60,752
Custodial services	-	-	-	-	-	-
Alarm	-	-	-	-	45,990	45,990
Telecommunications	-	-	-	-	46,180	46,180
Utilities	-	-	-	-	118,499	118,499
Maintenance and repairs	-	-	-	-	447,859	447,859
Capital expenditures and renovations	-	-	-	-	-	-
Other facilities costs	-	-	-	-	57,202	57,202
Total facilities cost	$ -	$ -	$ -	$ 10,204.00	$ 776,482.00	$ 786,686.00
Family Child Care Stipend	-	-	-	-	-	-

SHARON BAPTIST BOARD OF DIRECTORS, INC.
STATEMENT OF REVENUES AND EXPENDITURES - BUDGETED AND ACTUAL
NOT DOE FUNDED
FOR THE YEAR ENDED JUNE 30, 2021

	NOT DOE FUNDED Actual					
BUDGET CATEGORIES	**CACFP**	**Cash Contribution (Head Start**	**In-kind Contribution (Head Start)**	**Sponsor's Contribution (Other than Head Start)**	**Other Funding Source**	**Total Not DOE Funded**
Other than personnel services (OTPS)						
Supplies	$ -	$ -	$ -	$ 1,776.00	$ 588,153	$ 589,929
Equipment over $3,000 - Head Start	-	-	-	-	-	-
Equipment over $5,000 - Child Care	-	-	-	-	-	-
Postage	-	-	-	-	1,947	1,947
Advertising	-	-	-	-	-	-
Instructional Field Trips	-	-	-	-	-	-
Training/Staff Development	-	-	-	-	51,375	51,375
Transportation	-	-	-	-	11,742	11,742
Food - CACFP	147,668	-	-	-	-	147,668
Non-food related cost - CACFP	62,648	-	-	-	-	62,648
Audit	-	-	-	-	17,477	17,477
Parent Services	-	-	-	-	3,879	3,879
Consultant - programmatic	-	-	-	-	42,490	42,490
Consultant - administrative		-	-	-	-	-
Indirect cost - Head Start	-	-	-	-	-	-
Other OTPS	-	-	-	135,973	23,541	159,514
Total OTPS	$ 210,316	$ -	$ -	$ 137,749	$ 740,604	$ 1,088,669
TOTAL EARLYLEARN COST	$ 210,316	$ -	$ -	$ 147,953	$ 6,022,682	$ 6,380,951
Excess (deficiency) of revenue over (under) expenditures	$ -	$ -	$ -	$ (140,902)	$ -	$ (140,902)

SHARON BAPTIST BOARD OF DIRECTORS, INC.
EARLY LEARN PROGRAM

SCHEDULE OF EQUIPMENT INVENTORY
FOR THE YEAR ENDED JUNE 30, 2021

	QUANTITY	DESCRIPTION	DATE PURCHASED		TOTAL COST
CURRENT YEAR:					
NONE				$	-
PRIOR YEARS:					
2015					
Equipment Purchase - Capital Expenditures (Schedule 9)					
	1	New Dishwasher	3/10/2015	$	10,087
TOTAL CURRENT YEAR				$	10,087
PRIOR YEARS:					
2014					
Equipment Purchase - Capital Expenditures (Schedule 9)					
	1	Stove Wolf Range	4/18/2014	$	4,628
	1	Stove Garland H286-36G	4/30/2014		4,864
	1	Dishwasher Moyer Dieball MH 60M3	4/30/2014		8,897
TOTAL 2014				$	18,389
2013					
NONE					
2012					
	1	JACKSON HIGH TEMP. SANITIZING MACHINE	12/2/2011	$	2,822
	1	JACKSON HIGH TEMP. SANITIZING MACHINE	12/2/2011	$	3,045
	1	JACKSON HIGH TEMP. SANITIZING MACHINE	12/2/2011	$	4,867
TOTAL 2012				$	10,734
TOTAL PRIOR YEAR				$	10,734
TOTAL FIXED ASSETS				$	**39,210**

SHARON BAPTIST BOARD OF DIRECTORS, INC.
SCHEDULE OF DUE TO OR (DUE FROM) DOE
FOR THE YEAR ENDED JUNE 30, 2021

Due To or (Due From) DOE at 6/30/2020	$	(458,541)
Add		
Cash received/advances from DOE	$	2,288,278
Parent Fees		-
Prior year Due from DOE adjustment		-
Other Revenue (Disability, Interest, etc.)		-
Total funds available	$	2,288,278
Less allowable expenditures:		
Expenditures	$	(2,057,506)
Less: Accrued Vacation		-
Less: Accrued Vacation - FICA		-
Less: Questioned Costs		-
Total Allowable Expense	$	(2,057,506)
Due To or (Due From) DOE at 06/30/2021	$	(227,769)

Note: Claimable expenditures should be reported net of Accrued Vacation, Accrued Vacation FICA and Questioned Costs.

SCHEDULE 4

SHARON BAPTIST BOARD OF DIRECTOR, INC.
SCHEDULE OF PAY PARITY
FOR THE YEAR ENDED JUNE 30, 2021

Titles of staff who received ratification bonuses	Number of staff	
Lead Teacher	0	
Assistant Teacher	0	
Director Special Services	0	
Fmily Worker	0	
Cook	0	
Human Resources/Bkkpr/Sec	0	
Custodian	0	
Titles of staff who received salary increases	**Number of staff**	
Lead Teacher	15	46,261.41
Assistant Teacher	10	5,886.76
Director Special Services	1	964.18
Fmily Worker	5	2,569.48
Cook	2	1,105.76
Human Resources/Bkkpr/Sec	1	822.69
Custodian	2	894.82
Total amount paid out in ratification bonuses for eligible staff		
$###		
Total amount paid out in salary increases for eligible staff		**58,505.10**

NONE

SHARON BAPTIST BOARD OF DIRECTORS, INC.
SCHEDULE OF COVID EXPENSES
FOR THE YEAR ENDED JUNE 30, 2021

Schedule of COVID Expenses charged to DOE Funded Programs:

Object of Expenditure	Explanation of COVID Response	Total Expense	% Attributable to COVID Response	COVID Expense
		$ -		$ -
		-		-
		-		-

NONE

SHARON BAPTIST BOARD OF DIRECTORS, INC.
SCHEDULE OF CONSULTANTS
FOR THE YEAR ENDED JUNE 30, 2021

NAME	SERVICES PROVIDED	TYPE	RATE		AMOUNT
EARLY LEARN					
Head Start Sponsoring Board	Program Consultant	Administrative	Contract	$	848
BMHSCM	Program Consultant	Mental Health Services	Contract		2,401
Fabien, Fritz	Program Consultant	Covid 19 Fitness Wellness	Contract		7,338
Variano, Lenny	Program Consultant	Nutritional Consultant Services	Contract		717
TOTALEARLY LEARN CONSULTANTS				$	11,304
GRANTEE					
Head Start Sponsoring Board	Program Consultant	Administrative	Contract	$	2,272
BMHSCM	Program Consultant	Mental Health Services	Contract		9,806
Fabien, Fritz	Program Consultant	Covid 19 Fitness Wellness	Contract		19,662
Variano, Lenny	Program Consultant	Nutritional Consultant Services	Contract		10,750
TOTAL GRANTEE CONSULTANTS				$	42,490
TOTAL CONSULTANTS				$	53,794

SHARON BAPTIST BOARD OF DIRECTORS, INC.
EARLY LEARN PROGRAM

SCHEDULE OF RENOVATION COSTS
FOR THE YEAR ENDED JUNE 30, 2021

CONTRACTOR	CONTRACT DATE	RENOVATION SITES		ORIGINAL CONTRACT AMOUNT	CHANGE ORDER AMOUNT	TOTAL CONTRACT	EXPENSES PAID ON FY' 14	UNPAID BALANCE
PRIOR YEARS								
2015								
MIKE & SON HOME IMPROVEMENT	1/5/2015	1925 BATHGATE AVENUE, BRONX, NY 10457		$ 6,825	$ -	$ 6,825	$ 6,825	$ -
LOMAX	5/27/2015	1925 BATHGATE AVENUE, BRONX, NY 10457		6,843	-	6,843	6,843	-
RA CO	5/7/2015	1925 BATHGATE AVENUE, BRONX, NY 10457		9,950	-	9,950	9,950	-
MIKE & SON HOME IMPROVEMENT	7/22/2015	1925 BATHGATE AVENUE, BRONX, NY 10457		6,850	-	6,850	6,850	-
PGA MECHANICAL CONTRACTORS INC.	5/21/2015	1925 BATHGATE AVENUE, BRONX, NY 10457		64,350	-	64,350	64,350	-
MIKE & SON HOME IMPROVEMENT	7/21/2015	1925 BATHGATE AVENUE, BRONX, NY 10457		6,225	-	6,225	6,225	-
RA CO	1/5/2015	279 EAST BURNSIDE AVENUE, BRONX, NY 10452		14,175	-	14,175	14,175	-
LOMAX	6/11/2015	279 EAST BURNSIDE AVENUE, BRONX, NY 10452		4,488	-	4,488	4,488	-
SEAGULL	6/10/2015	279 EAST BURNSIDE AVENUE, BRONX, NY 10452		9,921	-	9,921	9,921	-
RA CO	1/5/2015	279 EAST BURNSIDE AVENUE, BRONX, NY 10452		5,825	-	5,825	5,825	-
MIKE & SON HOME IMPROVEMENT	1/15/2015	279 EAST BURNSIDE AVENUE, BRONX, NY 10452		5,500		5,500	5,500	
COMMERCIAL KITCHEN DESIGN	3/10/2015	279 EAST BURNSIDE AVENUE, BRONX, NY 10452	(Schedule 4)	10,087		10,087	10,087	
MIKE & SON HOME IMPROVEMENT	4/14/2015	509 EAST 165th STREET, BRONX, NY 10456		9,850		9,850	9,850	
PVC INC	3/10/2015	509 EAST 165th STREET, BRONX, NY, 10456		18,000		18,000	18,000	
MIKE & SON HOME IMPROVEMENT	7/22/2015	509 EAST 165th STREET, BRONX, NY, 10456		3,505		3,505	3,505	
RICKY & SON	5/7/2015	509 EAST 165th STREET, BRONX, NY, 10456		1,900		1,900	1,900	
MIKE & SON HOME IMPROVEMENT	7/28/2015	509 EAST 165th STREET, BRONX, NY 10456		6,200		6,200	6,200	
MIKE & SON HOME IMPROVEMENT	7/22/2015	1925 BATHGATE AVENUE, BRONX, NY 10457		3,675		3,675	3,675	
TOTAL CURRENT YEAR RENOVATION COST				$ 194,169	$ -	$ 194,169	$ 194,169	$ -
PRIOR YEARS								
2014								
PGA MECHANICAL CONTRACTORS INC	4/15/2014	279 EAST BURNSIDE AVENUE, BRONX, NY 10452		$ 39,100	$ -	$ 39,100	$ 39,100	$ -
COMMERCIAL-KITCHEN DESIGN	4/18/2014	1925 BATHGATE AVENUE, BRONX, NY 10457	(Schedule 4)	4,628	-	4,628	4,628	-
PGA MECHANICAL CONTRACTORS INC	4/18/2014	509 E 165TH STREET, BRONX, NEW YORK		23,550	-	23,550	23,550	-
COMMERCIAL KITCHEN DESIGN	4/30/2014	509 E 165TH STREET, BRONX, NEW YORK	(Schedule 4)	4,864	-	4,864	4,864	-
COMMERCIAL KITCHEN DESIGN	4/30/2014	1925 BATHGATE AVENUE, BRONX, NY 10457	(Schedule 4)	8,897	-	8,897	8,897	-
MIKE & SON HOME IMPROVEMENT	5/15/2014	509 E 165TH STREET, BRONX, NEW YORK		69,450	-	69,450	69,450	-
DANITA COMPANY	5/15/2014	1925 BATHGATE AVENUE, BRONX, NY 10457		40,530	-	40,530	40,530	-
PGA MECHANICAL CONTRACTORS INC	6/03/2014	279 EAST BURNSIDE AVENUE, BRONX, NY 10452		39,100	-	39,100	39,100	-
PGA MECHANICAL CONTRACTORS INC	6/03/2014	509 E 165TH STREET, BRONX, NEW YORK		41,950	-	41,950	41,950	-
MIKE & SON HOME IMPROVEMENT	6/13/2014	1925 BATHGATE AVENUE, BRONX, NY 10457		74,480	-	74,480	74,480	-
MIKE & SON HOME IMPROVEMENT	6/24/2014	279 EAST BURNSIDE AVENUE, BRONX, NY 10452		66,900	-	66,900	66,900	-
TOTAL PRIOR YEAR RENOVATION COST				$ 413,449	$ -	$ 413,449	$ 413,449	$ -
2013								
NONE								
2012								
NONE								
		TOTAL RENOVATION		$ 607,618	$ -	$ 607,618	$ 607,618	$ -

SHARON BAPTIST BOARD OF DIRECTORS, INC.
EXIT CONFERENCE
JUNE 30, 2021

At the conclusion of our Audit, an Exit Conference was held on May 26, 2022, in attendance were:

For Sharon Baptist Board of Directors, Inc.:

Renee Sutton	- Board Director
Ruby Walton	- Board Treasurer
Barbara Manners	- Executive Director
Enrique Velasquez	- Fiscal Officer

For Allan S. Joseph, CPA:

Allan Joseph	- Proprietor
Clifton Hurst	- Audit Senior

Result of Conference:

The entire audit report and schedules were discussed. The Agency had no questions regarding the contents and therefore accepted the draft report as presented.

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS.*

Board of Directors
Sharon Baptist Board of Directors, Inc.
1925 Bathgate Avenue
Bronx, NY 10457

Attention: Board of Directors,

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to the financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of governmental activities, the business-type activities, the aggregate discretely presented components units, each major fund, and the aggregate remaining fund information of Sharon Baptist Board of Directors, Inc. (a nonprofit organization) as of and the year ended June 30, 2021 and the related notes to the financial statements, which collectively comprise Sharon Baptist Board of Directors, Inc.'s basic financial statements, and have issued our report thereon dated May 26, 2022.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statement, we considered Sharon Baptist Board of Directors, Inc.'s internal control over financial reporting (internal control) as a basis for designing 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 Sharon Baptist Board of Directors, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of Sharon Baptist Board of Directors, Inc.'s internal control.
p
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 Sharon Baptist Board of Directors, Inc.'s financial statements are free from material misstatement; we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. 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 Sharon Baptist Board of Directors, Inc. '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 Sharon Baptist Board of Directors, Inc.'s internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Allan S. Joseph

Allan S. Joseph
Certified Public Accountants
5 Hanover Square, Suite 1902
New York, New York, 10004
May 26, 2022

ASJ

ALLAN S. JOSEPH, CPA
Certified Public Accountants
www.asjcpa.com

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE.

Board of Directors
Sharon Baptist Board of Directors, Inc.
1925 Bathgate Avenue
Bronx, NY 10457

Attention: Board of Directors

Report on Compliance for Each Major Federal Program

We have audited Sharon Baptist Board of Directors, Inc.'s compliance with the types of compliance requirements described in the OMB *Compliance Supplement* that could have a direct and material effect on each of Sharon Baptist Board of Directors, Inc.'s major federal programs for the year ended June 30, 2021. Sharon Baptist Board of Directors, Inc.'s major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Sharon Baptist Board of Directors, Inc.'s 's major federal programs 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 the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance 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 federal program occurred. An audit includes examining, on a test basis, evidence about Sharon Baptist Board of Directors, Inc.'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 federal program. However, our audit does not provide a legal determination of Sharon Baptist Board of Directors, Inc.'s compliance.

Opinion on Each Major Federal Program

In our opinion, Sharon Baptist Board of Directors, Inc. 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 federal programs for the year ended June 30, 2021.

Report on Internal Control Over Compliance

Management of Sharon Baptist Board of Directors, Inc. 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 Sharon Baptist Board of Directors, Inc. internal control over compliance with the types requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, 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 Sharon Baptist Board of Director's, Inc. 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 federal program 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 federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency or combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of the 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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Allan S. Joseph

Allan S. Joseph
Certified Public Accountants
5 Hanover Square, Suite 1902
New York, New York, 10004
May 26, 2022

SHARON BAPTIST BOARD OF DIRECTORS, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2021

Section I: Summary of Auditor's Results

Financial Statements

Type of Auditor's Report Issued: Unmodified

INTERNAL CONTROL OVER FINANCIAL REPORTING:

Material weakness (es) identified? No

Significant deficiency (ies) identified? None reported

Noncompliance material to financial statements noted? No

Federal Awards

Internal Control Over Major Programs:

Material weakness (es) identified? No

Significant deficiency (ies) identified? None reported

Type of auditor's report issued on compliance for Major Programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? No

IDENTIFICATION OF MAJOR PROGRAMS:

CFDA NUMBER (S)	NAME OF FEDERAL PROGRAM OR CLUSTER
93.600	Head Start Program
10.558	USDA CACFP

Dollar threshold used to distinguish between Type A and Type B programs: $ 750,000.

Auditee qualified as a low-risk Auditee? Yes

SHARON BAPTIST BOARD OF DIRECTORS, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2021

Section II – Financial Statement Findings

No Matters Were Reported

Section III – Federal Awards and Questioned Costs

No Matters Were Reported

SHARON BAPTIST BOARD OF DIRECTORS, INC.
SCHEDULE OF PRIOR YEARS FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2021

THERE WERE NO PRIOR YEAR FINDINGS AND QUESTIONED COST