Youth & Opportunity United, Inc.

Financial Statements
(With Supplementary Information)
and Independent Auditor's Report

June 30, 2021 and 2020

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Youth & Opportunity United, Inc.

Index

Independent Auditor's Report

To the Board of Directors
Youth & Opportunity United, Inc.

Report on the Financial Statements

We have audited the accompanying financial statements of Youth & Opportunity United, Inc. (a nonprofit organization), which comprise the statements of financial position as of June 30, 2021 and 2020, and the related statements of activities, functional expenses, and 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the 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 Youth & Opportunity United, Inc. as of June 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 Information

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* 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 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 audits 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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 1, 2021 on our consideration of Youth & Opportunity United, Inc.'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 solely 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 Youth & Opportunity United, 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 Standards* in considering Youth & Opportunity United, Inc.'s internal control over financial reporting and compliance.

CohnReznick LLP

Chicago, Illinois
December 1, 2021

Youth & Opportunity United, Inc.

Statements of Financial Position
June 30, 2021 and 2020

Assets

	2021	2020
Current assets		
Cash and cash equivalents	$ 2,268,960	$ 1,618,017
Cash - facility reserve fund	540,000	405,000
Cash - workplace excellence	122,122	186,414
Cash - restricted	786,758	492,918
Accounts receivable, net	822,120	475,996
Promises to give, net	252,640	270,228
Other current assets	90,040	53,605
Total current assets	4,882,640	3,502,178
Fixed assets		
Land	608,040	608,040
Building and building improvements, net	5,002,925	5,133,842
Furniture and equipment, net	159,890	200,148
Total fixed assets, net	5,770,855	5,942,030
Other assets		
Promises to give, less current portion, net	-	235,912
Endowment investments	3,208,538	2,605,958
Total other assets	3,208,538	2,841,870
Total assets	$ 13,862,033	$ 12,286,078

Youth & Opportunity United, Inc.

Statements of Financial Position
June 30, 2021 and 2020

Liabilities and Net Assets

	2021	2020
Current liabilities		
Accounts payable	$ 131,012	$ 63,053
Accrued salaries and related expenses	182,000	92,855
Other accrued expenses	12,082	21,465
Other current liabilities	-	95,599
Total current liabilities	325,094	272,972
Total liabilities	325,094	272,972
Contingency		
Net assets		
Without donor restrictions		
Board-designated	662,328	591,620
Undesignated	8,637,366	7,920,666
Total without donor restrictions	9,299,694	8,512,286
With donor restrictions	4,237,245	3,500,820
Total net assets	13,536,939	12,013,106
Total liabilities and net assets	$ 13,862,033	$ 12,286,078

See Notes to Financial Statements.

Youth & Opportunity United, Inc.

Statement of Activities
Year Ended June 30, 2021

	Without donor restrictions	With donor restrictions	Total
Operating activity			
Operating support and revenue			
Contributions	$ 802,794	$ 457,574	$ 1,260,368
Government grants	3,437,220	-	3,437,220
United Way grant revenue	149,917	-	149,917
Special events	281,766	20,000	301,766
Donated services	68,697	-	68,697
Net assets released from restrictions	190,769	(190,769)	-
Total operating support and revenue	4,931,163	286,805	5,217,968
Operating expenses			
Program services			
Youth and family services	3,146,285	-	3,146,285
Supporting services			
Management and general	857,156	-	857,156
Fundraising	393,572	-	393,572
Total operating expenses	4,397,013	-	4,397,013
Increase in net assets from operating activity	534,150	286,805	820,955
Non-operating activity			
Non-operating support and revenue			
Net assets released from restrictions	253,500	(253,500)	-
Total non-operating support and revenue	253,500	(253,500)	-
Increase (decrease) in net assets from non-operating activity	253,500	(253,500)	-
Other income (expense)			
Net investment return	-	703,120	703,120
Other income (expense)	(242)	-	(242)
Total other income (expense)	(242)	703,120	702,878
Total increase in net assets	787,408	736,425	1,523,833
Net assets - beginning of year	8,512,286	3,500,820	12,013,106
Net assets - end of year	$ 9,299,694	$ 4,237,245	$ 13,536,939

Youth & Opportunity United, Inc.

Statement of Activities
Year Ended June 30, 2020

	Without donor restrictions	With donor restrictions	Total
Operating activity			
Operating support and revenue			
Contributions	$ 858,831	$ 138,196	$ 997,027
Government grants	2,578,668	-	2,578,668
United Way grant revenue	246,000	-	246,000
Special events	303,386	-	303,386
Donated services	35,982	-	35,982
Net assets released from restrictions	379,171	(379,171)	-
Net assets released from non-operating	200,660	-	200,660
Total operating support and revenue	4,602,698	(240,975)	4,361,723
Operating expenses			
Program services			
Youth and family services	3,166,589	-	3,166,589
Supporting services			
Management and general	712,258	-	712,258
Fundraising	378,584	-	378,584
Total operating expenses	4,257,431	-	4,257,431
Increase (decrease) in net assets from operating activity	345,267	(240,975)	104,292
Non-operating activity			
Non-operating support and revenue			
Contributions - capital campaign	60,000	-	60,000
Net assets released from restrictions	265,204	(265,204)	-
Net assets released to operating	(163,380)	(37,280)	(200,660)
Total non-operating support and revenue	161,824	(302,484)	(140,660)
Increase (decrease) in net assets from non-operating activity	161,824	(302,484)	(140,660)
Other gains			
Net investment return	-	99,677	99,677
Total other gains	-	99,677	99,677
Total increase (decrease) in net assets	507,091	(443,782)	63,309
Net assets - beginning of year	8,005,195	3,944,602	11,949,797
Net assets - end of year	$ 8,512,286	$ 3,500,820	$ 12,013,106

See Notes to Financial Statements.

Youth & Opportunity United, Inc.

Statement of Functional Expenses
Year Ended June 30, 2021

	Program services	Supporting services		
	Youth and family services	Management and general	Fundraising	Total
Salaries and related expenses	$ 2,440,226	$ 538,082	$ 295,425	$ 3,273,733
Direct service providers	47,795	-	-	47,795
Partner grants and awards	169,793	-	-	169,793
Supplies and snacks	89,771	9,065	3,421	102,257
Transportation and field trips	32,379	579	-	32,958
Trainings and conferences	49,110	27,564	205	76,879
Communications	37,970	4,564	11,803	54,337
Professional fees	74,331	149,487	41,019	264,837
Occupancy and insurance	72,815	13,306	5,247	91,368
Contributed services	-	68,697	-	68,697
Special events	-	-	22,392	22,392
Depreciation	128,798	32,714	9,662	171,174
Miscellaneous	3,297	13,098	4,398	20,793
Total functional expenses	$ 3,146,285	$ 857,156	$ 393,572	$ 4,397,013

Youth & Opportunity United, Inc.

Statement of Functional Expenses
Year Ended June 30, 2020

	Program services	Supporting services		
	Youth and family services	Management and general	Fundraising	Total
Salaries and related expenses	$ 2,250,432	$ 480,677	$ 251,210	$ 2,982,319
Direct service providers	161,156	-	-	161,156
Partner grants and awards	121,513	-	-	121,513
Supplies and snacks	167,929	30,748	4,915	203,592
Transportation and field trips	76,297	535	76	76,908
Trainings and conferences	56,767	9,535	232	66,534
Communications	36,651	7,269	7,620	51,540
Professional fees	71,407	104,048	57,129	232,584
Occupancy and insurance	78,253	13,374	4,732	96,359
Contributed services	18	35,964	-	35,982
Special events	-	-	35,595	35,595
Depreciation	136,817	29,567	9,834	176,218
Miscellaneous	9,349	541	7,241	17,131
Total functional expenses	$ 3,166,589	$ 712,258	$ 378,584	$ 4,257,431

See Notes to Financial Statements.

Youth & Opportunity United, Inc.

Statements of Cash Flows
Years Ended June 30, 2021 and 2020

	2021	2020
Cash flows from operating activities		
Increase in net assets	$ 1,523,833	$ 63,309
Adjustments to reconcile increase in net assets to net cash provided by operating activities		
Depreciation	171,174	176,218
Gain on investments	(655,767)	(33,502)
Investment income, net of fees	(47,353)	(66,175)
(Increase) decrease in operating assets		
Accounts receivable, net	(346,124)	(15,251)
Promises to give, net	253,500	253,514
Other current assets	(36,435)	330
Increase (decrease) in operating liabilities		
Accounts payable	67,960	(18,915)
Accrued expenses and other liabilities	(15,837)	(63,919)
Net cash provided by operating activities	914,951	295,609
Cash flows from investing activities		
Endowment proceeds/appropriations	100,540	92,092
Purchases of fixed assets	-	(3,665)
Net cash provided by investing activities	100,540	88,427
Net increase in cash, cash equivalents, and restricted cash	1,015,491	384,036
Cash, cash equivalents, and restricted cash, beginning of year	2,702,349	2,318,313
Cash, cash equivalents, and restricted cash, end of year	$ 3,717,840	$ 2,702,349
Supplemental disclosure of cash flow information		
Cash paid for interest	$ -	$ -

See Notes to Financial Statements.

Note 1 - Organization

Youth & Opportunity United, Inc. ("Y.O.U." or the "Organization") was organized under the Illinois General Not-For-Profit Corporation Act exclusively for charitable purposes under Section 501(c)(3) of the Internal Revenue Code. Y.O.U. is a youth developmental agency that partners with families, schools, and the community to provide academic, social, and emotional support to meet the emerging needs of young people and their families. For the years ended June 30, 2021 and 2020, Y.O.U. received 50% and 52%, respectively, of its income in grants from government agencies. The remainder of its support came from contributions by corporations, foundations, individuals, special events, and investments.

Note 2 - Summary of significant accounting policies

Basis of presentation

Y.O.U. conforms with accounting guidance for Financial Statements of Not-for-Profit Organizations. Y.O.U. is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions. Additionally, information is required to segregate program service expenses from support service expenses. Support expenses include administrative activities such as management and general, and fundraising except for the direct conduct of program services.

Accordingly, net assets and changes therein are classified and reported as follows:

Net assets without donor restrictions - represents the portion of net assets that are not subject to donor-imposed stipulations and are available for operations.

Net assets with donor restrictions – represents the portion of net assets of the Organization that result (a) from contributions and other inflows of assets whose use by the Organization is limited by donor-imposed stipulations that either expire by passage of time or can be fulfilled and removed by actions of the Organization pursuant to those stipulations, (b) from other asset enhancements and diminishments subject to the same kinds of stipulations and (c) from reclassifications to (or from) other classes of net assets as a consequence of donor-imposed stipulations, their expiration by passage of time, or their fulfillment and removal by actions of the Organization pursuant to those stipulations.

Use of estimates

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

Cash, cash equivalents, and restricted cash

Cash, cash equivalents, and restricted cash include money market accounts and highly-liquid short-term investments purchased with maturities of three months or less. The following table provides a reconciliation of cash, cash equivalents, and restricted cash reported within the statements of financial position to the sum of the corresponding amounts within the statements of cash flows:

	2021	2020
Cash and cash equivalents	$ 2,268,960	$ 1,618,017
Cash restricted for workplace excellence	540,000	405,000
Cash restricted for building repairs	122,122	186,414
Cash restricted for various purposes	786,758	492,918
Total	$ 3,717,840	$ 2,702,349

Accounts receivable, promises to give and bad debts

Accounts receivable and promises to give are reported net of an allowance for doubtful accounts. Management's estimate of the allowance is based on historical collection experience and a review of the current status of accounts receivable and promises to give. It is reasonably possible that management's estimate of the allowance will change. At June 30, 2021 and June 30, 2020, the allowance was $11,201 and $16,114, respectively.

Capitalization and depreciation

Land, building and building improvements, and furniture and equipment are recorded at cost or, if donated, at estimated fair value at date of acquisition. Improvements are capitalized, while expenditures for maintenance and repairs are expensed. The assets are depreciated over their estimated service lives. The estimated service lives of the assets for depreciation purposes may be different than their actual economic useful lives. Depreciation expense for the years ended June 30, 2021 and 2020 was $171,174 and $176,218, respectively.

	Estimated life	Method
Building and building improvements	5 - 45 years	Straight-line
Furniture and equipment	5 - 30 years	Straight-line

Impairment of long-lived assets

Y.O.U. reviews its long-lived assets for impairment whenever events or changes in circumstances indicate that the carrying value of an asset may not be recoverable. When recovery is reviewed, if the undiscounted cash flows estimated to be generated by the property are less than its carrying amount, management compares the carrying amount of the property to its fair value in order to determine whether an impairment loss has occurred. The amount of the impairment loss is equal to the excess of the asset's carrying value over its estimated fair value.

Investments

Investments, other than money market funds and interest-bearing deposits, are reflected in the accompanying financial statements at fair value. Investment gains and losses include net realized and unrealized gains and losses and are reflected in the accompanying statements of activities as net investment return.

Fair value measurements

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. When determining the fair value measurements for assets and liabilities required or permitted to be recorded at fair value, the Organization considers the principal or most advantageous market in which it would transact, and it considers assumptions that market participants would use when pricing the asset or liability.

GAAP requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value and establish the following three-tier fair value hierarchy based on the level of independent, objective evidence surrounding the inputs used to measure fair value.

The fair value hierarchy is broken down into three levels based on the transparency of inputs as follows:

Level 1: Quoted prices (unadjusted) in active markets that are accessible at the measurement date for identical assets or liabilities

Level 2: Inputs are other than quoted prices in active markets, which are either directly or indirectly observable. Fair value is determined through the use of models or other valuation methodologies

Level 3: Inputs that are unobservable for the assets or liabilities

Revenue recognition

The Organization recognizes revenue under Topic 606 (see *recent accounting pronouncements footnote*) when (or as) the promised services are transferred to customers in an amount that reflects the consideration to which it expects to be entitled in exchange for those services. To determine revenue recognition whether contracts are within the scope of Topic 606, the Organization performs the following five steps: (i) identify the contract(s) with a customer; (ii) identify the performance obligation(s) in the contract; (iii) determine the transaction price; (iv) allocate the transaction price to the performance obligation(s) in the contract; and (v) recognize revenue when (or as) the performance obligation(s) are satisfied. At contract inception, the Organization assesses the services promised within each contract, assesses whether each promised service is distinct and identifies those that are performance obligations. The Organization recognizes as revenue the amount of the transaction price that is allocated to the respective performance obligation when (or as) the performance obligation is satisfied.

Contributions received are recorded as increases in net assets with or without donor restrictions, depending on the existence and/or nature of any donor restrictions. A conditional contribution is a transaction where the Organization has to overcome a barrier or hurdle to be entitled to the resource and the resource provider is released from the obligation to fund or has the right of return of any advanced funding if the Organization fails to overcome the barrier. The Organization recognizes the contribution revenue upon overcoming the barrier or hurdle. Any funding received prior to overcoming the barrier is recognized as a refundable advance. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if restrictions expire in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. 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.

All government grants received by the Organization are conditional promises to give and are recognized as revenue when the conditions stated in the various agreements have been met. A portion of revenue is derived from cost-reimbursable federal and state contracts and grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Organization incurs expenditures in compliance with specific contract or grant provisions. Grants are considered to be available for unrestricted use unless specifically restricted by donors. 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.

Unconditional promises to give are recognized as revenue or gains in the period received and as assets, decreases of liabilities or expenses depending on the form of benefit received. Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promises become unconditional.

Special events revenue is comprised of an exchange element based upon the direct benefits donors receive. The Organization recognizes special events revenue equal to the fair value of direct benefits to donors when the special event takes place.

In-kind services are recognized when services are performed. In-kind services are considered to be available for unrestricted use.

Functional allocation of expenses

The costs of providing the program and other activities have been summarized on a functional basis in the statements of functional expenses. Functional expenses have been allocated based on analysis of personnel time, headcount, square footage utilized, and/or actual expenses for the related activities. The following details the allocation method for each category:

Category	Method of Allocation
Salaries and Related	Based on employee percentage of time spent related to each functional category.
Direct Service Providers	Allocated 100% to Program.
Partner Grants and Awards	Allocated 100% to Program.
Supplies and Snacks	Assigned directly to functional category at the time it is booked, if possible; if not, based on headcount.
Transportation and Field Trips	Assigned directly to functional category at the time it is booked.
Trainings and Conferences	Assigned directly to functional category at the time it is booked.
Communications	Printing costs are assigned directly to functional category at the time it is booked. All other costs in this category (phone, internet, postage, copier costs) are allocated based on headcount.
Professional Fees	Assigned directly to functional category at the time it is booked.
Occupancy and Insurance	Based on headcount associated with each functional category except for workers' compensation, which is allocated based on the same percentages determined for salaries.
Contributed Services	Allocated 100% to Management and General.
Special Events	Allocated 100% to Fundraising.
Depreciation	Building depreciation - based on estimated percentage of square footage associated with each functional category; non-building depreciation - based on headcount per cost pool during the time in question.
Miscellaneous	Assigned directly to functional category at the time it is booked.

Income taxes

Y.O.U. is a not-for-profit corporation that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. In addition, Y.O.U. qualifies for the charitable contribution deduction under Section 170(b)(1)(a) and has been classified as an organization other than a private foundation under Section 509(a)(1) of the Internal Revenue Code. Y.O.U. had no unrelated business income for the years ended June 30, 2021 and 2020. Income tax returns filed by the Organization are subject to examination by the Internal Revenue Service for a period of three years. While no income tax returns are currently being examined by the Internal Revenue Service, tax years since 2018 remain open. The Organization recognizes interest and penalties associated with tax matters, if applicable, as operating expenses and includes accrued interest and penalties, if applicable, with other accrued expenses in the statements of financial position. There were no penalties or interest associated with tax matters for the years ended June 30, 2021 and 2020.

Recent accounting pronouncements
Accounting Standards Update 2014-09
The Financial Accounting Standards Board ("FASB") issued Accounting Standards Update ("ASU") 2014-09, *Revenue from Contracts with Customers (Topic 606)* ("ASU 2014-09") in May 2014, providing new revenue recognition guidance that superseded existing revenue recognition guidance. The update, as amended, requires the recognition of revenue related to the transfer of goods or services to customers reflects the consideration to which the entity expects to be entitled in exchange for those goods or services, as well as additional qualitative and quantitative disclosures about revenues. ASU 2014-09 is effective for fiscal years beginning after December 15, 2019 with early adoption permitted.

The Organization adopted the new revenue recognition guidance as of July 1, 2019 using the full retrospective method of transition for all contracts that were completed as of that date. The impact on the revenue recognition has been immaterial compared to the prior revenue recognition policy.

Accounting Standards Update 2016-02
In February 2016, the FASB issued ASU No. 2016-02, *Leases (Topic 842)* ("ASU 2016-02"), which requires lessees to recognize on the balance sheet the assets and liabilities for the rights and obligations created by leases with lease terms of more than 12 months. The recognition, measurement, and presentation of expenses and cash flows arising from a lease by a lessee will continue to primarily depend on its classification as a finance or operating lease. However, unlike current GAAP, which requires only capital leases to be recognized on the balance sheet, ASU 2016-02 will require both types of leases to be recognized on the balance sheet. ASU 2016-02 also requires disclosures about the amount, timing, and uncertainty of cash flows arising from leases. These disclosures include qualitative and quantitative requirements, providing additional information about the amounts recorded in the financial statements. ASU 2016-02 is effective for fiscal years beginning after December 15, 2021 with early adoption permitted. The Organization is currently evaluating the effect the updated standard will have on its financial statements.

Accounting Standards Update 2016-13
In June 2016, the FASB issued ASU No. 2016-13, *Financial Instruments - Credit Losses* (*Topic 326*) ("ASU 2016-13"), and subsequently issued various corresponding updates that will update the impairment model for financial assets measured at amortized cost, known as the Current Expected Credit Loss model. For trade and other receivables, held-to-maturity debt securities, loans and other instruments, entities will be required to use a new forward-looking "expected loss" model that generally will result in the earlier recognition of allowance for losses. For available-for-sale debt securities with unrealized losses, there will be no change to the measurement of credit losses, except that unrealized losses due to credit-related factors will be recognized as an allowance on the balance sheet with a corresponding adjustment to earnings in the statement of activities. There are various transition methods available upon adoption. ASU 2016-13 is effective for non-public companies for periods beginning after December 15, 2020. Early adoption is permitted. The

Organization is currently evaluating the effect the updated standard will have on its financial statements.

Note 3 - Availability and liquidity

The following represents the Organization's financial assets at June 30, 2021 and 2020:

	2021	2020
Financial assets at year-end		
Cash and cash equivalents	$ 2,268,960	$ 1,618,017
Cash - facility reserve fund	540,000	405,000
Cash - workplace excellence	122,122	186,414
Cash - restricted	786,758	492,918
Endowment investments	3,208,538	2,605,958
Accounts receivable, net	822,120	475,996
Promises to give, net	252,640	270,228
Total financial assets	8,001,138	6,054,531
Less amounts not available to be used within one year		
Board-designated net assets	(662,328)	(591,620)
Net assets with donor restrictions	(4,237,245)	(3,500,820)
Financial assets not available to be used within one year	(4,899,573)	(4,092,440)
Financial assets available to meet general expenditures within one year	$ 3,101,565	$ 1,962,091

Liquidity management

The Organization maintains a policy of structuring its financial assets to be available as its general expenditures, liabilities, and other obligations become due. In addition, the Organization invests cash in excess of daily requirements into money market funds.

To help manage unanticipated liquidity needs, the Organization has a line of credit agreement with Byline Bank in which the Organization can draw up to $750,000 (see Note 7). The Organization also has a $250,000 donor-restricted fund that was established to meet liquidity needs. This amount is currently included in the "Cash - restricted" line item totaling $786,758.

Additionally, the Organization has Board-designated net assets without donor restrictions that could be made available for current operations if necessary, although the Organization does not currently intend to spend these for purposes other than those identified.

Note 4 - Restricted cash

Certain private donations have been classified as restricted cash and net assets with donor restrictions. These donations, when received, have been segregated into a separate cash account, until the stipulations surrounding their use are achieved. Restricted cash represents contributions toward specific programming, or toward specific purposes of the capital campaign. The capital campaign was a three-year effort that raised over $16 million to expand programming, build a new facility, and further financial sustainability. While fundraising for the campaign ended on June 30, 2016, collections of contributions continue. As of June 30, 2021 and 2020, $786,758 and $492,918, respectively, has been classified as restricted cash.

Note 5 - Promises to give

Promises to give, less an appropriate allowance for uncollectable items, include promises to give from normal operations and the capital campaign on the accompanying statements of financial position. Promises to give are recorded at their estimated fair value with amounts due later than one year at the expected present value of estimated future cash flows using a risk-adjusted rate:

	2021	2020
Promises to give to be collected in		
Less than one year	$ 252,640	$ 270,228
One to five years	-	245,872
	252,640	516,100
Less		
Allowance	-	(9,960)
Promises to give, net	252,640	506,140
Less current portion	(252,640)	(270,228)
Long-term portion	$ -	$ 235,912

Note 6 - Endowment investments

The following table presents information about the Organization's investments. Money market funds are stated at cost. Investments are based on quoted market prices in active markets and therefore are classified as Level 1.

Investments consist of the following at June 30, 2021 and 2020:

	2021	2020
Money market funds	$ 12,152	$ 52,397
Equity mutual funds	2,145,290	1,639,476
Fixed income mutual funds	1,051,096	914,085
	$ 3,208,538	$ 2,605,958

Net investment return for the years ended June 30, 2021 and 2020 is as follows:

	2021	2020
Interest and fees	$ 47,353	$ 66,175
Realized gains	69,445	77,634
Unrealized gains (losses)	586,322	(44,132)
Net investment return	$ 703,120	$ 99,677

Note 7 - Line of credit

On May 19, 2019, Y.O.U. renewed the line of credit with Byline Bank in in the amount of $750,000 through May 19, 2020. On May 19, 2020, Y.O.U. renewed the line of credit with Byline Bank in the same amount through May 19, 2021. As of December 1, 2021, the Organization is in negotiations with Byline Bank to extend the maturity on the line of credit. Interest is payable monthly at the prime rate. As of June 30, 2021 and 2020, no amounts were drawn, and the prime rate was 3.25% and 3.25%, respectively. The line of credit is collateralized by the business assets of Y.O.U.

Note 8 - Net assets with donor restrictions

Net assets with donor restrictions are restricted for the following purposes or periods:

	2021	2020
Subject to expenditure for specified purpose		
Educational programs	$ 335,761	$ 148,416
Cash flow assistance	250,000	250,000
	585,761	398,416
Subject to the passage of time		
Available for general use	184,000	-
Annual benefit	20,000	-
Stewardship	1,000	1,000
Capital campaign	237,946	495,446
	442,946	496,446
Endowments		
Perpetual in nature, earnings from which are subject to endowment spending policy and appropriation		
Available for general use	3,208,538	2,605,958
	$ 4,237,245	$ 3,500,820

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of the passage of time or other events specified by donors as follows for the years ended June 30, 2021 and 2020:

	2021	2020
Expiration of time restrictions	$ 253,500	$ 265,204
Satisfaction of purpose restrictions		
Educational programs	90,229	324,359
Endowment appropriations	100,540	92,092
	$ 444,269	$ 681,655

Note 9 - Endowment

The Organization's endowment was formally established during 2015 and currently consists of the Finnegan Family Fund, a donor-restricted endowment fund, with the purpose of building a financial foundation that will allow the Organization to sustain and expand its impact into the future. As required by GAAP, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

Interpretation of relevant law

The Board of Trustees of the Organization has interpreted the Uniform Prudent Management of Institutional Funds Act ("UPMIFA") as requiring the preservation of the original gift amount of the donor-restricted endowment funds, absent explicit donor stipulations to the contrary. As a result of this interpretation, the Organization classifies as net assets with donor restrictions (a) the original value of gifts donated to the permanent endowment, and (b) the original value of subsequent gifts to the permanent endowment. The remaining portion of the donor-restricted endowment fund that is also classified as net assets with donor restrictions until those amounts are appropriated for expenditure by the Organization in a manner consistent with the standard of prudence prescribed by UPMIFA.

In accordance with UPMIFA, the Organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

a. The duration and preservation of the fund

b. The purposes of the Organization and the donor-restricted endowment fund

c. General economic conditions

d. The possible effect of inflation and deflation

e. The expected total return from income and the appreciation of investments

f. Other resources of the Organization

g. The investment policies of the Organization

Endowment net asset composition by type of fund and changes in endowment net assets as of and for the years ended June 30, 2021 and 2020, respectively, is as follows:

2021	Without donor restrictions	With donor restrictions	Total
Donor-restricted endowment funds	$ -	$ 3,208,538	$ 3,208,538
Endowment net assets, beginning of year	$ -	$ 2,605,958	$ 2,605,958
Investment return			
Investment income, net of fees	-	47,353	47,353
Net appreciation (realized and unrealized)	-	655,767	655,767
Total investment return	-	703,120	703,120
Contributions	-	-	-
Appropriations	-	(100,540)	(100,540)
Endowment net assets, end of year	$ -	$ 3,208,538	$ 3,208,538

2020	Without donor restrictions	With donor restrictions	Total
Donor-restricted endowment funds	$ -	$ 2,605,958	$ 2,605,958
Endowment net assets, beginning of year	$ -	$ 2,598,373	$ 2,598,373
Investment return			
Investment income, net of fees	-	66,175	66,175
Net appreciation (realized and unrealized)	-	33,502	33,502
Total investment return	-	99,677	99,677
Contributions	-	-	-
Appropriations	-	(92,092)	(92,092)
Endowment net assets, end of year	$ -	$ 2,605,958	$ 2,605,958

Investment objectives, strategies and risk parameters
The basic philosophy governing the investments of the endowment will be prudent long-term growth of principal with the understanding that the portfolio's values will fluctuate with the capital markets over shorter term time periods. Within this framework, Y.O.U. seeks a competitive total return consistent with historical capital market conditions and subject to risk tolerances, liquidity requirements, and investment guidelines.

The Organization targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

To minimize risk of the portfolio as a whole the portfolio is well diversified across asset classes, economic sectors, industry groups and individual securities. The asset allocation is designed to provide a balance that will enhance total return while avoiding undue risk from concentration in any single asset class or investment style and provide funding for foreseeable liquidity events.

Spending policy and how the investment objectives relate to spending policy
Consistent with the purpose of the endowment and Organization, and subject to donor-imposed restrictions on endowment gifts, Y.O.U. may appropriate for expenditure or accumulate so much of the endowment fund as the Board determines is prudent for the uses, benefits, purposes, and duration for which the endowment is established. The decision to appropriate will balance the long-term growth objective of the fund with prudent spending to assist with annual programming objectives. The calculation will consider a combination of market performance of the endowment and the needs of the Organization and may be adjusted, from time-to-time, by the Board as it deems reasonable and appropriate.

Funds with deficiencies
From time-to-time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the original gift amount. In accordance with GAAP, deficiencies of this nature are reported in net assets with donor restrictions. These deficiencies may result from unfavorable market fluctuations as well as continued appropriation for programs as deemed prudent by the Board of Trustees. There were no such deficiencies as of June 30, 2021 or 2020.

Note 10 - Donated property and services

Donations of property are recorded as financial support at their estimated fair value at the date of donation. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Conditional transfers of assets are recognized when the conditions on which they depend are substantially met.

Donations of in-kind services are recorded if they create or enhance a nonfinancial asset or are specialized skills that would be purchased if they were not donated. During the years ended June 30, 2021 and 2020, Y.O.U. received legal, architectural, consulting and design services with a value of $68,697 and $35,982, respectively. The value of such services is included as donated services in the accompanying statements of activities. In addition, Y.O.U. received 887 and 1,894 hours of volunteer service for the years ended June 30, 2021 and 2020, respectively, which are not considered specializing or enhancing to a non-financial asset and are, therefore, not recorded in the financial statements.

Note 11 - Concentration of revenue

A substantial portion of Y.O.U.'s revenue is from one grantor during the years ended June 30, 2021 and 2020. Substantial revenue is defined as revenue earned from any individual source that is in excess of 10% of the total revenue for a given year. This revenue is comprised of federal pass-through grants from the Department of Education. During the years ended June 30, 2021 and 2020, revenue received from those grantors was $1,456,582, or 25% of total revenue, and $1,264,463, or 29% of total revenue, respectively.

Note 12 - Concentration of credit risk

The Organization maintains cash and cash equivalent balances in several accounts at various financial institutions. Accounts are insured by the Federal Deposit Insurance Corporation. From time-to-time, the Organization's balances may exceed these limits; however, the Organization has not experienced any losses with respect to its bank balances in excess of government provided insurance. Management believes that no significant concentration of credit risk exists with respect to these cash balances at June 30, 2021.

Note 13 - Board-designated net assets

The Organization's Board of Directors can elect to designate a portion of the Organization's net assets without donor restrictions. During the year ended June 30, 2021, the Board elected to designate $135,000 of net assets without donor restrictions to the Facility Reserve Fund and disburse $64,292 from the Workplace Excellence Fund. During the year ended June 30, 2020, the Board elected to designate $135,000 of net assets without donor restrictions to the Facility Reserve Fund and disburse $63,380 from the Workplace Excellence Fund. The Board-designated amounts for the years ended June 30, 2021 and 2020 are $662,328 and $591,620, respectively. These funds, while designated for the purposes noted above, are categorized within net assets without donor restrictions.

Note 14 - CARES Act - Employee Retention Credit

As part of the Coronavirus Aid, Relief and Economic Security Act ("CARES Act"), the employee retention credit ("ERC") was introduced as a refundable tax credit against certain employment taxes equal to 50% of the qualified wages an eligible employer pays to employees after March 12, 2020. The purpose of the ERC is to encourage employers to keep employees on the payroll, even if they aren't working due to the effects of the novel strain of coronavirus ("COVID-19"). Eligible employers can get immediate access to the credit by reducing employment tax deposits they are otherwise required to make. For each eligible employee, wages up to $10,000 annually can be counted to determine the amount of the 50% credit. In 2021, this credit increased from 50% to 70% up to $10,000 per quarter. Employers are eligible for the credit if they operate a trade or business during calendar year 2020 and 2021 and experience either: (1) the full or partial suspension of operations of their trade or business during any calendar quarter due to COVID-19, or (2) a significant decline in gross receipts, defined as a 50% (20% for 2021) decline in gross revenue from one calendar quarter to the equivalent calendar quarter. For the years ended June 30, 2021 and 2020, the ERC for the Organization totaled $803,341 and $268,610, respectively, which is included in government grants on the accompanying statements of activities. As of June 30, 2021 and 2020, the amounts to be received from the ERC was $284,096 and $202,053, respectively, and is included in accounts receivable, net on the accompanying statements of financial position.

Note 15 - Contingency

The spread of COVID-19 emerged globally during the first quarter of 2020. As a result, events have occurred including mandates from federal, state and local authorities leading to an overall decline in economic activity which could result in a loss of program revenue and government grants and other material adverse effects on the Organization's assets, liabilities, and net assets, revenue, expenses, and cash flows. The Organization is not able to reliably estimate the length or severity of this outbreak and related financial impact.

Note 16 - Subsequent events

Events that occur after the statement of financial position date, but before the financial statements were available to be issued, must be evaluated for recognition or disclosure. The effects of subsequent events that provide evidence about conditions that existed at the statement of financial position date are recognized in the accompanying financial statements. Subsequent events which provide evidence about conditions that existed after the statement of financial position date require disclosure in the accompanying notes. Management evaluated the activity of the Organization through December 1, 2021 (the date the financial statements were available to be issued) and concluded that, outside of the event described in Note 7, no subsequent events have occurred that would require recognition in the financial statements or disclosure in the notes to the financial statements.

Supplementary Information

Youth & Opportunity United, Inc.

Schedule of Expenditures of Federal Awards
June 30, 2021

Federal Grantor / (Pass-through Grantor) / Program or Cluster Title	CFDA Number	Pass-through Entity Identifying Number	Passed through to Subrecipients	Federal Expenditures
Department of Health and Human Services				
Passed through The Harbour, Inc.				
Basic Center Program	93.623	93623001-20	$ -	$ 11,635
Basic Center Program	93.623	93623001-21	-	24,869
		Subtotal	-	36,504
Street Outreach Program	93.557	N/A	21,000	47,423
Street Outreach Program	93.557	N/A	45,000	111,739
		Subtotal	66,000	159,162
Passed through the Illinois Department of Human Services				
Comprehensive Community Based Youth Services (CCBYS)	93.667	FCSZR01044	-	225,000
		Total Department of Health and Human Services	**66,000**	**420,666**
Corporation for National and Community Service				
Passed through the Illinois Department of Public Health				
AmeriCorps	94.006	97380026G	-	28,848
AmeriCorps	94.006	07380026H	-	245,315
		Total Corporation for National and Community Service	**-**	**274,163**
Department of Education				
Passed through the Illinois State Board of Education				
21st Century Community Learning Centers - ETHS	84.287	2020-4421-35-65-108-1220-51	-	123
21st Century Community Learning Centers - ETHS	84.287	2021-4421-35-65-108-1220-51	-	112,589
21st Century Community Learning Centers - Lincoln	84.287	2020-4421-13-65-108-1220-51	5,000	22,251
21st Century Community Learning Centers - Lincoln	84.287	2021-4421-13-65-108-1220-51	-	137,806
21st Century Community Learning Centers - King Arts	84.287	2020-4421-31-65-108-1220-51	-	22,730
21st Century Community Learning Centers - King Arts	84.287	2021-4421-31-65-108-1220-51	-	153,270
21st Century Community Learning Centers - Dawes	84.287	2020-4421-32-65-108-1220-51	-	15,680
21st Century Community Learning Centers - Dawes	84.287	2021-4421-32-65-108-1220-51	-	94,938
21st Century Community Learning Centers - Chute, Oakton, Walker	84.287	2020-4421-25-65-108-1220-51	-	48,892
21st Century Community Learning Centers - Chute, Oakton, Walker	84.287	2021-4421-25-65-108-1220-51	-	313,793
21st Century Community Learning Centers - Nichols, Old Orchard, Washington, Edison	84.287	2020-4421-15-65-108-1220-51	-	80,334
21st Century Community Learning Centers - Nichols, Old Orchard, Washington, Edison	84.287	2021-4421-15-65-108-1220-51	-	454,176
		Total Department of Education	**5,000**	**1,456,582**
Department of Agriculture				
Passed through the Illinois State Board of Education				
Child and Adult Care Food Program	10.558	65-108-1220-51	-	1,719
		Subtotal	**-**	**1,719**
Summer Food Service Program for Children - Child Nutrition Cluster	10.559	65-108-1220-51	-	597
		Subtotal Cluster 10.559	**-**	**597**
		Total Department of Agriculture	**-**	**2,316**
Department of Housing and Urban Development				
Passed through the Village of Skokie				
Community Development Block Grant - Entitlement Grants Cluster	14.218	19-7.3	-	5,000
		Total Department of Housing and Urban Development	**-**	**5,000**
Total expenditures of federal awards			**$ 71,000**	**$ 2,158,727**

See Notes to Schedule of Expenditures of Federal Awards.

Youth & Opportunity United, Inc.

Notes to Schedule of Expenditures of Federal Awards
June 30, 2021

Note 1 - Basis of presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of the Organization 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* 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 the Organization, it is not intended to and does not present the financial position, changes in net assets or cash flows of the Organization. No amounts in the Schedule were expended in the form of noncash assistance, insurance in force, or for loans and loan guarantee.

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.

Note 3 - Indirect cost rate

The Organization has elected to use the 10% de minimis indirect cost rate as allowed under the Uniform Guidance.

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Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

To the Board of Directors
Youth & Opportunity United, Inc.

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 Youth & Opportunity United, Inc., which comprise the statement of financial position as of June 30, 2021, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated December 1, 2021.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Youth & Opportunity United, 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 Youth & Opportunity United, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of Youth & Opportunity United, Inc.'s internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the 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 Youth & Opportunity United, Inc.'s financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

CohnReznick LLP

Chicago, Illinois
December 1, 2021

Independent Auditor's Report on Compliance for the Major Federal Program and on Internal Control over Compliance Required by the Uniform Guidance

To the Board of Directors
Youth & Opportunity United, Inc.

Report on Compliance for the Major Federal Program

We have audited Youth & Opportunity United, Inc.'s compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on Youth & Opportunity United, Inc.'s major federal program for the year ended June 30, 2021. Youth & Opportunity United, Inc.'s major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for Youth & Opportunity United, Inc.'s major federal program 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 Youth & Opportunity United, 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 the major federal program. However, our audit does not provide a legal determination of Youth & Opportunity United, Inc.'s compliance.

Opinion on the Major Federal Program

In our opinion, Youth & Opportunity United, Inc. complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on the major federal program for the year ended June 30, 2021.

Report on Internal Control over Compliance

Management of Youth & Opportunity United, 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 Youth & Opportunity United, Inc.'s internal control over compliance with the types of requirements that could have a direct and material effect on the major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for the 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 Youth & Opportunity United, Inc.'s internal control over compliance.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a 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 a 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 control over compliance, yet important enough to merit attention by those charged with governance.

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

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

CohnReznick LLP

Chicago, Illinois
December 1, 2021

Youth & Opportunity United, Inc.

Schedule of Findings and Questioned Costs
Year Ended June 30, 2021

Section I - Summary of Auditor's Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP: Unmodified

Internal control over financial reporting

- Material weakness(es) identified? ___yes _✓_no
- Significant deficiency(ies) identified? ___yes _✓_none reported

Noncompliance material to financial statements noted? ___yes _✓_no

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? ___yes _✓_no
- Significant deficiency(ies) identified? ___yes _✓_none reported

Type of auditor's report issued on compliance for major federal programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? ___yes _✓_no

Identification of major federal programs:

CFDA Number	Name of Federal Program or Cluster
84.287	21st Century Community Learning Center

Dollar threshold used to distinguish between type A and B programs $750,000

Auditee qualified as low-risk auditee? _✓_yes ___no

Section II – Financial Statement Findings

None reported.

Section III – Federal Awards Findings and Questioned Costs

None reported.

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