Youth & Opportunity United, Inc.

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

June 30, 2019 and 2018

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Youth & Opportunity United, Inc.

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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, 2019 and 2018, 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, 2019 and 2018, 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.

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Adoption of New Accounting Standard

As discussed in Note 2, Youth & Opportunity United, Inc. adopted the Financial Accounting Standards Board's Accounting Standard Update ("ASU") 2016-14, *Not-for-Profit Entities (Topic 958) - Presentation of Financial Statements of Not-for-Profit Entities* as of and for the year ended June 30, 2019. The requirements of the ASU have been applied retrospectively to all periods with the exception of certain disclosures regarding liquidity and availability of resources as permitted by the standard. Our opinion is not modified with respect to this matter.

Report on the Schedule of Expenditures of Federal Awards

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.

Restatement of the Schedule of Expenditures of Federal Awards

As discussed in Note 4 to the Schedule of Expenditures of Federal Awards, the supplementary information to the financial statements of Youth & Opportunity, Inc. for the year ended June 30, 2019 has been restated to correct a misstatement. Our opinion is not modified with respect to this matter.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 2, 2019, 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 2, 2019, except for the Schedule of Expenditures of Federal Awards, as to which the date is January 16, 2020

Youth & Opportunity United, Inc.

Statements of Financial Position
June 30, 2019 and 2018

Assets

	2019	2018
Current assets		
Cash and cash equivalents	$ 1,212,736	$ 1,150,681
Cash - facility reserve fund	270,000	111,219
Cash - workplace excellence	250,000	-
Cash - restricted	585,577	380,427
Accounts receivable, net	460,745	315,846
Promises to give, net	280,102	315,694
Other current assets	53,935	23,528
Total current assets	3,113,095	2,297,395
Fixed assets		
Land	608,040	608,040
Building and building improvements, net	5,264,759	5,392,364
Furniture and equipment, net	241,784	278,954
Total fixed assets, net	6,114,583	6,279,358
Other assets		
Promises to give, less current portion, net	479,552	723,281
Endowment investments	2,598,373	2,535,049
Total other assets	3,077,925	3,258,330
Total assets	$ 12,305,603	$ 11,835,083

Youth & Opportunity United, Inc.

Statements of Financial Position
June 30, 2019 and 2018

Liabilities and Net Assets

	2019	2018
Current liabilities		
Accounts payable	$ 81,968	$ 59,395
Accrued salaries and related expenses	249,854	94,946
Other accrued expenses	16,038	9,618
Other current liabilities	5,851	3,358
Total current liabilities	353,711	167,317
Long-term liabilities		
Other long-term liabilities	2,095	5,581
Total long-term liabilities	2,095	5,581
Total liabilities	355,806	172,898
Net assets		
Without donor restrictions		
Board designated	520,000	111,219
Undesignated	7,485,195	7,327,191
Total without donor restrictions	8,005,195	7,438,410
With donor restrictions	3,944,602	4,223,775
Total net assets	11,949,797	11,662,185
Total liabilities and net assets	$ 12,305,603	$ 11,835,083

See Notes to Financial Statements.

Youth & Opportunity United, Inc.

Statement of Activities
Year Ended June 30, 2019

	Without donor restrictions	With donor restrictions	Total
Operating activity			
Operating support and revenue			
Contributions	$ 997,423	$ 280,720	$ 1,278,143
Government revenue	2,179,197	-	2,179,197
United Way grant revenue	300,000	-	300,000
Special events	265,200	1,120	266,320
Donated services	19,548	-	19,548
Net assets released from restrictions	350,808	(350,808)	-
Net assets released from non-operating	163,767	-	163,767
Total operating support and revenue	4,275,943	(68,968)	4,206,975
Operating expenses			
Program services			
Youth and family services	3,118,016	-	3,118,016
Supporting services			
Management and general	565,190	-	565,190
Fundraising	357,634	-	357,634
Total operating expenses	4,040,840	-	4,040,840
Increase (decrease) in net assets from operating activity	235,103	(68,968)	166,135
Non-operating activity			
Non-operating support and revenue			
Contributions - capital campaign	140,572	14,088	154,660
Net assets released from restrictions	291,110	(291,110)	-
Net assets released to operating	(100,000)	(63,767)	(163,767)
Total non-operating support and revenue	331,682	(340,789)	(9,107)
Other gains (losses)			
Net investment return	-	130,584	130,584
Total other gains (losses)	-	130,584	130,584
Total increase (decrease) in net assets	566,785	(279,173)	287,612
Net assets - beginning of year	7,438,410	4,223,775	11,662,185
Net assets - end of year	$ 8,005,195	$ 3,944,602	$ 11,949,797

Youth & Opportunity United, Inc.

Statement of Activities
Year Ended June 30, 2018

	Without donor restrictions	With donor restrictions	Total
Operating activity			
Operating support and revenue			
Contributions	$ 1,009,792	$ 250,393	$ 1,260,185
Government revenue	2,301,301	-	2,301,301
United Way grant revenue	357,500	-	357,500
Special events	329,967	-	329,967
Donated services	18,899	-	18,899
Net assets released from restrictions	562,888	(562,888)	-
Net assets released from non-operating	216,525	-	216,525
Total operating support and revenue	4,796,872	(312,495)	4,484,377
Operating expenses			
Program services			
Youth and family services	3,187,484	-	3,187,484
Supporting services			
Management and general	640,482	-	640,482
Fundraising	319,614	-	319,614
Total operating expenses	4,147,580	-	4,147,580
Increase (decrease) in net assets from operating activity	649,292	(312,495)	336,797
Non-operating activity			
Non-operating support and revenue			
Contributions - capital campaign	240,196	14,508	254,704
Net assets released from restrictions	145,637	(145,637)	-
Net assets released to operating	(168,764)	(47,761)	(216,525)
Total non-operating support and revenue	217,069	(178,890)	38,179
Other gains			
Net investment return	-	178,526	178,526
Total other gains	-	178,526	178,526
Total increase (decrease) in net assets	866,361	(312,859)	553,502
Net assets - beginning of year	6,572,049	4,536,634	11,108,683
Net assets - end of year	$ 7,438,410	$ 4,223,775	$ 11,662,185

See Notes to Financial Statements.

Youth & Opportunity United, Inc.

Statement of Functional Expenses
Year Ended June 30, 2019

	Program services	Supporting services		
	Youth and family services	Management and general	Fundraising	Total
Salaries and related expenses	$ 2,326,669	$ 381,240	$ 272,942	$ 2,980,851
Direct service providers	152,038	-	-	152,038
Partner grants and awards	84,367	-	-	84,367
Supplies and snacks	172,235	29,595	2,362	204,192
Transportation and field trips	79,767	603	106	80,476
Trainings and conferences	42,970	7,228	2,702	52,900
Communications	40,174	5,088	15,749	61,011
Professional fees	6,442	71,271	12,747	90,460
Occupancy and insurance	69,111	20,470	5,562	95,143
Contributed services and supplies	-	19,548	-	19,548
Special events	-	-	29,742	29,742
Depreciation	140,708	29,664	9,852	180,224
Miscellaneous	3,535	483	5,870	9,888
Total functional expenses	$ 3,118,016	$ 565,190	$ 357,634	$ 4,040,840

Youth & Opportunity United, Inc.

Statement of Functional Expenses
Year Ended June 30, 2018

	Program services	Supporting services		
	Youth and family services	Management and general	Fundraising	Total
Salaries and related expenses	$ 2,287,631	$ 411,745	$ 227,856	$ 2,927,232
Direct service providers	133,461	1,000	-	134,461
Partner grants and awards	162,367	-	-	162,367
Supplies and snacks	200,681	31,621	1,939	234,241
Transportation and field trips	85,749	46	66	85,861
Trainings and conferences	44,212	11,599	1,825	57,636
Communications	35,672	4,962	19,842	60,476
Professional fees	31,278	118,062	1,688	151,028
Occupancy and insurance	69,329	12,421	4,340	86,090
Contributed services	-	18,899	-	18,899
Special events	-	-	43,839	43,839
Depreciation	136,708	29,001	10,112	175,821
Miscellaneous	396	1,126	8,107	9,629
Total functional expenses	$ 3,187,484	$ 640,482	$ 319,614	$ 4,147,580

See Notes to Financial Statements.

Youth & Opportunity United, Inc.

Statements of Cash Flows
Years Ended June 30, 2019 and 2018

	2019	2018
Cash flows from operating activities		
Increase in net assets	$ 287,612	$ 553,502
Adjustments to reconcile increase in net assets to net cash provided by operating activities:		
Depreciation	180,224	175,821
Contributions restricted for long-term purposes	-	(50,000)
Gain on investments	(80,475)	(133,379)
Investment income, net of fees	(50,109)	(45,147)
(Increase) decrease in operating assets:		
Accounts receivable, net	(144,899)	163,695
Promises to give, net	279,321	253,952
Other current assets	(30,407)	(224)
Increase (decrease) in operating liabilities:		
Accounts payable	22,573	(76,132)
Accrued expenses and other liabilities	160,335	(28,877)
Net cash provided by operating activities	624,175	813,211
Cash flows from investing activities		
Endowment proceeds/appropriations	67,260	30,708
Purchases of fixed assets	(15,449)	(36,840)
Net cash provided by (used in) investing activities	51,811	(6,132)
Cash flows from financing activities		
Collections of contributions restricted for long-term purposes:		
Contributions restricted to long-term assets	-	50,000
Payments on mortgage payable	-	(399,953)
Net cash used in financing activities	-	(349,953)
Net increase in cash, cash equivalents, and restricted cash	675,986	457,126
Cash, cash equivalents, and restricted cash, beginning of year	1,642,327	1,185,201
Cash, cash equivalents, and restricted cash, end of year	$ 2,318,313	$ 1,642,327
Supplemental disclosure of cash flow information		
Cash paid for interest	$ -	$ 18,642

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, 2019 and 2018, Y.O.U. received 50% and 49%, 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.

The net assets of Y.O.U. are classified as follows:

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

With donor restrictions - represents income that has been temporarily restricted by the donor as to its usage and/or the passage of time, as well as funds that have been restricted by the donor as to it being retained in perpetuity. Generally, for the latter, the donors of these assets permit the Organization to use all or part of the income earned on the related investments for general or specific purposes.

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 and cash equivalents

Cash and cash equivalents include money market accounts and highly-liquid short-term investments purchased with maturities of three months or less.

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.

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, 2019 and 2018 was $180,224 and $175,821, respectively.

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

Assets held for sale

Long-lived assets to be sold are classified as "held for sale" in the period in which certain criteria are met, such as the estimated timeframe in which the assets are expected to be sold. As a result, depreciation is not recorded on an asset once deemed to be held for sale, and it is recorded in the financial statements at the lower of its carrying value or fair value less cost to sell.

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

Net assets
The Organization classifies net assets as without donor restrictions and with donor restrictions.

Without donor restrictions net assets of the Organization are neither permanently restricted nor temporarily restricted by donor-imposed stipulations.

With donor restrictions net assets of the Organization result (a) from contributions and other inflows of assets whose use by the Organization is limited by donor-imposed stipulations that neither or 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.

Revenue recognition
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. 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. 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 revenues 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 event revenue is recorded when received and is generally cash received; however, revenue under this caption could also be recognized in the form of a promise to give. This revenue is classified as either net assets with or without donor restrictions depending on donor stipulations.

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 Statement 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 & Related	Based on employee percentage of time spent related to each functional category
Direct Service Providers	Allocated 100% to Program
Partner Grants & Awards	Allocated 100% to Program
Supplies & Snacks	Assigned directly to functional category at the time it is booked, if possible; if not, based on headcount
Transportation & Field Trips	Assigned directly to functional category at the time it is booked
Trainings & 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 & Insurance	Based on headcount associated with each functional category except for worker's compensation, which is allocated based on the same percentages determined for salaries
Contributed Services	Allocated 100% to Management & General (for FY19 - only includes pro bono counsel)
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 head count per cost pool during the time in question
Miscellaneous	Assigned directly to functional category at the time it is booked

Operating leases

Operating lease payments are recorded at actual costs at the time the lease payments are due. Accounting principles generally accepted in the United States of America require that operating lease payments be amortized over the term of the lease using the straight-line method; however, the effect of recording lease payments at actual cost at the time the lease payments are due is not materially different from the results that would have been obtained under the straight-line method.

Advertising

Advertising costs are charged to operations as they are incurred.

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, 2019 and 2018. 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 2016 remain open.

Reclassifications

Reclassifications may have been made to the prior year balances to conform to the current year presentation. Such reclassifications were made for comparative purposes only, and do not restate the prior year financial statements.

Adoption of new accounting pronouncements

In August 2016, the FASB issued Accounting Standard Update ("ASU") ASU No. 2016-14, Not-for-Profit Entities (Topic 958) ("ASU 2016-14"), which improves the presentation of financial statements of not-for-profit entities. The change is intended to provide more useful information to donors, grantors and other users. The ASU impacts all not-for-profit entities in the scope of Topic 958. The ASU addresses the following key qualitative and quantitative matters: 1) net asset classes, 2) investment return, 3) expenses, 4) liquidity and availability of resources and 5) presentation of operation cash flows. ASU 2016-14 is effective for fiscal years beginning after December 15, 2017 with early application permitted. ASU 2016-14 has been applied to all periods presented with the exception of certain disclosures regarding liquidity and availability of resources as permitted by the standard.

A recap of the net asset reclassifications driven by the adoption of ASU 2016-14 as of June 30, 2018 is as follows:

	ASU 2016-14 Classifications		
Net Assets Classifications	Without Donor Restrictions	With Donor Restrictions	Total Net Assets
As previously presented:			
Unrestricted	$ 7,438,410	$ -	$ 7,438,410
Temporarily restricted	-	2,182,388	2,182,388
Permanently restricted	-	2,041,387	2,041,387
Net assets as previously presented	7,438,410	4,223,775	11,662,185
Net assets, as reclassified	$ 7,438,410	$ 4,223,775	$ 11,662,185

In February 2016, the FASB issued Accounting Standard Update ("ASU") 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 U.S. 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, 2020 with early application permitted. The Organization is currently evaluating the effect that 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, 2019:

Financial assets at year end:	
Cash and cash equivalents	$ 1,212,736
Cash - facility reserve fund	270,000
Cash - workplace excellence	250,000
Cash - restricted	585,577
Endowment investments	2,598,373
Accounts receivable, net	460,745
Promises to give, net	280,102
Total financial assets	5,657,533
Less amounts not available to be used within one year	
Board designated net assets	(520,000)
Net assets with donor restrictions	(3,944,602)
Financial assets not available to be used within one year	(4,464,602)
Financial assets available to meet general expenditures within one year	$ 1,192,931

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 8). 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 $585,577.

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, 2019 and 2018, $585,577 and $380,427, 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:

	2019	2018
Promises to give to be collected in:		
Less than one year	$ 281,100	$ 320,210
One to five years	500,000	758,125
Over five years	-	-
	781,100	1,078,335
Less:		
Discount to present value (1.53%)	(20,448)	(34,536)
Allowance for uncollectible amounts	(998)	(4,824)
Promises to give, net	759,654	1,038,975
Less current portion	(280,102)	(315,694)
Long-term portion	$ 479,552	$ 723,281

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, 2019 and 2018:

	2019	2018
Money market funds	$ 24,905	$ 11,403
Equity mutual funds	1,739,340	1,709,250
Fixed income mutual funds	834,128	814,396
	$ 2,598,373	$ 2,535,049

Net investment return for the years ended June 30, 2019 and 2018 is as follows:

	2019	2018
Interest and fees	$ 50,109	$ 45,147
Realized gains	76,470	36,581
Unrealized gains	4,005	96,798
Net investment return	$ 130,584	$ 178,526

Note 7 - Mortgage payable

On June 30, 2017, Y.O.U entered into a mortgage note held by First Bank and Trust in the amount of $399,953 with a maturity date of June 30, 2022. The note carries a 4.70% interest rate and monthly payments of principal and interest are due. Upon maturity, any unpaid principal and interest is due. On June 26, 2018, the Board approved payment of the remaining balance on the mortgage. During the year ended June 30, 2018, the mortgage note was paid in full.

Note 8 - Line of credit

On May 21, 2017, Y.O.U. renewed the line of credit with Byline Bank in the amount of $750,000. Interest was payable monthly at the prime rate. The line of credit expired on May 21, 2018 and renewed to May 19, 2019. On May 19, 2019, Y.O.U. renewed the line of credit with Byline Bank in the same amount through May 19, 2020. Interest was payable monthly at the prime rate. As of June 30, 2019 and 2018, no amounts were drawn, and the prime rate was 5.25% and 4.75%, respectively. The lines of credit are collateralized by the business assets of Y.O.U.

Note 9 - Net assets released from restrictions

A summary of the activity of net assets with donor restrictions for the fiscal years ended June 30, 2019 and 2018 are as follows:

June 30, 2019	Beginning balance	Additions	Releases	Transfer	Ending balance
Net assets with donor restrictions	$ 4,223,775	$ 426,512	$ (705,685)	$ -	$ 3,944,602

June 30, 2018	Beginning balance	Additions	Releases	Transfer	Ending balance
Net assets with donor restrictions	$ 4,536,634	$ 443,427	$ (756,286)	$ -	$ 4,223,775

Net assets are released from restrictions when the passage of time and/or the stipulated conditions have been met.

Note 10 - 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, 2019 and 2018, respectively, is as follows:

2019	Without donor restrictions	With donor restrictions	Total
Donor-restricted endowment funds	$ -	$ 2,598,373	$ 2,598,373
Endowment net assets, beginning of year	$ -	$ 2,535,049	$ 2,535,049
Investment return:			
Investment income, net of fees	-	50,109	50,109
Net appreciation (realized and unrealized)	-	80,475	80,475
Total investment return	-	130,584	130,584
Contributions	-	-	-
Appropriations	-	(67,260)	(67,260)
Endowment net assets, end of year	$ -	$ 2,598,373	$ 2,598,373

2018	Without donor restrictions	With donor restrictions	Total
Donor-restricted endowment funds	$ -	$ 2,535,049	$ 2,535,049
Endowment net assets, beginning of year	$ -	$ 2,387,231	$ 2,387,231
Investment return:			
Investment income, net of fees	-	45,147	45,147
Net appreciation (realized and unrealized)	-	133,379	133,379
Total investment return	-	178,526	178,526
Contributions	-	-	-
Appropriations	-	(30,708)	(30,708)
Endowment net assets, end of year	$ -	$ 2,535,049	$ 2,535,049

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 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, 2019 or 2018.

Note 11 - 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, 2019 and 2018, Y.O.U. received legal, architectural, consulting and design services with a value of $19,548 and $18,899, respectively. The value of such services is included as donated services in the accompanying statements of activities. In addition, Y.O.U. received 2,418 and 2,011 hours of volunteer service for the years ended June 30, 2019 and 2018, respectively, which are not considered specializing or enhancing to a non-financial asset and are therefore not recorded in the financial statements.

Note 12 - Concentration of revenue

A substantial portion of Y.O.U.'s revenue is from one grantor during the years ended June 30, 2019 and 2018. 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, 2019 and 2018, revenue received from those grantors was $1,514,920, or 35% of total revenue, and $1,506,348, or 32% of total revenue, respectively.

Note 13 - 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, 2019.

Note 14 - 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. On June 25, 2019, the Board elected to designate $158,781 and $250,000 of net assets without donor restrictions to the Facility Reserve Fund and Workplace Excellence, respectively. On June 26, 2018, the Board elected to designate $111,219 of net assets without donor restrictions to the Facility Reserve Fund. The Board-designated amounts for the years ended June 30, 2019 and 2018, are $520,000 and $111,219, respectively. These funds, while designated for the purposes noted above, are categorized within net assets without donor restrictions.

Note 15 - 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 Youth & Opportunity United, Inc. through December 2, 2019 (the date the financial statements were available to be issued) and concluded that no additional subsequent events other than those already discussed in the notes have occurred that would require recognition in the financial statements.

Supplementary Information

Youth & Opportunity United, Inc.

Schedule of Expenditures of Federal Awards
June 30, 2019

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	N/A	$ -	$ 21,105
Steet Outreach Program	93.557	N/A	11,505	48,830
Illinois Department of Human Services				
Comprehensive Community Based Youth Services (CCBYS)	93.667	FCSXR01044	-	185,000
		Subtotal Department of Health and Human Services	**11,505**	**254,935**
Corporation for National & Community Service				
Illinois Department of Public Health				
Americorps	94.006	87380026F	-	15,243
Americorps	94.006	97380026G	-	255,911
		Subtotal Corporation for National & Community Service	**-**	**271,154**
Department of Education				
Illinois State Board of Education				
21st Century Community Learning Centers - ETHS	84.287	2018-4421-35-65-108-1220-51	-	19,266
21st Century Community Learning Centers - ETHS	84.287	2019-4421-35-65-108-1220-51	-	110,306
21st Century Community Learning Centers - Lincoln	84.287	2018-4421-13-65-108-1220-51	-	25,304
21st Century Community Learning Centers - Lincoln	84.287	2019-4421-13-65-108-1220-51	9,549	128,474
21st Century Community Learning Centers - King Arts	84.287	2018-4421-31-65-108-1220-51	-	18,775
21st Century Community Learning Centers - King Arts	84.287	2019-4421-31-65-108-1220-51	-	125,254
21st Century Community Learning Centers - Dawes	84.287	2018-4421-32-65-108-1220-51	-	18,102
21st Century Community Learning Centers - Dawes	84.287	2019-4421-32-65-108-1220-51	-	109,944
21st Century Community Learning Centers - Chute, Oakton, Walker	84.287	2018-4421-25-65-108-1220-51	-	57,173
21st Century Community Learning Centers - Chute, Oakton, Walker	84.287	2019-4421-25-65-108-1220-51	-	308,613
21st Century Community Learning Centers - Nichols, Old Orchard, Washington, Edison	84.287	2018-4421-15-65-108-1220-51	-	95,730
21st Century Community Learning Centers - Nichols, Old Orchard, Washington, Edison	84.287	2019-4421-15-65-108-1220-51	9,549	432,379
		Subtotal Department of Education	**19,098**	**1,449,320**
Department of Agriculture				
Illinois State Board of Education				
Child and Adult Care Food Program	10.558	65-108-1220-51	-	30,883
		Subtotal	**-**	**30,883**
Summer Food Service Program for Children - Child Nutrition Cluster	10.559	65-108-1220-51	-	34,717
		Subtotal Cluster 10.559	**-**	**34,717**
		Subtotal Department of Agriculture	**-**	**65,600**
Department of Housing and Urban Development				
Passed through the Village of Skokie				
Community Development Block Grant	14.218	18.7.3	-	7,000
		Subtotal Department of Housing and Urban Development	**-**	**7,000**
Total expenditures of federal awards			**$ 30,603**	**$ 2,048,009**

See Notes to Schedule of Expenditures of Federal Awards.

Notes to Schedule of Expenditures of Federal Awards
June 30, 2019

Note 1 - Basis of presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of Youth & Opportunity United, Inc. under programs of the federal government for the year ended June 30, 2019. 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"). Therefore, some amounts presented in this schedule may differ from amounts presented in or used in the preparation of the basic financial statements. No amounts in the Schedule were expended in the form of non-cash 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

Youth & Opportunity United, Inc. has elected to use the 10% de minimis indirect cost rate as allowed under the Uniform Guidance.

Note 4 - Restatement of Schedule

Subsequent to the issuance of the Organization's financial statements, as of and for the years ended June 30, 2019 and 2018, management of the Organization discovered a discrepancy in the amounts reported by the Illinois Department of Human Services, which understated federal expenditures on the Schedule of Expenditures of Federal Awards related to the Illinois Department of Human Services. Accordingly, a correction has been made to include federal expenditures of $170,989 that were originally classified as state expenditures, and thus, improperly excluded from the Schedule of Expenditures of Federal Awards. The following table summarizes the adjustment associated with the correction described above:

Federal Grantor / (Pass-through Grantor) / Program Title	CFDA Number	Pass-through Entity Identifying Number	Federal Expenditures, as originally issued	Adjustment	Federal Expenditures, as restated
Illinois Department of Human Services					
Comprehensive Community Based Youth Services (CCYBS)	93.667	FCSXR01044	$ 14,011	$ 170,989	$ 185,000

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, 2019, 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 2, 2019

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") to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of 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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards.*

CohnReznick

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 2, 2019

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, 2019. 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, 2019.

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 2, 2019

Youth & Opportunity United, Inc.

Schedule of Findings and Questioned Costs
June 30, 2019

A. Summary of Auditor's Results

1. The auditor's report expresses an unmodified opinion on whether the financial statements of Youth & Opportunity United, Inc. were prepared in accordance with generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*.

2. No significant deficiencies related to the audit of the financial statements were reported in the 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*. No material weaknesses were reported.

3. No instances of noncompliance material to the financial statements of Youth & Opportunity United, Inc. were disclosed during the audit.

4. No significant deficiencies related to the audit of the major federal award program were disclosed in the Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control over Compliance Required by the Uniform Guidance. No material weaknesses were reported.

5. The auditor's report on compliance for the major federal award program for Youth & Opportunity United, Inc. expresses an unmodified opinion.

6. There are no audit findings or questioned costs relative to the major federal award program required to be reported under Section 510(a) of OMB Uniform Guidance for Youth & Opportunity United, Inc.

7. The program tested as a major program included: Illinois State Board of Education: 21st Century Community Learning Centers Program, CFDA 84.287.

8. The threshold for distinguishing Type A and B programs was $750,000.

9. Youth & Opportunity United, Inc. was determined to be a low-risk auditee.

B. Findings and Questioned Costs - Financial Statements Audit

None.

C. Findings and Questioned Costs - Major Federal Award Program Audit

None.

Youth & Opportunity United, Inc.

Schedule of Prior Year Findings
June 30, 2019

No prior year findings.

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