

**YOUTH AND FAMILY SERVICES OF
NORTH CENTRAL OKLAHOMA, INC.
ENID, OKLAHOMA**

**AUDITED FINANCIAL STATEMENTS
For the Years Ended June 30, 2024 and 2025**

AUDITED BY:

St. Pierre, Kimble, & Associates, C.P.A, P.C.
1113 N. Second Street
Stilwell, Oklahoma 74960

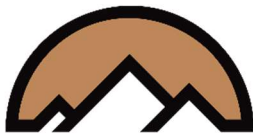
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INDEPENDENT

AUDITOR'S

REPORTS



INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Youth and Family Services of North Central Oklahoma, Inc.
Enid, Oklahoma

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Youth and Family Services of North Central Oklahoma, Inc. (a non-profit Organization), which comprise the statement of financial position as of June 30, 2024 and 2025, and the related statement of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Youth and Family Services of North Central Oklahoma, Inc. as of June 30, 2024 and 2025, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Youth and Family Services of North Central Oklahoma, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management 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, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free of material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Youth and Family Services of North Central Oklahoma, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Youth and Family Services of North Central Oklahoma, Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events considered in the aggregate, that raise substantial doubt about Youth and Family Services of North Central Oklahoma, Inc.'s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Supplementary Information

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have issued a report dated **September 13, 2025**, on our consideration of Youth and Family Services of North Central Oklahoma, Inc.'s, internal controls over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Youth and Family Services of North Central Oklahoma, Inc.'s internal control over financial reporting and compliance.

St. Pierre, Kimble, & Associates CPA, PC

St. Pierre, Kimble, & Associates, C.P.A, P.C.

Stilwell, Oklahoma

September 13, 2025

FINANCIAL

SECTION

YOUTH AND FAMILY SERVICES OF NORTH CENTRAL OKLAHOMA, INC.
STATEMENT OF FINANCIAL POSITION
As of June 30, 2024 and 2025

ASSETS

	2025	2024
CURRENT ASSETS		
Cash and Cash Equivalents (Note 3)	\$ 287,995	\$ 169,191
Accounts Receivable (net of allowance) (Note 6)	237,805	277,479
Edward Jones Investment (Note 13)	344,664	370,028
Beneficial Interest in Assests Held in a Commuiny Foundation (Note 12)	58,935	53,596
Prepaid Insurance	1,204	-
Prepaid Employee Benefits	8,469	-
TOTAL CURRENT ASSETS	939,072	870,294
FIXED ASSETS (Note 11)		
Land	75,932	75,932
Buildings	2,170,085	2,054,743
Furniture & Fixtures	61,330	61,330
Right to Use Asset	28,155	28,155
Office Equipment	196,525	180,839
Vehicles	50,000	50,000
Less: <i>Accumulated Depreciation</i>	<i>(1,016,850)</i>	<i>(941,035)</i>
TOTAL FIXED ASSETS	1,565,177	1,509,964
TOTAL ASSETS	\$ 2,504,249	\$ 2,380,258

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES		
Accounts Payable	\$ 19,493	\$ 62,708
Accrued Annual Leave (Note 2)	60,994	28,900
Payroll Related Payables	474	5,097
Accrued Salaries & Taxes	84,646	66,740
Unclaimed Property	2,958	2,958
Leases Payable - Current Portion (Note 4)	6,262	5,561
TOTAL CURRENT LIABILITIES	174,827	171,964
LONG TERM LIABILITIES		
Leases Payable - Noncurrent Portion (Note 4)	6,350	12,613
TOTAL LONG TERM LIABILITIES	6,350	12,613
TOTAL LIABILITIES	181,177	184,577
NET ASSETS		
Net Assets Without Donor Restrictions	2,323,072	2,195,681
Net Assets With Board Designated Restrictions	-	-
TOTAL NET ASSETS	2,323,072	2,195,681
TOTAL LIABILITIES AND NET ASSETS	\$ 2,504,249	\$ 2,380,258

YOUTH AND FAMILY SERVICES OF NORTH CENTRAL OKLAHOMA, INC.
STATEMENT OF ACTIVITIES
For the Years Ended June 30, 2024 and 2025

CHANGE IN NET ASSETS WITHOUT DONOR RESTRICTIONS	2025	2024
UNRESTRICTED REVENUE AND SUPPORT		
OJA Community Based Youth Services	\$ 929,993	\$ 748,170
Medicaid Counseling	476,935	432,887
Department of Mental Health Counseling	349,137	505,202
Department of Mental Health Counseling - ThinkHealth	122,838	-
Private Pay	160	1,300
Basic Center Program	200,000	200,000
Transitional Living & Maternity Group Homes	250,000	250,000
United Way	65,000	55,753
Contributions & Fundraising	192,462	197,055
City of Enid	-	28,549
Employee Retention Credit (ERC)	167,906	-
Other Income	-	38
	2,754,431	2,418,954
EXPENSES		
PROGRAM SERVICES		
OJA Community Based Youth Services	659,379	942,820
CARS	16,441	66,854
Counseling Services	871,830	372,155
Drug Court	751,690	694,000
Basic Center Program	245,199	223,486
Transitional Living & Maternity Group Homes	84,328	255,878
	2,628,867	2,555,193
Administrative & Fundraising	27,850	66,580
	2,656,717	2,621,773
TOTAL EXPENSES		
	2,656,717	2,621,773
CHANGE IN NET ASSETS FROM ACTIVITIES	97,714	(202,819)
OTHER REVENUE (EXPENSES)		
Unrealized Gain (Loss) on Investments	30,737	30,644
Interest Income	1,238	-
Interest Expense	(2,298)	(2,487)
	29,677	28,157
TOTAL OTHER CHANGES		
	29,677	28,157
TOTAL CHANGE IN UNRESTRICTED NET ASSETS	127,391	(174,662)
NET ASSETS, BEGINNING OF YEAR	2,195,681	2,370,343
NET ASSETS, END OF YEAR	\$ 2,323,072	\$ 2,195,681

YOUTH AND FAMILY SERVICES OF NORTH CENTRAL OKLAHOMA, INC.
STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended June 30, 2025

	Community Based Youth	CARS Program	Counseling Services	Drug Court	Basic Center Program	TLP & Maternity Group Homes	Admin. & Fund Raising	Totals
Salaries & Wages	\$ 331,384	\$ 15,130	\$ 349,274	\$ 287,789	\$ 182,934	\$ 45,372	\$ 526,981	\$ 1,738,864
Payroll Taxes	34,231	1,311	31,117	24,504	6,621	1,894	43,602	143,280
Employee Benefits	6,235	-	81,263	19,782	8,140	2,035	32,210	149,665
Program Costs	17,657	-	(22,553)	52,274	11,730	43,969	739	103,816
Meals & Food	7,952	-	-	-	11,500	-	-	19,452
Fundraising Expense	-	-	-	4,452	-	-	16,124	20,576
Hiring & Licensing Expense	2,831	-	13,996	13,140	-	-	5,139	35,106
Training & Travel	2,120	-	10,075	11,785	1,616	967	3,352	29,915
Dues & Subscriptions	377	-	1,161	425	202	-	16,755	18,920
Professional Services	990	-	-	14,400	-	-	40,314	55,704
Advertising	-	-	801	298	1,693	1,700	1,724	6,216
Computer & Software	-	-	(9)	-	-	720	19,907	20,618
Office Supplies	245	-	520	-	-	192	15,906	16,863
Bank Charges	-	-	-	-	-	-	588	588
Employee Recognition	16	-	241	-	-	-	8,095	8,352
Communication	1,687	-	4,752	-	-	-	20,995	27,434
Equipment Costs	4,688	-	1,538	398	-	-	17,522	24,146
Vehicle Expense	-	-	5,587	-	-	-	-	5,587
Repairs & Maintenance	4,435	-	1,763	-	-	40	38,163	44,401
Rent & Occupancy	-	-	17,907	-	-	8,445	-	26,352
Insurance Expense	-	-	(1,205)	-	-	-	53,446	52,241
Supplies	-	-	-	-	-	-	-	-
Utilities	-	-	6,234	-	-	2,203	21,814	30,251
Miscellaneous	-	-	-	-	-	-	2,555	2,555
Admin. Allocations	220,160	-	345,309	295,058	20,763	(23,209)	(858,081)	-
Depreciation	24,371	-	24,059	27,385	-	-	-	75,815
Total Functional Expense	\$ 659,379	\$ 16,441	\$ 871,830	\$ 751,690	\$ 245,199	\$ 84,328	\$ 27,850	\$ 2,656,717

YOUTH AND FAMILY SERVICES OF NORTH CENTRAL OKLAHOMA, INC.
STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended June 30, 2024

	Community Based Youth	CARS Program	Counseling Services	Drug Court	Basic Center Program	TLP & Maternity Group Homes	Admin. & Fund Raising	Totals
Salaries & Wages	\$ 507,035	\$ 31,644	\$ 162,619	\$ 294,682	\$ 134,501	\$ 155,620	\$ 469,446	\$ 1,755,547
Payroll Taxes	47,397	2,771	22,704	25,493	5,346	5,347	35,711	144,769
Employee Benefits	7,110	-	46,665	15,478	27,419	6,919	30,984	134,575
Contract Labor	-	-	-	1,725	-	-	125	1,850
Program Costs	5,602	-	4,382	24,905	-	5,916	6,947	47,752
Meals & Food	17,132	-	1,031	3,806	-	1,602	1,144	24,715
Hiring & Licensing Expense	363	-	1,355	1,795	-	-	4,091	7,604
Training & Travel	5,609	-	10,088	13,592	4,000	1,271	3,625	38,185
Dues & Subscriptions	-	-	-	-	-	-	10,291	10,291
Professional Services	605	-	271	15,060	-	-	61,707	77,643
Advertising	-	-	-	-	1,220	-	2,464	3,684
Computer & Software	-	-	-	-	-	6,800	11,428	18,228
Office Supplies	-	-	90	731	-	-	13,128	13,949
Bank Charges	-	-	-	-	-	-	3,186	3,186
Employee Recognition	75	-	349	-	-	-	2,603	3,027
Communication	1,738	-	67	1,290	-	3,748	19,357	26,200
Equipment Costs	5,086	-	627	2,422	-	1,808	10,725	20,668
Vehicle Expense	-	-	4,390	-	-	-	-	4,390
Repairs & Maintenance	2,683	-	243	6,420	-	2,328	28,021	39,695
Rent & Occupancy	16,179	-	-	21,000	-	7,358	-	44,537
Insurance Expense	-	-	-	-	-	-	54,665	54,665
Supplies	-	-	-	-	-	-	15,395	15,395
Utilities	-	-	-	8,501	-	6,358	33,671	48,530
Miscellaneous	-	-	-	-	-	-	4,186	4,186
Admin. Allocations	287,730	29,145	104,411	226,649	51,000	50,803	(749,738)	-
Depreciation	38,476	3,294	12,863	30,451	-	-	(6,582)	78,502
Total Functional Expense	\$ 942,820	\$ 66,854	\$ 372,155	\$ 694,000	\$ 223,486	\$ 255,878	\$ 66,580	\$ 2,621,773

YOUTH AND FAMILY SERVICES OF NORTH CENTRAL OKLAHOMA, INC.
STATEMENT OF CASH FLOWS
For the Years Ended June 30, 2024 and 20245

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ 127,391	\$ (174,662)
Adjustments to Reconcile Change in Net Assets to Net Cash Provided (Used) by Operating Activities:		
Depreciation	75,815	92,977
(Increase) Decrease in Receivables	24,837	(93,644)
(Increase) Decrease in Prepaid Insurance	(1,205)	-
(Increase) Decrease in Prepaid Employee Benefits	(11,553)	-
Increase (Decrease) in Accounts Payable	(25,110)	44,608
Increase (Decrease) in Rent Payable	(12,800)	-
Increase (Decrease) in Accrued Salaries & Taxes	27,437	8,681
Increase (Decrease) in Payroll Liabilities	(1,539)	(1,134)
Increase (Decrease) in Accrued Leave	32,094	(4,057)
 NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	 235,367	 (127,231)
 CASH PROVIDED (USED) BY INVESTING ACTIVITIES		
(Increase) Decrease in Investments	20,026	32,381
Fixed Assets Purchased	(131,027)	(101,814)
 NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	 (111,001)	 (69,433)
 CASH PROVIDED (USED) BY FINANCING ACTIVITIES		
Repayment of Note Payable	(5,562)	(4,941)
 NET CASH USED IN FINANCING ACTIVITIES	 (5,562)	 (4,941)
 NET INCREASE (DECREASE) IN CASH	 118,804	 (201,605)
 CASH AT THE BEGINNING OF THE YEAR	 169,191	 370,796
 CASH AT THE END OF THE YEAR	 \$ 287,995	 \$ 169,191
 ADDITIONAL CASH FLOW INFORMATION		
Cash Paid for Interest	\$ 2,298	\$ 2,487

FINANCIAL

STATEMENT

NOTES

YOUTH AND FAMILY SERVICES OF NORTH CENTRAL OKLAHOMA, INC.
NOTES TO THE FINANCIAL STATEMENTS
For the Years Ended June 30, 2024 and 2025

NOTE 1: NATURE OF ACTIVITIES

Youth and Family Services of North Central Oklahoma, Inc. (YFSNCO)(the “Organization”) was incorporated under the laws of the State of Oklahoma on June 24, 1985 as a non-profit Organization, in order to serve and strengthen youth and families by providing emergency shelter, crisis intervention, diagnosis, counseling, therapeutic foster care, and community education, residential and support services.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation—The financial statements of the Organization have been prepared on the accrual basis of accounting. The Organization reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restriction and net assets with donor restriction. The Organization follows the recommendations of FASB ASC 958 financial statements of non-profit organizations which establish standards of basic accounting and reporting for Not For Profits.

- **Net Assets without Donor Restriction**—Net assets that are not subject to or are no longer subject to donor-imposed stipulations.
- **Net Assets with Donor Restriction**—Net assets whose use is limited by donor-imposed time and/or purpose restrictions.

Revenues are reported as increases in net assets without donor restriction unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restriction. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulation or by law. Expirations of donor restrictions on the net assets (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as reclassifications between the applicable classes of net assets. The Organization has adopted a policy to classify donor restricted contributions as without donor restrictions to the extent that donor restrictions were met in the year the contribution was received.

Income Tax Status—The Organization has been notified by the Internal Revenue Service that they are exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. The Organization is further classified as an Organization that is not a private Organization under Section 509(a)(3) of the Code. The most significant tax positions of the Organization are its assertion that it is exempt from income taxes and its determination of whether any amounts are subject to unrelated business tax (UBIT). The Organization follows the guidance of Accounting Standards Codification (ASC) 740, *Accounting for Income Taxes*, related to uncertain income taxes, which prescribes a threshold of more likely than not for recognition and de-recognition of tax positions taken or expected to be taken in a tax return. All significant tax positions have been considered by management. It has been determined that it is more likely than not that all tax positions would be sustained upon examination by taxing authorities. Accordingly, no provision for income taxes has been recorded.

Management believes that all of the positions taken by the Organization in its federal income tax returns are more likely than not to be sustained upon examination. The Organization files returns in the U.S. Federal jurisdiction. The Organization’s federal income tax returns for the tax years 2022 and beyond remains subject to examination by the Internal Revenue Service.

Financial Instruments—The carrying value of cash and cash equivalents, restricted cash, accounts receivable, accounts payable, and accrued liabilities, and line-of-credit are stated at carrying cost at June 30, 2024 and 2025, which approximates fair value due to the relatively short maturity of these instruments. Other financial instruments held at year-end are investments, which are stated at fair value.

Cash and Cash Equivalents—For purposes of the statement of cash flows, cash equivalents include cash on hand and in banks except for cash equivalents associated with the investment accounts. Restricted cash is combined with cash and cash equivalents for purposes of the consolidated statement of cash flows.

For the purpose of the statement of cash flows, the Organization considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents.

Receivables—Accounts receivable are stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible amounts through a charge to bad debt expense and a credit to a valuation allowance based on its assessment of the current status of individual accounts. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance and a credit to accounts or pledges receivable. There was no valuation allowance for accounts receivable as of June 30, 2023, or 2024, respectively.

Investments—Investments in debt securities and equity securities with readily determinable market values are recorded at fair value. Unrealized and realized gains and losses on these investments are reported in the statement of activities without donor restrictions. Securities are generally held in custodial investment accounts administered by certain financial institutions.

In addition, the Organization has an endowment fund with the Cherokee Strip Community Foundation designated by the Board to be left in as a reserve. At June 30, 2024 and 2025, the fair market value of the account totaled \$53,596 and \$58,935 respectively. See Note 12 for further details.

Property and Equipment—Property and Equipment are stated at cost if purchased or fair value at the date of contribution if contributed. The Organization capitalizes property and equipment over \$2,000. The cost of repairs and maintenance are charged to expenses when incurred. Depreciation and amortization are provided using the straight-line method over the estimated useful lives as follows:

Buildings	50 Years
Building Improvements	15 Years
Equipment	3 or 5 Years
Furniture & Fixtures	7 Years
Office Equipment	3 or 5 Years
Vehicles	3 or 5 Years

Prepaid Expenses—Consists of insurance premiums for liability insurance and property coverage.

Concentration of Credit Risk—Financial instruments that potentially subject the Organization to concentration of credit risk consist primarily of receivables, cash, and investments. The concentration of credit risk with respect to receivables is limited due to a large base of donors consisting of public and private companies representing a variety of industries, government agencies, and individuals in Northwest Oklahoma. The Organization does not require collateral or other security to support receivables. The Organization holds substantially all of its cash with one financial institution. These balances may at times exceed FDIC insurance limits.

Use of Estimates—The preparation of financial statements in conformity with U.S. 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 revenues and expenses during the reporting period. Actual results could differ from those estimates.

Revenue—Earned income consists of fee for service contracts with State and Federal agencies. Contributions consist of grants and gifts from individuals, corporations, Organizations, and federal, state, and local governmental agencies. Amortization of the discount is reported as contribution revenue. Pledges are recognized as revenue when an unconditional promise is received.

Functional Allocation of Expenses—Expenses consist of costs related to the administration of the Organization. These costs have been summarized on a functional basis in the consolidated statement of revenue and expenses without donor restrictions. Costs are directly charged to the functions they benefit. Facility related expenses are allocated to each program as follows: Occupancy and utilities are allocated according to the percentage of square footage utilized by each program. Other indirect and administrative expenses are allocated according to the percentage of direct labor cost.

Contributions Received—Pledges from contributors are recognized as support in the period designated by the donor. Unsolicited contributors are recognized as support when received. A contribution is defined as “as unconditional transfer of cash or other assets.” The recognition of a liability is required for an unconditional

promise to give by the Organization. The liability and associated expense should be recognized at the time the Organization has an obligation to transfer the promised assets in the future, which generally occurs when the donor approves a specific grant or when the recipient is notified.

Unconditional Promises to Give—Contributions are recognized when the donor makes a promise to give to the Organization without consideration of the occurrence of a particular event, that is, in substance, unconditionally. Unconditional promises to give are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

Board Designated Restricted Net Assets—The Board of Directors has an established capital improvement account for necessary maintenance, acquisition of real property or equipment, growth or unforeseen expenses related to the structure of the Organization.

Compensated Absences—Each eligible employee is entitled to fifteen days annual leave, of which 5 days can be carried over from one year to the next, any unused leave is payable upon termination. At June 30, 2024 and 2025, the liability for accrued leave totaled \$28,900 and \$60,994 respectively.

Volunteer Services—The Organization receives donated services from a variety of unpaid volunteers who perform various tasks that assist the Organization. The value of contributed services is not reflected in the accompanying financial statements since the services do not meet the accounting criteria for recognition and management has not tracked the number of hours of the volunteers.

NOTE 3: CASH AND CASH EQUIVALENTS

Cash and cash equivalents as of June 30, 2024 and 2025 consists of the following:

	<u>2025</u>	<u>2024</u>
Petty Cash (Security National Bank)	\$ 100	\$ 320
Cash on Hand	195	76
Operating Account (Security National Bank)	130,957	162,790
Checking Account (Bank of Kremlin)	6,005	6,005
ICS Account (Security National Bank)	<u>150,738</u>	<u>-</u>
TOTAL CASH AND CASH EQUIVALENTS	<u><u>\$ 287,995</u></u>	<u><u>\$ 169,191</u></u>

NOTE 4: LEASES PAYABLE

Effective January 25, 2022, the Organization entered into a 60-month lease agreement with De Lage Landen Financial Services, Inc. for a Toshiba copier to be paid \$420 monthly. At the execution date, the value of the copier was \$19,100 with an 11.494% interest rate and is reported as a right of use asset depreciated for 5 years on a straight-line basis with a corresponding lease payable on the Organization’s financial statements.

Effective March 26, 2023, the Organization entered into an additional 60-month lease agreement with De Lage Landen Financial Services, Inc. for a Toshiba copier to be paid \$199 monthly. At the execution date, the value of the copier was \$9,055 with an 11.9% interest rate and is reported as a right of use asset depreciated for 5 years on a straight-line basis with a corresponding lease payable on the Organization’s financial statements.

The schedule of future-maturities for the lease payable is as follows:

<u>Payable To:</u>	<u>Date Lease Ends</u>	<u>Rate Of Interest</u>	<u>Balance as of June 30, 2025</u>
De Lage Landen Financial Services	1/25/2027	11.494%	\$ 6,892
De Lage Landen Financial Services	5/26/2023	11.900%	5,720
			<u>\$ 12,612</u>

The total lease payable schedule is as follows:

Years ending June 30:	<u>Principal</u>	<u>Interest</u>
Current Portion	\$ 6,262	\$ 1,166
2027	4,465	443
2028	1,885	104
2029	-	-
2030	-	-
TOTALS	<u>\$ 12,612</u>	<u>\$ 1,713</u>

NOTE 5: ECONOMIC DEPENDENCY

The Organization receives a significant portion of its revenue from funds provided through the federal and state grants. The grant amounts are appropriated each year by the federal and state agencies. If significant budget cuts are made at the federal and/or state level, the amount of the funds the Organization receives could be reduced significantly and have an adverse impact on its operations. Management is not aware of any actions that will adversely affect the amount of fund the Organization will receive in the next fiscal year.

NOTE 6: ACCOUNTS RECEIVABLE

The Organization has been awarded contracts to provide counseling services, education, residential and support services to area residents. The grants are considered to be exchange transactions rather than unconditional promises to give. Accordingly, revenue is recognized when earned and expenses are recognized as incurred. In addition, the Organization receives fees from clients for counseling services. An allowance for uncollectable accounts has been established. However, we believe all accounts receivable will be collected; thus, the allowance for uncollectable accounts is \$0 as of June 30, 2025. Accounts receivable as of June 30, 2024 and 2025 is as follows:

ACCOUNTS RECEIVABLE AT YEAR END	<u>2025</u>	<u>2024</u>
Current Receivables	\$ 97,266	\$ 175,684
1-30 Days Past Due	74,937	53,015
30-60 Days Past Due	11,771	-
Over 60 Days Past Due	34,204	30,202
Over 90 Days Past Due	19,627	18,578
<i>Allowance For Doubtful Accounts</i>	-	-
TOTAL RECEIVABLES	<u>\$ 237,805</u>	<u>\$ 277,479</u>

NOTE 7: FAIR VALUE MEASUREMENTS

The definition of fair value for financial reporting establishes a framework for measuring fair value, and requires additional disclosure about the use of fair value measurement of fair value more consistent and comparable.

FASB ASC Topic 820 defines fair value as the amount that would be received from the sale of an asset or paid for the transfers of a liability in an orderly transaction between market participants i.e. an exit price. To estimate an exit price, a three-tier hierarchy is used to prioritize the inputs.

- Level 1: Quoted Prices in active markets for identical securities.
- Level 2: Other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment spread and credit risk).
- Level 3: Significant unobservable inputs (including the Organization's own assumption in determining the fair value of investments).

Fair Value of assets measured on a recurring basis at June 30, 2024 and 2025 are as follows:

	<u>Fair Value</u>	<u>Quoted Prices in Active markets For Identical Assets (Level 1)</u>	<u>Significant other Observable Inputs (Level 2)</u>	<u>Significant Unobservable Inputs (Level 3)</u>
2025				
Edward Jones Investments	\$ 344,664	\$ 344,664	\$ -	\$ -
CSCF Investments	58,935	-	-	58,935
	<u>\$ 403,599</u>	<u>\$ 344,664</u>	<u>\$ -</u>	<u>\$ 58,935</u>
2024				
Edward Jones Investments	\$ 370,028	\$ 370,028	\$ -	\$ -
CSCF Investments	53,596	-	-	53,596
	<u>\$ 423,624</u>	<u>\$ 370,028</u>	<u>\$ -</u>	<u>\$ 53,596</u>

NOTE 8: RETIREMENT PLAN

The Organization maintains a tax-deferred simplified employee pension plan retirement plan for its employees who have worked for the Organization one year and earned at least \$5,000 in compensation in said year and are expected to earn at least \$5,000 for the subsequent year. The Organization will match up to 3% of the employee's compensation. In addition, the Organization may make discretionary matching contributions equal to 2% of compensation for each employee who has at least \$5,000 of compensation. The Organization made contributions to the plan in the amount of \$19,260 and \$17,867 for the year ended June 30, 2024 and 2025 respectively.

NOTE 9: CONTINGENT LIABILITIES

The Organization participates in a number of federal and state assisted programs. These programs are audited in accordance with *Government Auditing Standard Single Audit Act Amendments of 1996*, if applicable in accordance with required levels of Federal Financial Assistance. Audits of prior years have not resulted in any significant disallowed costs; however, grantor agencies may provide for further examinations. Based on prior experience, management believes that further examinations would not result in any significant disallowed costs.

In addition, the Organization receives Medicaid funding by providing services to eligible clients. The funding is considered direct assistance to individuals and not federal financial assistance. Documentation of these services is subject to possible future audits by the funding agency which could result in the Organization being required to refund some of the fund received for those services provided. Management believes that the Organization is in substantial compliance with applicable laws and regulations related to Medicaid funding.

NOTE 10: CONCENTRATION OF CREDIT RISK

The Organization's accounts receivable consists of monies due primarily from various state, federal, local contracts, and programs. The fair value of these receivables approximates the recorded amounts as of June 30, 2024 and 2025.

The Organization maintains its cash balances in institutions insured by the FDIC. Deposits are carried at cost. Bank balances at year-end are categorized as follows to give an indication of the level of risk assumed by the Organization. At year end, the Organization had no deposits that were not insured by FDIC insurance.

NOTE 11: FIXED ASSETS

	July 1, 2024	Purchases	Removals	June 30, 2025
Land	\$ 75,932	\$ -	\$ -	\$ 75,932
Buildings	2,054,743	115,342	-	2,170,085
Furniture & Fixtures	61,330	-	-	61,330
Right of Use - Copier	28,155	-	-	28,155
Office Equipment	180,840	15,685	-	196,525
Vehicles	50,000	-	-	50,000
Total Assets	2,451,000	131,027	-	2,582,027
<i>Less: Accumulated Depreciation</i>	<i>(941,035)</i>	<i>75,815</i>	<i>-</i>	<i>(1,016,850)</i>
Net Fixed Assets	\$ 1,509,965	\$ 206,842	\$ -	\$ 1,565,177

NOTE 12: CHEROKEE STRIP COMMUNITY FOUNDATION

The Youth and Family Services of North Central Oklahoma Designated Fund (the “Fund”) is an established component fund of the Cherokee Strip Community Foundation (the “Foundation”). The Foundation has legal ownership of the Fund and variance power over the Fund. YFSNCO is the beneficiary of the Fund and receives distributions from third party donors made directly to the Foundation. Income generated from the Fund may be used for any purpose of YFSNCO, and accordingly, represents an increase in unrestricted net assets of YFSNCO when received. The Fund has a market value of \$46,025 and \$50,731 as of June 30, 2024 and 2025 respectively.

Cherokee Strip Community Foundation

	<u>2025</u>	<u>2024</u>
Beginning Balance	53,596	50,731
Gains and Losses:		
Dividends	1,389	1,410
Interest	95	98
Realized Gains (Losses)	2,427	-
Unrealized Gains (Losses)	2,121	4,012
Contributions	-	-
(Distributions)	-	(1,975)
Fees:	(693)	(680)
Ending Balance	\$ 58,935	\$ 53,596

NOTE 13: INVESTMENTS

Investment returns related to the Organization’s Edward Jones investments is included with investment income earned by cash and cash equivalents on the consolidated statements of activities and changes in net assets at June 30, 2024 and 2025, and was comprised of the following:

Edward Jones

	2024	2024
Beginning Balance	\$ 370,028	\$ 405,314
Gains and Losses:		
Realized Gain (Loss)	10,999	-
Unrealized Gain (Loss)	14,399	25,123
Contributions	12,024	15,092
(Distributions)	(62,786)	(75,501)
Fees:	-	-
Ending Balance	\$ 344,664	\$ 370,028

NOTE 14: LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The following reflects the Organization's financial assets as of the balance sheet date, reduced by amounts not available for general use within one year of the balance sheet date because of contractual or donor-imposed restrictions or internal designations. Amounts available include the Board-approved appropriation from the endowment fund for the following year as well as donor-restricted amounts that are available for expenditure in the following year. Amounts not available include amounts set aside for operating and other reserves that could be drawn upon if the Organization or Organization Board approves that action.

	2025	2024
Cash & Cash Equivalents	\$ 287,995	\$ 169,191
Accounts Receivable, Net, collected in Less than One Year	237,805	277,479
Edward Jones Investments	344,664	370,028
Cherokee Strip Community Foundation Investment	58,935	53,596
Total Financial Assets, Excluding Non-Current Receivables	929,399	870,294
Contractual or Donor-Imposed Restrictions:		
Cash Restricted to Specific Uses:		
Investment in Cherokee Strip Community Foundation	(58,935)	(53,596)
Financial Assets Available to Meet Cash Needs for Expenditures Within One Year	\$ 870,464	\$ 816,698

NOTE 15: SUBSEQUENT EVENTS

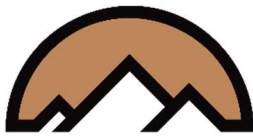
The Organization has evaluated subsequent events through **September 13, 2025**, the date on which the financial statements were available to be issued, and no additional disclosures were required.

NOTE 16: RESTATEMENT OF NET ASSETS

Following the completion of the audit ended fiscal year June 30, 2024, \$14,475 of the accounts receivable was deemed uncollectible and written off the financial statements. Therefore, the beginning net assets for the year ended June 30, 2025 were decreased by \$14,475.

SUPPLEMENTARY

INFORMATION



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 and Family Services of North Central Oklahoma, Inc.
Enid, Oklahoma

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 and Family Services of North Central Oklahoma, Inc.'s (a nonprofit Organization) which comprise the statement of financial position as of June 30, 2024 and 2025, and the related statement of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated **September 13, 2025**.

Report on Internal Control Over Financial Reporting

In planning and performing our audit, we considered Youth and Family Services of North Central Oklahoma, 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 opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Youth and Family Services of North Central Oklahoma, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of Youth and Family Services of North Central Oklahoma, 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 a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. 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.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Youth and Family Services of North Central Oklahoma, Inc. financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statement. 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.

St. Pierre, Kimble, & Associates CPA, PC

St. Pierre, Kimble, & Associates, C.P.A, P.C.

Stilwell, Oklahoma

September 13, 2025

YOUTH AND FAMILY SERVICES OF NORTH CENTRAL OKLAHOMA, INC.
Schedule of Federal Assistance
For the Year Ended June 30, 2025

Federal Grantor/Pass-Through Grantor Title	AL Number	Contract Period	Contract Amount	Revenue Recognized
<u>FEDERAL ASSISTANCE</u>				
<u>U.S. Department of Health and Human Services:</u>				
Basic Center Program	96.623	09/30/2023 09/29/2024	\$ 200,000	\$ 50,000
Basic Center Program	96.623	09/30/2024 09/29/2025	200,000	150,000
	Total 96.623		<u>400,000</u>	<u>200,000</u>
Transitional Living Program & Maternity Group Homes	93.550	09/30/2023 09/29/2024	250,000	62,500
Transitional Living Program & Maternity Group Homes	93.550	09/30/2024 09/29/2025	250,000	187,500
	Total 93.550		<u>500,000</u>	<u>250,000</u>
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			<u>900,000</u>	<u>450,000</u>
TOTAL FEDERAL ASSISTANCE			<u>\$ 900,000</u>	<u>\$ 450,000</u>

Note: The Schedule of Federal Assistance has been prepared on the accrual basis of accounting.

YOUTH AND FAMILY SERVICES OF NORTH CENTRAL OKLAHOMA, INC.
Schedule of State Assistance
For the Year Ended June 30, 2025

Grantor/Pass-Through Grantor Title	AL Number	Contract Period	Contract Amount	Revenue Recognized
STATE ASSISTANCE				
<u>Office of Juvenile Affairs:</u>				
Youth Services - Emergency Shelter	N/A	07/01/2024 06/30/2025	\$ 405,000	\$ 398,983
Community-At-Risk Services (CARS)	N/A	07/01/2024 06/30/2025	24,818	21,851
Youth Services - Prevention	N/A	07/01/2024 06/30/2025	416,315	417,957
Youth Services - Life Skills	N/A	07/01/2024 06/30/2025	20,000	19,202
Youth Services - Hiring & Retention	N/A	07/01/2024 06/30/2025	72,000	72,000
Youth Services - FTOP	N/A	07/01/2024 06/30/2025	2,500	-
TOTAL OFFICE OF JUVENILE AFFAIRS			940,633	929,993
<u>Department of Mental Health & SAS:</u>				
AFC Stars - SFP/CFP	N/A	07/01/2024 06/30/2025	11,250	11,988
Criminal Justice - SQE - Mental Health	N/A	07/01/2024 06/30/2025	6,250	5,000
AFC Stars - Family Treatment Court Administration	N/A	07/01/2024 06/30/2025	97,250	77,800
AFC Stars - Family Treatment Support Services	N/A	07/01/2024 06/30/2025	12,500	10,000
Therapy	N/A	07/01/2024 06/30/2025	18,400	18,400
Criminal Justice - Substance Abuse	N/A	07/01/2024 06/30/2025	75,000	60,000
Criminal Justice - Substance Abuse - Outpatient - VBP	N/A	07/01/2024 06/30/2025	143,677	143,677
Criminal Justice - Offender Screenings	N/A	07/01/2024 06/30/2025	16,000	22,272
TOTAL DEPARTMENT OF MENTAL HEALTH & SAS			380,327	349,137
TOTAL STATE ASSISTANCE			\$ 1,320,960	\$ 1,279,130

Note: The Schedule of State Assistance has been prepared on the accrual basis of accounting.