KEDILA FAMILY LEARNING CENTER
FINANCIAL STATEMENTS
WITH
INDEPENDENT ACCOUNTANT'S REVIEW REPORT

FOR THE YEAR ENDED DECEMBER 31, 2022

vgr
CPA

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INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors
KEDILA FAMILY LEARNING CENTER, INC
New Orleans, Louisiana

I have reviewed the accompanying financial statements of Kedila Family Learning Center, Inc (a nonprofit organization), which comprise the statement of financial position as of December 31, 2022, and the related statements of activities andcash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, I do not express such an opinion.

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.

Accountant's Responsibility

My responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require me to perform procedures to obtain limited assurance as a basis for reporting whether I am aware of any material modifications that should be made to the financial statements for them to bein accordance with accounting principles generally accepted in the United States of America. I believe that the results of my procedures provide a reasonable basis for my conclusion.

Accountant's Conclusion

Based on my review, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

VGR, CPA New Orleans

New Orleans, Louisiana

June 22, 2023

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KEDILA FAMILY LEARNING CENTER, INC
STATEMENT OF FINANCIAL POSITION
FOR THE YEARS ENDED DECEMBER 31, 2022

	2022
ASSETS	
Assets	
Cash and equivalents (NOTES 2 and 6)	$7,453
Grants Receivable	125,338
Fixed assets net of accumulated depreciation and	-
amortization of 46,996 (NOTE 7)	-
Total Assets	$132,791
LIABILITIES AND NET ASSETS	
Liabilities	
Accounts Payable	$ 11,887
Loans from Officers	84,297
Notes Payable	13,700
Line of Credit	45,873
Total Liabilities	$155,757
Net Assets	
With out restriction	(22,966)
Total Net Assets	(22,966)
Total Liabilities and Net Assets	$132,791

The accompanying notes are an integral part of these financial statements

KEDILA FAMILY LEARNING CENTER, INC
STATEMENT OF ACTIVITIES
FOR THE YEARS ENDED DECEMBER 31, 2022

INCOME		2022
Corporate Grants	$	64,950
Government Grants		228,287
Progran Income		1,375
Other Income		551
Total Income	$	295,163
EXPENSES		
Program Services	$	209,567
Support Services		53,647
Total Expenses	$	263,214
Change in net assets		31,949
Net assets, beginning of year		(54,915)
Net assets, end of year	$	(22,966)

The accompanying notes are an integral part of these financial statements

KEDILA FAMILY LEARNING CENTER, INC
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2022

	Program Services	Support Services	Fundraising	Total
Salaries	$124,960	$23,248	$0	$148,208
Payroll Taxes	10,332	4,165	0	14,497
Occupancy	1,000	0	0	1,000
Telephone/Internet	0	1,970	0	1,970
Education and Training	120	0	0	120
Supplies	11,883	792	0	12,675
Postage	15	0	0	15
Printing	0	419	0	419
Professional Service	1,255	0	0	1,255
Payroll Service Fees	3,258	3,053	0	6,311
Accounting	0	13,300	0	13,300
Bus Drivers	53,905	0	0	53,905
Field Trips	493	0	0	493
Miscellaneous	2,346	2,585	0	4,931
Interest Expense	0	4,116	0	4,116
TOTAL	$209,567	$53,647	$0	$263,214

The accompanying notes are an integral part of these financial statements.

KEDILA FAMILY LEARNING CENTER

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2022

Cash Flows from Operating Activities

Change in net assets	$ 31,949
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation expense	-
(Increase) Decrease in other assets	-
Decrease in grants receivable	(125,338)
(Increase)Decrease in prepaid expense	-
Decrease in accounts payable	(6,395)
Increase in loans from officers	84,297
Increase in notets payable	12,000
Increase in Line of Credit	8,523
Net cash provided by operating activities	5,036
Net increase in cash and equivalents	5,036
Cash - Beginning of year	2,417
Cash - End of year	$ 7,453

The accompanying notes are an integral part of these financial statements.

NOTE 1 – ORGANIZATION:

KEDILA FAMILY LEARNING CENTER, INC (**KEDILA**) is a non-profit organization formed in 2005. **KEDILA** is committed to providing education, training, affordable and safe housing and support services to the constituents it serves. **KEDILA's** mission and vision is to provide hope to those who are left behind as they continue with their daily struggles. **KEDILA** prides itself as an organization *"Where the Journey to Learning Begins"* by providing the following programs: After School Remediation and Enrichment; Summer Camps; Freedom Schools; Teen Pregnancy Prevention; Child Abuse Prevention; Mentoring; YouthBuild; (a Skilled Job Training for young adults between ages 16-30 years old that did not complete high school) as well as basic computer training. In addition to all the great programs **KEDILA** offers It also serves as a resource center for the its community.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:
Principles of Accounting

KEDILA is a non-profit community-based organization whose financial statements are prepared on the accrual basis. **KEDILA** has also been classified as an entity that is not a "private foundation" within the meaning of Section 509(a) of the Internal Revenue Code and qualifies for deductible contributions as provided by Section 170(b)(1)(A)(vi).

KEDILA's Forms 990, *Return of Organization Exempt from Income Tax*, and Forms 990-T, *Exempt Organization Business Income Tax Return*, for the years ending December 31, 2012, 2013 and 2014 are subject to examination by the IRS, generally for three years after they were filed.

KEDILA's exempt status is recognized by the State of Louisiana. Accordingly, no provision has been made in the financial statements for federal or state income taxes.

Basis of Reporting
KEDILA has adopted the provisions of FASB Accounting Standards Codification, Topic 958, "Accounting for Not-for-Profit Entities", and reports its financial position and activities according to two classes of net assets according to externally (donor) imposed restrictions.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED:

A description of the two net asset categories is as follows:

Net assets without donor restrictions: Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the organization. These net assets may be used at the discretion of KEDILAs management and the board of directors.

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

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

As of December 31, 2022 **KEDILA** did not have any restricted or temporarily restricted net assets.

Cash and Cash Equivalents

For purposes of the Statements of Cash Flows, **KEDILA** considers all short-term, highly liquid investments with maturity of three months or less at the time of purchase to be cash equivalents.

Functional Allocation of Expenses

The costs of providing the various programs and activities have been summarized on a functional basis in the Statement of Activities. Accordingly, certain costs have been allocated among the programs and supporting services benefitted.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED:

Promises to Give

Contributions are recognized when the donor makes a promise to give to KEDILA that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

Property and Equipment

Improvements which significantly extend the useful life of an asset and purchases of buildings, land and equipment at a cost of $1,000 or greater are capitalized. The straight-line method of depreciation is used for the assets owned by KEDILA. The estimated useful lives of these assets range from 3 to 40 years.

Support and Revenues

Revenues received under grant programs are recognized when earned. Contributions are considered to be available for unrestricted use unless specifically restricted by the donor or the board of directors.

Fair Value

KEDILA has adopted certain provisions of FASB Accounting Standards Codification Topic 820, "Fair Value Measurements and Disclosures." ASC Topic 820 refines the definition of fair value, establishes specific requirements as well as guidelines for a consistent framework to measure fair value, and expands disclosure requirements about fair value measurements. ASC Topic 820 requires **KEDILA** to maximize the use of observable market inputs, minimize the use of unobservable market inputs, and disclose in the form of an outlined hierarchy, the details of such fair value measurements.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED:

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

New Accounting Pronouncements – Adopted

On August 18, 2016 the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2016-14, Not-for-Profit Entities(Topic 958) – Presentation of Financial Statements of Not-for-Profit Entities. The update addresses the complexity and understandability of net asset classification, deficiencies in information about liquidity and availability of resources, and the lack of consistency in the type of information provided about expenses and investment return. KEDILA has adjusted the presentation of these statements accordingly. The ASU has been applied retrospectively to all periods presented. The preparation of financial statements in conformity with generally accepted

In June 2018 the FASB issued ASU No. 2018-08 Not-for-Profit Entities (Topic 958), "Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made" to clarify and improve the scope and the accounting guidance for contributions received and contributions made. The amendments in this ASU should assist entities in (1) evaluating whether transactions should be accounted for as contributions (nonreciprocal transactions) within the scope of Topic 958, Not-for-Profit Entities, or as exchange (reciprocal) transactions subject to other guidance and (2) determining whether a contribution is conditional. This ASU will be effective for KEDILA for annual periods beginning after December 15, 2018. KEDILA is currently assessing the impact of the pronouncement on its financial statements.

The FASB has issued ASU 2014-09 Revenue from Contracts with Customers (Topic 606), to update its revenue recognition standard to clarify the principles of recognizing revenue and eliminate industry specific guidance as well as help financial statement users better understand the nature, amount,

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED:

timing and uncertainty of revenue that is recognized. The standard may be applied either retrospectively to each period presented or as a cumulative-effect adjustment as of the date of adoption. This ASU will be effective for KEDILA for annual periods beginning after December 15, 2018. KEDILA is currently assessing the impact of this pronouncement on the financial statements.

In January 2016, the FASB has issued ASU 2016-02, Leases (Topic 842). ASU 2016-02 requires that a lease recognize the assets and liabilities that arise from leases classified as finance or operating. A lessee should recognize in the statement of financial position a liability to make lease payments (the lease liability) and a right-of-use asset representing its right to use the underlying asset for the lease term. For leases with a term of 12 months or less, a lessee is permitted to make an accounting policy election by class of underlying asset not to recognize lease assets and lease liabilities. In transition, leases and lessors are required to recognize and measure leases at the beginning of the earliest period presented using a modified retrospective approach. This ASU will be effective for financial statements issued for annual periods beginning after December 15, 2019. KEDILA is currently assessing the impact of this pronouncement on its financial statements.

NOTE 3 - ECONOMIC DEPENDENCY:

The primary sources of revenue for **KEDILA** are grants provided through various funding agencies. The continued success of **KEDILA** is dependent upon the renewal of these grants and obtaining other grants from the funding sources.

NOTE 4 - INCOME TAXES:

KEDILA is a tax-exempt organization under section 501(C)(3) of the Internal Revenue Code. Accordingly, no provisions for federal or state income taxes have been recorded in the accompanying financial statements. Should **KEDILA's** tax status be challenged in the future, 2022, 2021 and 2020 tax years are open for examination by the IRS.

NOTE 5 - COMMITMENTS AND CONTINGENCIES:
Participation in Grant Programs

KEDILA is a recipient of grant funds from various funding sources. The administration of the program and activities funded by the grants are under the control and administration of **KEDILA** and are subject to audit and/or review by the applicable funding source. Any grant funds found not to be properly spent in accordance with the terms, conditions, and regulations of the funding source may be subject to recapture.

NOTE 6 - FAIR VALUE MEASUREMENTS OF FINANCIAL ASSETS AND LIABILITIES:

In accordance with FASB ASC Topic 820, fair value is defined as the price that **KEDILA** would receive to sell an asset or pay to transfer a liability in a timely transaction with an independent buyer in the principal market, or in the absence of a principal market the most advantageous market for the asset or liability. ASC Topic 820 established a three-tier hierarchy to distinguish between (1) inputs that reflect the assumptions market participants would use in pricing an asset or liability developed based on market data obtained from sources independent of the reporting entity (observable inputs) and (2) inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in
pricing an asset or liability developed based on the best information available in the circumstances (unobservable inputs) and to established classification of fair value measurements for disclosure purposes.

Various inputs are used in determining the value of **KEDILA** assets or liabilities. The inputs are summarized in the three broad levels listed below:

Level 1 - Quoted prices are available in active markets for identical investments as of the reporting date.
Level 2 - Pricing inputs are other than quoted prices in active markets, which are either directly or indirectly observable as of the the reporting date, and fair value is determined through the use of models or other valuation methodologies.
Level 3 - Pricing inputs are unobservable for the investment and include situations where there is little, if any market activity. The inputs into the determination of fair value require significant management judgment or estimation.

NOTE 6 - FAIR VALUE MEASUREMENTS OF FINANCIAL ASSETS AND LIABILITIES: CONTINUED

In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, an investment's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement. **KEDILA's** assessment of the

significance of a particular input to the fair value measurement in its entirety requires judgment, and considers factors specific to the investment. All investments are considered level 1 investments. The carrying value and the estimated fair values of **KEDILA's** financial instruments at December 31, 2022 are as follows:

Description	**Balance at 12/31/2022** Carrying Value	Fair Value
Cash and Cash Equivalents	7,453	7,453
Grants Receivable	125,338	125,338
Accounts Payable	11,887	11,887
Loans from Officers	84,297	84,297
Notes Payable	13,700	13,700
Line of Credit	45,873	45,873

NOTE 7 - FIXED ASSETS:

	Balance at 12/31/2021	**Additions (Reductions)**	**Balance at 12/31/2022**
Equipment	46,996.00	-	46,996.00
Accumulated Depreciation	(46,996.00)	-	(46,996.00)
Total Fixed Assets	**-0-**	**-0-**	**-0-**

Depreciation expense for the years ended December 31, 2022 totaled $-0-.

NOTE 8 - BOARD OF DIRECTORS COMPENSATION:

The board of directors operates on a voluntary basis, as such there were no payments made to any board member during the year ended December 31, 2022 for services.

NOTE 9 - GRANTS RECEIVABLE:

Grants receivable consists of outstanding payments from a federal agency grant which totaled $125,338 as of December 31, 2022. These amounts are deemed collectible as such, there has been no adjustment made to an account for an allowance for doubtful accounts.

NOTE 10 - LINE OF CREDIT:

The agency has a line of credit with a local bank. It is renewed annually and has an interest rate of 10.75% with varying monthly payments with interest expense for the year ended December 31, 2022 totaling 3,155. The balance of the line of credit as of December 31, 2022 was $45,873.

NOTE 11 - SUBSEQUENT EVENTS:

FASB Accounting Standards Codifications Topic 855-10, "Subsequent Events" requires the disclosure of the date through which **KEDILA** has evaluated subsequent events and the reason for selecting that date. **KEDILA** evaluated subsequent events from January 1, 2023 to June 22, 2023, the date the financial statements were available to be issued.

KEDILA FAMILY LEARNING CENTER, INC
SCHEDULE OF FEDERAL EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2022

GRANTOR	CFDA NUMBER	ENTITY NUMBER	PASS-THROUGH TO SUBRECIPIENTS	ACTIVITY
U.S. Department of Health & Urban Development				
Awards From A Pass-Through Entity				
City of New Orleans				
Community Development Block Grants	14.218	N/A	-0-	102,949
Total U.S. Department of Housing and Urban Development				102,949
Total Expenditures of Federal Awards				$ 102,949

KEDILA FAMILY LEARNING SERVICES

AGENCY HEAD COMPENSATION

FOR THE YEAR ENDED DECEMBER 31, 2022

Agency Head Name: Dipo Mosadomi

Purpose		Amount
Salary	-	46,968.00
Benefits - insurance	-	-
Benefits - retirement	-	-
Benefits - other	-	-
Car allowance	-	-
Vehicle provided by organization	-	-
Per diem	-	-
Reimbursements	-	-
Travel	-	-
Registration fees	-	-
Conference Travel	-	-
Continuing professional education fees	-	-
Housing	-	-
Unvouchered expenses	-	-
Special meals	-	-
	-	
	-	

Act 706 of the 2014 Legislative Session requires the disclosure of the total compensation, reimbursement, benefits, and other payments made to the agency head, political subdivision head or Chief executive officer, related to the position; including but not limited to travel housing, unvouchered expenses (such as travel advances) per diem, and registration fees.

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