

**COMMUNITY ACTION STOPS ABUSE, INC.
AND SUBSIDIARY**

**Consolidated Financial Statements
and Supplementary Information**

**June 30, 2021 and 2020
(With Independent Auditors' Report Thereon)**

COMMUNITY ACTION STOPS ABUSE, INC. AND SUBSIDIARY

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Independent Auditors' Report

To the Board of Directors of
Community Action Stops Abuse, Inc. and Subsidiary:

We have audited the accompanying consolidated financial statements of Community Actions Stops Abuse, Inc. and Subsidiary (the "Organization"), which comprise the consolidated statements of financial position as of June 30, 2021 and 2020, the related consolidated statements of activities and cash flows for the years then ended, the related statement of functional expenses for the year ended June 30, 2021 and the related notes to the consolidated financial statements.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated 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 consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated 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 consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the consolidated 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 consolidated financial statements referred to above present fairly, in all material respects, the financial position of Community Action Stops Abuse, Inc. and Subsidiary as of June 30, 2021 and 2020, and the changes in their net assets and their cash flows for the years then ended, and their functional expenses for the year ended June 30, 2021 in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited Community Action Stops Abuse, Inc. and Subsidiary's 2020 consolidated financial statements, and our report dated November 20, 2020 expressed an unmodified opinion on those consolidated financial statements. In our opinion, the summarized comparative information presented herein for the year ended June 30, 2020, is consistent, in all material respects, with the audited consolidated financial statements from which it has been derived.

Other Matters

Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying supplementary information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the consolidated financial statements. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations ("CFR") Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"), is presented for purposes of additional analysis and is also not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the consolidated financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 19, 2021 on our consideration of the Organization'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 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 the Organization's internal control over financial reporting and compliance.

Mayer Hoffman McCann P.C.

October 19, 2021
St. Petersburg, Florida

COMMUNITY ACTION STOPS ABUSE, INC. AND SUBSIDIARY

Consolidated Statements of Financial Position

June 30, 2021 and 2020

Assets	2021	2020
Current assets:		
Cash and cash equivalents	\$ 948,714	1,183,897
Grants receivable	636,326	594,539
Current portion of contributions receivable	16,032	62,560
Current portion of gifted facility	3,033	12,743
Inventories	57,650	53,100
Prepaid expenses and other current assets	101,752	167,743
Total current assets	1,763,507	2,074,582
Investments	474,546	473,522
Contributions receivable, less current portion	2,700	19,425
Gifted facility, less current portion	81,627	84,659
Notes receivable - New Markets Tax Credit	-	6,288,400
Property and equipment, net	10,241,197	10,574,115
Interest in net assets of the Foundation	24,747	24,734
Total assets	\$ 12,588,324	19,539,437
Liabilities and Net Assets		
Current liabilities:		
Accounts payable	\$ 40,224	82,809
Accrued expenses	319,827	300,095
Refundable advances	-	400,323
Total current liabilities	360,051	783,227
Long-term liabilities:		
Deferred payment mortgages	181,301	136,301
Mortgage notes payable	1,742,158	1,732,426
Note payable - New Markets Tax Credit	-	11,286,875
Total long-term liabilities	1,923,459	13,155,602
Total liabilities	2,283,510	13,938,829
Net assets:		
Without donor restrictions:		
Investment in property and equipment, net	8,317,738	3,706,913
Undesignated	1,784,770	1,647,106
	10,102,508	5,354,019
With donor restrictions	202,306	246,589
Total net assets	10,304,814	5,600,608
Total liabilities and net assets	\$ 12,588,324	19,539,437

See accompanying independent auditors' report and notes to consolidated financial statements.

COMMUNITY ACTION STOPS ABUSE, INC. AND SUBSIDIARY

Consolidated Statement of Activities

**For the Year Ended June 30, 2021
(With Comparative Totals for 2020)**

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>	
			<u>2021</u>	<u>2020</u>
Operating support and revenue:				
Public support:				
Net special event revenue	\$ 161,690	-	161,690	229,931
Contributions and donations	777,672	189,890	967,562	1,061,190
Government grants and contracts	3,544,364	-	3,544,364	3,172,607
	<u>4,483,726</u>	<u>189,890</u>	<u>4,673,616</u>	<u>4,463,728</u>
Revenue:				
Thrift store sales	696,018	-	696,018	629,308
In-kind revenue	731,669	-	731,669	639,518
Investment return	1,924	-	1,924	148,019
Interest income on notes receivable	57,933	-	57,933	62,884
Other income	15,219	-	15,219	19,705
Change in net assets of the Foundation	13	-	13	129
	<u>1,502,776</u>	<u>-</u>	<u>1,502,776</u>	<u>1,499,563</u>
Net assets released from restrictions:				
Expiration of time restrictions	93,785	(93,785)	-	-
Satisfaction of purpose restrictions	140,388	(140,388)	-	-
	<u>234,173</u>	<u>(234,173)</u>	<u>-</u>	<u>-</u>
Total operating support and revenue	6,220,675	(44,283)	6,176,392	5,963,291
Operating expenses:				
Program services:				
Domestic Violence	4,817,620	-	4,817,620	4,443,886
Thrift Store	989,773	-	989,773	946,393
Supporting services:				
General and Administrative	467,224	-	467,224	587,226
Development	360,156	-	360,156	293,065
Total expenses	<u>6,634,773</u>	<u>-</u>	<u>6,634,773</u>	<u>6,270,570</u>
Change in net assets before other changes	(414,098)	(44,283)	(458,381)	(307,279)
Other changes:				
Gain from termination of New Markets Tax Credit	5,162,587	-	5,162,587	-
Change in net assets	4,748,489	(44,283)	4,704,206	(307,279)
Net assets, beginning of year	<u>5,354,019</u>	<u>246,589</u>	<u>5,600,608</u>	<u>5,907,887</u>
Net assets, end of year	<u>\$ 10,102,508</u>	<u>202,306</u>	<u>10,304,814</u>	<u>5,600,608</u>

COMMUNITY ACTION STOPS ABUSE, INC. AND SUBSIDIARY

Consolidated Statement of Activities

For the Year Ended June 30, 2020

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Operating support and revenue:			
Public support:			
Net special event revenue	\$ 229,931	-	229,931
Contributions and donations	995,232	65,958	1,061,190
Government grants and contracts	3,172,607	-	3,172,607
	<u>4,397,770</u>	<u>65,958</u>	<u>4,463,728</u>
Revenue:			
Thrift store sales	629,308	-	629,308
In-kind revenue	639,518	-	639,518
Investment return	148,019	-	148,019
Interest income on notes receivable	62,884	-	62,884
Other income	19,705	-	19,705
Change in net assets of the Foundation	129	-	129
	<u>1,499,563</u>	<u>-</u>	<u>1,499,563</u>
Net assets released from restrictions:			
Expiration of time restrictions	169,438	(169,438)	-
Satisfaction of purpose restrictions	26,104	(26,104)	-
	<u>195,542</u>	<u>(195,542)</u>	<u>-</u>
Total operating support and revenue	6,092,875	(129,584)	5,963,291
Operating expenses:			
Program services:			
Domestic Violence	4,443,886	-	4,443,886
Thrift Store	946,393	-	946,393
Supporting services:			
General and Administrative	587,226	-	587,226
Development	293,065	-	293,065
Total expenses	<u>6,270,570</u>	<u>-</u>	<u>6,270,570</u>
Change in net assets before other changes	(177,695)	(129,584)	(307,279)
Other changes:			
Net assets released from restrictions:			
Satisfaction of capital expenditure restrictions	25,000	(25,000)	-
Change in net assets	(152,695)	(154,584)	(307,279)
Net assets, beginning of year	<u>5,506,714</u>	<u>401,173</u>	<u>5,907,887</u>
Net assets, end of year	<u>\$ 5,354,019</u>	<u>246,589</u>	<u>5,600,608</u>

COMMUNITY ACTION STOPS ABUSE, INC. AND SUBSIDIARY

Consolidated Statement of Functional Expenses

**For the Year Ended June 30, 2021
(With Comparative Totals for 2020)**

	Program Services			Supporting Services			Total Expenses	
	Domestic Violence	Thrift Store	Total Program Services	General and Administrative	Development	Total Supporting Services	2021	2020
Personnel costs	\$ 2,933,597	222,473	3,156,070	237,864	237,347	475,211	3,631,281	3,368,112
Professional fees	73,322	3,545	76,867	100,033	9,209	109,242	186,109	150,455
Printing, advertising and awareness	4,475	-	4,475	527	25,429	25,956	30,431	21,932
Postage and direct mailings	335	430	765	2,522	11,562	14,084	14,849	8,024
Supplies	15,918	494	16,412	4,648	158	4,806	21,218	43,896
Information technology	103,971	11,592	115,563	34,213	28,288	62,501	178,064	50,805
Property management	232,838	19,224	252,062	25,300	4,722	30,022	282,084	281,983
Food and operating supplies	138,915	2,476	141,391	9,984	2,985	12,969	154,360	150,548
Client assistance	182,126	-	182,126	-	-	-	182,126	218,221
Insurance	92,537	11,024	103,561	11,098	3,272	14,370	117,931	101,828
Employee and volunteer development	12,905	722	13,627	3,758	2,189	5,947	19,574	59,574
Interest	335,842	-	335,842	-	-	-	335,842	347,793
Membership dues and licenses	2,381	434	2,815	10,236	1,392	11,628	14,443	20,391
Bank and merchant fees	5	19,768	19,773	13,876	1,089	14,965	34,738	33,345
Bad debt expense (recoveries)	-	-	-	-	31,990	31,990	31,990	86,397
In-kind expenses	40,200	691,469	731,669	-	-	-	731,669	639,518
Total expenses before depreciation and amortization	4,169,367	983,651	5,153,018	454,059	359,632	813,691	5,966,709	5,582,822
Depreciation and amortization	648,253	6,122	654,375	13,165	524	13,689	668,064	687,748
Total expenses	\$ 4,817,620	989,773	5,807,393	467,224	360,156	827,380	6,634,773	6,270,570

See accompanying independent auditors' report and notes to consolidated financial statements.

COMMUNITY ACTION STOPS ABUSE, INC. AND SUBSIDIARY

Consolidated Statements of Cash Flows

For the Years Ended June 30, 2021 and 2020

	<u>2021</u>	<u>2020</u>
Cash flows from operating activities:		
Change in net assets	\$ 4,704,206	(307,279)
Adjustments to reconcile the change in net assets to net cash provided by (used in) operating activities:		
Depreciation and amortization	668,064	687,748
Gain on sale of equipment	-	(204)
Noncash gain from termination of New Markets Tax Credit	(5,162,587)	-
Realized and unrealized losses (gains) on investments	7,788	(87,606)
Change in net assets of the Foundation	(13)	(129)
Increase in grants receivable	(41,787)	(103,182)
Decrease in contributions receivable	63,253	94,085
Decrease in gifted facilities	12,742	11,981
Decrease (increase) in inventories	(4,550)	7,700
Decrease (increase) in prepaid expenses and other assets	65,991	(65,201)
Increase (decrease) in accounts payable	(42,585)	4,269
Increase in accrued expenses	19,732	41,768
Increase (decrease) in refundable advances	(400,323)	400,323
	<u>(110,069)</u>	<u>684,273</u>
Net cash provided by (used in) operating activities		
	(110,069)	684,273
Cash flows from investing activities:		
Purchases of investments	(109,685)	(420,782)
Payments received on notes receivable - New Markets Tax Credit	20,987	-
Proceeds received from sale of investments	100,873	2,856,135
Purchases of property and equipment	(182,289)	(113,237)
Proceeds received from sale of equipment	-	2,443
	<u>(170,114)</u>	<u>2,324,559</u>
Net cash provided by (used in) investing activities		
	(170,114)	2,324,559
Cash flows from financing activities:		
Proceeds from issuance of deferred payment mortgages	45,000	22,500
Principal payments on mortgage notes payable	-	(4,176,467)
Proceeds from issuance of mortgage notes payable	-	1,730,813
	<u>45,000</u>	<u>(2,423,154)</u>
Net cash provided by (used in) financing activities		
	45,000	(2,423,154)
Net increase (decrease) in cash and cash equivalents	(235,183)	585,678
Cash and cash equivalents at beginning of year	<u>1,183,897</u>	<u>598,219</u>
Cash and cash equivalents at end of year	\$ <u><u>948,714</u></u>	\$ <u><u>1,183,897</u></u>
Supplemental cash flow information:		
Cash paid for interest	\$ <u><u>313,842</u></u>	\$ <u><u>380,793</u></u>

COMMUNITY ACTION STOPS ABUSE, INC. AND SUBSIDIARY

Notes to Consolidated Financial Statements

June 30, 2021 and 2020

(1) **Organization and Summary of Significant Accounting Policies**

(a) **Description of Organization and Nature of Activities**

Community Action Stops Abuse, Inc. (“CASA”) is a Florida not-for-profit organization. CASA’s mission is to influence our community to stand up to silence through advocacy, empowerment, and social change to prevent and end domestic violence. CASA promotes social change through advocacy, community education, outreach, and support for victims/survivors of Intimate Partner Violence. CASA provides comprehensive services to empower survivors of Intimate Partner Violence and their families with a safe supportive emergency shelter environment; rapid rehousing; a 24-hour crisis hotline; support groups; youth programs; substance abuse advocacy; information and referral programs; justice advocacy; outreach to under-served populations; peacemakers programs to preschools, elementary and middle schools; a very active volunteer program; and a thrift shop. Funding is provided primarily through individual donors; local fundraising activities; federal, state, and local government grants; and a private foundation.

During 2014, Victoria’s Place St. Pete, Inc. (“Victoria’s Place”), a Florida not-for-profit organization, was formed to work in conjunction with CASA’s mission by constructing a 100-bed emergency shelter for domestic violence survivors.

Effective January 1, 2012, CASA’s board of directors approved formation of Community Action Stops Abuse Foundation, Inc. (the “Foundation”). CASA has recorded an interest in the net assets of the Foundation, since CASA and the Foundation are deemed to be financially interrelated. The net assets of the Foundation totaled \$24,747 and \$24,734 as of June 30, 2021 and 2020, respectively.

(b) **Principles of Consolidation**

The accompanying consolidated financial statements include the financial statements of CASA, and Victoria’s Place (collectively the “Organization” or “CASA”). All significant inter-organizational balances and transactions have been eliminated in consolidation.

(c) **Financial Statement Presentation**

These consolidated financial statements, which are presented on the accrual basis of accounting, have been prepared to focus on the Organization as a whole and to present net assets and revenues, expenses, gains and losses based on the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes therein are classified as follows:

Net Assets Without Donor Restrictions include net assets that are not subject to donor-imposed stipulations and net assets that have been designated for a specific purpose by the Board of Directors of the Organization.

Net Assets With Donor Restrictions represent those amounts which are not available until future periods or are donor restricted for specific purposes. When a donor restriction expires, that is, when a stipulated time restriction ends or a purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the accompanying consolidated statement of activities as released from restrictions.

COMMUNITY ACTION STOPS ABUSE, INC. AND SUBSIDIARY

Notes to Consolidated Financial Statements - Continued

(1) Organization and Summary of Significant Accounting Policies - Continued

(c) Financial Statement Presentation - Continued

The consolidated statement of functional expenses includes certain prior-year summarized comparative information in total but not by functional category. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Organization's consolidated financial statements for the year ended June 30, 2020, from which the summarized comparative information was derived.

(d) Cash Equivalents

For purposes of the statements of cash flows, CASA considers all highly liquid investments with a maturity of three months or less at time of purchase to be cash equivalents.

(e) Contributions

The Organization recognizes contributions when cash, securities or other assets or an unconditional promise to give is received. Donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions. Contributions received with donor-imposed restrictions that are met in the same year as received are reported as revenues of the net assets without donor restrictions class.

Conditional contributions are recorded as revenue when such amounts become unconditional which generally involves the meeting of a barrier to entitlement. This can include items like meeting a matching provision, incurring specified allowable expenses in accordance with a framework of allowable costs or other barriers.

A portion of the Organization's revenue is derived from cost-reimbursable federal and state contracts and grants, which are conditioned upon certain performance requirements and the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as refundable advances in the consolidated statement of financial position. The Organization received cost-reimbursable grants of approximately \$1,386,000 that have not been recognized at June 30, 2021 because qualifying expenditures have not yet been incurred.

(f) Receivables

Grants receivable are stated at the amount management expects to collect from balances outstanding at year-end and are primarily due from Federal and State governmental agencies. Based on management's assessment of the credit history with parties having outstanding balances and current relationships with them, management has concluded that an allowance for doubtful accounts is not necessary as of June 30, 2021 and 2020.

COMMUNITY ACTION STOPS ABUSE, INC. AND SUBSIDIARY

Notes to Consolidated Financial Statements - Continued

(1) **Organization and Summary of Significant Accounting Policies - Continued**

(f) **Receivables - Continued**

Contributions receivable are comprised of unconditional promises to give and are stated at the amount management expects to collect from outstanding balances. The carrying amount of contributions receivable is reduced by a valuation allowance that reflects management's best estimate of the amount that will not be collected. At the time contributions receivable are determined by management to be uncollectible, the receivables are charged against this allowance.

(g) **Inventories**

Inventories of thrift store merchandise consist of donated clothes and miscellaneous household items and are recorded at estimated fair value when contributed based on an average turnover rate which is not in excess of expected realizable amounts.

(h) **Property and Equipment**

Property and equipment with a cost in excess of \$1,000 are capitalized, if purchased, or at estimated fair value at date of receipt if acquired by gift. Depreciation is calculated using the straight-line method over the estimated useful lives of the respective assets, except for leasehold improvements, which are amortized over the shorter of the lease term or the useful life of the leased asset.

Property acquired with governmental funds is considered to be owned by CASA while used in the program for which it was purchased or in future authorized programs; however, its disposition as well as the ownership of any proceeds therefrom is subject to applicable regulations.

(i) **Investments**

Investments in marketable securities with readily determinable fair values and all investments in debt securities are carried at their fair value in the Organization's consolidated statement of financial position. Unrealized gains and losses are included in the change in net assets in the accompanying consolidated statement of activities. Restrictions on investment earnings are reported as increases in net assets without donor restrictions if the restrictions are satisfied in the fiscal year in which the earnings are recognized.

(j) **Unamortized Loan Costs**

The Organization presents loan costs as a reduction of long-term debt in accordance with Accounting Standards Codification ("ASC") Topic 835, *Interest*, in the accompanying consolidated statements of financial position. Loan costs are amortized over the life of the related loan and recorded as interest expense in the accompanying consolidated statements of activities.

COMMUNITY ACTION STOPS ABUSE, INC. AND SUBSIDIARY

Notes to Consolidated Financial Statements - Continued

(1) **Organization and Summary of Significant Accounting Policies - Continued**

(k) **Income Taxes**

CASA and Victoria's Place have been recognized as exempt from Federal income taxes under section 501(c)(3) of the Internal Revenue Code. Therefore, no provision for income taxes has been presented in these consolidated financial statements. CASA and Victoria's Place have not reported any unrelated business income; however, such status is subject to final determination upon examination, if any, of the related income tax returns by the appropriate taxing authorities.

The Organization is not aware of any tax positions it has taken that are subject to a significant degree of uncertainty. Tax filings for tax years after 2017 remain subject to examination by federal and state taxing authorities.

(l) **Functional Expense Allocations**

The costs of providing CASA's various programs and other activities have been summarized on a functional basis in the consolidated statement of functional expenses. Expenses directly attributable to a specific functional area of CASA are reported as direct expenses of those functional areas while indirect costs that benefit multiple functional areas have been allocated among the functional areas based on either time spent by employees on each functional area or based on a square footage analysis for all indirect occupancy-related expenses.

(m) **Donated Materials and Services**

Donations of materials are recorded as support at their estimated fair value at the date of donation. Donations of services are recorded as support at their estimated fair value if they require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. In-kind support for the years ended June 30, 2021 and 2020 consists of donated facilities and materials donated to the Thrift Store program. There were no in-kind professional services received in 2021 or 2020.

(n) **Estimates in Consolidated Financial Statements**

The preparation of consolidated financial statements in conformity with accounting principles generally accepted in the United States of America 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 consolidated financial statements and the reported amounts of revenues and expenses during the period. Actual results could differ from those estimates.

COMMUNITY ACTION STOPS ABUSE, INC. AND SUBSIDIARY

Notes to Consolidated Financial Statements - Continued

(1) Organization and Summary of Significant Accounting Policies - Continued

(o) Going Concern Evaluation

On an annual basis, as required by ASC Topic 205, *Presentation of Financial Statements - Going Concern*, the Organization performs an evaluation to determine whether there are conditions or events (known and reasonably knowable), considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern within one year after the date that the consolidated financial statements are available to be issued. Management's assessment did not indicate that substantial doubt is raised about the ability to remain a going concern for one year from the date the consolidated financial statements were available for issuance.

(p) Reclassifications

Certain amounts in the 2020 consolidated financial statements have been reclassified to conform with the 2021 presentation.

(q) Subsequent Events Evaluation

On July 22, 2021, CASA executed a revolving line of credit with a bank which allows CASA to borrow up to \$550,000 at the bank's prime rate of interest. Amounts drawn on the line of credit are due on demand. The line of credit is collateralized by substantially all of the assets of the CASA and matures in December 2021.

Management has evaluated all events subsequent to the consolidated statement of financial position date of June 30, 2021 through October 19, 2021, the date these consolidated financial statements were available to be issued.

(2) Investments

At June 30, 2021 and 2020, the cost and market values of investments were as follows:

	<u>June 30, 2021</u>		<u>June 30, 2020</u>	
	<u>Cost</u>	<u>Market</u>	<u>Cost</u>	<u>Market</u>
Money market funds	\$ 13,394	13,394	5,837	5,837
Fixed income:				
Corporate bonds	324,775	334,592	374,775	390,583
U.S. Treasury and Agency obligations	125,663	126,560	75,080	77,102
	<u>\$ 463,832</u>	<u>474,546</u>	<u>455,692</u>	<u>473,522</u>

The Organization's investments in debt securities are not concentrated in a single entity or in a few entities, nor are there any specific industry concentrations.

COMMUNITY ACTION STOPS ABUSE, INC. AND SUBSIDIARY

Notes to Consolidated Financial Statements - Continued

(2) Investments - Continued

In 2020, the Organization entered into an agreement with Community Foundation of Tampa Bay (“Community Foundation”) pursuant to which the Community Foundation has established “The David and Virginia Baldwin Endowment for CASA” (the “Endowment Fund”) for the purpose of allowing donors to make contributions to the Community Foundation for the benefit of CASA. Contributions to the Endowment Fund are not reflected in CASA’s consolidated financial statements as the Community Foundation retains the right to re-direct assets held in the Endowment Fund. As of June 30, 2021 and 2020, the market value of the Endowment Fund, as reported by the Community Foundation, was \$1,613,850 and \$1,292,887, respectively. For the years ended June 30, 2021 and 2020, the Endowment Fund distributed earnings to CASA of \$63,506 and \$30,781, respectively.

Investment return for the years ended June 30, 2021 and 2020 is summarized as follows:

	<u>2021</u>	<u>2020</u>
Dividend and interest income	\$ 10,424	72,728
Realized and unrealized gains (losses)	(7,788)	87,606
Investment management fees	<u>(712)</u>	<u>(12,315)</u>
	<u>\$ 1,924</u>	<u>148,019</u>

(3) Contributions Receivable

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

	<u>2021</u>	<u>2020</u>
Special events	\$ 36,147	125,134
Sunshine and Hope Campaign	<u>-</u>	<u>10,700</u>
	36,147	135,834
Less allowance for doubtful accounts	(17,320)	(52,935)
Less unamortized discount	<u>(95)</u>	<u>(914)</u>
Total	<u>\$ 18,732</u>	<u>81,985</u>
Amounts due in:		
Less than one year	\$ 33,447	98,198
One to five years	<u>2,700</u>	<u>37,636</u>
	<u>\$ 36,147</u>	<u>135,834</u>

Contributions receivable due from trustees, staff, and board members total approximately \$6,800 and \$9,800 as of June 30, 2021 and 2020, respectively. Contributions receivable in more than one year are reflected at the present value of estimated future cash flows using a discount rate of 1.80%.

COMMUNITY ACTION STOPS ABUSE, INC. AND SUBSIDIARY

Notes to Consolidated Financial Statements - Continued

(4) Gifted Facilities

Gifted facilities refers to two parcels of land that are used for transitional housing. In fiscal years 1998 and 1997 CASA entered into lease agreements for two parcels of land with a local hospital (“Landlord”). In July 2012, the 1998 lease was extended to February 2021 and was not renewed upon maturity. In September 2016, the 1997 lease was extended to September 2042. Accordingly, the Organization has recorded a gifted facility contribution which represents the present value of the excess of the aggregate fair rental value of the land lease over below market rent payments due over the remaining term of the lease.

Recognition of the fair value of these leases as of and for the years ended June 30, 2021 and 2020 is summarized below:

Fair value of gifted facility at June 30, 2019	\$	109,383
Recognition of fair value of gifted land lease		3,906
Recognition of rent expense for the year ended June 30, 2020		<u>(15,887)</u>
Fair value of gifted facility at June 30, 2020		97,402
Recognition of fair value of gifted land lease		3,145
Recognition of rent expense for the year ended June 30, 2021		<u>(15,887)</u>
Fair value of gifted facility at June 30, 2021		84,660
Current portion of gifted facility		<u>3,033</u>
Gifted facility, less current portion	\$	<u><u>81,627</u></u>

(5) Property and Equipment

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

	<u>Estimated Useful Lives</u>	<u>2021</u>	<u>2020</u>
Land	-	\$ 932,100	932,100
Building and improvements	5 - 39 years	11,702,050	11,631,683
Leasehold improvements	5 - 20 years	1,557,618	1,557,618
Furniture and equipment	3 - 15 years	1,466,343	1,354,421
Vehicles	5 years	<u>117,313</u>	<u>117,313</u>
		15,775,424	15,593,135
Less accumulated depreciation		<u>5,534,227</u>	<u>5,019,020</u>
Net property and equipment		\$ <u><u>10,241,197</u></u>	<u><u>10,574,115</u></u>

Depreciation and amortization expense for the years ended June 30, 2021 and 2020 was \$515,207 and \$535,712, respectively.

COMMUNITY ACTION STOPS ABUSE, INC. AND SUBSIDIARY

Notes to Consolidated Financial Statements - Continued

(6) New Markets Tax Credit Program

During the year ended June 30, 2014, CASA completed a \$12 million transaction (“Transaction”) under federal and state of Florida New Markets Tax Credit Programs (“Program”) with Florida Community New Markets Fund, FCLF Florida NMTC Investment Fund, and Stonehenge Florida NMTC Investment Fund and their affiliates. As part of the Transaction, CASA was required to create a new subsidiary entity, Victoria’s Place St. Pete, Inc. (“Victoria’s Place”), with CASA as the sole member. Victoria’s Place used the proceeds to construct a new 100-bed emergency shelter for survivors of domestic violence (the “Shelter”) pursuant to and in accordance with the Concession and Service Agreements between Victoria’s Place and CASA. CASA operates the shelter.

The Transaction includes a gross subsidy to the Organization of \$5,141,600, which represents the amount of long-term debt expected to be extinguished and forgiven at the conclusion of the Transaction. The Transaction resulted in two notes receivable from Stonehenge Florida NMTC Investment Fund and FCLF Florida in the amounts of \$2,263,400 and \$4,025,000, respectively, and three notes payable to Florida Community New Markets Fund XIV, LLC in the total amount of \$11,430,000.

The difference between the notes payable and notes receivable of \$5,141,600 represents the gross subsidy to the Organization for participation in the Program. On the date of closing, May 29, 2014, the Organization incurred fees and costs related to the closing of the Transaction of \$757,122, leaving a remaining balance of \$4,384,478, the net subsidy. The remaining subsidy is intended to cover fees and costs related to the Organization’s continued participation in the program in accordance with the Concession and Service Agreements.

Notes receivable from participants accrue interest at 1% and are received quarterly. Beginning July 1, 2021 principal and interest will be received annually sufficient to fully amortize the notes, with the final payment due April 10, 2043. These notes were cancelled in June 2021 as a result of the Program ending as described below.

The three notes payable in the amounts of \$4,762,500; \$4,579,327; and \$2,088,173 accrue interest at 1.928% payable quarterly. Beginning October 1, 2021, principal and interest will be payable quarterly sufficient to fully amortize the loans, with final payment due October 1, 2044. Effective with the conclusion of the program in June 2021 as described below, these three notes became intercompany liabilities between CASA and Victoria’s place and have been eliminated in the accompanying consolidated statement of financial position.

Loan costs incurred in connection with the issuance of New Markets Tax Credit Program debt are presented as a reduction of notes payable - New Markets Tax Credit and are being amortized over the term of the loans.

During June 2021, the New Markets Credit Program transaction was concluded. Stonehenge transferred its interests in the \$11,430,000 of notes receivable from Victoria’s Place to CASA and CASA’s original note receivable with an outstanding principal balance of \$6,267,413 was cancelled. As a result, CASA recognized a noncash gain of \$5,162,587.

COMMUNITY ACTION STOPS ABUSE, INC. AND SUBSIDIARY

Notes to Consolidated Financial Statements - Continued

(6) New Markets Tax Credit Program - Continued

The components of notes payable - New Markets Tax Credit as of June 30, 2021 and 2020 are as follows:

	<u>2021</u>	<u>2020</u>
Notes payable - New Markets Tax Credit	\$ -	11,430,000
Less unamortized loan costs	-	(143,125)
Notes payable - New Markets Tax Credit, net	<u>\$ -</u>	<u>11,286,875</u>

Amortization expense related to the loan costs was \$143,125 for each of the years ended June 30, 2021 and 2020. Interest expense was \$203,842 and \$220,370 for years ended June 30, 2021 and 2020, respectively.

(7) Deferred Payment Mortgages

In 2016, the City of St. Petersburg provided financing through a deferred payment mortgage to renovate certain facilities funded by the US Department of Housing and Urban Development (“HUD”) Community Development Block Grant (“CDBG”) Program. As a condition of the CDBG funding, the Organization must continue the programs associated with the grant at these facilities for a period of five years through December 2021. If the programs associated with the grant are terminated prior to the maturity date, the entire principal balance shall become immediately due and payable. At both June 30, 2021 and 2020, the outstanding balance of the deferred payment mortgage was \$113,801.

In 2019, the City of St. Petersburg provided financing through a deferred payment mortgage to renovate certain facilities funded by the HUD CDBG Program. As a condition of the CDBG funding, the Organization must continue the programs associated with the grant at these facilities for a period of five years through December 2024. If the programs associated with the grant are terminated prior to the maturity date, the entire principal balance shall become immediately due and payable. At both June 30, 2021 and 2020, the outstanding balance of the deferred payment mortgage was \$22,500.

In 2020, the City of St. Petersburg provided financing through a deferred payment mortgage to renovate certain facilities funded by the HUD CDBG Program. As a condition of the CDBG funding, the Organization must continue the programs associated with the grant at these facilities for a period of approximately six years through January 2026. If the programs associated with the grant are terminated prior to the maturity date, the entire principal balance shall become immediately due and payable. At June 30, 2021, the outstanding balance of the deferred payment mortgage was \$45,000.

COMMUNITY ACTION STOPS ABUSE, INC. AND SUBSIDIARY

Notes to Consolidated Financial Statements - Continued

(8) Mortgage Notes Payable

Mortgage notes payable consist of the following as of June 30, 2021 and 2020:

	<u>2021</u>	<u>2020</u>
Mortgage note payable to a defined benefit plan at 7.5% interest; interest only payments of \$8,470 due monthly through maturity with a final balloon payment due April 30, 2023. Secured by a 2nd mortgage on certain real property and equipment.	\$ 1,355,200	1,355,200
Mortgage note payable to a defined benefit plan at 7.5% interest; interest only payments of \$2,530 due monthly through maturity with a final balloon payment due April 30, 2023. Secured by a 2nd mortgage on certain real property and equipment.	<u>404,800</u>	<u>404,800</u>
Total mortgage notes payable	1,760,000	1,760,000
Less unamortized debt service costs	<u>17,842</u>	<u>27,574</u>
Mortgage notes payable	<u>\$ 1,742,158</u>	<u>1,732,426</u>

The aggregate maturities of mortgage notes payable for each of the two years subsequent to June 30, 2021 are as follows:

Year Ending June 30,

2022	\$ -
2023	<u>1,760,000</u>
	<u>\$ 1,760,000</u>

(9) Refundable Advances

CASA and Victoria's Place applied for and received forgivable Paycheck Protection Loans in the amounts of \$577,420 and \$14,500, respectively, as provided under the Federal Coronavirus Aid, Relief and Economic Security Act and the loans were funded on May 4, 2020 and May 8, 2020, respectively. Under the terms of the loans, the balances are forgivable to the extent the proceeds are used for certain qualified costs for the 24 week period through October 19, 2020 and October 23, 2020, respectively, and that certain employment levels are maintained. To the extent a portion of the loans do not meet the criteria to be forgiven, such amounts are due on May 4, 2022 (CASA) and May 8, 2022 (Victoria's Place) and bear interest at a rate of 1%. The Organization elected to account for the PPP loans as government grants in accordance with ASC 958-605, *Not-for-Profit Entities - Revenue Recognition*, recognizing revenue as the barriers to entitlement were satisfied. For the years ended June 30, 2021 and 2020, the Organization recognized federal grant revenue of \$400,323 and \$191,597, respectively, based upon the amount of eligible costs incurred associated with this funding. At June 30, 2021 and 2020, the federal refundable advance was \$0 and \$400,323, respectively. A formal request for forgiveness was submitted for both loans upon the conclusion of the performance period outlined above. In June 2021, the Organization received notice of legal release of CASA's \$577,420 obligation. Subsequent to year end in September 2021, the Organization received notice of legal release of Victoria's Place's \$14,500 obligation.

COMMUNITY ACTION STOPS ABUSE, INC. AND SUBSIDIARY

Notes to Consolidated Financial Statements - Continued

(10) Net Assets With Donor Restrictions

Net assets with donor restrictions are available for the following purposes at June 30, 2021 and 2020:

	<u>2021</u>	<u>2020</u>
Subject to time restrictions:		
Outstanding promises to give	\$ 18,732	81,985
Gifted facilities	84,660	97,402
	<u>103,392</u>	<u>179,387</u>
Subject to use restrictions:		
Shelter programs	21,752	27,141
Youth programs	6,893	7,473
Outreach programs	16,136	7,588
Thrift Store program	25,000	25,000
Hotline	15,000	-
Restricted for capital	13,547	-
Other	586	-
	<u>98,914</u>	<u>67,202</u>
Total net assets with donor restrictions	\$ <u>202,306</u>	<u>246,589</u>

(11) Fair Value Measurements

Financial instruments measured at fair value are classified and disclosed in the following categories:

Level 1: Quoted prices are available in active markets for identical investments as of the reporting date. The types of investments included in Level 1 are money market mutual funds, fixed income mutual funds, equity mutual funds, and real asset funds.

Level 2: Pricing inputs are other than quoted prices in active markets, which are either directly or indirectly observable as of the reporting date, and fair value is determined through the use of models or other valuation methodologies. The types of investments included in Level 2 are corporate bonds and certain U.S. government and agency obligations.

Level 3: Valuation is based on unobservable inputs.

There have been no changes in the valuation methodologies used at June 30, 2021 and 2020. The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, a financial instrument's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement.

COMMUNITY ACTION STOPS ABUSE, INC. AND SUBSIDIARY

Notes to Consolidated Financial Statements - Continued

(11) Fair Value Measurements - Continued

Fair value of assets measured on a recurring basis at June 30, 2021 and 2020 are as follows:

	Fair Value at June 30, 2021	Fair Value Measurements Using		
		Level 1	Level 2	Level 3
Money market funds	\$ 13,394	13,394	-	-
Fixed income:				
Corporate bonds	334,592	-	334,592	-
U.S. Treasury and Agency obligations	126,560	-	126,560	-
Total investments at fair value	\$ 474,546	13,394	461,152	-

	Fair Value at June 30, 2020	Fair Value Measurements Using		
		Level 1	Level 2	Level 3
Money market funds	\$ 5,837	5,837	-	-
Fixed income:				
Corporate bonds	390,583	-	390,583	-
U.S. Treasury and Agency obligations	77,102	-	77,102	-
Total investments at fair value	\$ 473,522	5,837	467,685	-

(12) Concentrations of Credit Risk

The Organization maintains cash balances at two financial institutions. Cash accounts are insured by the Federal Deposit Insurance Corporation up to \$250,000 per depositor. At June 30, 2021, cash balances exceeded federal deposit insurance limits by approximately \$742,000.

Substantially all of the Organization's activities are supported by funds provided by various federal agencies, including pass-through awards received from the State of Florida Department of Children and Families, under cost reimbursement contracts. The Organization also receives direct federal support from the U.S. Department of Housing and Urban Development, and local support from Pinellas County and the City of St. Petersburg.

At June 30, 2021, the Organization's receivables from four funding sources represented approximately 86% of grant receivables. Revenues from four local, state, and federal contract awards represented approximately 76% of total support and revenue for the year ended June 30, 2021. At June 30, 2020, the Organization's receivables from three funding sources represented approximately 84% of grant receivables. Revenues from three local, state, and federal contract awards represented approximately 65% of total support and revenue for the year ended June 30, 2020.

COMMUNITY ACTION STOPS ABUSE, INC. AND SUBSIDIARY

Notes to Consolidated Financial Statements - Continued

(13) Contingencies

The Organization routinely enters into grant agreements with governmental agencies that provide for reimbursement of the eligible direct and indirect costs of providing certain of the Organization's program services. The grants and contracts are subject to audit or review and retroactive adjustment based on a final determination by the grantor of eligible reimbursable expenditures. The effect of such adjustments, if any, on the Organization's consolidated financial statements cannot be determined at this time and no provision has been made for any such adjustment in the accompanying consolidated financial statements.

During the years ended June 30, 2015 and 2014, the Organization received a total of \$2,370,364 and \$129,636, respectively, totaling \$2.5 million, from the State of Florida Department of Children and Families through a Fixed Capital Outlay Grants and Aids for the purchase and construction of the 100-bed emergency shelter. Under the terms of this program, the Organization must use the facility as a domestic violence shelter for 20 years. The funder may require repayment of the grant if the Organization does not use the property for its intended use during the specified time frame. It is the intent of the Organization to maintain and use the shelter for the entire 20-year period.

During the year ended June 30, 2017, the Organization received a total of \$287,830 from Pinellas County through the Community Development Block Grant Program ("CDBG") for the purchase and installation of solar panels at the 100-bed emergency shelter. Under the terms of this program, the Organization must maintain the shelter and benefit area residents, and 51% of the households benefiting from services shall be households whose annual incomes do not exceed 80% of the median family income for the area, as determined and made available by U.S. Department of Housing and Urban Development, for 13 years. The funder may require repayment of the grant if the Organization does not use the property for its intended use during the specified time frame. It is the intent of the Organization to maintain and use the shelter for the entire 13-year period.

(14) Risks and Uncertainties

The novel coronavirus ("COVID-19") spread rapidly across the world in the first quarter of 2020 and was declared a pandemic by the World Health Organization in March 2020. The government and private sector responses to contain its spread began to adversely affect the broader economy and business in general in March 2020 and those impacts will likely affect operations through the remainder of 2021, although such effects may vary significantly. The Organization's operations have not been significantly impacted, however, the duration and extent of the pandemic and its effects over longer terms cannot be reasonably estimated as of the date the consolidated financial statements were available for issuance. The risks and uncertainties resulting from the pandemic that may affect the results of operating activities, cash flows and financial condition include the nature and duration of any potential curtailment of program activities and the long-term effect on demand for the Organization's services. Accordingly, significant estimates used in the preparation of the consolidated financial statements including those associated with evaluations of certain long-lived assets for impairment and expected credit losses on amounts owed to the Organization may be subject to significant adjustments in future periods.

COMMUNITY ACTION STOPS ABUSE, INC. AND SUBSIDIARY

Notes to Consolidated Financial Statements - Continued

(15) Matching Requirements

The Organization receives a substantial portion of its support from various funding sources which require a local match. The Organization has satisfied all of its matching requirements through local grants and by incurring sufficient eligible expenses.

(16) Liquidity and Availability of Resources

CASA is supported by contributions with and without donor restrictions. Because a donor's restriction requires resources to be used in a particular manner or in a future period, the Organization must maintain sufficient resources to meet those responsibilities to its donors. Thus, financial assets may not be available for general expenditure within one year. As part of the Organization's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due. The Organization regularly monitors liquidity to meet its operating needs and other contractual commitments. The Organization has various sources of liquidity at its disposal including cash and investments. As of June 30, 2021 and 2020, the Organization's financial assets available to meet general expenditures within one year were as follows:

	<u>2021</u>	<u>2020</u>
Cash and cash equivalents	\$ 948,714	1,183,897
Grants receivable	636,326	594,539
Contributions receivable	18,732	81,985
Investments	474,546	473,522
Notes receivable - New Markets Tax Credit	<u>-</u>	<u>6,288,400</u>
Financial assets available to meet cash needs for general expenditures	2,078,318	8,622,343
Less those unavailable for general expenditures within one year due to:		
Donor use restrictions	98,914	67,202
Time restrictions	2,700	20,339
Notes receivable restricted for future periods	<u>-</u>	<u>6,288,400</u>
Financial assets available to meet cash needs for general expenditures	<u>\$ 1,976,704</u>	<u>2,246,402</u>

SUPPLEMENTARY INFORMATION

COMMUNITY ACTION STOPS ABUSE, INC. AND SUBSIDIARY

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2021

Federal Agency Pass-through Entity Federal Program	AL Number	Contract/Grant Number	Total Expenditures	Passed Through to Subrecipients
U.S. Department of Agriculture				
Passed through Florida Department of Health: Child and Adult Care Food Program	10.558	H-4807	\$ 20,553	-
Subtotal - U.S. Department of Agriculture			20,553	-
U.S. Department of Housing and Urban Development				
Direct federal award:				
Continuum of Care (COC) Program	14.267	FL-0447L447L4H021806 FL-0447L4H021907 FL-0766T4H021900 FL-0767D4H021900	89,633 94,443 8,055 95,461	- - - -
Passed-through Boley Centers, Inc.: Continuum of Care (COC) Program	14.267	n/a	28,159	-
Passed-through City of St. Petersburg, Florida: <i>CDBG - Entitlement Grants Cluster:</i> Community Development Block Grants/Entitlement Grants	14.218	2016 Mortgage 2019 Mortgage 2020 Mortgage	113,801 22,500 45,000	- - -
Emergency Solutions Grant Program	14.231	E-19-MC-12-0017 E-20-MC-12-0017	10,952 42,909	- -
COVID-19 Emergency Solutions Grant Program	14.231	E-20-MC-12-0017	11,060	-
Passed through County of Pinellas, Florida: <i>CDBG - Entitlement Grants Cluster:</i> Community Development Block Grants/Entitlement Grants COVID-19 Emergency Solutions Grant Program	14.218 14.231	B-19-UC-12-0005 E-20-UW-12-0005	31,360 9,853	- -
Passed through City of Largo, Florida: <i>CDBG - Entitlement Grants Cluster:</i> Community Development Block Grants/Entitlement Grants	14.218	B-18-MC-12-0028	35,750	-
Subtotal - U.S. Department of Housing and Urban Development			638,936	-
U.S. Department of Justice				
Passed through County of Pinellas, Florida: Justice Systems Response to Families	16.021	2020-FJ-AX-0011	6,920	-
Passed through Florida Office of the Attorney General: Crime Victim Assistance	16.575	20-2206-CPI-VOCA 20-2206-IFP-LEGAL-VOCA VOCA-2019-Community Action Stops Ab-00443 VOCA-2020-Community Action Stops Ab-00761	10,375 57,969 131,844 684,339	- - - -
Passed through Florida Department of Children and Families: Violence Against Women Formula Grants	16.588	LN039	56,263	-
Passed through County of Pinellas, Florida: Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program	16.590	OVW2018	35,226	-
Subtotal - U.S. Department of Justice			982,936	-

(Continued)

COMMUNITY ACTION STOPS ABUSE, INC. AND SUBSIDIARY

Schedule of Expenditures of Federal Awards - Continued

Federal Agency Pass-through Entity Federal Program	AL Number	Contract/Grant Number	Total Expenditures	Passed Through to Subrecipients
U.S. Department of Treasury				
Passed through Pinellas County Community Foundation:				
Coronavirus Relief Fund	21.019	PCF Pinellas CARES	<u>73,352</u>	-
Subtotal - U.S. Department of Treasury			73,352	-
U.S. Department of Health and Human Services				
Passed through Florida Department of Children and Families:				
<i>TANF Cluster:</i>				
Temporary Assistance for Needy Families (TANF)	93.558	LN040	153,489	-
Shelter and Supportive Services	93.671	LN040	107,677	-
COVID-19 Shelter and Supportive Services	93.671	LN040	<u>28,014</u>	-
Subtotal - U.S. Department of Health and Human Services			289,180	-
U.S. Department of Homeland Security				
Passed-through United Way Worldwide:				
Emergency Food and Shelter National Board Program	97.024	36-1694-00 016 E1	16,269	-
COVID-19 Emergency Food and Shelter National Board Program	97.024	36-1694-00 016 E1	<u>7,957</u>	-
Subtotal - U.S. Department of Homeland Security			24,226	-
Total Federal Expenditures			<u>\$ 2,029,183</u>	-

COMMUNITY ACTION STOPS ABUSE, INC. AND SUBSIDIARY

**Schedule of Expenditures of Federal Awards
Summarized by Federal Program**

For the Year Ended June 30, 2021

<u>AL Number</u>	<u>Federal Program</u>	<u>Total</u>
	<i>CDBG - Entitlement Grants Cluster:</i>	
14.218	Community Development Block Grants/Entitlement Grants	\$ 248,411
	Total CDBG - Entitlement Grants Cluster	248,411
	<i>TANF Cluster:</i>	
93.558	Temporary Assistance for Needy Families (TANF)	153,489
	Total TANF Cluster	153,489
10.558	Child and Adult Care Food Program	20,553
14.231	Emergency Solutions Grant Program	74,774
14.267	Continuum of Care (COC) Program	315,751
16.021	Justice Systems Response to Families	6,920
16.575	Crime Victim Assistance	884,527
16.588	Violence Against Women Formula Grants	56,263
16.590	Enforcement of Protection Orders Program	35,226
21.019	Coronavirus Relief Fund	73,352
93.671	Shelter and Supportive Services	135,691
97.024	Emergency Food and Shelter National Board Program	24,226
	Total Federal Expenditures	\$ <u>2,029,183</u>

COMMUNITY ACTION STOPS ABUSE, INC. AND SUBSIDIARY

Notes to Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2021

(1) **Basis of Presentation**

The accompanying schedule of expenditures of federal awards (the “Schedule”) includes the federal grant activity of Community Action Stops Abuse, Inc. and Subsidiary under programs of the federal government for the year ended June 30, 2021. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (“CFR”) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (“Uniform Guidance”). Because the Schedule presents only a selected portion of the operations of Community Action Stops Abuse, Inc. and Subsidiary, it is not intended to and does not present the consolidated financial position, changes in net assets, or cash flows of Community Action Stops Abuse, Inc. and Subsidiary.

(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 Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards*, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

(3) **Other**

The accompanying Schedule includes federal expenditures awarded by pass-through agencies. Expenditures of certain federal programs were awarded to Community Action Stops Abuse, Inc. and Subsidiary by more than one pass-through agency or under more than one contract.

The Organization has elected to use the 10% de minimus rate allowed under the Uniform Guidance.

(4) **Loans**

Loans outstanding at the beginning of the year and loans received during the year, if any, are included in the federal expenditures presented in the Schedule. The balance of outstanding loans as of June 30, 2021 consists of:

CFDA Number	Federal Program	Balance at June 30, 2021
14.218	Community Development Block Grants/Entitlement Grants	\$ 113,801
14.218	Community Development Block Grants/Entitlement Grants	22,500
14.218	Community Development Block Grants/Entitlement Grants	45,000

COMMUNITY ACTION STOPS ABUSE, INC. AND SUBSIDIARY

Consolidating Statement of Financial Position

June 30, 2021

	<u>Community Action Stops Abuse, Inc.</u>	<u>Victoria's Place St. Pete, Inc.</u>	<u>Eliminations</u>	<u>Consolidated Totals</u>
Assets				
Current assets:				
Cash and cash equivalents	\$ 943,118	5,596	-	948,714
Grants receivable	636,326	-	-	636,326
Current portion of contributions receivable	16,032	-	-	16,032
Current portion of gifted facility	3,033	-	-	3,033
Inventories	57,650	-	-	57,650
Due from subsidiary	-	1,611,960	(1,611,960)	-
Prepaid expenses and other current assets	101,752	-	-	101,752
	<hr/>	<hr/>	<hr/>	<hr/>
Total current assets	1,757,911	1,617,556	(1,611,960)	1,763,507
Investments	474,546	-	-	474,546
Contributions receivable, less current portion	2,700	-	-	2,700
Gifted facility, less current portion	81,627	-	-	81,627
Notes receivable - New Markets Tax Credit	11,430,000	-	(11,430,000)	-
Property and equipment, net	1,712,749	8,528,448	-	10,241,197
Investment in subsidiary	(1,286,947)	-	1,286,947	-
Interest in net assets of the Foundation	24,747	-	-	24,747
	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	\$ 14,197,333	10,146,004	(11,755,013)	12,588,324
Liabilities and Net Assets				
Current liabilities:				
Accounts payable	\$ 40,224	-	-	40,224
Accrued expenses	316,876	2,951	-	319,827
Due to subsidiary	1,611,960	-	(1,611,960)	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total current liabilities	1,969,060	2,951	(1,611,960)	360,051
Long-term liabilities:				
Deferred payment mortgages	181,301	-	-	181,301
Mortgage notes payable	1,742,158	-	-	1,742,158
Note payable - New Markets Tax Credit	-	11,430,000	(11,430,000)	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total long-term liabilities	1,923,459	11,430,000	(11,430,000)	1,923,459
Total liabilities	3,892,519	11,432,951	(13,041,960)	2,283,510
Net assets:				
Without donor restrictions	10,102,508	(1,286,947)	1,286,947	10,102,508
With donor restrictions	202,306	-	-	202,306
	<hr/>	<hr/>	<hr/>	<hr/>
Total net assets	10,304,814	(1,286,947)	1,286,947	10,304,814
Total liabilities and net assets	\$ 14,197,333	10,146,004	(11,755,013)	12,588,324

See accompanying independent auditors' report.

COMMUNITY ACTION STOPS ABUSE, INC. AND SUBSIDIARY

Consolidating Statement of Activities

For the Year Ended June 30, 2021

	<u>Community Action Stops Abuse, Inc.</u>	<u>Victoria's Place St. Pete, Inc.</u>	<u>Eliminations</u>	<u>Consolidated Totals</u>
Operating support and revenue:				
Public support:				
Net special event revenue	\$ 161,690	-	-	161,690
Contributions and donations	967,562	-	-	967,562
Government grants and contracts	<u>3,543,941</u>	<u>423</u>	-	<u>3,544,364</u>
	4,673,193	423	-	4,673,616
Revenue:				
Thrift store sales	696,018	-	-	696,018
In-kind revenue	731,669	-	-	731,669
Investment return	1,924	-	-	1,924
Interest income on notes receivable	57,933	-	-	57,933
Management fees	-	571,200	(571,200)	-
Other income	15,219	-	-	15,219
Change in net assets of the Foundation	<u>13</u>	<u>-</u>	<u>-</u>	<u>13</u>
	<u>1,502,776</u>	<u>571,200</u>	<u>(571,200)</u>	<u>1,502,776</u>
Total operating support and revenue	6,175,969	571,623	(571,200)	6,176,392
Operating expenses:				
Program services:				
Domestic Violence	4,642,372	746,448	(571,200)	4,817,620
Thrift Store	989,773	-	-	989,773
Supporting services:				
General and Administrative	467,224	-	-	467,224
Development	<u>360,156</u>	<u>-</u>	<u>-</u>	<u>360,156</u>
Total expenses	6,459,525	746,448	(571,200)	6,634,773
Other changes:				
Equity in losses of subsidiary	(174,825)	-	174,825	-
Gain from termination of New Markets Tax Credit	<u>5,162,587</u>	<u>-</u>	<u>-</u>	<u>5,162,587</u>
Change in net assets	4,704,206	(174,825)	174,825	4,704,206
Net assets, beginning of year	<u>5,600,608</u>	<u>(1,112,122)</u>	<u>1,112,122</u>	<u>5,600,608</u>
Net assets, end of year	<u>\$ 10,304,814</u>	<u>(1,286,947)</u>	<u>1,286,947</u>	<u>10,304,814</u>



Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Consolidated Financial Statements Performed in Accordance with Government Auditing Standards

To the Board of Directors of
Community Action Stops Abuse, Inc. and Subsidiary:

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 consolidated financial statements of Community Action Stops Abuse, Inc. and Subsidiary (the "Organization"), which comprise the consolidated statement of financial position as of June 30, 2021, the related consolidated statements of activities, functional expenses, and cash flows for the year then ended and the related notes to the consolidated financial statements, and have issued our report thereon dated October 19, 2021.

Internal Control Over Financial Reporting

In planning and performing our audit of the consolidated financial statements, we considered the Organization's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the consolidated financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization'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 consolidated 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 the obtaining reasonable assurance about whether the Organization's consolidated financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants agreements, noncompliance with which could have a direct and material effect on the consolidated financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Organization'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 Organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Mayer Hoffman McCann P.C." in a cursive, slightly slanted script.

October 19, 2021
St. Petersburg, Florida



Independent Auditors' Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance Required by the Uniform Guidance

To the Board of Directors of
Community Action Stops Abuse, Inc. and Subsidiary:

Report on Compliance for Each Major Federal Program

We have audited Community Action Stops Abuse, Inc. and Subsidiary's (the "Organization") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on the Organization's major federal program for the year ended June 30, 2021. The Organization's major federal program is identified in the summary of Auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal program.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for the Organization'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 ("CFR") 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 the Organization'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 the Organization's compliance.

Opinion on Each Major Federal Program

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

Report on Internal Control Over Compliance

Management of the Organization 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 the Organization's internal control over compliance with the types of requirements that could have a direct and material effect on its 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 the Organization'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.

Mayer Hoffman McCann P.C.

October 19, 2021
St. Petersburg, Florida

COMMUNITY ACTION STOPS ABUSE, INC. AND SUBSIDIARY

Schedule of Findings and Questioned Costs

For the Year Ended June 30, 2021

(A) Summary of Auditors' Results

1. The Auditors' report expresses an unmodified opinion on the consolidated financial statements of Community Action Stops Abuse, Inc. and Subsidiary.
2. No significant deficiencies or material weaknesses relating to the audit of the consolidated financial statements were reported in the Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Consolidated Financial Statements Performed in Accordance with *Government Auditing Standards*.
3. No instances of noncompliance material to the consolidated financial statements of Community Action Stops Abuse, Inc. and Subsidiary which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
4. No significant deficiencies or material weaknesses relating to the audit of the major federal award program are reported in the Independent Auditors' Report on Compliance for Each Major Federal Program and on Internal Control Over Compliance Required by the Uniform Guidance.
5. The auditors' report on compliance for the major federal award program for Community Action Stops Abuse, Inc. and Subsidiary expresses an unmodified opinion.
6. Audit findings, if any, relative to the major federal award program that are required to be reported in accordance with 2 CFR Section 200.516(a) are reported in Part C of this Schedule.
7. The program tested as a major federal program was:

Crime Victim Assistance (AL #16.575)
8. The threshold for distinguishing Types A and B programs was \$750,000 for major federal programs.
9. Community Action Stops Abuse, Inc. and Subsidiary were determined to be low-risk auditees.

(B) Findings - Audit of Consolidated Financial Statements

None.

(C) Findings and Questioned Costs - Major Federal Award Program Audit

None.

(D) Other Matters

None.