

**BOYS AND GIRLS CLUBS  
OF ACADIANA, INC.**

Financial Report

Years Ended December 31, 2021 and 2020

## TABLE OF CONTENTS

	<u>Page</u>
INDEPENDENT AUDITOR'S REPORT	1-2
FINANCIAL STATEMENTS	
Statements of financial position	4
Statements of activities	5-6
Statements of functional expenses	7-8
Statements of cash flows	9
Notes to financial statements	10-18
INTERNAL CONTROL, COMPLIANCE AND OTHER MATTERS	
Independent Auditor's Report on Internal Control Over Financial Reporting And On Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	20-21
Schedule of Current and Prior Year Audit Findings and Management's Corrective Action Plan	22

# KOLDER, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

Brad E. Kolder, CPA, JD\*  
Gerald A. Thibodeaux, Jr., CPA\*  
Robert S. Carter, CPA\*  
Arthur R. Mixon, CPA\*  
Stephen J. Anderson, CPA\*  
Matthew E. Margaglio, CPA\*  
Casey L. Ardoin, CPA, CFE\*  
Wanda F. Arcement, CPA  
Bryan K. Joubert, CPA  
Nicholas Fowlkes, CPA

C. Burton Kolder, CPA\*  
Of Counsel

183 S. Beadle Rd.  
Lafayette, LA 70508  
Phone (337) 232-4141

11929 Bricksome Ave.  
Baton Rouge, LA 70816  
Phone (225) 293-8300

1428 Metro Dr.  
Alexandria, LA 71301  
Phone (318) 442-4421

450 E. Main St.  
New Iberia, LA 70560  
Phone (337) 367-9204

200 S. Main St.  
Abbeville, LA 70510  
Phone (337) 893-7944

1201 David Dr.  
Morgan City, LA 70380  
Phone (985) 384-2020

434 E. Main St.  
Ville Platte, LA 70586  
Phone (337) 363-2792

332 W. Sixth Ave.  
Oberlin, LA 70655  
Phone (337) 639-4737

## INDEPENDENT AUDITOR'S REPORT

WWW.KCSRCPAS.COM

Victor R. Slaven, CPA\* - retired 2020  
Christine C. Doucet, CPA - retired 2022

\* A Professional Accounting Corporation

To the Board of Directors  
Boys and Girls Clubs of Acadiana, Inc.  
Lafayette, Louisiana

### Report on the Audit of the Financial Statements

#### *Opinion*

We have audited the accompanying financial statements of Boys and Girls Clubs of Acadiana, Inc. (a nonprofit organization), which comprise the statements of financial position as of December 31, 2021 and 2020, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Boys and Girls Clubs of Acadiana, Inc. as of December 31, 2021 and 2020, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

#### *Basis for Opinion*

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

#### *Responsibilities of Management for the Financial Statements*

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

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

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Boys and Girls Clubs of Acadiana, Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Boys and Girls Clubs of Acadiana, Inc.'s ability to continue as a going concern for a reasonable period of time.

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

### ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated June 22, 2022, on our consideration of Boys and Girls Clubs of Acadiana, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Boys and Girls Clubs of Acadiana, Inc.'s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Boys and Girls Clubs of Acadiana, Inc.'s internal control over financial reporting and compliance.

***Kolder, Slaven & Company, LLC***  
Certified Public Accountants

Lafayette, Louisiana  
June 22, 2022

## **FINANCIAL STATEMENTS**

BOYS AND GIRLS CLUBS OF ACADIANA, INC.  
Lafayette, Louisiana

Statements of Financial Position  
December 31, 2021 and 2020

	2021	2020
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents	\$ 1,666,514	\$ 803,572
Other receivables	30,254	146,318
Prepaid expenses	8,262	25,615
Total current assets	1,705,030	975,505
Property and equipment, net	842,953	909,065
Other assets:		
Utility deposits	-	1,512
Total assets	\$ 2,547,983	\$ 1,886,082
<b>LIABILITIES AND NET ASSETS</b>		
Current liabilities:		
Accounts and payroll withholdings payable	\$ 44,280	\$ 48,520
Scholarships	15,635	19,635
Current maturities of long-term debt	3,679	207,597
Total current liabilities	63,594	275,752
Noncurrent liabilities:		
Long-term debt, less current portion	143,924	147,603
Total liabilities	207,518	423,355
Net assets:		
Without donor restrictions	2,300,052	1,231,696
With donor restrictions	40,413	231,031
Total net assets	2,340,465	1,462,727
Total liabilities and net assets	\$ 2,547,983	\$ 1,886,082

The accompanying notes are an integral part of this statement.

BOYS AND GIRLS CLUBS OF ACADIANA, INC.  
Lafayette, Louisiana

Statements of Activities  
For the Year Ended December 31, 2021

	Without Donor Restrictions	With Donor Restrictions	Total
Revenue, gains, and other support:			
Grants:			
Federal	\$ 253,200	\$ -	\$ 253,200
State	179,662	-	179,662
Local	71,962	-	71,962
Total grants	504,824	-	504,824
Contributions and other:			
One Campaign	1,177,648	-	1,177,648
Corporate/Foundations	414,126	175,533	589,659
Associated organization/Keystone	3,084	-	3,084
Donated facilities	62,000	-	62,000
Membership dues	13,724	-	13,724
Meeting income	5,250	-	5,250
Other income	168,450	-	168,450
Total contributions and other	1,844,282	175,533	2,019,815
Fundraising:			
Great Futures Gala	278,960	-	278,960
Golf tournament	36,210	-	36,210
Duck race	89,395	-	89,395
Celebrity waiter	60,989	-	60,989
Other events	36,378	-	36,378
Donated services	90,000	-	90,000
Donated materials	56,807	-	56,807
Total fundraising	648,739	-	648,739
	2,997,845	175,533	3,173,378
Net assets released from restrictions	366,151	(366,151)	-
Total revenue gains, and other support	3,363,996	(190,618)	3,173,378
Expenses -			
Program services:			
Education and recreation	1,302,752	-	1,302,752
Supporting services:			
Fundraising	506,627	-	506,627
Management and general	486,261	-	486,261
Total supporting services	992,888	-	992,888
Total expenses	2,295,640	-	2,295,640
Changes in net assets	1,068,356	(190,618)	877,738
Net assets, beginning	1,231,696	231,031	1,462,727
Net assets, ending	\$ 2,300,052	\$ 40,413	\$ 2,340,465

The accompanying notes are an integral part of this statement.

BOYS AND GIRLS CLUBS OF ACADIANA, INC.  
Lafayette, Louisiana

Statements of Activities  
For the Year Ended December 31, 2020

	Without Donor Restrictions	With Donor Restrictions	Total
Revenue, gains, and other support:			
Grants:			
Federal	\$ 43,420	\$ -	\$ 43,420
State	173,959	-	173,959
Local	67,931	-	67,931
Total grants	285,310	-	285,310
Contributions and other:			
One Campaign	429,462	-	429,462
Corporate/Foundations	155,875	450,369	606,244
Associated organization/Keystone	4,003	-	4,003
Donated facilities	103,820	-	103,820
Membership dues	19,331	-	19,331
Meeting income	5,000	-	5,000
Other income	10,467	-	10,467
Total contributions and other	727,958	450,369	1,178,327
Fundraising:			
Great Futures Gala	151,278	-	151,278
Golf tournament	6,030	-	6,030
Duck race	103,153	-	103,153
Celebrity waiter	5,850	-	5,850
Ragin Cajun Kickoff Concert	-	-	-
Other events	54,270	-	54,270
Donated services	171,700	-	171,700
Donated materials	71,125	-	71,125
Total fundraising	563,406	-	563,406
	1,576,674	450,369	2,027,043
Net assets released from restrictions	288,844	(288,844)	-
Total revenue gains, and other support	1,865,518	161,525	2,027,043
Expenses -			
Program services:			
Education and recreation	1,046,980	-	1,046,980
Supporting services:			
Fundraising	500,595	-	500,595
Management and general	322,996	-	322,996
Total supporting services	823,591	-	823,591
Total expenses	1,870,571	-	1,870,571
Changes in net assets	(5,053)	161,525	156,472
Net assets, beginning	1,236,749	69,506	1,306,255
Net assets, ending	\$ 1,231,696	\$ 231,031	\$ 1,462,727

The accompanying notes are an integral part of this statement.



BOYS AND GIRLS CLUBS OF ACADIANA, INC.  
Lafayette, Louisiana

Statement of Functional Expenses  
For the Year Ended December 31, 2021

	Program	Supporting Services			Total Expenses
	Services		Management	Total	
	Education		and	Supporting	
	and	Fundraising	General	Services	
	Recreation				
Salaries, benefits and payroll taxes	\$ 781,655	\$ 250,697	\$ 355,007	\$ 605,704	\$ 1,387,359
Accounting and auditing	584	-	14,020	14,020	14,604
Advertising (donated)	-	90,000	9,781	99,781	99,781
Auto and travel	4,033	-	4,759	4,759	8,792
Awards	897	-	-	-	897
Bus expense	7,840	-	-	-	7,840
Celebrity waiter	-	13,296	-	13,296	13,296
Contracted services	640	-	24,159	24,159	24,799
Materials (donated)	-	56,807	-	56,807	56,807
Drug testing and background	5,065	-	1,271	1,271	6,336
Duck race	-	8,296	-	8,296	8,296
Golf tournament	-	9,047	-	9,047	9,047
Facilities rent (donated)	62,000	-	-	-	62,000
Insurance	53,161	-	5,520	5,520	58,681
Interest expense	-	-	2,731	2,731	2,731
Keystone expense	2,504	-	-	-	2,504
Meeting expense	204	-	5,949	5,949	6,153
Membership dues	11,083	-	750	750	11,833
Miscellaneous	4,325	-	5,551	5,551	9,876
Postage and shipping	418	-	2,929	2,929	3,347
Printing	3,121	-	-	-	3,121
Professional fees	-	-	1,085	1,085	1,085
Ragin Cajun Kickoff Concert	-	2,963	-	2,963	2,963
Repairs and maintenance	115,986	-	20,007	20,007	135,993
Great Futures Gala	-	67,936	-	67,936	67,936
Supplies	116,695	7,585	8,967	16,552	133,247
Telephone	11,931	-	5,561	5,561	17,492
Training and conferences	3,529	-	17,236	17,236	20,765
Utilities and security	51,938	-	9	9	51,947
Total expenses before depreciation	1,237,609	506,627	485,292	991,919	2,229,528
Depreciation	65,143	-	969	969	66,112
Total	<u>\$ 1,302,752</u>	<u>\$ 506,627</u>	<u>\$ 486,261</u>	<u>\$ 992,888</u>	<u>\$ 2,295,640</u>

The accompanying notes are an integral part of this statement.

BOYS AND GIRLS CLUBS OF ACADIANA, INC.  
Lafayette, Louisiana

Statement of Functional Expenses  
For the Year Ended December 31, 2020

	Program	Supporting Services			Total Expenses
	Services		Management	Total	
	Education		and	Supporting	
	and		General	Services	
	Recreation	Fundraising			
Salaries, benefits and payroll taxes	\$ 652,302	\$ 200,785	\$ 232,570	\$ 433,355	\$ 1,085,657
Accounting and auditing	8,120	-	5,840	5,840	13,960
Advertising (donated)	-	171,700	-	171,700	171,700
Auto and travel	4,188	-	1,809	1,809	5,997
Awards	595	-	54	54	649
Bus expense	9,984	-	-	-	9,984
Materials (donated)	-	71,125	-	71,125	71,125
Drug testing and background	3,339	-	1,513	1,513	4,852
Duck race	-	37,578	-	37,578	37,578
Facilities rent (donated)	62,000	-	41,820	41,820	103,820
Insurance	46,125	-	5,075	5,075	51,200
Interest expense	-	-	127	127	127
Keystone expense	3,024	-	-	-	3,024
Meeting expense	360	-	2,571	2,571	2,931
Membership dues	8,106	-	2,750	2,750	10,856
Miscellaneous	1,225	-	5,942	5,942	7,167
Postage and shipping	1,418	-	41	41	1,459
Printing	8,494	-	524	524	9,018
Ragin Cajun Kickoff Concert	-	2,989	-	2,989	2,989
Repairs and maintenance	68,574	-	10,237	10,237	78,811
Great Futures Gala	-	9,163	-	9,163	9,163
Supplies	56,815	7,255	4,755	12,010	68,825
Telephone	8,697	-	5,207	5,207	13,904
Training and conferences	6,837	-	1,195	1,195	8,032
Utilities and security	28,263	-	-	-	28,263
Total expenses before depreciation	978,466	500,595	322,030	822,625	1,801,091
Depreciation	68,514	-	966	966	69,480
Total	<u>\$ 1,046,980</u>	<u>\$ 500,595</u>	<u>\$ 322,996</u>	<u>\$ 823,591</u>	<u>\$ 1,870,571</u>

The accompanying notes are an integral part of this statement.

BOYS AND GIRLS CLUBS OF ACADIANA, INC.  
Lafayette, Louisiana

Statements of Cash Flows  
For the Years Ended December 31, 2021 and 2020

	2021	2020
Cash flows from operating activities:		
Increase in net assets	\$ 877,738	\$ 156,472
Adjustments to reconcile change in net assets to net cash provided by operating activities -		
Depreciation	66,112	69,480
Changes in current assets and liabilities:		
Receivables	116,064	(4,205)
Prepaid expenses	17,353	(13,666)
Accounts and payroll withholdings payable	(4,240)	35,402
Scholarships	(4,000)	8,883
Deferred income	-	(1,000)
Net cash provided by operating activities	1,069,027	251,366
Cash flows from investing activities:		
Net purchase of property and equipment	-	(149,801)
Cash flows from financing activities:		
Net change in deposits	1,512	-
Net proceeds (principal payment) on long-term debt	(207,597)	350,700
Net cash provided (used) by financing activities	(206,085)	350,700
Net increase in cash and cash equivalents	862,942	452,265
Cash and cash equivalents, beginning of year	803,572	351,307
Cash and cash equivalents, end of year	\$ 1,666,514	\$ 803,572
Supplemental information:		
Interest paid	\$ 2,731	\$ 127

The accompanying notes are an integral part of this statement.

BOYS AND GIRLS CLUBS OF ACADIANA, INC  
Lafayette, Louisiana

Notes to Financial Statements

(1) Summary of Significant Accounting Policies

A. Nature of Activities

The Boys and Girls Clubs of Acadiana, Inc. (Organization) is a non-profit corporation organized under the laws of the State of Louisiana. The Organization provides a quality developmental program that empowers Acadiana's youth, especially those from disadvantaged circumstances, to become productive adults.

B. Basis of Accounting

The financial statements of the Organization have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. Net assets and revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the organization and changes therein are classified and reported as net assets without donor restrictions or net assets with donor restrictions.

C. Cash and Cash Equivalents

The organization considers all highly liquid investments with an original maturity of three months or less at the date of acquisition to be cash equivalents.

D. Grants Receivable/Deferred Revenues

Grants receivable and deferred revenues from grants and other support are recognized only to the extent that related expenses have been incurred.

Unconditional promises to give due in subsequent years are reported at the present value of their net realizable value using risk-free discount rates applicable to the years in which the promises are to be received.

E. Prepaid Expenses

Payments made to vendors for services that will benefit period beyond December 31, 2021 are recorded as prepaid expenses.

BOYS AND GIRLS CLUBS OF ACADIANA, INC  
Lafayette, Louisiana

Notes to Financial Statements (Continued)

F. Property and Equipment

Property and equipment are valued at cost, if purchased. Donations of property and equipment are recorded as contributions at their estimated fair value. In the absence of donor stipulations regarding how long the contributed asset must be used, the Organization has adopted a policy of implying a time restriction on contributions of such assets that expire over the useful lives of the assets. Depreciation is computed by the straight-line method at rates based the following estimated useful lives:

Buildings and improvements	7 - 31 years
Furniture and equipment	5 - 7 years

G. Revenue and Expense Recognition

Contributions are recognized when the donor makes a commitment to give to the Organization. All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as support with donor restrictions that increase that net asset class. Expenses are recognized in the period incurred in accordance with the accrual basis of accounting. When a restriction expires, that is when a stipulated time restriction ends or purpose restrictions are accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restriction.

H. Functional Allocation of Expenses

The costs of providing the various programs and other 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 benefited. Those costs include "Salaries, benefits, and payroll taxes" and "Utilities and security". These costs are allocated based on estimates of time and effort.

I. Income Taxes

The Organization qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service (IRS) as other than a private foundation. The Organization is subject to routine audit by taxing jurisdictions; however, there are currently no audits for any tax periods in progress. The Organization's Form 990, *Return of Organization Exempt from Income Tax*, for the years ending 2018, 2019, and 2020 are subject to examination by the IRS, generally three years after they are filed.

BOYS AND GIRLS CLUBS OF ACADIANA, INC  
Lafayette, Louisiana

Notes to Financial Statements (Continued)

J. Compensated Absences

Vacation and sick leave are recorded as expenses of the period in which paid. Vacation and sick leave must be taken in the year accrued and cannot be carried over to future years. Annual sick leave is granted to employees based on the number of years of employment. Although sick leave is available for employees when needed, it does not vest nor is it payable at termination of employment.

K. Donated Facilities, Materials, and Services

The Organization receives a significant amount of donated services from unpaid volunteers who assist in program services during the year. These donated services are not reflected in the statement of activities because the criteria for recognition under professional standards have not been satisfied. Donations meeting the criteria are recorded at estimated fair value as follows:

	<u>2021</u>	<u>2020</u>
Program services:		
Facilities	\$ 62,000	\$ 62,000
Fundraising:		
Advertising	90,000	171,700
Materials	56,807	71,125
Management and general:		
Facilities	<u>-</u>	<u>41,820</u>
Total	<u>\$ 208,807</u>	<u>\$ 346,645</u>

L. Advertising Costs

Advertising costs are expensed as incurred. Total advertising expense was \$99,781 and \$171,700 for the years ended December 31, 2021 and 2020, respectively.

M. Use of Estimates

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

N. Reclassifications

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

BOYS AND GIRLS CLUBS OF ACADIANA, INC  
Lafayette, Louisiana

Notes to Financial Statements (Continued)

(2) Liquidity and Availability of Financial Assets

The following reflects the Organization's financial assets as of December 31, 2021, reduced by amounts not available for general use because of contractual restrictions or Board designations within one year of the statement of financial position date.

Financial assets at December 31, 2021:	\$ 1,696,768
Less those unavailable for general expenditures within one year, due to contractual or donor-imposed restrictions:	
Restricted by donor with time or purpose restrictions	(40,413)
Financial assets available to meet cash needs for general expenditures within one year	\$ 1,656,355

As part of the Organization's liquidity management, the Organization maintains sufficient cash balances throughout the year through the receipt of grants from Federal, State, and local agencies to support the Organization's objective to provide a quality developmental program that empowers Acadiana's youth, especially those from disadvantaged circumstances, to become productive adults. To help manage unanticipated liquidity needs, the Organization has a committed line of credit in the amount of \$150,000 which it could draw upon.

(3) Property and Equipment

Property and equipment consist of the following as of December 31, 2021 and 2020:

	2021	2020
Land	\$ 141,275	\$ 141,275
Buildings and improvements	1,637,729	1,637,729
Furniture and equipment	374,796	374,796
Total property and equipment	2,153,800	2,153,800
Less: Accumulated depreciation	(1,310,847)	(1,244,735)
Property and equipment, net	\$ 842,953	\$ 909,065

Total depreciation expense for the years ended December 31, 2021 and 2020 was \$66,112 and \$69,480, respectively.

(4) Line of Credit

The Organization has a \$150,000 revolving line of credit with Gulf Coast Bank, secured by multiple indebtedness mortgages. The line of credit has an interest rate of 4.250% and matures on July 18, 2022. At December 31, 2021, there were no outstanding borrowings.

BOYS AND GIRLS CLUBS OF ACADIANA, INC  
Lafayette, Louisiana

Notes to Financial Statements (Continued)

(5) Short-term Notes Payable

As a result of the unprecedented economic disruption experienced due to the Coronavirus (COVID-19) outbreak, the CARES Act was passed and signed into law on March 27, 2020. This law provides several coronavirus relief options available to small businesses and nonprofit organizations including the Paycheck Protection Program (PPP) and the Economic Injury Disaster Loan Program (EIDL). The PPP, administered by the Small Business Administration (SBA), is designed to provide a direct incentive for small businesses to keep their employees on the payroll. SBA will forgive these loans if all employee retention criteria are met, and the funds are used for eligible expense. In April 2020, the Organization received a PPP Loan in the amount of \$205,200 which was fully forgiven in March 2021.

Additionally, in May 2020, the Organization received \$10,000 from SBA and was awarded an EIDL loan totaling \$150,000 at an interest rate of 2.75% payable over thirty (30) years. See Note 6 for additional information on this loan.

(6) Long-term Debt

At December 31, 2021 and 2020, long-term debt was comprised of the following:

	2021	2020
EIDL Secured Disaster Loan Note payable to U.S. Small Business Administration, due May 2050, due in monthly installments of \$641 beginning May 2021, bearing interest at 2.75%.	\$ 147,603	\$ 150,000
Less current maturities of long-term debt	3,679	2,397
Net long-term debt	\$ 143,924	\$ 147,603

The future maturities of long-term debt are as follows:

Year ending December 31,	Amount
2022	\$ 3,679
2023	3,782
2024	3,887
2025	3,995
2026	4,106
Thereafter	128,154
Total	\$ 147,603



BOYS AND GIRLS CLUBS OF ACADIANA, INC  
Lafayette, Louisiana

Notes to Financial Statements (Continued)

(7) Net Assets

Net assets as of December 31, 2021 and 2020 was comprised of the following:

	2021	2020
With donor restrictions:		
Purpose restricted	\$ 40,413	\$ 231,031
Without donor restrictions:		
Undesignated	<u>2,300,052</u>	<u>1,231,696</u>
Net assets	<u>\$2,340,465</u>	<u>\$1,462,727</u>

(8) Net Assets with Donor Restrictions

Net assets with donor restrictions are restricted for the following at December 31, 2021 and 2020:

	2021	2020
Unspent funds from the following:		
Area Council	\$ 3,169	\$ 3,169
BGCA - Anonymous Donor	-	106,262
Bridgestone	-	8,600
Capital One	-	20,000
First National Bank	11,789	25,000
Taco Bell Foundation	<u>25,455</u>	<u>68,000</u>
	<u>\$ 40,413</u>	<u>\$ 231,031</u>

BOYS AND GIRLS CLUBS OF ACADIANA, INC  
Lafayette, Louisiana

Notes to Financial Statements (Continued)

(9) Net Assets Released from Restrictions

Detail of net assets released from restrictions for the years ended December 31, 2021 and 2020 follows:

	<u>2021</u>	<u>2020</u>
Purpose restrictions accomplished:		
Area Council	\$ -	\$ 5,500
BGCA - Anonymous Donor	106,262	68,737
Bridgestone	8,600	6,400
Capital One	20,000	3,507
Cheniere Energy	17,000	33,000
First National Bank	13,211	-
Meyers Family Foundation	100,000	100,000
Pugh Family Foundation - LYS	-	20,000
Taco Bell Foundation	<u>101,078</u>	<u>51,700</u>
	<u>\$ 366,151</u>	<u>\$ 288,844</u>

(10) Retirement Benefits

The Organization sponsors a defined contribution plan that covers full-time and eligible part-time employees. Contributions made by the organization are 5% of annual salaries. The Organization made contributions of \$27,455 and \$23,504 for the years ended December 31, 2021 and 2020, respectively.

BOYS AND GIRLS CLUBS OF ACADIANA, INC  
Lafayette, Louisiana

Notes to Financial Statements (Continued)

(11) Government Grants

Government grants consist of the following for the years ended December 31:

	2021	2020
Federal grants:		
Bureau of Justice	\$ 48,000	\$ 33,420
Small Business Administration - COVID-19 relief -		
PPP loan forgiveness	\$ 205,200	\$ -
EDIL Advance	-	10,000
Total federal grants	253,200	43,420
State grants:		
AmeriCorp	165,403	164,027
Louisiana Children's Trust Fund	14,259	9,932
Total state grants	179,662	173,959
Local grants:		
City of Opelousas	-	15,000
Lafayette Consolidated Government	5,350	9,892
United Way	66,612	43,039
Total local grants	71,962	67,931
Total grants	\$ 504,824	\$ 285,310

(12) Concentration of Credit Risk

The Organization maintains cash balances at financial institutions, which at times may exceed federally insured limits. Accounts are insured by the Federal Deposit Insurance Corporation up to \$250,000. At December 31, 2021, cash balances (bank balances) exceeded the federally insured limit by approximately \$394,526. At December 31, 2020, cash balances (bank balances) exceeded the federally insured limit by approximately \$532,008 and were exposed to custodial credit risk. The Organization has not experienced any loss on such deposits, nor has it adopted a policy for custodial credit risk.

(13) Commitments and Contingencies

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the Boys and Girls Clubs of Acadiana, Inc. expects such amounts, if any, to be immaterial. Also, a liability for findings and questioned costs is not established until final disposition of such matters by the funding agency.

BOYS AND GIRLS CLUBS OF ACADIANA, INC  
Lafayette, Louisiana

Notes to Financial Statements (Continued)

(14) Risk Management

The Boys and Girls Clubs of Acadiana, Inc. is exposed to risks of loss in the areas of health care, general liability, property hazards and workers' compensation. All of these risks are handled by purchasing commercial insurance coverage. There have been no significant reductions in the insurance coverage during the year. Insurance settlements have not exceeded insurance coverage the past three years.

(15) Compensation, Benefits, and Other Payments to Agency Head

The Organization's agency head did not receive any compensation, benefits, or other payments from public funds for the year ended December 31, 2021.

(16) Fair Value Measurements

Generally accepted accounting principles require disclosure of an estimate of fair value of certain financial instruments. The Organization's significant financial instruments are cash and cash equivalents, grants receivable, and other short-term assets and liabilities. For these financial instruments, carrying values approximate fair value.

(17) Subsequent Event Review

The Organization's management has evaluated subsequent events through June 22, 2022, the date which the financial statements were available to be issued.

(18) Litigation and Claims

During the year ending December 31, 2020, the Organization was named in a lawsuit. The parties involved negotiated a resolution to this claim and entered into a confidential settlement of the claims which was fully covered by the Organization's insurance; therefore, no amounts related to this matter are reflected in the financial statements as of December 31, 2021 and 2020.

**INTERNAL CONTROL, COMPLIANCE**

**AND**

**OTHER MATTERS**

# KOLDER, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

Brad E. Kolder, CPA, JD\*  
Gerald A. Thibodeaux, Jr., CPA\*  
Robert S. Carter, CPA\*  
Arthur R. Mixon, CPA\*  
Stephen J. Anderson, CPA\*  
Matthew E. Margaglio, CPA\*  
Casey L. Ardoin, CPA, CFE\*  
Wanda F. Arcement, CPA  
Bryan K. Joubert, CPA  
Nicholas Fowlkes, CPA

C. Burton Kolder, CPA\*  
Of Counsel

Victor R. Slaven, CPA\* - retired 2020  
Christine C. Doucet, CPA – retired 2022

\* A Professional Accounting Corporation

183 S. Beadle Rd. 11929 Bricksome Ave.  
Lafayette, LA 70508 Baton Rouge, LA 70816  
Phone (337) 232-4141 Phone (225) 293-8300

1428 Metro Dr. 450 E. Main St.  
Alexandria, LA 71301 New Iberia, LA 70560  
Phone (318) 442-4421 Phone (337) 367-9204

200 S. Main St. 1201 David Dr.  
Abbeville, LA 70510 Morgan City, LA 70380  
Phone (337) 893-7944 Phone (985) 384-2020

434 E. Main St. 332 W. Sixth Ave.  
Ville Platte, LA 70586 Oberlin, LA 70655  
Phone (337) 363-2792 Phone (337) 639-4737

WWW.KCSRCPAS.COM

## INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Board of Directors  
Boys and Girls Clubs of Acadiana, Inc.  
Lafayette, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the Boys and Girls Clubs of Acadiana, Inc. (a nonprofit organization), which comprise the statements of financial position as of December 31, 2021 and 2020, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements, and have issued our report thereon dated June 22, 2022.

### Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Boys and Girls Clubs of Acadiana, Inc.'s (Organization) internal control over financial reporting (internal control) as a basis for designing the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of 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 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 may not have been identified.

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Organization's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial 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 suited for any other purpose. Although the intended use of this report may be limited, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

***Kolder, Slaven & Company, LLC***  
Certified Public Accountants

Lafayette, Louisiana  
June 22, 2022

BOYS AND GIRLS CLUBS OF ACADIANA, INC  
Lafayette, Louisiana

Schedule of Current and Prior Year Audit Findings  
and Management's Corrective Action Plan  
Year Ended December 31, 2021

Part I: Current Year Findings and Management's Corrective Action Plan

A. Internal Control Over Financial Reporting

There were no internal control findings.

B. Compliance

There were no compliance findings.

Part II: Prior Year Findings:

A. Internal Control Over Financial Reporting

There were no internal control findings.

B. Compliance

There were no compliance findings.