

BOYS AND GIRLS VILLAGES FOUNDATION, INC.

FINANCIAL STATEMENTS

Year Ended June 30, 2021

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Boys and Girls Villages Foundation, Inc.
Lake Charles, Louisiana

We have audited the accompanying financial statements of Boys and Girls Villages Foundation, Inc. (the Foundation) (a nonprofit organization), which comprise the statement of financial position as of June 30, 2021, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Boys and Girls Villages Foundation, Inc. as of June 30, 2021, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matter

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplemental schedules on pages 14 through 16 are presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 17, 2021, on our consideration of the Foundation'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 Foundation's internal control over financial reporting and compliance.

Broussard and Company

Lake Charles, Louisiana
December 17, 2021

BOYS AND GIRLS VILLAGES FOUNDATION, INC.

STATEMENT OF FINANCIAL POSITION

As of June 30, 2021

ASSETS

Current Assets

Cash and cash equivalents	\$	1,423,213
Investments		3,523,935
Accounts receivable, less allowance for doubtful accounts of \$-0-		200,125
Prepaid insurance		33,638
Total Current Assets		<u>5,180,911</u>

Property and Equipment, at cost

(net of accumulated depreciation of \$3,743,398)		<u>1,326,933</u>
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TOTAL ASSETS \$ 6,507,844

LIABILITIES AND NET ASSETS

Current Liabilities

Accounts payable	\$	24,779
Accrued liabilities		87,014
Total Current Liabilities		<u>111,793</u>

Net Assets

Without donor restrictions		6,396,051
With donor restrictions		-
Total Net Assets		<u>6,396,051</u>

TOTAL LIABILITIES AND NET ASSETS \$ 6,507,844

BOYS AND GIRLS VILLAGES FOUNDATION, INC.

STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2021

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
PUBLIC SUPPORT, REVENUES, AND RECLASSIFICATIONS			
Contributions	\$ 232,883	\$ -	\$ 232,883
Special events	1,760	-	1,760
United Way	-	1,196	1,196
Office of Juvenile Justice	1,120,064	-	1,120,064
Net assets released from restrictions:			
Expiration of time restrictions	1,196	(1,196)	-
TOTAL PUBLIC SUPPORT, REVENUES, AND RECLASSIFICATIONS	<u>1,355,903</u>	<u>-</u>	<u>1,355,903</u>
OTHER INCOME			
Investment income/(loss)	951,244	-	951,244
Hurricane insurance proceeds	2,017,087	-	2,017,087
TOTAL OTHER INCOME	<u>2,968,331</u>	<u>-</u>	<u>2,968,331</u>
TOTAL PUBLIC SUPPORT, REVENUES, RECLASSIFICATIONS AND OTHER INCOME	<u>4,324,234</u>	<u>-</u>	<u>4,324,234</u>
EXPENSES			
Program Services:			
Therapeutic and medical	848,289	-	848,289
Dietary	109,373	-	109,373
Personal client needs	133,877	-	133,877
Total Program Services	<u>1,091,539</u>	<u>-</u>	<u>1,091,539</u>
Supporting Services:			
General and administrative	540,755	-	540,755
Plant operation & maintenance	141,263	-	141,263
Fund raising	3,056	-	3,056
Total Support Services	<u>685,074</u>	<u>-</u>	<u>685,074</u>
TOTAL EXPENSES	<u>1,776,613</u>	<u>-</u>	<u>1,776,613</u>
Increase (decrease) in Net Assets	2,547,621	-	2,547,621
NET ASSETS - BEGINNING OF YEAR	<u>3,848,430</u>	<u>-</u>	<u>3,848,430</u>
NET ASSETS - END OF YEAR	<u>\$ 6,396,051</u>	<u>\$ -</u>	<u>\$ 6,396,051</u>

See accompanying notes to financial statements.

Boys and Girls Villages Foundation, Inc.
Schedule of Functional Expenses
For the Year Ended June 30, 2021

	Therapeutic and Medical		Personal Client Needs	Total Program Services	General and Administrative	Plant Operation and Maintenance	Fund Raising	Total Support Services	Total
Salaries	\$ 712,832	\$ 21,315	\$ -	\$ 734,147	\$ 305,992	\$ -	\$ -	\$ 305,992	\$ 1,040,139
Seminars	-	-	-	-	1,536	-	-	1,536	1,536
Staff Training	-	-	-	-	2,085	-	-	2,085	2,085
Payroll taxes	67,245	5,062	-	72,307	28,023	-	-	28,023	100,330
Employee benefits	68,212	5,134	-	73,346	28,426	-	-	28,426	101,772
Professional services	-	-	-	-	8,000	-	-	8,000	8,000
Insurance	-	-	-	-	61,181	-	-	61,181	61,181
Licenses and accreditations	-	-	-	-	5,548	-	-	5,548	5,548
Office supplies	-	-	-	-	5,066	-	-	5,066	5,066
Bank Charges	-	-	-	-	1,132	-	-	1,132	1,132
Postage	-	-	-	-	1,436	-	-	1,436	1,436
Property tax	-	-	-	-	291	-	-	291	291
Telephone	-	-	-	-	7,907	-	-	7,907	7,907
Vehicle expense	-	-	-	-	57,111	-	-	57,111	57,111
Food costs	-	71,546	-	71,546	-	-	-	-	71,546
Kitchen supplies	-	6,316	-	6,316	-	-	-	-	6,316
Household supplies	-	-	-	-	12,588	-	-	12,588	12,588
Personal client needs	-	-	133,877	133,877	-	-	-	-	133,877
Repairs and maintenance	-	-	-	-	-	76,088	-	76,088	76,088
Utilities	-	-	-	-	-	37,317	-	37,317	37,317
Depreciation	-	-	-	-	-	27,858	-	27,858	27,858
Fund raising	-	-	-	-	-	-	3,056	3,056	3,056
Miscellaneous	-	-	-	-	14,433	-	-	14,433	14,433
Total functional expenses	\$ 848,289	\$ 109,373	\$ 133,877	\$ 1,091,539	\$ 540,755	\$ 141,263	\$ 3,056	\$ 685,074	\$ 1,776,613

See accompanying notes to financial statements.

BOYS AND GIRLS VILLAGES FOUNDATION, INC.

STATEMENT OF CASH FLOWS
For the Year Ended June 30, 2021

CASH FLOWS FROM OPERATING ACTIVITIES	
Increase in net assets	\$ 2,547,621
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation	27,858
Unrealized (gain)/loss on investments	(931,999)
(Increase) Decrease in current assets:	
Accounts receivable	65,434
Prepaid expenses	(3,507)
Construction-in-progress	(577,467)
Increase (Decrease) in liabilities:	
Accounts payable	10,641
Accrued liabilities	17,688
Net Cash Provided by Operating Activities	<u>1,156,269</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Net Investment sales (purchases)	151,559
Net purchase of property and equipment	(43,449)
Net Cash Used by Investing Activities	<u>108,110</u>
CASH FLOWS FROM FINANCING ACTIVITIES	
Payments on note payable	-
Net Cash Used by Financing Activities	<u>-</u>
NET INCREASE (DECREASE) IN CASH EQUIVALENTS	1,264,379
CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>158,834</u>
CASH EQUIVALENTS AT END OF YEAR	<u>\$ 1,423,213</u>

See accompanying notes to financial statements.

BOYS AND GIRLS VILLAGES FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2021

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization and Nature of Activities

Boys and Girls Villages Foundation, Inc. (the Foundation) was organized in 1947 as a nonprofit facility to provide care for boys and girls in need of a stable home environment. The present facilities can accommodate a capacity of thirty-six boys and girls.

The Foundation has evolved into a treatment program, touching the lives of children who are in critical trouble or have been abused and neglected. A holistic approach is taken through a team of staff and clinicians that each has a unique expertise including psychologists, social workers, mental health counselors, direct care staff and more. The goals of the Foundation's programs are to equip these children with the necessary life tools to become healthy productive individuals.

Basis of Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Accounting Standards Codification (ASC) No. 958, *Not-for-Profit Entities*. Under ASC No. 958, Boys and Girls Villages Foundation, Inc. is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Method of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. The Foundation follows the standards of accounting and financial reporting for voluntary health and welfare agencies prescribed by the American Institute of Certified Public Accountants.

Public Support and Revenues

Annual campaign contributions are generally available for unrestricted use in the related campaign year unless specifically restricted by the donor.

Support that is restricted by the donor is reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in net assets with donor restrictions depending on the nature of the restriction. When a restriction expires, restricted net assets are reclassified to unrestricted net assets.

Endowment contributions and investments are restricted by the donor, if any. Investment earnings available for distribution are recorded in net assets without donor restrictions.

Contributions of donated noncash assets are recorded at their fair values in the period received. Contributions of donated services that create or enhance nonfinancial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation, are recorded at their fair values in the period received.

BOYS AND GIRLS VILLAGES FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2021

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Promises to Give

Unconditional promises to give are recognized as revenues or gains in the period received and as assets, decrease of liabilities, or expenses depending on the form of benefits received. Conditional promises to give are recognized when the conditions on which they depend are substantially met.

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 the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Accounts Receivable

Accounts receivable at June 30, 2021 of \$200,125 represents receivables from state agencies for services provided.

Cash

The Foundation considers all liquid investments with an original maturity of three months or less to be cash equivalents. At various times during the fiscal year, the Foundation's cash in bank balances may exceed the insured limits of the Federal Deposit Insurance Corporation (FDIC). At June 30, 2021, the Foundation's uninsured cash balances amounted to \$929,883.

Investments

The Foundation carries investments in marketable securities with readily determinable fair values at their fair values in the Statement of Financial Position. Unrealized gains and losses are included in the change in net assets in the accompanying Statement of Activities.

Property and Equipment

The Foundation capitalizes property and equipment over \$1,000. Lesser amounts are expensed. Purchased property and equipment is capitalized at cost. Depreciation of property and equipment is calculated on the straight-line basis over the estimated useful life of the asset. Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as contributions without donor restrictions unless the donor has restricted the donated asset to a specific purpose.

Vacation and Sick Leave Policies

The Foundation's vacation policy permits 5 days after one year of service, 10 days after two years of service, 15 days after five years of service, 20 days after ten years of service and 30 days after twenty years of service. Accrued vacation must be taken within one year. Employees are paid for unused vacation days upon termination of employment. Accrued vacation payable is recorded at \$76,979 at June 30, 2021.

BOYS AND GIRLS VILLAGES FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2021

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Vacation and Sick Leave Policies (continued)

The Foundation's sick leave policy permits the accumulation of one day per month up to a maximum of 36 days. Employees are not paid for unused sick days upon termination of employment.

Income Taxes

The Foundation is exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code and accordingly, no provision for federal and state income taxes is included in the financial statements.

The Foundation is required to file the applicable Form 990, *Return of Organization Exempt from Income Tax*. The applicable form is based on the Foundation's gross receipts. The Foundation is in compliance with the filing requirements of the Internal Revenue Service (IRS). Returns are subject to examination by the IRS, generally for three years after they are filed. Returns filed before June 30, 2018 are not subject to review.

The accounting standard on accounting for uncertainty in income taxes addresses the determination of whether tax benefits claimed or expected to be claimed on a tax return should be recorded in the financial statements. Under this guidance, the Foundation may recognize the tax benefit from an uncertain tax position only if it is more likely than not that the tax position will be sustained on examination by taxing authorities, based on the technical merits of the position. There were no unrecognized tax benefits identified or recorded as liabilities for the year ended June 30, 2021.

Subsequent Events

The Foundation evaluated its June 30, 2021 financial statements for subsequent events through December 17, 2021, the date of which the financial statements were available to be issued. The recent coronavirus pandemic could have a detrimental impact on the Foundation's operations and funding. The impact is unknown at the time the financial statements were available to be issued. In addition, Hurricane Laura and Hurricane Delta did extensive damage to the Foundation's facility. Repairs are ongoing as of December 17, 2021. Management believes insurance coverage will keep the Foundation's losses down to a minimum.

Recently Issued Accounting Pronouncements

In May 2014, the Financial Accounting Standards Board (FASB) issued an accounting update to clarify the principles of recognizing revenue by removing inconsistencies and weaknesses in existing revenue recognition standards. This guidance is effective for annual reporting periods beginning after December 15, 2019. The Foundation adopted this guidance for the fiscal year beginning July of 2020.

BOYS AND GIRLS VILLAGES FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2021

NOTE B – PROPERTY AND EQUIPMENT

The following is a summary of property and equipment as of June 30, 2021, along with their estimated useful life:

	Cost	Useful Life
Land	\$ 604,917	-
Construction in progress	577,467	-
Buildings and Improvements	3,113,599	10-20 years
Transportation equipment	132,709	5 years
Furniture and fixtures	353,700	3-10 years
Equipment	287,939	5-7 years
	<u>5,070,331</u>	
Less: Accumulated depreciation	3,743,398	
Total	<u>\$1,326,933</u>	

Depreciation expense for the year ended June 30, 2021 was \$27,858.

NOTE C – COMMITMENTS AND CONTINGENCIES

The Foundation receives a substantial amount of its support from state agencies. A significant reduction in the level of this support, if this were to occur, may have an adverse effect on the programs and activities.

NOTE D – 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. Certain indirect costs have been allocated to the functional categories based on the Foundation’s analysis of time devoted to each category.

NOTE E – FAIR VALUE MEASUREMENTS

The Foundation has determined the fair value of its investments through a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. This hierarchy consists of three broad levels. Level 1 inputs to the valuation methodology are based on unadjusted quoted prices for identical assets in active markets that the Foundation has the ability to access. Level 2 inputs are based primarily on quoted prices for similar assets in active or inactive markets and/or based on inputs that are derived principally from or corroborated by observable market data. Level 3 inputs are unobservable and are based on assumptions that market participants would utilize in pricing the asset. The fair value of financial instruments, including cash, approximate the carrying value, principally because of the short maturity of those items and are considered Level 1 or Level 2.

BOYS AND GIRLS VILLAGES FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2021

NOTE F – INVESTMENTS

Investments in equity securities with readily determinable fair values are carried at fair value. At the end of June 2021, the Foundation has invested a portion of the bequest proceeds in mutual funds as follows:

	Level 1	Level 2	Level 3	Fair Value
Money market	\$ -	\$ 4	\$ -	\$ 4
Mutual Funds:				
Domestic Fixed	503,028	-	-	503,028
Domestic Growth	2,236,736	-	-	2,236,736
Foreign Growth	784,167	-	-	784,167
Total Mutual Funds	3,523,931	-	-	3,523,931
Total	\$ 3,523,931	\$ 4	\$ -	\$ 3,523,935

NOTE G – BOARD COMPENSATION

Members of the Foundation’s Board of Directors receive no compensation and are reimbursed only for any expenses incurred relating to the Foundation’s business which must have appropriate supporting documentation.

NOTE H – RETIREMENT BENEFITS

The Foundation sponsors an IRA/SEP plan that covers all eligible employees. Eligible employees include persons with three years of continuous service with a minimum age of 21 years. Employer contributions for the plan shall be 6% of the participant’s compensation for the plan year. Employees do not contribute to the plan. Total costs and employer contributions for the year ended June 30, 2021 were \$31,664.

NOTE I – NET ASSETS RELEASED FROM RESTRICTION

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of other events specified by the donors as follows for the year ended June 30, 2021:

Time restrictions:	
United Way Allocation	<u>\$ 1,196</u>

BOYS AND GIRLS VILLAGES FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2021

NOTE J – LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The following reflects the Village’s financial assets as of the balance sheet date, reduced by amounts available for general use because of contractual or donor-imposed restrictions within one year of the balance sheet date. The Village has \$5,147,273 of financial assets available within one year of the balance sheet date to meet cash needs for general expenditure consisting of cash of \$1,423,213, accounts receivable of \$200,125 and investments of \$3,523,935. None of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditure within one year of the balance sheet date. The Village has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. The Village also invests its cash in excess of its daily needs in short-term investments.

Financial assets, at year-end	\$ 5,147,273
Less those unavailable for general expenditures within one year, due to:	
Contractual or donor-imposed restrictions:	
Restricted by donor with time or purpose restrictions	<u>-</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 5,147,273</u>

NOTE K – REVENUE RECOGNITION

In May 2014, the Financial Accounting Standards Board issued Accounting Standards Update (“ASU”) No. 2014-09, Revenue from Contracts with Customers (Topic 606). The ASU and all subsequently issued clarifying ASUs replaced most existing revenue recognition guidance in U.S. GAAP. The ASU also required expanded disclosures relating to the nature, amount, timing, and uncertainty of revenue and cash flows arising from contracts with customers. The Foundation adopted the new standard effective July 1, 2020, the first day of the Foundation’s fiscal year, using the full retrospective method.

As part of the adoption of the ASU, the Foundation elected to use the following transition practical expedients: (i) completed contracts that begin and end in the same annual reporting period have not been restated; (ii) the Foundation used the known transaction price for completed contracts; (iii) to exclude disclosures of transaction prices allocated to remaining performance obligations when the Foundation expects to recognize such revenue for all periods prior to the date of initial application of the ASU; and (iv) the Foundation has reflected the aggregate of all contract modifications that occurred prior to the date of initial application when identifying the satisfied and unsatisfied performance obligations, determining the transaction price, and allocating the transaction price.

BOYS AND GIRLS VILLAGES FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2021

NOTE K – REVENUE RECOGNITION (CONTINUED)

The majority of the Foundation’s revenue is recognized over time based on services provided to governmental agencies as well as public contributions, fundraising and investment income. Revenue recognized over time primarily consists of performance obligations that are satisfied within one year or less. In addition, the majority of the Foundation’s revenue streams do not contain variable consideration and contract modifications are generally minimal. For these reasons, there is not a significant impact as a result of electing these transition practical expedients.

The adoption of this ASU did not have a significant impact on the Foundation’s financial statements. Based on the Foundation’s evaluation process and review of its contracts with customers, the timing and amount of revenue recognized previously is consistent with how revenue is recognized under the new standard. No changes were required to previously reported revenues as a result of the adoption.

NOTE L – DISAGGREGATION OF REVENUE FROM CONTRACTS WITH CUSTOMERS

The Foundation reports revenues based on the following categories: Governmental Revenues and Other Miscellaneous Revenue. The Foundation has determined that these categories can be used to meet the objective of the disaggregation disclosure requirements, which is to disaggregate revenue from contracts with customers into categories that depict how the nature, amount, timing and uncertainty of revenue and cash flows are affected by economic factors. The following table disaggregates the Foundation’s revenue based on type and on the timing of satisfaction of performance obligations for the year ended June 30, 2021:

	Governmental Revenues	Other Revenue	Total
Performance obligations satisfied at a point in time	\$ -	\$ -	\$ -
Performance obligations satisfied over time	1,120,064	3,204,170	4,324,234
	<u>\$ 1,120,064</u>	<u>\$ 3,204,170</u>	<u>\$ 4,324,234</u>

NOTE M – CONTRACT BALANCES

Contract assets include unbilled amounts resulting from sales under contracts when the percentage-of-completion cost-to-cost method of revenue recognition is utilized and revenue recognized exceeds the amount billed to the customer. Contract liabilities include billings in excess of revenue recognized. Contract assets and contract liabilities were as follows for the year ended June 30, 2021:

	2021
Contract assets	\$ -
Contract liabilities	-

SUPPLEMENTAL INFORMATION

BOYS AND GIRLS VILLAGES FOUNDATION, INC.

SCHEDULE OF EXPENSES
For the Year Ended June 30, 2021

Bank Charges	\$	1,132
Client Needs		133,877
Depreciation		27,858
Employee Benefits		101,772
Food Supplies		71,546
Fund Raising		3,056
Household Supplies		12,588
Insurance		61,181
Kitchen Supplies		6,316
Licenses and Accreditations		5,548
Miscellaneous		14,433
Office Supplies		5,066
Postage		1,436
Professional Services		8,000
Repairs & Maintenance		76,088
Salaries		1,040,139
Seminars		1,536
Staff Training		2,085
Taxes - Payroll		100,330
Taxes - Property		291
Telephone		7,907
Utilities		37,317
Vehicle Expense		57,111
		<hr/>
	\$	<u>1,776,613</u>

See accompanying notes to financial statements.

BOYS AND GIRLS VILLAGES FOUNDATION, INC.

SCHEDULE OF AVERAGE COST PER CHILD CARE DAY
For the Year Ended June 30, 2021

Child care expenses - year ended June 30, 2021	\$	1,776,613
Total child care days - year ended June 30, 2021		7,532
Average cost per child care day	\$	236

$$\frac{\text{Child care expenses}}{\text{Child care days}} = \text{Average cost per child care day}$$

Boys and Girls Villages Foundation, Inc.
June 30, 2021

Schedule of Compensation, Benefits and Other Payments to Agency Head or Chief Executive Officer

Year Ended: June 30, 2021

Agency Head: Max Mathieu, Executive Director

Purpose	Amount
Salary	90,192
Benefits-insurance	1,704
Benefits-retirement	4,932
Benefits (other--list here)	-
Car allowance	11,700
Reimbursements (meals)	-
Travel (mileage, parking, tolls, taxi, etc)	-
Registration fees	45
Conference travel (air fare)	-
Housing / Hotel	-
FY TOTAL:	108,573

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Broussard & Company
Certified Public Accountants

INDEPENDENT AUDITORS' 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

Board of Directors
Boys and Girls Villages Foundation, Inc. Lake Charles, 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 Villages Foundation, Inc., Inc. (the Foundation), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Foundation's basic financial statements, and have issued our report thereon dated December 17, 2021.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Foundation's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Foundation's internal control. Accordingly, we do not express an opinion on the effectiveness of the Foundation'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 have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Foundation'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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Broussard and Company

Lake Charles, Louisiana
December 17, 2021

