

Financial Report

(Compiled)

SilenceIsViolence

December 31, 2021

Financial Report

(Compiled)

SilenceIsViolence

December 31, 2021

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SilenceIsViolence New Orleans, Louisiana

December 31, 2021 and 2020

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INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

To the Board of Directors,
SilenceIsViolence,
New Orleans, Louisiana.

Management is responsible for the accompanying financial statements of SilenceIsViolence (the "Organization"), which comprise the statement of financial position as of December 31, 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 in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. We do not express an opinion, a conclusion, nor provide any assurance on these financial statements.

Summarized Comparative Information

The accompanying 2020 financial statements of the Organization were previously reviewed by us, and we were not aware of any material modifications that should be made to those financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America in our report dated June 2, 2021, but we have not performed any procedures in connection with that review engagement since that date.

Supplementary Information

The accompanying supplementary information included in Schedule 1 is presented for purposes of additional analysis and is required by Louisiana Revised Statute 24:513(A)(3) 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. Such information is the responsibility of management. This other supplementary information was subject to our compilation engagement. We have not audited or reviewed the required supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any form of assurance on such information.

Bourgeois Bennett, L.L.C.

Certified Public Accountants.

New Orleans, Louisiana,
June 3, 2022.

STATEMENT OF FINANCIAL POSITION

SilenceIsViolence
New Orleans, Louisiana

December 31, 2021
(with comparative totals for 2020)

See Independent Accountant's Compilation Report

	<u>2021</u>	<u>2020</u>
Assets		
Cash	\$ 66,553	\$ 15,137
Grants receivable	-	128,963
	<u> </u>	<u> </u>
Total assets	<u>\$ 66,553</u>	<u>\$144,100</u>
Liabilities		
Accounts payable and accrued liabilities	\$ 15,605	\$ 98,858
Notes payable	1,213	4,264
	<u> </u>	<u> </u>
Total liabilities	16,818	103,122
Net Assets		
Without donor restrictions	<u>49,735</u>	<u>40,978</u>
	<u> </u>	<u> </u>
Total liabilities and net assets	<u>\$ 66,553</u>	<u>\$144,100</u>

See notes to financial statements.

STATEMENT OF ACTIVITIES

SilenceIsViolence
New Orleans, Louisiana

For the year ended December 31, 2021
(with comparative totals for 2020)

See Independent Accountant's Compilation Report

	<u>2021</u>	<u>2020</u>
Revenues and Support		
Grant income	\$257,166	\$111,647
Contributions	8,036	37,194
Other income	-	<u>15,000</u>
Total revenues and support	<u>265,202</u>	<u>163,841</u>
Expenses		
Program services	180,239	95,474
Supporting services:		
Administration and general	<u>76,206</u>	<u>38,322</u>
Total expenses	<u>256,445</u>	<u>133,796</u>
Change in Net Assets	8,757	30,045
Net Assets		
Beginning of year	<u>40,978</u>	<u>10,933</u>
End of year	<u><u>\$ 49,735</u></u>	<u><u>\$ 40,978</u></u>

See notes to financial statements.

STATEMENT OF FUNCTIONAL EXPENSES**SilenceIsViolence**
New Orleans, LouisianaFor the year ended December 31, 2021
(with comparative totals for 2020)

See Independent Accountant's Compilation Report

	Program Services	Administration and General	Totals	
			2021	2020
Salaries and benefits	\$ 89,058	\$29,685	\$118,743	\$ 91,307
Bad debt expense	63,687	-	63,687	-
Fines and fees	-	28,205	28,205	499
Professional fees	2,597	10,390	12,987	8,585
Payroll taxes	6,989	2,330	9,319	6,917
Rent	6,291	2,097	8,388	8,384
Supplies	4,344	949	5,293	3,058
Travel and conferences	3,318	1,106	4,424	3,030
Telephone and internet	1,668	556	2,224	2,189
Insurance	668	223	891	996
Utilities	448	149	597	-
Food	368	123	491	852
Other expenses	344	115	459	7,266
Relocation assistance	439	-	439	-
Interest expense	-	189	189	388
Bank fees	-	82	82	325
Postage	20	7	27	-
	<u>20</u>	<u>7</u>	<u>27</u>	<u>-</u>
Total expenses	<u>\$180,239</u>	<u>\$76,206</u>	<u>\$256,445</u>	<u>\$133,796</u>

See notes to financial statements.

STATEMENT OF CASH FLOWS**SilenceIsViolence**
New Orleans, LouisianaFor the year ended December 31, 2021
(with comparative totals for 2020)

See Independent Accountant's Compilation Report

	<u>2021</u>	<u>2020</u>
Cash Flows From Operating Activities		
Change in net assets	\$ 8,757	\$30,045
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Bad debt expense	63,687	-
Related party loan forgiveness	-	(3,735)
Decrease in assets:		
Grants receivable	65,276	43,489
Decrease in liabilities:		
Accounts payable and accrued liabilities	<u>(83,253)</u>	<u>(51,277)</u>
Net cash provided by operating activities	<u>54,467</u>	<u>18,522</u>
Cash Flows From Financing Activities		
Repayment notes payable	<u>(3,051)</u>	<u>(5,353)</u>
Increase in Cash	51,416	13,169
Cash		
Beginning of year	<u>15,137</u>	<u>1,968</u>
End of year	<u>\$66,553</u>	<u>\$15,137</u>
Supplemental Information		
Cash paid during the year for interest	<u>\$ 189</u>	<u>\$ 388</u>

See notes to financial statements.

NOTES TO FINANCIAL STATEMENTS

SilenceIsViolence
New Orleans, Louisiana

December 31, 2021 and 2020

Note 1 - NATURE OF ACTIVITIES

SilenceIsViolence (a non-profit organization) (the "Organization") was established on November 19, 2003. The Organization is a social enterprise whose mission is to call upon both citizens and public officials to achieve a safe New Orleans across all communities.

The Organization provides direct victim services, creative youth engagement, and public advocacy, working with clients and partners from every sector to achieve safe, just, and thriving communities.

Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Basis of Accounting

The financial statements of the Organization have been prepared in conformity with accounting principles generally accepted in the United States of America, which involves the application of accrual accounting; revenues and gains are recognized when earned and expenses and losses are recognized when incurred.

b. Basis of Presentation

The Organization reports information regarding financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions, based on donor stipulations and restrictions placed on contributions, if any. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

Net Assets without Donor Restrictions - Net assets that are not subject to donor-imposed stipulations.

Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Basis of Presentation (Continued)

Net Assets with Donor Restrictions - Net assets subject to donor-imposed stipulations that will be met either by actions of the Organization and/or the passage of time, or net assets that are maintained in perpetuity by the Organization and not expended. There were no net assets with donor restrictions as of December 31, 2021 and 2020.

c. 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 those estimates.

d. Cash and Cash Equivalents

For the purpose of the Statement of Cash Flows, the Organization considers all highly liquid debt instruments purchased with an initial maturity of three months or less to be cash equivalents. There were no cash equivalents as of December 31, 2021 and 2020.

e. Promises to Give

Unconditional promises to give are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Conditional promises to give are recognized when the conditions on which they depend are substantially met. There were no promises to give as of December 31, 2021 and 2020.

f. Revenue Recognition

Revenues from Exchange Transactions: The Organization recognizes revenue in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Update (ASU) No. 2014-09, *Revenues from Contracts with Customers*, as amended. ASU No. 2014-09 applies to exchange transactions with customers and donors that are bound by contracts or similar arrangements and establishes a performance obligation approach to revenue recognition. The adoption of this standard did not have a material affect on the financial statements.

Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

g. Contributions

Contributions are recorded as assets with donor restrictions or assets without donor restrictions, depending on the existence or nature of any donor restrictions. Support that is restricted by a donor is reported as an increase in net assets with donor restrictions, depending on the nature of the restrictions. When a 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 Statement of Activities as net assets released from restrictions. Donor restricted contributions whose restrictions are met in the same reporting periods are reported as unrestricted support.

h. Donated Services of Volunteers

Donated services have not been reflected in the financial statements since no objective basis is available to measure the value of such services. A substantial number of volunteers donate significant amounts of their time in program and supporting services.

i. Methods Used for Allocated Expenses

Many of the expenses can be directly allocated to the program or supporting functions. The financial statements also report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include facility expenses (rent, supplies, utilities, repairs and maintenance, and telephone and internet), insurance, and other operations expenses which are allocated based on facility space. Salaries and benefits and payroll taxes are allocated on the basis of estimates of time and effort.

j. Income Taxes

The Organization has received a letter of determination from the Internal Revenue Service advising that it qualifies as a non-profit corporation under Section 501(c)(3) of the Internal Revenue Code, and therefore, is not subject to income tax.

Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j. Income Taxes (Continued)

Accounting standards provide detailed guidance for financial statement recognition, measurement, and disclosures of uncertain tax positions recognized in an entity's financial statements. It requires an entity to recognize the financial statement impact of a tax position when it is more likely than not that the position will not be sustained upon examination. Tax years ended December 31, 2018 and later remain subject to examination by the taxing authorities. As of December 31, 2021, management of the Organization believes that it has no uncertain tax positions that qualify for either recognition or disclosure in the financial statements.

k. Recently Issued Accounting Standards

Leases

In February 2016, the FASB issued ASU No. 2016-02, "*Leases*" (Topic 842). ASU No. 2016-02 requires that a lease liability and related right-of-use-asset representing the lessee's right to use or control the asset be recorded on the statement of financial position upon the commencement of all leases except for short-term leases. Leases will be classified as either finance leases or operating leases, which are substantially similar to the classification criteria for distinguishing between capital leases and operating in existing lease accounting guidance. As a result, the effect of leases in the Statement of Activities and the Statement of Cash Flows will be substantially unchanged from the existing lease accounting guidance. The ASU No. 2016-02 is effective for fiscal years beginning after December 15, 2021. Early adoption is permitted. The Organization is currently evaluating the full effect that the adoption of this standard will have on the financial statements.

Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

k. Recently Issued Accounting Standards (Continued)

Leases (Continued)

In November 2021, the FASB issued ASU No. 2021-09, "*Lease Discount Rate for Lessees That Are Not Public Business Entities*" (Topic 842) currently provides lessees that are not public business entities with a practical expedient that allows them to elect, as an accounting policy, to use a risk-free rate as the discount rate for all leases. The amendments in this update allow those lessees to make the risk-free rate election by class of underlying asset, rather than at the entity-wide level. An entity that makes the risk-free rate election is required to disclose which asset classes it has elected to apply a risk-free rate. The amendments require that when the rate implicit in the lease is readily determinable for any individual lease, the lessee use that rate (rather than a risk-free rate or an incremental borrowing rate), regardless of whether it has made the risk-free rate election. Entities that have not yet adopted Topic 842 are required to adopt the amendments in this update at the same time that they adopt Topic 842.

Contributed Nonfinancial Assets

In September 2020, the FASB issued ASU No. 2020-07, "*Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*" (Topic 958), the amendments in this update apply to nonprofit organizations that receive contributed nonfinancial assets. Contribution revenue may be presented in the financial statements using different terms (for example, gifts, donations, grants, gifts-in-kind, donated services, or other terms). The amendments address presentation and disclosure of contributed nonfinancial assets. The term nonfinancial asset includes property and equipment (such as land, buildings, and equipment), use of property and equipment utilities, materials and supplies, intangible assets, services, and unconditional promises of those assets. The ASU is effective for fiscal years beginning after June 15, 2021. The Organization is evaluating the full effect that the adoption of this standard will have on its financial statements.

l. Reclassification

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

Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

m. Subsequent Events

Management evaluates events occurring subsequent to the date of the financial statements in determining the accounting for and disclosure of transactions and events that effect the financial statements. Subsequent events have been evaluated through June 3, 2022, which is the date the financial statements were available to be issued.

Note 3 - CONCENTRATION OF CREDIT RISK

The Organization maintains cash accounts in a local financial institution. The Federal Deposit Insurance Corporation insures accounts at the financial institution up to \$250,000. As of December 31, 2021, the Organization did not have any funds that were not insured.

During the years ended December 31, 2021 and 2020, the Organization's major source of revenue was from two private grants totaling \$200,000 (75% of total revenue) and one government grant \$69,147 (42% of total revenue), respectively.

Note 4 - NOTES PAYABLE

On May 30, 2017, the Organization entered into a note payable in the amount of \$13,771 with a local financial institution. The note is due in 60 monthly installments of principle and interest of \$270 and matures on May 30, 2022. The note payable bears interest at a rate of 6.5% and is unsecured.

The balance of the note payable as of December 31, 2021 and 2020 was \$1,213 and \$4,264, respectively.

Interest expense on notes payable totaled \$189 and \$388 for the years ended December 31, 2021 and 2020, respectively.

Scheduled maturities of debt instruments referred to above as of December 31, 2021 are as follows:

<u>Year Ending</u> <u>December 31,</u>	
2022	<u>\$1,213</u>

Note 5 - AVAILABILITY OF FINANCIAL ASSETS

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 receives grants and contributions without donor restrictions. Contributions without donor restrictions are considered to be available to meet cash needs for general expenditures. General expenditures include program services, and general and administrative expenses. Annual operations are defined as activities occurring during, and included in the budget for, the upcoming fiscal year.

The following table represents financial assets available for general expenditures within one year as of December 31, 2021 and 2020.

	2021	2020
Financial assets, as of December 31, 2021 and 2020:		
Cash and cash equivalents	\$66,553	\$ 15,137
Grants receivable	-	128,963
Total financial assets, as of December 31, 2021 and 2020: available to meet cash needs for general expenditures within one year	\$66,553	\$144,100

Note 6 - RISK MANAGEMENT

The Organization is exposed to various risks of loss from torts; theft of, damage to, and destruction of assets; business interruption; errors and omissions; and employee injuries. Commercial insurance coverage is purchased for claims arising from such matters. There were no settlement claims that exceeded this commercial coverage during the years ended December 31, 2021 and 2020.

Note 7 - BOARD OF DIRECTORS' COMPENSATION

The Board of Directors is a voluntary board. Accordingly, no compensation was paid to any Board member for the years ended December 31, 2021 and 2020.

Note 8 - RELATED PARTY TRANSACTIONS

As of December 31, 2019, the Organization had unsecured loans from a former board member with an outstanding balance of \$3,735. The loan did not bear interest and the loan was due on demand. The loan was forgiven during the year ended December 31, 2020 and recognized as a contribution.

Note 9 - LEASES AND COMMITMENTS

The Organization entered into an operating lease agreement on November 1, 2019 for office space. Monthly lease payments are \$699 and the lease term is through October 31, 2022. Rent expense for the years ended December 31, 2021 and 2020 totaled \$8,388 and \$8,384 respectively.

The minimum future lease payments on the non-cancelable leases as of December 31, 2021 are as follows.

<u>Year Ending December 31,</u>	
2022	<u>\$6,990</u>

SUPPLEMENTARY INFORMATION

**SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER
PAYMENTS TO AGENCY HEAD OR CHIEF EXECUTIVE OFFICER**

SilenceIsViolence
New Orleans, Louisiana

For the year ended December 31, 2021

Agency Head Name: Tamara Jackson, Executive Director

Purpose

Salary	\$52,176
Benefits - insurance	0
Benefits - retirement	0
Benefits - taxes	3,991
Car allowance	0
Vehicle provided by government	0
Per diem	0
Reimbursements	450
Travel	1,062
Registration fees	0
Conference travel	605
Continuing professional education fees	0
Housing	0
Unvouchered expenses	0
Special meals	0
	<hr/>
	\$58,284
	<hr/> <hr/>

SPECIAL REPORT OF CERTIFIED PUBLIC ACCOUNTANTS

SCHEDULE OF FINDINGS AND RESPONSES

SilenceIsViolence
New Orleans, Louisiana

For the year ended December 31, 2021

Section I - Summary of Independent Accountant's Compilation Report

a) Financial Statements

A standard compilation report was issued.

Noncompliance material to financial
statements noted?

___ Yes X No

b) Federal Awards

The Organization did not expend Federal awards in excess of \$750,000 during the year ended December 31, 2021.

Section II - Internal Control Over Financial Reporting and Compliance and Other Matters Material to the Basic Financial Statements

Internal Control Over Financial Reporting

No financial reporting findings material to the basic financial statements were reported during the compilation of the financial statements for the year ended December 31, 2021.

Compliance and Other Matters

No compliance and other matters findings material to the basic financial statements were reported during the compilation of the financial statements for the year ended December 31, 2021.

REPORTS BY MANAGEMENT

SCHEDULE OF PRIOR YEAR FINDINGS AND RESPONSES

SilenceIsViolence
New Orleans, Louisiana

For the year ended December 31, 2021

Section I - Internal Control Over Financial Reporting and Compliance and Other Matters Material to the Basic Financial Statements

Internal Control Over Financial Reporting

No financial reporting findings material to the basic financial statements were reported during the review of the financial statements for the year ended December 31, 2020.

Compliance and Other Matters

No compliance and other matters findings material to the basic financial statements were reported during the review of the financial statements for the year ended December 31, 2020.

MANAGEMENT'S CORRECTIVE ACTION PLAN

SilenceIsViolence
New Orleans, Louisiana

For the year ended December 31, 2021

Section I - Internal Control Over Financial Reporting and Compliance and Other Matters Material to the Basic Financial Statements

Internal Control Over Financial Reporting

No financial reporting findings material to the basic financial statements were reported during the compilation of the financial statements for the year ended December 31, 2021.

Compliance and Other Matters

No compliance and other matters findings material to the basic financial statements were reported during the compilation of the financial statements for the year ended December 31, 2021.