

Legacy Donor Foundation

Metairie, Louisiana

December 31, 2021 and 2020

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Legacy Donor Foundation

Year ended December 31, 2021

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# LeGlue & Company, CPAs, L.L.C.

July 13, 2022

To the Board of Directors  
Legacy Donor Foundation  
Metairie, LA

## Independent Auditors' Report

### **Report on the Financial Statements**

#### ***Opinion***

We have audited the accompanying financial statements of Legacy Donor Foundation (the "Foundation"), 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 referred to above present fairly, in all material respects, the financial position of the Foundation, as of December 31, 2021 and 2020, and the changes in 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 audits in accordance with auditing standards generally accepted in the United States of America (GAAS) 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Foundation and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### ***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; 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.

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 the Foundation's ability to continue as a going concern for one year after the date that the financial statements are available to be issued.

### ***Auditors' Responsibilities for the Audit of 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 GAAS 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 considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, 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.
- 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 the Foundation'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

### ***Report on Supplementary Information***

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The Schedule of Compensation, Benefits, and Other Payments to Executive Director is 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 July 13, 2022 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 solely 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 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.

Respectfully submitted,

A handwritten signature in blue ink that reads "LeGlue & Company". The signature is written in a cursive, flowing style.

LeGlue & Company, CPAs, L.L.C.

STATEMENTS OF FINANCIAL POSITION

Legacy Donor Foundation

(See Independent Auditors' Report)

	<u>December 31</u>	
	<u>2021</u>	<u>2020</u>
<u>ASSETS</u>		
<u>Current assets</u>		
Cash	\$ 197,792	\$ 252,030
Accounts receivable	-	102,575
Total current assets	<u>197,792</u>	<u>354,605</u>
Deposits	<u>5,000</u>	<u>5,000</u>
Total assets	<u>\$ 202,792</u>	<u>\$ 359,605</u>
<u>LIABILITIES AND NET ASSETS</u>		
<u>Current Liabilities</u>		
Accounts payable	<u>\$ 962</u>	<u>\$ 407</u>
<u>Net assets</u>		
Without donor restrictions	197,445	268,246
With donor restrictions	<u>4,385</u>	<u>90,952</u>
Total net assets	<u>201,830</u>	<u>359,198</u>
Total liabilities and net assets	<u>\$ 202,792</u>	<u>\$ 359,605</u>

See accompanying notes to financial statements.

STATEMENT OF ACTIVITIES

Legacy Donor Foundation

For the year ended December 31, 2021

(See Independent Auditors' Report)

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Support and revenue			
Contributions	\$ 23,792	\$ -	\$ 23,792
Grants	2,000	-	2,000
Interest income	80	-	80
Other income	611	-	611
PPP loan forgiveness	28,078	-	28,078
Net assets released from restriction	<u>86,567</u>	<u>(86,567)</u>	<u>-</u>
Total supports and revenue	<u>141,128</u>	<u>(86,567)</u>	<u>54,561</u>
Expenses			
Program services			
General Awareness Campaign	130,854	-	130,854
Youth Education Initiative	175	-	175
Living Donor Initiative	<u>99</u>	<u>-</u>	<u>99</u>
Total program services	<u>131,128</u>	<u>-</u>	<u>131,128</u>
Supporting services			
Fundraising	3,142	-	3,142
Management and general	<u>77,659</u>	<u>-</u>	<u>77,659</u>
Total supporting services	<u>80,801</u>	<u>-</u>	<u>80,801</u>
Total expenses	<u>211,929</u>	<u>-</u>	<u>211,929</u>
Change in net assets	(70,801)	(86,567)	(157,368)
Net assets, beginning of year	<u>268,246</u>	<u>90,952</u>	<u>359,198</u>
Net assets, end of year	<u>\$ 197,445</u>	<u>\$ 4,385</u>	<u>\$ 201,830</u>

See accompanying notes to financial statements.

STATEMENT OF ACTIVITIES

Legacy Donor Foundation

For the year ended December 31, 2020

(See Independent Auditors' Report)

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Support and revenue			
Contributions	\$ 8,982	\$ -	\$ 8,982
Special events, net of direct costs of \$4,598	99,465	-	99,465
Grants	7,283	200,000	207,283
Interest income	574	-	574
Other income	4,031	-	4,031
PPP loan forgiveness	28,078	-	28,078
Net assets released from restriction	<u>122,387</u>	<u>(122,387)</u>	<u>-</u>
Total supports and revenue	<u>270,800</u>	<u>77,613</u>	<u>348,413</u>
Expenses			
Program services			
General Awareness Campaign	120,764	-	120,764
Youth Education Initiative	8,779	-	8,779
Living Donor Initiative	<u>1,055</u>	<u>-</u>	<u>1,055</u>
Total program services	<u>130,598</u>	<u>-</u>	<u>130,598</u>
Supporting services			
Fundraising	10,525	-	10,525
Management and general	<u>92,674</u>	<u>-</u>	<u>92,674</u>
Total supporting services	<u>103,199</u>	<u>-</u>	<u>103,199</u>
Total expenses	<u>233,797</u>	<u>-</u>	<u>233,797</u>
Change in net assets	37,003	77,613	114,616
Net assets, beginning of year	<u>231,243</u>	<u>13,339</u>	<u>244,582</u>
Net assets, end of year	<u>\$ 268,246</u>	<u>\$ 90,952</u>	<u>\$ 359,198</u>

See accompanying notes to financial statements.



## STATEMENT OF FUNCTIONAL EXPENSES

Legacy Donor Foundation

For the year ended December 31, 2021

(See Independent Auditors' Report)

	Program Services				Supporting Services			Total Program and Support
	General Awareness Campaign	Youth Education Initiative	Living Donor Initiative	Total Program Services	Fundraising	Management and General	Total Supporting Services	
Advertising and marketing	\$ 81,284	\$ -	\$ -	\$ 81,284	\$ -	\$ -	\$ -	\$ 81,284
Education	1,250	175	-	1,425	-	-	-	1,425
Entertainment, food, and decorations	105	-	-	105	-	-	-	105
Insurance	334	-	-	334	-	4,264	4,264	4,598
Lobbying	-	-	-	-	-	10,000	10,000	10,000
Meetings and travel	895	-	-	895	-	140	140	1,035
Miscellaneous	-	-	-	-	-	-	-	-
Office expenses	630	-	-	630	-	2,563	2,563	3,193
Postage and shipping	500	-	30	530	-	-	-	530
Printing	622	-	69	691	-	-	-	691
Professional fees	1,069	-	-	1,069	-	8,846	8,846	9,915
Rent	1,130	-	-	1,130	-	3,370	3,370	4,500
Salaries and related benefits	35,646	-	-	35,646	3,142	44,003	47,145	82,791
Website development, hosting, and maintenance	7,389	-	-	7,389	-	4,473	4,473	11,862
Total expenses	130,854	175	99	131,128	3,142	77,659	80,801	211,929
Less: Direct benefit cost of special events	-	-	-	-	-	-	-	-
Total expenses reported by function	\$ 130,854	\$ 175	\$ 99	\$ 131,128	\$ 3,142	\$ 77,659	\$ 80,801	\$ 211,929

See accompanying notes to financial statements.

## STATEMENT OF FUNCTIONAL EXPENSES

Legacy Donor Foundation

For the year ended December 31, 2020

(See Independent Auditors' Report)

	Program Services				Supporting Services			Total Program and Support
	General Awareness Campaign	Youth Education Initiative	Living Donor Initiative	Total Program Services	Fundraising	Management and General	Total Supporting Services	
Advertising and marketing	\$ 177	\$ -	\$ -	\$ 177	\$ 6,175	\$ -	\$ 6,175	\$ 6,352
Education	48,622	-	-	48,622	-	240	240	48,862
Entertainment, food, and decorations	53	-	-	53	82	-	82	135
Insurance	566	-	-	566	-	3,809	3,809	4,375
Lobbying	-	-	-	-	-	10,000	10,000	10,000
Meetings and travel	203	-	-	203	77	644	721	924
Miscellaneous	925	-	-	925	-	250	250	1,175
Office expense	669	-	-	669	672	1,763	2,435	3,104
Postage and shipping	5,973	-	-	5,973	-	-	-	5,973
Printing and publications	1,338	-	-	1,338	-	-	-	1,338
Professional fees	1,700	-	-	1,700	-	15,370	15,370	17,070
Rent	875	-	-	875	-	1,952	1,952	2,827
Salaries and related benefits	43,834	8,779	1,055	53,668	8,117	54,810	62,927	116,595
Website development, hosting, and maintenance	15,829	-	-	15,829	-	3,836	3,836	19,665
Total expenses	120,764	8,779	1,055	130,598	15,123	92,674	107,797	238,395
Less: Direct benefit cost of special events	-	-	-	-	(4,598)	-	(4,598)	(4,598)
Total expenses reported by function	<u>\$ 120,764</u>	<u>\$ 8,779</u>	<u>\$ 1,055</u>	<u>\$ 130,598</u>	<u>\$ 10,525</u>	<u>\$ 92,674</u>	<u>\$ 103,199</u>	<u>\$ 233,797</u>

See accompanying notes to financial statements.

STATEMENTS OF CASH FLOWS

## Legacy Donor Foundation

(See Independent Auditors' Report)

	<u>Years ended December 31</u>	
	<u>2021</u>	<u>2020</u>
<u>Cash flows from operating activities</u>		
Change in net assets	\$ (157,368)	\$ 114,616
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Forgiveness of payroll protection program	(28,087)	(28,078)
Changes in assets - (Increase) Decrease		
Accounts receivable	102,575	(102,575)
Deposits	-	(5,000)
Changes in liabilities - Increase (Decrease)		
Accounts payable	555	(4,211)
Accrued liabilities	-	(2,278)
Total adjustments	<u>103,130</u>	<u>(142,142)</u>
Net cash used by operating activities	<u>(82,325)</u>	<u>(27,526)</u>
<u>Cash flows from financing activities</u>		
Proceeds from payroll protection program	-	28,078
Net cash provided by financing activities	<u>-</u>	<u>28,078</u>
<u>Net increase (decrease) in cash and cash equivalents</u>	(82,325)	552
<u>Cash and cash equivalents, beginning of year</u>	<u>252,030</u>	<u>251,478</u>
<u>Cash and cash equivalents, end of year</u>	<u>\$ 169,705</u>	<u>\$ 252,030</u>

See accompanying notes to financial statements.

## Notes to Financial Statements

### Legacy Donor Foundation

Years ended December 31, 2021 and 2020

#### Note 1

The following explanatory comments are submitted relative to the nature of operations and summary of significant accounting policies of the Foundation:

#### Organization

The Legacy Donor Foundation (formerly the National Donor Awareness Foundation) (the Foundation) is a non-profit (501)(c)(3) corporation formed August 18, 1999 under the laws of the State of Louisiana. The Foundation's mission is to save and enhance lives by inspiring Louisiana residents to register as organ, eye, and tissue donors. The Foundation accomplishes this through education, outreach, and advocacy. The Foundation envisions a culture where all Louisiana citizens are committed to giving life through organ, eye, and tissue donation.

The majority of the Foundation's revenues are derived from public support, including contributions and grants. The continued operations of the Foundation are dependent on the renewal of grants and contributions from current funding sources as well as obtaining new funding.

The Foundation operates the following programs:

#### General Awareness Campaign

The Foundation's public awareness campaign educates Louisiana citizens about the critical need for organ and tissue donors through paid media (billboards, radio, and TV) and grass roots efforts such as participating in health fairs, workplace partnerships, public speaking engagements, and message marketing. This campaign encourages everyone to register as organ donors and share this decision with their family.

In order to recognize the vital link between the Office of Motor Vehicles (OMV) and the organ and tissue donor registry, the Foundation's OMV Education Program trains all OMV staff on organ donation facts, myths, and misconceptions in order to ensure that all customers are asked "Would you like to register as an organ, eye, and tissue donor?" In January 2020, the Foundation entered into a Cooperative Endeavor Agreement with the OMV. The Foundation was awarded two grants for \$100,000 each. Each grant covers eligible expenses for a 10-month period, with the last period ending June 30, 2021.

## Note 1

(Continued)

The Foundation trains volunteers on the facts about organ and tissue donation in order to help them provide accurate information about donation and transplantation while working in the community.

The Foundation is a founding member of Donate Life Louisiana, a collaboration of organizations whose mission is to create trust, save and enhance lives, and positively impact the donor registry through education, awareness, and leadership. Donate Life Louisiana is now the brand used for all organ donor education and awareness activities.

### Youth Education

The Foundation's multifaceted Youth Education Program aims to provide information on organ function and health, and provide accurate information about organ, eye, and tissue donation to elementary through high school aged students. The Youth Education Program includes developing and distributing a video and classroom toolkit on donation to all driver's education classes. This curriculum will provide drivers with the essential information to make an informed decision when asked about their wishes to register as donors when getting their driver's license of permit.

All of the Youth Education Program components are designed to educate youth so they have the information they need to make an informed decision regarding body health and donation.

### Living Donor Louisiana

The Foundation's Living Donor Louisiana initiative serves as a platform to educate citizens about the prospect of living donation, facilitate living donation within the state's transplant centers, and empower those on the waiting list to potentially find their own donor from family members or friends.

### Income Taxes

The Foundation is a tax-exempt corporation under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provisions for federal or state income taxes have been recorded in the accompanying financial statements.

Management has reviewed all tax positions take in filings with the taxing authorities and believes that there would be no resulting adjustment to taxes paid should these positions be examined.

## Note 1

(Continued)

### Basis of Accounting

The Foundation prepares its financial statements on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

### Estimates

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

### Basis of Presentation

The financial statements of the Foundation have been prepared in accordance with accounting principles generally accepted in the United States of America which require the Foundation to report information regarding its financial position and activities according to the following net asset classifications:

Net Assets Without Donor Restrictions - Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Foundation. These net assets may be used at the discretion of Foundation's management and the board of directors.

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

### Cash and Cash Equivalents

For purposes of the statements of cash flows, the Foundation considered all highly liquid debt instruments purchased with a maturity of three months or less, redeemable without penalty for early withdrawal, to be cash equivalents. The Foundation maintains, at a local financial institution, cash which may exceed federally insured amounts at times. At December 31, 2021, cash balances did not exceed federally insured limits. At December 31, 2020, cash balances were in excess of federally insured limits of \$2,005.

## Note 1

(Continued)

### Promises to Give

Legally enforceable promises to give are recorded as receivables and support when unconditionally pledged. Contributions are recognized when the donor makes a promise to give to the Foundation that is, in substance, unconditional.

### Contributions

Contributions, including unconditional promises to give, are recorded when made. All contributions are available for unrestricted use unless specifically restricted by the donor. Conditional promises to give are recognized when the conditions on which they depend are substantially met. Unconditional promises to give due in the year are recorded at their net realizable value.

### Contributed Goods and Services

The Foundation records various types of in-kind contributions. In-kind contribution support is recognized in accordance with the Not-For-Profit Entities Topic of FASB ASC (FASB ASC 958-30). This pronouncement requires recognition of contributed services received, if those services create or enhance long-lived assets or require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. Contributions of tangible assets are recognized at fair value when received. The amounts reflected in the accompanying financial statements as in-kind contributions are offset by like amounts included in expenses.

### Functional Allocation of Expenses

Salaries and related benefits have been allocated among the program and supporting services benefited based on an estimated basis made by management.

## Note 2

The Foundation received funding from Foundations for the years ended December 31, 2021 and 2020 of \$18,000 and \$48,800, respectively.

## Note 3

Net assets with donor restrictions as of December 31, 2021 and 2020, respectively, are as follows:

	<u>2021</u>	<u>2020</u>
Youth Education Initiative	\$ 4,385	\$ 4,560
LA Cooperative Endeavor	-	86,392
	<u>\$ 4,385</u>	<u>\$ 90,952</u>

Note 4

Net assets released from donor restrictions during the years ended December 31, 2021 and 2020 for incurring expenses satisfying the restricted purpose are as follows:

	<u>2021</u>	<u>2020</u>
Youth Education Initiative	\$ 175	\$ 8,779
LA Cooperative Endeavor	<u>86,392</u>	<u>113,608</u>
	<u>\$ 86,567</u>	<u>\$ 122,387</u>

Note 5

The funds raised from special events support critical awareness and education programs that aim to reduce the number of Louisianans who die waiting for life-saving transplants by increasing the number of registered organ, eye, and tissue donors. Soul Revival and the Fall in Love Luncheon are the Foundation's most significant fundraising events. The Foundation did not host any significant fundraising events during the year ended December 31, 2021. During the year ended 2020, net revenues from special events were \$99,465 after direct costs of \$4,598.

Note 6

During the year ended December 31, 2020, the Foundation was granted a loan through the Paycheck Protection Program ("PPP loan"). The loan, which totaled \$28,078, was fully forgiven as of December 31, 2020. During the year ended December 31, 2021, the Foundation received a second PPP loan. The loan, which totaled \$28,078, was fully forgiven as of December 31, 2021.

Note 7

The Foundation rents office space on a month-to-month lease at a rate of \$375 per month. Lease expense under this agreement was \$4,500 for each of the years ended December 31, 2021 and 2020.

Note 8

Management has evaluated subsequent events through the date that the financial statements were issued, July 13, 2022, and determined that no events occurred that require disclosure. No subsequent events occurring after this date have been evaluated for inclusion in these financial statements.



SCHEDULE OF COMPENSATION, BENEFITS AND  
OTHER PAYMENTS TO EXECUTIVE DIRECTOR

Legacy Donor Foundation

(See Independent Auditors' Report)

	<u>Year ended</u> <u>December</u> 31, <u>2021</u>
<b>Purpose</b>	
Salary	\$ 70,000
Benefits - insurance	5,064
Benefits - retirement	-
Deferred compensation	-
Workers compensation	-
Benefits - life insurance	-
Benefits - long term disability	-
Benefits - unemployment insurance	-
Car allowance	-
Vehicle provided by government	-
Cellphone	-
Dues	-
Vehicle rental	-
Per diem	-
Reimbursements	600
Conference travel	-
Unvouchered expenses	-
Meetings and conventions	-
Other	-
	<hr/>
	<u>\$ 75,664</u>

# LeGlue & Company, CPAs, L.L.C.

July 13, 2022

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  
Legacy Donor Foundation  
Metairie, LA

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 Legacy Donor Foundation (the "Foundation"), which comprise the statement of financial position as of December 31, 2021 and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated July 13, 2022.

## **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 opinion 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 over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify certain deficiencies in internal control, described in the accompanying Schedule of Findings and Questioned Costs that we consider to be a significant deficiency, and described this finding at 2021-1.

### **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 result of that testing, and not to provide an opinion on the effectiveness of Foundation'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.

Respectfully submitted,

A handwritten signature in blue ink that reads "LeGlue & Company". The signature is written in a cursive, flowing style.

LeGlue & Company, CPAs, L.L.C.

SCHEDULE OF FINDINGS AND RESPONSES

Legacy Donor Foundation

Year ended December 31, 2021

Section I – Summary of Auditors’ Results

Financial Statements

Type of auditors’ report issued: Unmodified

Internal Control over financial reporting:

- Material weakness(es) identified \_\_\_ Yes   X   No
- Significant deficiency(ies) identified that are not considered to be material weaknesses   X   Yes \_\_\_ No

Noncompliance material to financial statements noted \_\_\_ Yes   X   No

Section II – Financial Statement Findings -

Reference Number

2021 - 1

Criteria

Management of the Foundation is responsible for the design and implementation of internal controls to safeguard the assets of the Foundation.

Condition

As is common for an organization of this size, the Foundation lacks personnel with the expertise necessary to prepare annual financial statements with all required disclosures in accordance with accounting principles generally accepted in the United States of America. This is in and of itself considered a significant deficiency in the Foundation’s internal controls.

### Cause

The Foundation has limited resources and its use of these resources is needed towards fulfilling the Foundation's mission. This limits the Foundation's options as it pertains to filling positions of expertise needed for preparing financial statements with all the required disclosures in accordance with accounting principles generally accepted in the United States of America.

### Effect or Potential Effect

The Foundation's presentation of its financial operations could include omissions and/or errors.

### Recommendation

We recommend that when it is feasible, the Foundation hire an individual with suitable skills and expertise, or hire another outside accounting firm with suitable skills and expertise, to prepare annual financial statements with all required disclosures in accordance with accounting principles generally accepted in the United States of America.

### Views of Responsible officials and planned corrective actions

Management agrees with the finding; however, notes that it is not cost effective for the Foundation to employ personnel with the above mentioned expertise. Management also notes that the board oversees all financial statements and has access to accounting professionals that can and will advise the Foundation as necessary.

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Legacy Donor Foundation

Year ended December 31, 2020

**Financial Statement Findings**

Finding 2020 - 1 – Finding related to the preparation of financial statements.

Status – Finding remains open, as noted in the 2021 - 1 finding.