

The Extra Mile, Region IV, Inc.

FINANCIAL STATEMENTS AND  
AUDITORS' REPORT

June 30, 2020

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## INDEPENDENT AUDITORS' REPORT

To the Board of Directors  
The Extra Mile, Region IV, Inc.  
Lafayette, Louisiana

### Report on the Financial Statements

We have audited the accompanying financial statements of The Extra Mile, Region IV, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2020, 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.

### Auditors' 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 auditors' 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 The Extra Mile, Region IV, Inc., as of June 30, 2020, 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 Matters**

### *Other Information*

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the financial statements. The schedule of Compensation, Benefits, and Other Payments to Agency Head or Chief Executive Officer is presented for purposes of additional analysis and is also not a required part of the basic financial statements.

The schedule of expenditures of federal awards and the schedule of Compensation, Benefits, and Other Payments to Agency Head or Chief Executive Officer are the responsibility of management and were derived from and relate 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 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 schedule of expenditures of federal awards and the schedule of Compensation, Benefits, and Other Payments to Agency Head or Chief Executive Officer are 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 March 15, 2021, on our consideration of The Extra Mile, Region IV, 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 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 Extra Mile, Region IV, Inc.'s internal control over financial reporting and compliance.

## Report on Summarized Comparative Information

We have previously audited The Extra Mile, Region IV, Inc.'s 2019 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated December 23, 2019. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2019, is consistent, in all material respects, with the audited financial statements from which it has been derived.



Lake Charles, Louisiana  
March 15, 2021

**The Extra Mile, Region IV, Inc.**  
**STATEMENTS OF FINANCIAL POSITION**  
**June 30, 2020 and 2019**

	<u>2020</u>	<u>2019</u>
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	\$ 256,340	\$ 96,298
Certificates of deposit	40,027	41,285
Accounts receivable		
Grants and contracts	137,407	235,953
Other	132	178
Prepaid expenses	<u>4,470</u>	<u>3,120</u>
<b>Total Current Assets</b>	438,376	376,834
<b>PROPERTY AND EQUIPMENT</b>		
Furniture and equipment	128,230	123,338
Leasehold improvements	5,323	5,323
Accumulated depreciation	<u>(76,889)</u>	<u>(58,687)</u>
<b>Net Property and Equipment</b>	56,664	69,974
<b>Security Deposits</b>	<u>6,800</u>	<u>6,800</u>
<b>TOTAL ASSETS</b>	<u>\$ 501,840</u>	<u>\$ 453,608</u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable	\$ 16,506	\$ 57,674
Accrued liabilities	14,578	15,621
Deferred Payroll Protection Plan Grant Payable	<u>106,712</u>	<u>-</u>
<b>Total Current Liabilities</b>	137,796	73,295
<b>NET ASSETS</b>		
Without donor restrictions	237,788	211,370
With donor restrictions	<u>126,256</u>	<u>168,943</u>
<b>Total Net Assets</b>	<u>364,044</u>	<u>380,313</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u>\$ 501,840</u>	<u>\$ 453,608</u>

See accompanying notes and accountants' report

**The Extra Mile, Region IV, Inc.**  
**STATEMENTS OF ACTIVITIES**  
**For the Years ended June 30, 2020 and 2019**

	<u>2020</u>	<u>2019</u>
<b>Changes in Net Assets Without Donor Restrictions:</b>		
Revenues and gains		
Other	\$ 38,957	\$ 31,569
Interest	<u>418</u>	<u>448</u>
<b>Total Revenue and Gains Without Donor Restrictions</b>	<u>39,375</u>	<u>32,017</u>
<b>Net assets released from restrictions:</b>		
Satisfaction of program restrictions	<u>1,610,617</u>	<u>1,844,778</u>
<b>Total Net Assets Released from Restrictions</b>	<u>1,610,617</u>	<u>1,844,778</u>
<b>Total Revenue, Gains and Other Support Without Donor Restrictions</b>	1,649,992	1,876,795
<b>Expenses</b>		
Program service	1,573,541	1,783,771
Management and general	<u>50,033</u>	<u>69,698</u>
<b>Total Expenses</b>	<u>1,623,574</u>	<u>1,853,469</u>
<b>Increase (Decrease) in Net Assets Without Donor Restrictions</b>	26,418	23,326
<b>Changes in Net Assets With Donor Restrictions:</b>		
Grants and contracts	1,203,590	1,390,250
Contributions	53,847	55,386
Contributed supplies	239,605	368,977
Payroll Protection Plan grant income	70,888	-
Net assets released from restrictions	<u>(1,610,617)</u>	<u>(1,844,778)</u>
<b>Increase (Decrease) in Net Assets With Donor Restrictions</b>	<u>(42,687)</u>	<u>(30,165)</u>
<b>Increase (Decrease) in Net Assets</b>	(16,269)	(6,839)
<b>Net Assets at Beginning of Year</b>	<u>380,313</u>	<u>387,152</u>
<b>Net Assets at End of Year</b>	<u>\$ 364,044</u>	<u>\$ 380,313</u>

See accompanying notes and accountants' report

**The Extra Mile, Region IV, Inc.**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**For the Years Ended June 30, 2020 and 2019**

**6/30/2020**

	<u><b>Program Services</b></u>				<u><b>Total</b></u> <u><b>2020</b></u>
	<u><b>Volunteer</b></u> <u><b>Program</b></u>	<u><b>Family</b></u> <u><b>Support</b></u>	<u><b>Adult</b></u> <u><b>Support</b></u>	<u><b>Administrative</b></u>	
<b><u>Functional Expenses</u></b>					
Salaries and stipends	\$ 42,535	\$ 716,747	\$ 23,730	\$ 29,689	\$ 812,701
Payroll taxes and related benefits	29,457	138,060	1,787	3,047	172,351
Travel	472	91,539	-	-	92,011
Operating expenses	42,211	132,319	21,236	3,116	198,882
Supplies	3,391	8,701	718	-	12,810
Donated materials	10,475	225,245	3,885	-	239,605
Client assistance	-	2,753	704	-	3,457
Professional fees	14,455	44,919	-	9,000	68,374
Interest expense	-	-	-	5,181	5,181
Depreciation	13,931	4,271	-	-	18,202
<b>Total expenses</b>	<u><u><b>\$ 156,927</b></u></u>	<u><u><b>\$ 1,364,554</b></u></u>	<u><u><b>\$ 52,060</b></u></u>	<u><u><b>\$ 50,033</b></u></u>	<u><u><b>\$ 1,623,574</b></u></u>

**6/30/2019**

	<u><b>Program Services</b></u>				<u><b>Total</b></u> <u><b>2019</b></u>
	<u><b>Volunteer</b></u> <u><b>Program</b></u>	<u><b>Family</b></u> <u><b>Support</b></u>	<u><b>Adult</b></u> <u><b>Support</b></u>	<u><b>Administrative</b></u>	
<b><u>Functional Expenses</u></b>					
Salaries and stipends	\$ 42,345	\$ 731,878	\$ 48,152	\$ 34,956	\$ 857,331
Payroll taxes and related benefits	31,936	138,822	4,247	7,955	182,960
Travel	112	144,527	1,233	-	145,872
Operating expenses	45,870	112,211	25,626	16,500	200,207
Supplies	4,414	13,524	1,224	-	19,162
Donated materials	48,714	232,787	24,562	-	306,063
Client assistance	-	6,239	11,510	-	17,749
Professional fees	12,115	85,325	780	8,400	106,620
Interest expense	-	-	-	1,887	1,887
Depreciation	9,627	5,991	-	-	15,618
<b>Total expenses</b>	<u><u><b>\$ 195,133</b></u></u>	<u><u><b>\$ 1,471,304</b></u></u>	<u><u><b>\$ 117,334</b></u></u>	<u><u><b>\$ 69,698</b></u></u>	<u><u><b>\$ 1,853,469</b></u></u>

See accompanying notes and accountants' report



**The Extra Mile, Region IV, Inc.**  
**STATEMENTS OF CASH FLOWS**  
**For the Years Ended June 30, 2020 and 2019**

	<u>2020</u>	<u>2019</u>
<b>Cash Flows from Operating Activities</b>		
Change in Net Assets	\$ (16,269)	\$ (6,839)
Adjustments to reconcile change in Net Assets		
Depreciation	18,202	15,618
Interest Earned on Certificates of Deposit	(27)	(431)
Payroll Protection Plan grant income	(70,888)	-
Non-cash contributions	-	(58,692)
Decrease (Increase) in operating assets:		
Accounts receivable		
Grants and contracts	98,546	4,039
Other	46	834
Prepaid expenses	(1,350)	9,345
Security Deposits	-	(6,800)
Increase (Decrease) in operating liabilities:		
Accounts payable	(41,168)	25,319
Accrued Liabilities	(1,043)	1,244
Total Adjustments	<u>2,318</u>	<u>(9,524)</u>
Net Cash Provided (Used) by Operating Activities	(13,951)	(16,363)
 <b>Cash Flows from Investing Activities</b>		
Purchase of property and equipment	<u>(4,892)</u>	<u>(10,464)</u>
Net Cash Provided (Used) by Investing Activities	(4,892)	(10,464)
 <b>Cash Flows from Financing Activities</b>		
Payroll Protection Plan grant	177,600	-
Accrued interest paid on Certificates of Deposit	1,285	-
Proceeds from line of credit	51,500	65,000
Payments on line of credit	<u>(51,500)</u>	<u>(65,000)</u>
Net Cash Provided (Used) by Financing Activities	<u>178,885</u>	<u>-</u>
 <b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	160,042	(26,827)
 <b>Cash and Cash Equivalents - Beginning of Year</b>	<u>96,298</u>	<u>123,125</u>
 <b>Cash and Cash Equivalents - End of Year</b>	<u>\$ 256,340</u>	<u>\$ 96,298</u>
 <b>Supplemental Disclosures</b>		
Cash paid for interest	<u>\$ 5,181</u>	<u>\$ 1,887</u>
 <b>Non-Cash Investing and Financing Activities</b>		
Donated furniture and equipment	<u>\$ -</u>	<u>\$ 58,692</u>

See accompanying notes and accountants' report

The Extra Mile, Region IV, Inc.

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

**NOTE A SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

This summary of significant accounting policies of The Extra Mile, Region IV, Inc. (The Extra Mile) is presented to assist in understanding The Extra Mile's financial statements.

Nature of Activities

The Organization is a nonprofit, community-based program governed by a volunteer board of directors. The Organization administers several programs for the benefit of persons with mental health, retardation, and/or developmental disabilities, substance abuse problems and families involved with the child welfare system. Its activities cover the Parishes of St. Landry, St. Mary, St. Martin, Lafayette, Iberia, Vermillion, Acadia, Calcasieu, Jeff Davis, and Evangeline.

Basis of Accounting

The accompanying financial statements presented herein have been prepared on the accrual basis in accordance with generally accepted accounting principles.

Cash Equivalents

Cash equivalents consist of short-term, highly liquid investments, which are readily convertible into cash within ninety (90) days of purchase.

Support and Expenses

The Extra Mile receives a substantial amount of its revenues from contracts with Federal, State, and Parish agencies and Medicaid Providers. Contract revenues, in the case of reimbursement contracts, are recognized as the expense for the contract is incurred. Other revenues are recognized as earned.

Expenses are recorded as incurred in accordance with the accrual basis of accounting.

Financial Statement Presentation

The accompanying financial statements have been prepared in accordance with U.S. generally accepted accounting principles, which require the Organization 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 Organization. These net assets may be used at the discretion of 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 Organization 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.

The Extra Mile, Region IV, Inc.

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

**NOTE A SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statements of activities.

Support and revenue

Contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor-imposed restrictions. Contributions that are restricted by the donor are reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the contribution is recognized. All other donor restricted contributions are reported as an increase in net assets with donor restrictions, depending on the nature of restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

Income Taxes

The Organization is a not-for-profit organization that is exempt from income taxes under Section 501(C) (3) of the Internal Revenue Code and therefore has made no provision for federal income taxes in the accompanying financial statements. In addition, The Extra Mile has been determined by the Internal Revenue Service not to be a “private foundation” within the meaning of Section 509(a) of the Internal Revenue Code. There was no unrelated business income for the year ended June 30, 2020.

Use of Estimates

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

Property and Equipment

The Organization capitalizes all expenditures in excess of \$500 for property and equipment at cost, or if donated, at the approximate fair value at the date of donation. Depreciation is provided for in an amount sufficient to relate the cost of depreciable assets to operations over their estimated service lives on the straight-line basis. Depreciation expense for the year ended June 30, 2020 was \$18,202.

The Extra Mile, Region IV, Inc.

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

**NOTE B CERTIFICATES OF DEPOSIT**

As of June 30, 2019, the Organization had a twenty-one month certificate of deposit that matured on April 19, 2020. The certificate yielded 1.06%. The certificate of deposit served as collateral for the business line of credit with Chase Bank. After maturity, the Organization purchased a twelve month certificate of deposit that matures on May 18, 2021 with Home Bank. The certificate of deposit serves as collateral for the business line of credit (Note K). The certificate yields 0.55%.

**NOTE C GRANTS AND CONTRACTS RECEIVABLE**

Grants and contracts receivable represents amounts due from various Federal, State, and Parish agencies and Medicaid Providers and are deemed to be fully collectible by management.

**NOTE D LIQUIDITY AND AVAILABILTY OF FINANCIAL ASSETS**

The Organization regularly monitors liquidity required to meet its operating needs and other contractual commitments, while also striving to maximize the investment of its available funds. Additionally, as discussed in more detail in Note K, the Organization maintains a \$75,000 line of credit which was available as of June 30, 2020. The following reflects the Organization's financial assets as of the balance sheet date, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the balance sheet date.

Financial assets at year end:	
Cash and cash equivalents	\$256,340
Certificates of deposit maturing within one year	40,027
Accounts receivable	<u>137,407</u>
Financial assets at year-end	\$433,774
Less amounts not available to be used within one year:	
Net assets with donor restrictions	(126,256)
Purpose restrictions to be met in less than a year	<u>126,256</u>
	<u>-</u>
Financial assets available to meet cash needs for general expenditure within one year	<u>\$433,774</u>

The Extra Mile, Region IV, Inc.

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

**NOTE E CHANGE IN CAPITAL ASSETS**

A summary of capital assets for the year ended June 30, 2020 is as follows:

	<u>June 30, 2019</u>	<u>Additions</u>	<u>Retirements</u>	<u>June 30, 2020</u>
Furniture and Equipment	\$123,338	\$4,892	\$ -	\$128,230
Leasehold Improvements	5,323	-	-	5,323
Accumulated Depreciation	<u>(58,687)</u>	<u>(18,202)</u>	<u>-</u>	<u>(76,889)</u>
	<u>\$69,974</u>	<u>\$(13,310)</u>	<u>\$ -</u>	<u>\$56,664</u>

Certain equipment has been acquired with the State of Louisiana grant funds. Under the terms of the agreements, the equipment reverts to the grantor if it is no longer used by the Organization.

**NOTE F RESTRICTIONS ON NET ASSETS**

Net assets were released from donor/grantor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of other events specified by donors/grantors.

Net assets with donor restrictions were as follows for the year ending June 30, 2020:

Specific Purpose	
Program related expenditures	\$5,355
Passage of Time	
Grants and contracts receivable	<u>120,901</u>
Total	<u>\$126,256</u>

**NOTE G DONATED MATERIALS AND SERVICES**

Volunteers have made contributions of their time to The Extra Mile. The value of this contributed time is not reflected in these statements since it is not susceptible to objective measurement or valuation. The total number of service hours not subject to valuation was 4,920 for the year ended June 30, 2020.

The Extra Mile receives donations of food, clothing, and supplies. Management estimates the value of these donations to be \$239,605. These donations are recorded as contributions with the corresponding charge to donated materials. The Boys and Girls Club, Laparisienne Building, LLC, and Tilmun Property, LLC provide the free use of office space to The Extra Mile. Management estimates the value of this space to be \$40,449. This donation is recorded as donations with the corresponding charge to occupancy.

The Extra Mile, Region IV, Inc.

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

**NOTE H      FUNCTIONAL ALLOCATION OF EXPENSES**

The costs of providing the various programs and other activities have been summarized on a program basis in the statement of activities. The methods of allocation were based on the Organization's estimates of the relative proportion of various staff members' time and effort between program and support services as well as the Organization's estimates of the amount of each expense utilized for program or support service functions.

**NOTE I      OPERATING LEASES**

The Organization leased space for offices and programs services under an operating lease that expired on September 30, 2018 at a monthly rental of \$5,600. The Organization relocated their offices and entered into two new lease agreements. One of the lease agreements is for the period November 1, 2018 through November 30, 2023 at a monthly rental of \$5,800. The other lease agreement is for the period December 1, 2018 through November 30, 2021, at a monthly rental of \$1,000. Rent expense, including donated space (Note G), for the year ended June 30, 2020 was \$122,049.

The following is a schedule of future minimum rental payments required under the above operating leases as of June 30, 2020:

Fiscal year ending June 30,	
2021	\$81,600
2022	74,600
2023	69,600
2024	29,000
2025	-
Total	<u>\$254,800</u>

**NOTE J      CONCENTRATION OF CREDIT RISK**

Financial instruments that are exposed to credit risk include cash, cash equivalents, certificates of deposit, and grants receivable. The Organization maintains its cash accounts and certificates of deposit in commercial banks. Accounts at the commercial banks are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. Cash balances not insured by FDIC coverage as of June 30, 2020 were \$27,828. Grants receivable are principally with the State of Louisiana and Medicaid Providers.

**NOTE K      LINE OF CREDIT**

In January 2016, the Organization established a \$50,000 business line of credit from JPMorgan Chase Bank, NA to help finance its short-term operating needs that was collateralized by a \$40,000 certificate of deposit (Note B). This line of credit was fully paid off and closed on April 30, 2020. The total interest paid on the line of credit for the year ending June 30, 2020 was \$630.

The Extra Mile, Region IV, Inc.

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

**NOTE K LINE OF CREDIT - continued**

On May 21, 2020, the Organization established a 13 month \$75,000 revolving line of credit with Home Bank to help finance its short-term operating needs. This line of credit is collateralized by a certificate of deposit in the amount of \$40,000 (Note B). Interest is payable on outstanding balances at a variable interest rate currently at 5.25%. The balance as of June 30, 2020 was \$0. The total interest paid on this line of credit for the year ending June 30, 2020 was \$0.

**NOTE L RISKS AND UNCERTAINTIES**

The Organization receives a substantial amount of its support from governmental agencies. A significant reduction in this support, if it were to occur, would affect the Organization's programs and activities.

**NOTE M RETIREMENT PLAN**

On February 1, 2011, the Organization made available to eligible employees the opportunity to participate in a SIMPLE IRA plan. In October 2017, the plan was converted to a 403(b) thrift plan. The plan allows employees expected to make at least \$2,000 in annual compensation to be eligible. The Organization also contributes 3% of salaries to the plan for the benefit of the eligible employees. The total Organization's contributions for the year ended June 30, 2020 was \$19,298.

**NOTE N COMPENSATED ABSENCES**

Full time employees earn 8 hours per month of vacation and 8 hours per month of sick leave each year. A maximum of twenty-four days of vacation and sixty days of sick leave may be accumulated and carried forward to the next year. Upon termination, employees are paid for unused vacation only. Vacation and sick leave are expensed when paid. As of June 30, 2020, the total amount of unpaid accumulated vacation was \$45,381 and the total amount of unpaid accumulated sick leave was \$80,420. An employee retired during the year ending June 30, 2020 and was paid \$9,348 for 192 hours in accumulated accrued vacation.

**NOTE O DEFERRED PAYROLL PROTECTION PLAN GRANT PAYABLE**

On April 15, 2020, the Organization received a loan in the amount of \$177,600 under the Payroll Protection Program as part of the relief efforts related to COVID-19 and administered by the U.S. Small Business Association. The loan accrues interest at a fixed rate of 1.0%, but payments are not required to begin for twelve months after the funding of the loan. The Organization is eligible for forgiveness of up to 100% of the loan, upon meeting certain requirements and spending the proceeds on qualifying expenditures. The loan becomes a government grant delivered in the form of a forgivable loan. The Organization spent \$70,888 on qualifying expenditures as of June 30, 2020 and recognized the corresponding grant income. The full loan was forgiven by the U.S. Small Business Association on November 10, 2020.

The Extra Mile, Region IV, Inc.

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

**NOTE P      PRIOR PERIOD INFORMATION**

The financial statements include certain prior year summarized comparative information in total. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended June 30, 2019, from which the summarized information was derived.

**NOTE Q      SUBSEQUENT EVENTS**

The Organization has evaluated subsequent events through March 15, 2021, the date which the financial statements were available to be issued.



The Extra Mile, Region IV, Inc.

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

For the Year ended June 30, 2020

**AGENCY HEAD NAME: EXECUTIVE DIRECTOR**

	<b>Linda Boudreaux</b>	<b>George Mills</b>
	July 1, 2019- December 31, 2019	January 1, 2020- June 30, 2020
<b><u>PURPOSE</u></b>	<b><u>AMOUNT</u></b>	<b><u>AMOUNT</u></b>
Salary	\$64,214	\$33,922
Benefits		
Retirement	<u>1,646</u>	<u>833</u>
<b>TOTAL</b>	<b><u>\$65,860</u></b>	<b><u>\$34,755</u></b>

**The Extra Mile, Region IV, Inc.**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For the Year Ended June 30, 2020**

<b>Federal Grantor/ Pass - through Grantor/ Program</b>	<b>Federal CFDA Number</b>	<b>Pass-through Entity Identifying Number</b>	<b>Federal Expenditures</b>
Department of Justice, Passed through the Louisiana Commission on Law Enforcement			
Crime Victim Assistance	16.575	2017-VA-04-4370	\$ 16,109
Crime Victim Assistance	16.575	2018-VA-04-5057	<u>17,486</u>
Total Crime Victim Assistance			33,595
Department of Health and Human Services, Passed through the Louisiana Department of Children and Family Services, Promoting Safe and Stable Families	93.556*	2000308556	594,256
Department of Health and Human Services, Passed through the Louisiana Department of Health and Hospitals, Office of Behavioral Health/**Acadiana Area Human Services District			
Block Grants for Community Mental Health Services	93.958	**2000423645	46,999
Block Grants for Community Mental Health Services	93.958	**2000423625	48,472
Block Grants for Community Mental Health Services	93.958	**2000423635	14,799
Block Grants for Community Mental Health Services	93.958	2000282458	<u>68,345</u>
Total Block Grants for Community Mental Health Services			<u>178,615</u>
Total Expenditures of Federal Awards			<u>\$ 806,466</u>

\* Major Program

See accompanying notes to Schedule of Expenditures of Federal Awards

**The Extra Mile, Region IV, Inc.**  
**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For the Year ended June 30, 2020**

NOTE A – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of The Extra Mile, Region IV, Inc. under programs of the federal government for the year ended June 30, 2020. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of The Extra Mile, Region IV, Inc., it is not intended to and does not present the financial position, changes in net assets, or cash flows of The Extra Mile, Region IV, Inc.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

NOTE C – INDIRECT COST RATE

The Extra Mile, Region IV, Inc. has elected to use the 10 percent *de minimis* indirect cost rate as allowed under the Uniform Guidance.

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*

To the Board of Directors  
The Extra Mile, Region IV, 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 Extra Mile, Region IV, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2020, 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 March 15, 2021.

### **Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered The Extra Mile, Region IV, Inc.'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 Extra Mile, Region IV, Inc.'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 Organization'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 Extra Mile, Region IV, Inc.'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 Organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.



Lake Charles, Louisiana  
March 15, 2021

## INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Board of Directors  
The Extra Mile, Region IV, Inc.  
Lafayette, Louisiana

### Report on Compliance for Each Major Federal Program

We have audited The Extra Mile, Region IV, Inc.'s compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of The Extra Mile, Region IV, Inc.'s major federal programs for the year ended June 30, 2020. The Extra Mile's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

### Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

### Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of The Extra Mile, Region IV, Inc.'s major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about The Extra Mile, Region IV, Inc.'s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of The Extra Mile, Region IV, Inc.'s compliance.

### **Opinion on Each Major Federal Program**

In our opinion, The Extra Mile, Region IV, Inc. complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2020.

### **Report on Internal Control over Compliance**

Management of The Extra Mile, Region IV, Inc. is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered The Extra Mile, Region IV, Inc.'s internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of The Extra Mile, Region IV, Inc.'s internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

A handwritten signature in cursive script that reads "Stulb & Associates". The signature is written in black ink and is positioned above the typed name and date.

Lake Charles, Louisiana  
March 15, 2021



The Extra Mile, Region IV, Inc.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditors’ Results

June 30, 2020

Financial Statements

Type of auditors’ report issued: Unmodified

Internal control over financial reporting:

- Material weakness identified?  Yes  No
- Significant Deficiency(ies) identified that are not considered to be material weaknesses?  Yes  None Reported
- Noncompliance material to financial statements noted?  Yes  No

Federal Awards

Internal control over major programs:

- Material weakness identified?  Yes  No
- Significant Deficiency(ies) identified that are not considered to be material weaknesses?  Yes  None reported

Type of auditors’ report issued on compliance for the major federal award programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance  Yes  No

Identification of major programs:

CFDA NUMBER

NAME OF FEDERAL PROGRAM

93.556 Department of Health and Human Services, Passed through the Louisiana Department of Children and Family Services, Promoting Safe and Stable Families

The threshold for distinguishing Types A and B programs was \$750,000.

Auditee qualified as low-risk auditee?  Yes  No

The Extra Mile, Region IV, Inc.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section II – Financial Statement Findings

**Current Audit**

There were no findings or questioned costs.

**Prior Audit**

There were no findings or questioned costs.

Section III – Federal Awards Findings and Questioned Costs

**Current Audit**

There were no findings or questioned costs.

**Prior Audit**

There were no findings or questioned costs.