

**Louisiana Foundation
Against Sexual Assault, Inc.**

Baton Rouge, Louisiana

Year Ended June 30, 2021

*Financial Statements
and Supplementary Information*

William D. Mercer, CPA
A PROFESSIONAL ACCOUNTING CORPORATION

CONTENTS

	<u>Page</u>
Independent Auditor's Report	3 – 4
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	5 – 6
Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance	7 – 9
Statement of Financial Position	10
Statement of Activities	11
Statement of Cash Flows	12
Notes to the Financial Statements	13 – 23
Supplementary Information:	
Schedule of Expenditures of Federal Awards	25 – 26
Schedule of Compensation, Benefits, and Other Payments to Agency Head	27
Schedule of Findings and Questioned Costs	28 – 29

William D. Mercer, APAC
CERTIFIED PUBLIC ACCOUNTANTS

MEMBERS OF:
AMERICAN INSTITUTE
AND SOCIETY OF LOUISIANA
CERTIFIED PUBLIC ACCOUNTANTS

WILLIAM D. MERCER, CPA (P.C.)

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Louisiana Foundation Against Sexual Assault, Inc.
Baton Rouge, Louisiana

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no 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 Louisiana Foundation Against Sexual Assault, Inc. as of June 30, 2021, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Other Information

Our audit was conducted for the purpose of forming an opinion on the basic financial statements that collectively comprise Louisiana Foundation Against Sexual Assault, Inc.'s basic financial statements. The accompanying schedule of expenditures of federal award, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the schedule of compensation, benefits, and other payments to agency head on page 27 are presented for purposes of additional analysis and are not a required part of the basic 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 statement 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 basic financial statements taken as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 30, 2021, on our consideration of Louisiana Foundation Against Sexual Assault, 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 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 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 Louisiana Foundation Against Sexual Assault, Inc.'s internal control over financial reporting and compliance.

William D Mercer CPA (APAC)

Baton Rouge, Louisiana
December 30, 2021

William D. Mercer, APAC
CERTIFIED PUBLIC ACCOUNTANTS

WILLIAM D. MERCER, CPA (P.C.)

MEMBERS OF:
AMERICAN INSTITUTE
AND SOCIETY OF LOUISIANA
CERTIFIED PUBLIC ACCOUNTANTS

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

To the Board of Directors
Louisiana Foundation Against Sexual Assault, Inc.
Baton Rouge, 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 Louisiana Foundation Against Sexual Assault, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 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 December 30, 2021.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Louisiana Foundation Against Sexual Assault, 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 Louisiana Foundation Against Sexual Assault, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of Louisiana Foundation Against Sexual Assault, Inc.'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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Louisiana Foundation Against Sexual Assault, 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.

William D Mercer CPA (APAC)

Baton Rouge, Louisiana
December 30, 2021

William D. Mercer, APAC
CERTIFIED PUBLIC ACCOUNTANTS

WILLIAM D. MERCER, CPA (P.C.)

MEMBERS OF:
AMERICAN INSTITUTE
AND SOCIETY OF LOUISIANA
CERTIFIED PUBLIC ACCOUNTANTS

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

To the Board of Directors
Louisiana Foundation Against Sexual Assault, Inc.
Baton Rouge, Louisiana

Report on Compliance for Each Major Program

We have audited Louisiana Foundation Against Sexual Assault, 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 Louisiana Foundation Against Sexual Assault, Inc.'s major federal programs for the year ended June 30, 2021. Louisiana Foundation Against Sexual Assault, Inc.'s major federal programs are identified in the summary of auditor's 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 federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Louisiana Foundation Against Sexual Assault, 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 Louisiana Foundation Against Sexual Assault, 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 Louisiana Foundation Against Sexual Assault, Inc.'s compliance.

Opinion on Each Major Federal Program

In our opinion, Louisiana Foundation Against Sexual Assault, 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, 2021.

Report on Internal Control over Compliance

Management of Louisiana Foundation Against Sexual Assault, 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 Louisiana Foundation Against Sexual Assault, Inc.'s internal control over compliance with the types of compliance requirements that could have a direct and material effect on each major federal program to determine the audit 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 Louisiana Foundation Against Sexual Assault, 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 a 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 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.

William D Mercer CPA (APAC)

Baton Rouge, Louisiana
December 30, 2021

LOUISIANA FOUNDATION AGAINST SEXUAL ASSAULT, INC.
Baton Rouge, Louisiana

STATEMENT OF FINANCIAL POSITION

June 30, 2021

ASSETS

CURRENT:

Cash and cash equivalents	\$ 348,130
Accounts and other receivables	<u>300,546</u>
Total Current Assets	<u>648,676</u>

LONG-TERM:

Deposits	<u>5,816</u>
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TOTAL ASSETS \$ 654,492

LIABILITIES

CURRENT:

Accounts payable and accrued expenses	\$ 122,287
Current portion of long-term debt	<u>130,500</u>
Total Current Liabilities	<u>252,787</u>

LONG-TERM:

Notes payable, less current portion	<u>41,300</u>
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TOTAL LIABILITIES 294,087

NET ASSETS

With donor restrictions:	-
Without donor restrictions:	
Board designated – debt service	171,800
Undesignated	<u>188,605</u>

TOTAL NET ASSETS 360,405

TOTAL LIABILITIES AND NET ASSETS \$ 654,492

The accompanying notes are an integral part of these financial statements.

LOUISIANA FOUNDATION AGAINST SEXUAL ASSAULT, INC.
Baton Rouge, Louisiana

STATEMENTS OF ACTIVITIES

Year Ended June 30, 2021

	With Donor Restrictions	Without Donor Restrictions	Totals
REVENUES:			
Contributed support:			
Donations	\$ -	\$ 14,167	\$ 14,167
In-kind donations	-	118,135	118,135
Memberships	-	2,325	2,325
Governmental contracts	1,097,910	-	1,097,910
Interest income	-	291	291
Net assets released from restrictions	(1,097,910)	1,097,910	-
Total Revenues	-	1,232,828	1,232,828
EXPENSES:			
Program services	-	1,049,023	1,049,023
Supporting services:			
Management services	-	149,455	149,455
Fundraising	-	11,778	11,778
Total Expenses	-	1,210,256	1,210,256
Change in net assets	-	22,572	22,572
NET ASSETS, beginning of year	-	337,833	337,833
NET ASSETS, end of year	\$ -	\$ 360,405	\$ 360,405

The accompanying notes are an integral part of these financial statements.

LOUISIANA FOUNDATION AGAINST SEXUAL ASSAULT, INC.
Baton Rouge, Louisiana

STATEMENT OF CASH FLOWS

Year Ended June 30, 2021

CASH FLOWS FROM OPERATING ACTIVITIES:	
Change in net assets	\$ 22,572
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
(Increase) decrease in:	
Accounts and other receivables	22,356
Other assets	-
Increase (decrease) in:	
Accounts payable and accrued expenses	<u>11,259</u>
Net cash provided by operating activities	<u>56,187</u>
CASH FLOWS FROM INVESTING ACTIVITIES:	
Cash payments for purchase of property and equipment	<u>-</u>
CASH FLOWS FROM FINANCING ACTIVITIES:	
Principal payments on long-term debt	<u>-</u>
NET INCREASE IN CASH	56,187
CASH AND CASH EQUIVALENTS, beginning of year	<u>291,943</u>
CASH AND CASH EQUIVALENTS, end of year	\$ <u>348,130</u>

The accompanying notes are an integral part of these financial statements.

LOUISIANA FOUNDATION AGAINST SEXUAL ASSAULT, INC.
Baton Rouge, Louisiana

NOTES TO THE FINANCIAL STATEMENTS

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The summary of significant accounting policies for Louisiana Foundation Against Sexual Assault, Inc. (the Organization) is presented to assist in understanding the financial statement. The financial statement and notes are representations of the Organization's management, which is responsible for their integrity and objectivity. The accounting policies conform to accounting principles generally accepted in the United States of America (GAAP) and have been consistently applied in the preparation of the financial statements.

Nature of activities

Louisiana Foundation Against Sexual Assault, Inc. is a nonprofit organization dedicated to eliminating sexual violence and to ease the suffering of and facilitating the recovery of victims of sexual violence.

Method of accounting

The accompanying financial statements have been prepared using the accrual basis of accounting, in accordance with accounting principles generally accepted in the United States of America. The financial statements are presented in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Codification 958, dated August 2016, and the provisions of the American Institute of Certified Public Accountants *Audit and Accounting Guide for Not-for-Profit Organizations*.

Use of estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. The Organization regularly assesses these estimates and, while actual results could differ, management believes that the estimates are reasonable.

Significant estimates included in or affecting the presentation of the accompanying financial statements include allowance for uncollectible accounts.

LOUISIANA FOUNDATION AGAINST SEXUAL ASSAULT, INC.
Baton Rouge, Louisiana

NOTES TO THE FINANCIAL STATEMENTS

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Basis of presentation

Net assets of the Organization and changes therein are classified and reported as follows:

Without donor restrictions – Net assets that are not subject to donor-imposed stipulations. This also includes previously restricted gifts and grants for buildings and equipment that have been placed into service.

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. Items that affect this net asset category are gifts for which donor-imposed restrictions have not been met in the year of receipt, including gifts and pledges for buildings and equipment not yet placed in service. Also included in this net asset category are net assets subject to donor-imposed restrictions to be maintained permanently by the Organization, including gifts and pledges wherein donors stipulate that the corpus of the gift be held in perpetuity and that only income be made available for program operations.

Revenues are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed stipulations. Expenses are recorded as decreases in net assets without restrictions. Gains and losses on assets or liabilities are reported as increases or decreases in net assets without restrictions unless their use is restricted by explicit donor stipulation or by law. Expirations of temporary restrictions on net assets (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated passage of time has elapsed) are reported as net assets released from restrictions.

Fair value of financial instruments

The carrying value of cash and cash equivalents reported in the accompanying statement of financial position approximate fair value due to the short maturities and liquidity of those instruments.

Cash and cash equivalents

For the purpose of the statement of cash flows, the Organization considers all highly liquid investments with an original maturity of three months or less to be cash equivalents.

LOUISIANA FOUNDATION AGAINST SEXUAL ASSAULT, INC.
Baton Rouge, Louisiana

NOTES TO THE FINANCIAL STATEMENTS

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Recent accounting standards pronouncements

In February 2016, the Financial Accounting Standard Board released an amendment to ASC Topic 842, *Leases*. This amended standard is expected to increase transparency and comparability between reporting entities by recognizing lease assets and lease liabilities, while also disclosing key information about leasing arrangements. The effective date of this revised standard has been extended previously and currently has an effective date for fiscal periods beginning on or after December 15, 2021, with early application permitted. As of the issuance of this financial statement, the Company has not applied the provisions of this new standard.

In September 2020, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2020-07, Not-for-Profit Entities (Topic 958, *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*). This standard requires nonprofit organizations to change their financial statement presentation and disclosure of contributed nonfinancial assets, or gifts-in-kind. The FASB issued the update in an effort to improve transparency in reporting nonprofit gifts-in-kind. The ASU requires the new standard to be applied retrospectively, with amendments taking effect for the Organization's fiscal year ending June 30, 2022.

Property and equipment

All purchased property and equipment is stated at cost. Expenditures for maintenance, repairs, and minor renewals are expensed as incurred. Major expenditures for renewals and betterments are capitalized. Donated property and equipment are recorded at estimated value at the date of donation.

As a general rule, when items are retired or otherwise disposed, accumulated depreciation is reduced by the accumulated amount of depreciation applicable thereto. Any gain or loss from such retirement or disposal is credited or charged to income in the year of the disposal.

It is the Organization's policy to capitalize all property, equipment and furniture purchased with non-grant funds having an acquisition cost of \$5,000 or more.

LOUISIANA FOUNDATION AGAINST SEXUAL ASSAULT, INC.
Baton Rouge, Louisiana

NOTES TO THE FINANCIAL STATEMENTS

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Depreciation

Depreciation is computed on the straight-line method over the estimated useful lives of the various classes of depreciable assets, ranging from three to ten years.

The useful lives are estimated based on historical experience with similar assets, taking into account anticipated technological or other changes. The Organization periodically reviews these lives relative to physical factors, economic factors, and industry trends. If there are changes in the planned use of property and equipment or if technological changes occur more rapidly than anticipated, the useful lives assigned to those assets may be shortened, resulting in the recognition of increased depreciation and amortization expense in future periods.

Revenue recognition

The Organization reports contributions as support with donor restrictions if they are received with donor or grantor restrictions that limit the use of the contributions. When a restriction expires (i.e., 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. Contributions are considered to be available for unrestricted use and recorded as such, unless specifically restricted by the donor.

Revenues from government agency contracts are recognized as support with donor restrictions in the period in which the Organization provides the service and reclassified to net assets without donor restrictions when the restriction expires.

Advertising

The Organization expenses the production costs of advertising the first time the advertising takes place. For the year ended June 30, 2021, the Organization recognized no advertising costs.

Income taxes

The Organization is a not-for-profit organization that is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code and from state income tax under Section 121(5) of Title 47 of the Louisiana Revised Statutes. Accordingly, no provision or liability for federal or state income taxes has been included in the accompanying financial statements.

LOUISIANA FOUNDATION AGAINST SEXUAL ASSAULT, INC.
Baton Rouge, Louisiana

NOTES TO THE FINANCIAL STATEMENTS

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Functional allocation of expenses

The financial statements 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 compensation and benefits, which are allocated based on estimates of time and effort, and occupancy, which is allocated on a square footage basis.

Management of liquid resources

The Organization is primarily funded by contributions and grant awards that may contain restrictions. Those restrictions require that resources be used in a certain manner or in a future period. Therefore, the Organization must maintain adequate resources to meet those responsibilities to its donors and certain financial assets may not be available for general expenditure within one year. As part of its liquidity management, the Organization strives to structure its financial assets to be available as general expenditures, liabilities, and other obligations become due. The Board of Directors may occasionally designate amounts to its liquidity reserve that could be utilized in the event of an unanticipated liquidity need.

Subsequent events

In preparing the accompanying financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through December 30, 2021, the date the financial statements were available to be issued.

NOTE B – LONG-TERM OBLIGATIONS

In April 2020, the Organization received funds under the federal Paycheck Protection Program (“PPP”) totaling \$ 129,400 to assist with funding of payroll expenses resulting from the ongoing COVID-19 pandemic. This loan bears interest at 1.0% annually, with deferred payments for the first six months of the repayment period and a total repayment period of 24 months. Any principal that is not forgiven under the PPP program guidelines is due to mature in April 2022.

LOUISIANA FOUNDATION AGAINST SEXUAL ASSAULT, INC.
Baton Rouge, Louisiana

NOTES TO THE FINANCIAL STATEMENTS

NOTE B – LONG-TERM OBLIGATIONS (continued)

In June 2020, the Organization received funds guaranteed by the Small Business Administration (SBA) to assist with funding of operating expenses a result of the ongoing COVID-19 pandemic. This loan bears interest at 2.75% annually and is payable in monthly installments of \$ 182 beginning in June 2021. This loan is due to mature in October 2048.

The Organization had no other long-term debt outstanding as of June 30, 2021. Future maturities of all long-term debt as of June 30, 2021, were as follows:

Year ended <u>June 30,</u>	
2022	\$ 130,500
2023	1,060
2024	1,089
2025	1,119
2026	1,151
2027 and later	<u>36,881</u>
	\$ <u>171,800</u>

NOTE C – LEASE OBLIGATIONS

The Organization leases its office facilities under an operating lease with a third party that commenced in June 2016 and expired in May 2021, with two consecutive options to extend the lease for a period of five years each. The first of these two options was exercised in June 2021. Monthly lease payments under this lease total \$3,507. The Organization also leases storage space under a month-to-month operating lease with a third party. This lease requires monthly payments of \$44. Rent expense under these operating leases for the year ended June 30, 2021, totaled \$46,589.

LOUISIANA FOUNDATION AGAINST SEXUAL ASSAULT, INC.
Baton Rouge, Louisiana

NOTES TO THE FINANCIAL STATEMENTS

NOTE C – LEASE OBLIGATIONS (continued)

Future minimum lease payments under these operating leases as of June 30, 2021, were as follows:

Year ended <u>June 30,</u>		
2022	\$	45,983
2023		45,983
2024		45,983
2025		45,983
2026		42,151

NOTE D – CONTRIBUTED SUPPORT

The Organization received in-kind donations of contractual services, supplies, and other expenses during the year ended June 30, 2021. Additionally, the Organization utilized the services of numerous volunteers during the year, who contributed approximately 2,700 hours of time. The value of these in-kind donations was estimated at \$118,135, which is included as a component of revenues without donor restrictions and expenses in the accompanying financial statements.

NOTE E – PENSION PLAN

The Organization established a defined contribution plan covering all full-time employees. The Organization contributes to the plan and amount equal to 7% of the total employee's compensation. There was no change in the contribution rate from the prior year. Pension expense for the year ended June 30, 2021 totaled \$26,038, which is included in fringe benefit costs in the accompanying financial statements.

LOUISIANA FOUNDATION AGAINST SEXUAL ASSAULT, INC.
Baton Rouge, Louisiana

NOTES TO THE FINANCIAL STATEMENTS

NOTE F – FUNCTIONAL EXPENSES

Functional expenses for the year ended June 30, 2021, were as follows:

	Program Services	Supporting Services	
	Sexual Violence Prevention and Intervention Services and Education	Management and General	Fundraising
Salaries	\$ 383,749	\$ 25,027	\$ 8,343
Fringe benefits	112,049	7,308	2,435
Travel and training	4,967	-	-
Operating services	106,480	13,160	-
Supplies	26,744	2,971	-
Professional services	86,047	68,304	-
Subrecipient costs	326,461	-	-
Other costs	2,526	32,685	1,000
 Total expenses	 \$ 1,049,023	 \$ 149,455	 \$ 11,778

NOTE G – SUPPLEMENTARY CASH FLOW INFORMATION

Cash payments for interest and income taxes for the year ended June 30, 2021, were as follows:

Interest	\$ <u> -</u>
Income taxes	\$ <u> -</u>

LOUISIANA FOUNDATION AGAINST SEXUAL ASSAULT, INC.
Baton Rouge, Louisiana

NOTES TO THE FINANCIAL STATEMENTS

NOTE G – SUPPLEMENTARY CASH FLOW INFORMATION (continued)

Noncash investing and financing activities for the year ended June 30, 2021, were as follows:

In-kind donations:

Professional services	\$	18,140
Operating expenses		13,426
Fundraising		1,000
Travel and training		1,788
Supplies		29,384
Volunteer services		<u>54,397</u>
Total in-kind donations	\$	<u>118,135</u>

NOTE H – RELATED PARTY TRANSACTIONS

For the year ended June 30, 2021, the Organization paid to local sexual abuse centers throughout the state pass-through grant funds totaling \$326,461. These local centers may be affiliated with the Organization through memberships and as subrecipients of grant funds received by the Organization.

NOTE I – AVAILABILITY OF FINANCIAL RESOURCES

The following represents the Organization's financial assets as of June 30, 2021, reduced by amounts that are not available for general use due to contractual or donor-imposed restrictions within one year of the statement of financial position date. Amounts that are not available also include board designated amounts that could be utilized if the Board of Directors approved the use.

LOUISIANA FOUNDATION AGAINST SEXUAL ASSAULT, INC.
Baton Rouge, Louisiana

NOTES TO THE FINANCIAL STATEMENTS

NOTE I – AVAILABILITY OF FINANCIAL RESOURCES (continued)

Financial assets, June 30, 2021:	
Cash and equivalents	\$ 348,130
Accounts and other receivables	<u>300,546</u>
	648,676
Less those unavailable for general expenditures within one year, due to:	
Restricted by donor with time or purpose restrictions	-
Board designations	<u>171,800</u>
Financial assets available to meet cash needs for general expenditures within one year	\$ <u><u>476,876</u></u>

NOTE J – SIGNIFICANT CONCENTRATIONS OF RISK

Financial instruments that potentially subject the Organization to concentrations of credit risk consist principally of cash and contract revenues.

The Organization maintains its cash account in a checking account at commercial banks located in Louisiana. Accounts at this bank are guaranteed by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. Amounts on deposit at various times throughout the year may exceed the federally insured limit. As of June 30, 2021, the Organization had uninsured cash balances totaling \$4,414.

The Organization receives a significant portion of its support under governmental contracts with the federal and state government. A reduction in the amount of support and revenue provided under these contracts, should this occur, could have a significant impact on the Organization's ability to carry out its activities and support services at current levels. For the year ended June 30, 2021, the Organization received approximately 90% of its funding through these contracts, and over 90% of its contract revenues were from two agencies.

LOUISIANA FOUNDATION AGAINST SEXUAL ASSAULT, INC.
Baton Rouge, Louisiana

NOTES TO THE FINANCIAL STATEMENTS

NOTE K – SIGNIFICANT EVENTS

In January 2020, the World Health Organization declared the outbreak of a novel coronavirus (COVID-19) as a “Public Health Emergency of International Concern,” which continues to spread throughout the world and has adversely impacted global commercial activity and contributed to significant declines and volatility in financial markets. The coronavirus outbreak and government responses have created disruptions in global supply chains and have adversely affected many industries. The outbreak could have a continued material adverse impact on economic and market conditions and could trigger an additional period of economic slowdown. The extent to which the pandemic may impact financial markets and the Organization’s future financial condition or continuing operations cannot be reasonably estimated at this time.

SUPPLEMENTARY INFORMATION

LOUISIANA FOUNDATION AGAINST SEXUAL ASSAULT, INC.

Baton Rouge, Louisiana

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year ended June 30, 2021

<u>Federal Grantor/Pass-Through Grantor /Program Cluster Title</u>	<u>Assistance Listings Number</u>	<u>Pass Through Entity Identifying Number</u>	<u>Total Federal Expenditures</u>	<u>Expenditures To Subrecipients</u>
U.S. Department of Justice				
Direct programs:				
State Sexual Assault Coalition Grant	16.556	--	\$ <u>98,165</u>	\$ <u>-</u>
Pass through programs from:				
SASP Administrative Funds	16.017	5747	15,757	-
SASP Administrative Funds	16.017	5313	<u>10,708</u>	<u>-</u>
Subtotal			<u>26,465</u>	<u>-</u>
Campus Sexual Assault Program 8	16.575	5195	76,934	-
Justice System Program Coordinator Program 8	16.575	5197	73,791	-
Legal Advocacy Program 8	16.575	5196	132,398	-
Victim Outreach Program 8	16.575	5194	<u>61,031</u>	<u>-</u>
Subtotal			<u>344,154</u>	<u>-</u>
Prison Rape Elimination Act (PREA) Program	16.588	5958	13,725	-
Prison Rape Elimination Act (PREA) Program	16.588	5441	69,670	-
SAS Crisis Intervention Program	16.588	5959	<u>14,341</u>	<u>-</u>
Subtotal			<u>97,736</u>	<u>-</u>
Total U.S. Department of Justice			<u>468,355</u>	<u>-</u>
U. S. Department of Health & Human Services				
Pass-through programs from State of Louisiana, Department of Health and Hospitals – Office of Public Health:				
Rape Prevention and Education	93.136	2000389153	<u>531,390</u>	<u>326,461</u>
Total U.S. Dept. of Health & Human Services			<u>531,390</u>	<u>326,461</u>
Total Federal Expenditures			\$ <u>1,097,910</u>	\$ <u>326,461</u>

See auditor's report on supplementary information.

LOUISIANA FOUNDATION AGAINST SEXUAL ASSAULT, INC.
Baton Rouge, Louisiana

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (continued)

Year ended June 30, 2021

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of Louisiana Foundation Against Sexual Assault, Inc. under programs of the federal government for the year ended June 30, 2021. 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 Louisiana Foundation Against Sexual Assault, Inc., it is not intended to and does not present the financial position, changes in net assets, or cash flows of Louisiana Foundation Against Sexual Assault, Inc.

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 reimbursements.

Indirect Cost Rate

Louisiana Foundation Against Sexual Assault, Inc. has not elected to use the 10% de minimis indirect cost rate.

See auditor's report on supplementary information.

LOUISIANA FOUNDATION AGAINST SEXUAL ASSAULT, INC.
Baton Rouge, Louisiana

SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER PAYMENTS
TO AGENCY HEAD
Year Ended June 30, 2021

Agency Head: Rafael DeCastro, Executive Director

Purpose:	Amount:
Salary	\$ 84,004
Benefits – insurance	\$ 13,515
Benefits – retirement	\$ 5,951
Benefits – payroll taxes	\$ 6,580
Car allowance	None
Vehicle provided by agency	None
Per diem	None
Reimbursements	None
Travel	\$ 364
Registration fees	None
Conference travel	None
Continuing professional education fees	None
Housing stipend	None
Unvouchered expenses	None
Special needs	None

See auditor's report on supplementary information.

LOUISIANA FOUNDATION AGAINST SEXUAL ASSAULT, INC.
Baton Rouge, Louisiana

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year Ended June 30, 2021

A. SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? ___ yes ___ X no
- Significant deficiency (ies) identified? ___ yes ___ X no

Noncompliance material to financial statements noted? ___ yes ___ X no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? ___ yes ___ X no
- Significant deficiency (ies) identified? ___ yes ___ X no

Type of auditor's report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.51(a)? ___ yes ___ X no

Identification of major programs:

CFDA Number(s)

Name of Federal
Program or Cluster

U.S. Department of Health and
Human Services:

Passed through the State of
Louisiana, Department of Health
and Hospitals – Office of Public
Health

93.136

Rape Prevention and Education

Dollar threshold used to distinguish between Type A and B programs \$ 750,000
(A Type B program was classified as a major program to satisfy the 40% testing rules)

Auditee qualified as low-risk auditee? ___ X yes ___ no

LOUISIANA FOUNDATION AGAINST SEXUAL ASSAULT, INC.
Baton Rouge, Louisiana

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (continued)

Year Ended June 30, 2021

B. FINANCIAL STATEMENT FINDINGS

There were no findings related to the financial statements for the year ended June 30, 2021.

C. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

There were no items identified in the course of our testing during the current year that were required to be reported.

D. STATUS OF PRIOR YEAR AUDIT FINDINGS

There were no prior year findings.