

Catholic Charities of North Louisiana

*Financial Statements
For the Years Ended June 30, 2024 and 2023*



Catholic Charities of North Louisiana
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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Catholic Charities of North Louisiana
Shreveport, Louisiana 71106

Opinion

We have audited the accompanying financial statements of Catholic Charities of North Louisiana, (a nonprofit organization) which comprise the statements of financial position as of June 30, 2024 and 2023, 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 Catholic Charities of North Louisiana, as of June 30, 2024 and 2023, and the changes in its 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 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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Catholic Charities of North Louisiana and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. 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 the financial statements in accordance with accounting principles generally accepted in the United State of America, and for 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 Catholic Charities of North Louisiana's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

To the Board of Directors
Catholic Charities of North Louisiana
Shreveport, Louisiana 71106
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Auditors' Responsibilities for the Audit of the 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 generally accepted auditing standards and *Government Auditing Standards* 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 generally accepted auditing standards and *Government Auditing Standards*, 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.
- Obtain an understanding of internal control relevant to the audit 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 Catholic Charities of North Louisiana's internal control. Accordingly, no such opinion is expressed.
- 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 Catholic Charities of North Louisiana'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.

To the Board of Directors
Catholic Charities of North Louisiana
Shreveport, Louisiana 71106
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Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedules of program expenses – by activity on pages 19 and 20, and the schedule of compensation, reimbursements, benefits and other payments to agency head on page 21, are presented for purposes of additional analysis and are 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 September 19 2024, on our consideration of Catholic Charities of North Louisiana’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 Catholic Charities of North Louisiana’s internal control over financial reporting and compliance.

Cameron Hines & Company (APAC)

West Monroe, Louisiana
September 19, 2024

Catholic Charities of North Louisiana
Statements of Financial Position
As of June 30, 2024 and 2023

	2024	2023
<u>ASSETS</u>		
Current Assets		
Cash & Cash Equivalents	\$ 245,882	\$ 262,368
Certificates of Deposit	22,289	21,524
Investments	336,812	585,494
Grants Receivable	89,404	-
Donated Items on Hand	36,516	58,807
Prepaid Expenses	5,214	2,559
Total Current Assets	736,117	930,752
Noncurrent Assets		
Property and Equipment, net	1,324,252	1,361,468
Total Noncurrent Assets	1,324,252	1,361,468
TOTAL ASSETS	\$ 2,060,369	\$ 2,292,220
<u>LIABILITIES AND NET ASSETS</u>		
Current Liabilities		
Accounts Payable	\$ 3,112	\$ 2,873
Refundable Advances	222,191	282,921
Accrued Liabilities	9,304	4,640
Total Current Liabilities	234,607	290,434
Total Liabilities	234,607	290,434
Net Assets		
Without Donor Restrictions		
Undesignated	1,809,574	1,984,399
With Donor Restrictions	16,188	17,387
Total Net Assets	1,825,762	2,001,786
TOTAL LIABILITIES AND NET ASSETS	\$ 2,060,369	\$ 2,292,220

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

Catholic Charities of North Louisiana
Statements of Activities
For The Years Ended June 30, 2021 and 2020

	2024	2023
Changes in Net Assets Without Donor Restrictions:		
Revenues and Gains		
Contributions	\$ 214,789	\$ 206,835
Special Events Revenue	71,457	73,794
Program Service Fees	50,118	51,089
Employee Retention Credits	-	113,363
Other	-	2,072
Investment Return, net	22,846	42,484
Total Revenues and Gains Without Donor Restrictions	359,210	489,637
Net Assets Released From Restrictions	734,837	790,400
Total Revenues, Gains, and Other Support Without Donor Restrictions	1,094,047	1,280,037
Expenses:		
Program Services		
Family Strengthening Program	982,600	1,134,174
Total Program Services	982,600	1,134,174
Supporting Services		
Management and General	182,501	137,799
Fundraising	103,771	79,039
Total Supporting Services	286,272	216,838
Total Expenses	1,268,872	1,351,012
Increase/(Decrease) in Net Assets Without Donor Restrictions	(174,825)	(70,975)
Changes in Net Assets With Donor Restrictions:		
Contributions		
Family Strengthening Program	\$ 526	\$ 141
902 Olive St.	975	-
Lake Providence Location	2,500	4,650
Monroe Location	4,550	11,350
Total Contributions	8,551	16,141
Grants		
Family Strengthening Program	668,765	699,435
Total Grants	668,765	699,435
Gifts-in-Kind to Family Strengthening Program	20,898	37,240
Use of Contributed Facilities for Monroe Location	35,424	35,424
Net Assets Released from Restrictions	(734,837)	(790,400)
Increase/(Decrease) in Net Assets With Donor Restrictions	(1,199)	(2,160)
Increase/(Decrease) in Net Assets	(176,024)	(73,135)
NET ASSETS AT BEGINNING OF YEAR	2,001,786	2,074,921
NET ASSETS AT END OF YEAR	\$ 1,825,762	\$ 2,001,786

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

Catholic Charities of North Louisiana
Statement of Functional Expenses
For The Year Ended June 30, 2024

	<u>Program Expenses</u>	<u>Supporting Services</u>		
	<u>Family Strengthening</u>	<u>Management & General</u>	<u>Fundraising</u>	<u>Total</u>
Advertising and Promotion	\$ 650	\$ 1,244	\$ -	\$ 1,894
Bank and Credit Card Fees	79	2,894	-	2,973
Computer Expenses	1,081	153	38	1,272
Conferences and Training	1,999	703	-	2,702
Cost of Special Events	-	-	25,317	25,317
Custodial	11,475	1,620	405	13,500
Depreciation	31,635	4,466	1,116	37,217
Dues & Subscriptions	1,260	10,664	-	11,924
Emergency Assistance Provided	306,570	-	-	306,570
Employee Benefits	41,137	13,448	6,742	61,327
Employee Screenings	-	263	-	263
Equipment Rental	3,349	473	118	3,940
Food and Supplies Disbursed	43,300	-	-	43,300
Insurance	25,345	5,106	894	31,345
Licenses & Fees	888	-	-	888
Meals and Entertainment	1,193	-	-	1,193
Miscellaneous	-	(1,003)	-	(1,003)
Payroll Taxes	27,455	8,975	4,499	40,929
Postage	3,092	121	30	3,243
Printing and Reproduction	2,897	409	102	3,408
Payroll and Accounting Fees	15,375	2,170	542	18,087
Rent - Donated Facilities	35,424	-	-	35,424
Rent	2,400	-	-	2,400
Repairs and Maintenance	3,510	496	124	4,130
Salaries and Wages	380,629	124,431	62,378	567,438
Supplies	6,942	980	244	8,166
Travel	1,540	217	54	1,811
Utilities	30,959	4,371	1,093	36,423
Vehicle Lease	2,125	300	75	2,500
Volunteer Expenses	291	-	-	291
Total Functional Expenses	\$ 982,600	\$ 182,501	\$ 103,771	\$ 1,268,872

The accompanying notes are an integral part of this financial statement.

Catholic Charities of North Louisiana
Statement of Functional Expenses
For The Year Ended June 30, 2023

	<u>Program Expenses</u>		<u>Supporting Services</u>		
	<u>Family</u>		<u>Management</u>	<u>Fundraising</u>	<u>Total</u>
	<u>Strengthening</u>		<u>& General</u>		
Advertising and Promotion	\$ 3,058		\$ -	\$ -	3,058
Bank and Credit Card Fees	1,552		270	48	1,870
Computer Expenses	4,029		704	85	4,818
Conferences and Training	3,394		1,560	37	4,991
Cost of Special Events	81		-	18,763	18,844
Custodial	9,563		3,600	337	13,500
Depreciation	31,785		4,487	1,122	37,394
Dues & Subscriptions	18,619		1,878	223	20,720
Emergency Assistance Provided	264,517		-	-	264,517
Employee Benefits	63,449		31,621	251	95,321
Employee Screenings	566		-	-	566
Equipment Rental	3,668		1,076	93	4,837
Food and Supplies Disbursed	27,428		-	-	27,428
Insurance	25,344		2,108	894	28,346
Interest Expense	-		39	-	39
Licenses & Fees	435		-	-	435
Meals and Entertainment	2,068		730	36	2,834
Payroll Taxes	38,940		2,937	3,727	45,604
Postage	3,632		829	34	4,495
Printing and Reproduction	4,162		582	146	4,890
Payroll and Accounting Fees	13,215		1,866	466	15,547
Rent - Donated Facilities	35,424		-	-	35,424
Rent	2,400		-	-	2,400
Repairs and Maintenance	11,202		1,684	395	13,281
Salaries and Wages	510,721		72,960	50,745	634,426
Supplies	10,671		1,689	265	12,625
Travel	7,361		1,621	84	9,066
Utilities	32,133		4,536	1,134	37,803
Vehicle Lease	4,357		616	154	5,127
Volunteer Expenses	400		406	-	806
Total Functional Expenses	\$ 1,134,174		\$ 137,799	\$ 79,039	\$ 1,351,012

The accompanying notes are an integral part of this financial statement.

Catholic Charities of North Louisiana
Statements of Cash Flows
For The Years Ended June 30, 2023 and 2022

	2024	2023
Cash Flows From Operating Activities		
Increase/(Decrease) in Net Assets	\$ (176,024)	\$ (73,135)
Adjustments to Reconcile Increase in Net Assets to Net Cash Provided by Operating Activities:		
Depreciation Expense	37,217	37,394
Net Unrealized (Gains)/Losses on Investments	(8,859)	(25,468)
Proceeds from Employee Retention Credits	-	(113,363)
(Increase)/Decrease in Operating Assets:		
Grants Receivable	(89,404)	300
Donated Items on Hand	22,291	(9,753)
Prepaid Expenses	(2,655)	664
Increase/(Decrease) in Operating Liabilities:		
Accounts Payable	239	(42,449)
Refundable Advances	(60,730)	51,087
Accrued Liabilities	4,664	(42,356)
Net Cash Provided/(Used) by Operating Activities	(273,261)	(217,079)
 Cash Flows From Investing Activities		
Transfers from/(to) Investments, net	257,540	34,980
Purchases of Certificates of Deposit	(765)	(502)
Purchases of Property and Equipment	-	(13,573)
Net Cash Provided/(Used) by Investing Activities	256,775	20,905
 Cash Flows From Financing Activities		
Proceeds from Employee Retention Credits	-	113,363
Net Cash Provided/(Used) by Financing Activities	-	113,363
 Net Increase (Decrease) in Cash and Cash Equivalents	(16,486)	(82,811)
 Cash and Cash Equivalents at Beginning of Year	262,368	345,179
 CASH AND CASH EQUIVALENTS AT END OF YEAR	\$ 245,882	\$ 262,368

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

Catholic Charities of North Louisiana
Notes to the Financial Statements
For the Years Ended June 30, 2024 and 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Nature of Activities

Catholic Charities of North Louisiana (CCNLA), is a non-profit social service agency started in Shreveport by the Catholic Diocese of Shreveport in 2010 and is a member of CCUSA (Top 10 US charitable organizations). This 501(c) 3 is governed by 20 voting members on the Board of Directors and is overseen by the Bishop-led Members Board. The main office is in Shreveport and the two satellite offices are in Monroe and Lake Providence. The service area extends through 16 civil parishes covering 14,000 square miles.

Catholic Charities helps anyone who walks through the doors – no matter neither where they live nor what their religion is. As a matter of fact, 98% of the people served are NOT Catholic. Most of our clients are single African American mothers between the ages of 26-51 who are under-employed and living in poverty.

The focus is to Strengthen Families which is addressed through seven tactics:

1. Emergency Assistance – assisting with a partial payment of rent or utility bill
2. Money School® - financial education which is required before any assistance is provided
3. Gabriel’s Closet Parenting Classes – in exchange for baby supplies
4. State benefit Application Assistance – for SNAP and other state benefits
5. HUD *certified* Housing Counseling – helping residents purchase their own home
6. Immigration Legal Services – filing legal documents with the Department of Justice
7. Disaster Relief – in times of Disaster CCNLA partners with VOAD and CCUSA to help survivors.

B. Basis of Accounting

The financial statements of the Organization have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities.

C. Basis of Presentation

The Organization is required to report information regarding its financial position and activities according to two classes of net assets: without donor restrictions and with donor restrictions.

D. Use of Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affected the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could differ from those estimates.

E. Cash and Cash Equivalents

For purposes of the Statement of Cash Flows, the Organization considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents, including the investments in money market funds held by Raymond James, Origin Bank, and Louisiana Catholic Federal Credit Union.

Catholic Charities of North Louisiana
Notes to the Financial Statements
For the Years Ended June 30, 2024 and 2023

F. Grants Receivable

Grants receivable expected to be collected within one year are recorded at net realizable value. Conditional promises to give are not included in revenue until the conditions are substantially met.

G. Property and Equipment

Property and equipment are stated at cost or fair value at date of donation. Depreciation is provided using the straight-line method over the estimated useful lives of the assets as follows:

Office equipment	3 years
Office furniture	7 years
Leasehold improvements	15 years
Buildings	40 years

Additions and betterments of \$500 or more are capitalized, while maintenance and repairs that do not improve or extend the useful lives of the respective assets are expensed currently.

H. Investments

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

I. Restricted and Unrestricted Revenue

Contributions received are recorded as increases in net assets without donor restrictions, or net assets with donor restrictions, depending on the existence and/or nature of any donor restrictions.

J. Donated Assets

Donated marketable securities and other noncash donations are recorded as contributions at their fair values at the date of donation.

K. Donated Use of Facilities

The Diocese provides facilities at no cost to the Organization for the Monroe location. A contribution and related expense has been recognized for the fair value of the rent for the year.

L. Donated Services

Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization.

M. Special Events Revenue

The Organization conducts special events in which a portion of the gross proceeds paid by the Participant represents payment for the direct cost of the benefits received by the participant at the event. Unless a verifiable, objective means exists to demonstrate otherwise, the fair value of meals and entertainment provided at special events is measured by the actual cost to the organization. The direct costs of the special events, which ultimately benefit the donor rather than the Organization, are netted with special events revenue as direct donor benefits in the accompanying statement of activities.

Catholic Charities of North Louisiana
Notes to the Financial Statements
For the Years Ended June 30, 2024 and 2023

N. Allocation of Functional Expenses

Expenses are allocated to program and supporting services on the following bases:

- (a) Management and General, Fundraising expenses are allocated on the basis of direct salaries, wages, and temporary services.
- (b) Building and occupancy costs are allocated on the basis of square footage.
- (c) Advertising costs were allocated to fundraising.

O. Income Taxes

The Organization is exempt from federal income tax as a subordinate organization of the United States Conference of Catholic Bishops, which is an exempt organization under Section 501(c)(3) of the Internal Revenue Code. However, income from certain activities not directly related to the Organization's tax-exempt purpose is subject to taxation as unrelated business income. In addition, the Organization qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization other than a private foundation under Section 509(a)(2).

P. Reclassifications

Certain accounts in the prior-year financial statements have been reclassified for comparative purposes to conform with the presentation in the current-year financial statements.

2. CASH AND CASH EQUIVALENTS

Cash and cash equivalents at June 30, 2024 and 2023, consisted of the following:

	<u>2024</u>	<u>2023</u>
Origin Bank Checking	\$ 226,148	\$ 166,658
LCFCU Savings	25	25
Origin Bank Money Market	601	25,561
Raymond James Money Market Funds	19,108	58,430
LCFCU Money Market	-	11,694
Total Cash and Cash Equivalents	<u>\$ 245,882</u>	<u>\$ 262,368</u>

The money market sweep account at Raymond James is invested in the Federated Government Obligations Fund, a money market mutual fund, and is neither insured nor guaranteed by the Federal Deposit Insurance Corporation or any other government agency.

3. CERTIFICATES OF DEPOSIT

The Organization held a certificate of deposit during the fiscal year ended June 30, 2024. Terms are for 24 months, with interest rate of 2%. Balances were \$22,289 and \$21,524 at June 30, 2024 and 2023, respectively.

Catholic Charities of North Louisiana
Notes to the Financial Statements
For the Years Ended June 30, 2024 and 2023

4. CONCENTRATIONS OF CREDIT RISK ARISING FROM CASH DEPOSITS IN EXCESS OF INSURED LIMITS

The Organization maintains its cash balances in various institutions located in North Louisiana. The balances are insured either by the Federal Deposit Insurance Corporation (FDIC), Securities Investor Protection Corporation (SIPC), or the National Credit Union Administration (NCUA) up to \$250,000. The organization's uninsured cash balances totaled \$-0- at June 30, 2024 and 2023.

5. PROPERTY AND EQUIPMENT

Property and equipment at June 30, 2024 and 2023, consisted of the following:

	<u>2024</u>	<u>2023</u>
Office Equipment	\$ 39,538	\$ 39,538
Office Furniture	11,305	11,305
Leasehold Improvements	4,350	4,350
Software	2,409	2,409
Building	1,330,272	1,330,272
Land	<u>55,000</u>	<u>55,000</u>
Total	1,442,874	1,442,874
Less: Accumulated Depreciation	<u>(118,622)</u>	<u>(81,406)</u>
Net Property and Equipment	<u>\$ 1,324,252</u>	<u>\$ 1,361,468</u>

Depreciation expense was \$37,217 and \$37,394 and for the years ended June 30, 2024 and 2023, respectively.

6. INVESTMENTS

Generally accepted accounting principles provide a framework for measuring fair value. That framework establishes a hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements).

As of June 30, 2024:

	Quoted Prices in Active Markets for Identical Assets (Level 1 Inputs)	Other Observable Inputs (Level 2 Inputs)	Significant Unobservable Inputs (Level 3 Inputs)
Mutual Funds	\$ 101,303	\$ -	\$ -
Equities	187,531	-	-
ETFs	47,978	-	-
Totals	<u>\$ 336,812</u>	<u>\$ -</u>	<u>\$ -</u>

Catholic Charities of North Louisiana
Notes to the Financial Statements
For the Years Ended June 30, 2024 and 2023

As of June 30, 2023:

	Quoted Prices in Active Markets for Identical Assets (Level 1 Inputs)	Other Observable Inputs (Level 2 Inputs)	Significant Unobservable Inputs (Level 3 Inputs)
Mutual Funds	\$ 111,250	\$ -	\$ -
Equities	464,522	-	-
ETFs	9,722	-	-
Totals	\$ 585,494	\$ -	\$ -

At June 30, 2024 and 2023, the Organization's investments consisted of publicly traded equities, mutual funds, and exchange-traded funds totaling \$336,812 and \$585,494. Investments are reported at fair value using a Level 1 measure.

Investment return for the years ended June 30, 2024 and 2023, consists of:

	2024	2023
Interest and Dividend Income	\$ 16,324	\$ 21,004
Brokerage Fees	(2,336)	(3,988)
Net Realized and Unrealized Gains/(Losses)	8,858	25,468
Total Investment Return	\$ 22,846	\$ 42,484

7. ENDOWMENT FUNDS

In 2012, the Organization received a bequest of marketable securities. The Board of Directors designated this investment fund as a general endowment fund to support the mission of the Organization. Since it resulted from an internal designation and is not donor-restricted, it is classified and reported as net assets without donor restrictions.

The primary objective is the long-term growth of the fund's assets. It is recognized that short-term fluctuations may result in the loss of capital earned on occasion. However, in the absence of contributions and withdrawals, the asset value of the funds should grow in the long run and earn rates of return greater than those of an appropriate market index while avoiding excess risk. The next objective is the preservation of purchasing power. Asset growth, exclusive of contributions and withdrawals, should exceed the rate of inflation. The final objective is to preserve the value of the assets by earning a positive return over the investment time horizon. The Organization has adopted the total return concept to determine dollars available for distribution. This concept is based on a three year rolling annual average of asset values. An annual distribution of 5% is to be determined.

Catholic Charities of North Louisiana
Notes to the Financial Statements
For the Years Ended June 30, 2024 and 2023

To satisfy its long-term rate of return objectives, the Organization relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Organization targets a diversified asset allocation that is balanced between equity-based investments and fixed income investments to achieve its long-term return objectives within prudent risk constraints.

The Board of Directors opted at June 30, 2023, to take away the internal designation of the Board Designated Endowment so that the funds can be used to cover daily operations as needed now that the Shreveport office renovation has been completed.

Composition of and changes in endowment net assets for the year ended June 30, 2024 and 2023, were as follows:

	<u>2024</u>	<u>2023</u>
Board-Designated Endowment Net Assets, Beginning	\$ -	\$ 685,260
Investment Income, net of Brokerage Fees	-	17,016
Net Appreciation/(Depreciation)	-	25,468
Amounts Appropriated for Expenditure	-	(83,938)
Removal of Internal Designation by the Board of Directors	-	(643,806)
Board-Designated Endowment Net Assets, Ending	<u>\$ -</u>	<u>\$ -</u>

8. REFUNDABLE ADVANCES

The Organization records grant awards accounted for as exchange transactions as refundable advances until related services are performed, at which time they are recognized as revenue. The activity in the refundable advance account for the years ended June 30, 2024 and 2023, is reported as follows:

	<u>2024</u>	<u>2023</u>
Refundable Advances, Beginning	\$ 282,921	\$ 231,834
Grant Awards Received	274,545	297,395
Grant Expenditures	(335,275)	(246,308)
Refundable Advances, Ending	<u>\$ 222,191</u>	<u>\$ 282,921</u>

9. NET ASSETS WITH DONOR RESTRICTIONS

Changes in net assets with donor restrictions consist of the following:

	<u>6/30/22</u>	<u>Additions</u>	<u>Releases</u>	<u>6/30/23</u>	<u>Additions</u>	<u>Releases</u>	<u>6/30/24</u>
Family Strengthening Lake Providence Monroe	\$ -	\$ 779,174	\$ 779,174	\$ -	\$ 675,024	\$ 675,024	\$ -
	19,547	9,650	11,810	17,387	2,500	3,699	16,188
	-	133,588	133,588	-	56,114	56,114	-
Totals	<u>\$ 19,547</u>	<u>\$ 922,412</u>	<u>\$ 924,572</u>	<u>\$ 17,387</u>	<u>\$ 733,638</u>	<u>\$ 734,837</u>	<u>\$ 16,188</u>

Catholic Charities of North Louisiana
Notes to the Financial Statements
For the Years Ended June 30, 2024 and 2023

10. DONATED FACILITIES AND SERVICES

The fair value of donated use of facilities and donated services included as contributions in the financial statements and the corresponding program expenses for the years ended June 30, 2024 and 2023, is as follows:

	2024	2023
Emergency Assistance	\$ 10,627	\$ 10,627
Financial Education	14,170	14,170
Benefits Assistance	10,627	10,627
Totals	\$ 35,424	\$ 35,424

The Organization's Shreveport location moved into its new location in April, 2022, therefore, use of the donated facilities for that location ended at that time. The Monroe office facilities are owned by the Diocese of Shreveport.

Numerous volunteers have donated significant amounts of time to the Organization's fund-raising campaign and program services. Although no amounts have been reflected in the financial statements, management estimates the fair value of those services to be approximately \$29,199 and \$28,607 for the years ended June 30, 2024 and 2023, respectively.

11. ADVERTISING

The Organization uses advertising to promote its programs among the clients served. The production costs of advertising are expensed as incurred. During the years ended June 30, 2024 and 2023, advertising costs totaled \$1,894 and \$3,082, respectively.

12. EMPLOYEE BENEFIT PLANS

The Organization provides a tax-deferred annuity plan qualified under Section 403(b) of the Internal Revenue Code to its full-time employees through the Diocese. The Organization contributes from 0% to 5% of gross salaries to the plan, depending on the length of service, for qualified employees. Employees may make contributions to the plan up to the maximum amount allowed by the Internal Revenue Code if they wish. Plan expenses for the years ended June 30, 2024 and 2023, were \$13,653 and \$14,224, respectively. See Note 13.

13. RELATED PARTY TRANSACTIONS

Transactions with national organizations – The Organization maintains its tax exempt status by operating as a subordinate organization of the United States Conference of Catholic Bishops. No transactions occurred between the entities.

The Organization also has a relationship with its national affiliate. The Organization is required to remit annual dues to the national affiliate. These dues totaled \$1,000 and \$2,000 for the years ended June 30, 2024 and 2023. The Organization may also receive contributions and reimbursements from the national affiliate. No such contributions or reimbursements were received during the years ended June 30, 2024 and 2023.

Catholic Charities of North Louisiana
Notes to the Financial Statements
For the Years Ended June 30, 2024 and 2023

Transactions with local organizations – The Diocese of Shreveport (the Diocese) administers an employee retirement savings plan, a flexible spending account, and insurance plans available to the Organization’s employees. For the years ended June 30, 2024 and 2023, the Organization made \$0- and \$14,224, respectively in employer contributions to the Diocese Employee Retirement Savings Plan and \$37,354 and \$99,861, respectively in employer contributions for health, life, and disability insurance plans. The Organization also reimburses the Diocese for various operating expenses, including property insurance, paid by the Diocese throughout the year on behalf of the Organization. Those reimbursements totaled \$26,484 and \$3,302, respectively for the fiscal years ended June 30, 2024 and 2023.

The Diocese also donated the use of facilities to the Organization. The amounts for the years ended June 30, 2024 and 2023, were as follows:

	<u>2024</u>	<u>2023</u>
Donated Use of Facilities	\$ 35,424	\$ 35,424
Total Received From The Diocese	<u>\$ 35,424</u>	<u>\$ 35,424</u>

Transactions with board members and employees – The following related party transactions occurred between the Organization and its board members and/or staff:

	<u>2024</u>	<u>2023</u>
Contributions	\$ 25,258	\$ 12,409

14. LIQUIDITY AND AVAILABILITY

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the balance sheet date, comprise the following:

	<u>2024</u>	<u>2023</u>
Cash and cash equivalents	\$ 245,882	\$ 262,368
Certificates of Deposit	22,289	21,524
Investments	336,812	585,494
Grant Receivable	89,404	-
Total Liquid and Available Assets	<u>\$ 694,387</u>	<u>\$ 869,386</u>
Donor Imposed Restricted Assets	<u>(16,188)</u>	<u>(17,387)</u>
Financial Assets Available for General Expenditures		
Within One Year	<u>\$ 678,199</u>	<u>\$ 851,999</u>

Catholic Charities of North Louisiana
Notes to the Financial Statements
For the Years Ended June 30, 2024 and 2023

15. CASH FLOW INFORMATION

Donated items on hand decreased by \$22,291 for the year ended June 30, 2024, and increased by \$9,753 for the year ended June 30, 2023.

16. SUBSEQUENT EVENTS

Subsequent events were evaluated through September 19, 2024, which is the date the financial statements were available to be issued.

Supplemental Information

Catholic Charities of North Louisiana
Schedule of Program Expenses - By Activity
For The Year Ended June 30, 2024

Family Strengthening Program Expenses - By Activity						
	Emergency Assistance	Immigration Services	Financial Education	Benefits Assistance	Gabriel's Closet	Totals
Advertising and Promotion	\$ -	\$ -	650	\$ -	\$ -	650
Bank and Credit Card Fees	-	79	-	-	-	79
Computer Expenses	127	204	305	140	305	1,081
Conferences and Training	124	1,875	-	-	-	1,999
Cost of Special Events	-	-	-	-	-	-
Custodial	1,350	2,160	3,240	1,485	3,240	11,475
Depreciation	3,722	5,955	8,932	4,094	8,932	31,635
Dues & Subscriptions	-	1,260	-	-	-	1,260
Emergency Assistance Provided	306,570	-	-	-	-	306,570
Employee Benefits	16,176	8,658	5,723	7,975	2,605	41,137
Employee Screenings	-	-	-	-	-	-
Food and Supplies Disbursed	-	-	-	-	43,300	43,300
Equipment Rental	394	630	946	433	946	3,349
Insurance	2,982	4,771	7,156	3,280	7,156	25,345
Licenses & Fees	-	888	-	-	-	888
Meals and Entertainment	-	1,193	-	-	-	1,193
Payroll Taxes	10,796	5,778	3,820	5,323	1,738	27,455
Postage	101	2,396	242	111	242	3,092
Printing and Reproduction	341	545	818	375	818	2,897
Payroll and Accounting Fees	1,809	2,894	4,341	1,990	4,341	15,375
Rent - Donated Facilities	10,627	-	14,170	10,627	-	35,424
Rent	1,920	-	480	-	-	2,400
Repairs and Maintenance	413	661	991	454	991	3,510
Salaries and Wages	149,670	80,111	52,956	73,792	24,100	380,629
Supplies	817	1,307	1,960	898	1,960	6,942
Travel	181	290	435	199	435	1,540
Utilities	3,642	5,828	8,741	4,007	8,741	30,959
Vehicle Lease	250	400	600	275	600	2,125
Volunteer Expenses	-	-	-	-	291	291
Totals	\$ 512,012	\$ 127,883	\$ 116,506	\$ 115,458	\$ 110,741	\$ 982,600

See Independent Auditors' Report.

Catholic Charities of North Louisiana
Schedule of Program Expenses - By Activity
For The Year Ended June 30, 2023

Family Strengthening Program Expenses - By Activity						
	Emergency Assistance	Immigration Services	Financial Education	Benefits Assistance	Gabriel's Closet	Totals
Advertising and Promotion	\$ 940	\$ 25	\$ 2,038	\$ 17	\$ 38	\$ 3,058
Bank and Credit Card Fees	159	455	382	175	381	1,552
Computer Expenses	753	451	1,337	811	677	4,029
Conferences and Training	188	2,097	1,681	(867)	295	3,394
Cost of Special Events	-	-	81	-	-	81
Custodial	1,125	1,800	2,700	1,238	2,700	9,563
Depreciation	3,739	5,983	8,975	4,113	8,975	31,785
Dues & Subscriptions	873	4,371	10,644	947	1,784	18,619
Emergency Assistance Provided	264,517	-	-	-	-	264,517
Employee Benefits	6,450	25,719	19,188	9,369	2,723	63,449
Employee Screenings	62	100	68	161	175	566
Food and Supplies Disbursed	-	-	-	-	27,428	27,428
Equipment Rental	309	1,320	957	340	742	3,668
Insurance	2,981	4,771	7,156	3,280	7,156	25,344
Licenses & Fees	-	435	-	-	-	435
Meals and Entertainment	357	348	654	419	290	2,068
Payroll Taxes	9,274	8,841	12,199	6,028	2,598	38,940
Postage	111	2,812	268	173	268	3,632
Printing and Reproduction	485	777	1,201	534	1,165	4,162
Payroll and Accounting Fees	1,399	2,488	3,887	1,710	3,731	13,215
Rent - Donated Facilities	10,627	-	14,170	10,627	-	35,424
Rent	1,920	-	480	-	-	2,400
Repairs and Maintenance	1,318	2,108	3,163	1,450	3,163	11,202
Salaries and Wages	138,606	92,198	160,156	82,989	36,772	510,721
Supplies	1,699	1,861	3,206	1,787	2,118	10,671
Travel	888	476	2,703	2,620	674	7,361
Utilities	3,780	6,049	9,073	4,158	9,073	32,133
Vehicle Lease	513	820	1,230	564	1,230	4,357
Volunteer Expenses	160	-	40	-	200	400
Totals	\$ 453,233	\$ 166,305	\$ 267,637	\$ 132,643	\$ 114,356	\$ 1,134,174

See Independent Auditors' Report.

**Catholic Charities of North Louisiana
Schedule of Compensation, Reimbursements, Benefits,
and Other Payments to Agency Head
For the Year Ended June 30, 2024**

Agency Head:	Margaret Goorley 7/1/2023 - 12/29/2023	Diane Libro 04/24/24 - 6/30/2024
Purpose:		
Salary	\$ -	\$ -
Benefits - Payroll Taxes and Insurance	-	-
Travel	-	-
Reimbursements	-	-
Total Compensation, Benefits and Other Payments	\$ -	\$ -

Catholic Charities of North Louisiana is a non-profit organization that receives public funds from time-to-time. During the fiscal year ended June 30, 2024, none of the Executive Directors' salaries, benefits, travel, or reimbursements were paid from public funds.

See independent auditors' report.

CAMERON, HINES & COMPANY

(A Professional Accounting Corporation)

Certified Public Accountants

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

Board of Directors
Catholic Charities of North Louisiana
Shreveport, 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 Catholic Charities of North Louisiana, (a nonprofit organization), which comprise the statement of financial position as of June 30, 2024, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated September 19, 2024.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Catholic Charities of North Louisiana'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 Catholic Charities of North Louisiana'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 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 Catholic Charities of North Louisiana'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.

Cameron Hines & Company (APAC)

West Monroe, Louisiana
September 19, 2024

**Catholic Charities of North Louisiana
Schedule of Findings and Responses
For The Year Ended June 30, 2024**

We have audited the financial statements of Catholic Charities of North Louisiana as of and for the year ended June 30, 2024, and have issued our report thereon dated September 19, 2024. 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. Our audit of the financial statements as of and for the year ended June 30, 2024, resulted in an unmodified opinion.

Section I - Summary of Auditors' Reports

A. Report on Internal Control and Compliance Material to the Financial Statements

Internal Control

Material Weakness yes no

Significant Deficiencies not considered to be
Material Weaknesses yes no

Compliance

Compliance Material to Financial Statements yes no

B. Federal Awards: N/A

Material Weakness Identified yes no

Significant Deficiencies not considered to be
Material Weaknesses yes no

Type of Opinion on Compliance For Major Programs

Unmodified Modified

Disclaimer Adverse

Are there findings required to be reported in accordance with the Uniform Guidance?

C. Identification of Major Programs: N/A

Dollar threshold used to distinguish between Type A and Type B Programs:

Is the auditee a "low-risk" auditee, as defined by the Uniform Guidance?

Section II - Financial Statement Findings

There were no findings for the year ended June 30, 2024.

Section III - Federal Award Findings and Question Costs

This section is not applicable for this entity.

**Catholic Charities of North Louisiana
Schedule of Prior Year Findings
For the Year Ended June 30, 2024**

A. Report on Internal Control and Compliance Material to the Financial Statements

There were no prior year findings for the year ended June 30, 2023.

Management Letter

No management letter was issued.