

CASA OF ST. LOUIS
FINANCIAL STATEMENTS
AND
INDEPENDENT AUDITORS' REPORT
FOR THE YEARS ENDED
JUNE 30, 2021 AND 2020

CASA of St. Louis

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
CASA of St. Louis
St. Louis, Missouri

We have audited the accompanying financial statements of CASA of St. Louis (a nonprofit organization), which comprise the statements of financial position as of June 30, 2021 and 2020, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

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 audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. 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 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 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 CASA of St. Louis as of June 30, 2021 and 2020, 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.

Schmersahl Treloar & Co.

St. Louis, Missouri
October 18, 2021

FINANCIAL STATEMENTS

CASA of St Louis
STATEMENTS OF FINANCIAL POSITION

ASSETS	June 30,	
	2021	2020
CURRENT ASSETS		
Cash and cash equivalents	\$ 1,320,869	\$ 784,275
Grants receivable	449,608	385,832
Prepaid expenses and other assets	6,953	9,267
Total Current Assets	1,777,430	1,179,374
GRANTS RECEIVABLE, NONCURRENT	73,791	224,000
INVESTMENTS	137,966	103,965
PROPERTY AND EQUIPMENT, NET	22,505	36,479
TOTAL ASSETS	\$ 2,011,692	\$ 1,543,818
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ 14,946	\$ 17,091
Accrued expenses	146,684	131,695
Total Current Liabilities	161,630	148,786
NOTE PAYABLE (Note E)	326,045	326,000
Total Liabilities	487,675	474,786
NET ASSETS		
Without donor restrictions		
Undesignated	1,091,176	528,530
With donor restrictions		
Time restricted for future periods	355,955	540,502
Purpose restrictions	76,886	-
Total Net Assets with Donor Restrictions	432,841	540,502
Total Net Assets	1,524,017	1,069,032
TOTAL LIABILITIES AND NET ASSETS	\$ 2,011,692	\$ 1,543,818

See accompanying notes to financial statements

CASA of St. Louis
STATEMENTS OF ACTIVITIES

	Year Ended June 30, 2021			Year Ended June 30, 2020		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUE						
Contributions	\$ 627,843	\$ 137,261	\$ 765,104	\$ 519,841	\$ 75,684	\$ 595,525
Grants	864,275	63,709	927,984	831,742	66,818	898,560
Paycheck Protection Program Grant (Note E)	326,000	-	326,000			
Program income	13,007	-	13,007	72,289	-	72,289
Special events, net cost of direct benefits to donors of \$4,643 and \$29,935 for the years ended June 30, 2021 and 2020, respectively	21,653	-	21,653	17,844	-	17,844
In-kind contributions	91,202	-	91,202	106,390	-	106,390
Investment return, net of fees	6,465	-	6,465	422	-	422
Net assets released from program and time restrictions	308,631	(308,631)	-	284,002	(284,002)	-
Total Support and Revenue	<u>2,259,076</u>	<u>(107,661)</u>	<u>2,151,415</u>	<u>1,832,530</u>	<u>(141,500)</u>	<u>1,691,030</u>
EXPENSES						
Program	1,253,626	-	1,253,626	1,546,644	-	1,546,644
Management and general	239,600	-	239,600	240,149	-	240,149
Fundraising	203,204	-	203,204	311,246	-	311,246
Total Expenses	<u>1,696,430</u>	<u>-</u>	<u>1,696,430</u>	<u>2,098,039</u>	<u>-</u>	<u>2,098,039</u>
CHANGE IN NET ASSETS	562,646	(107,661)	454,985	(265,509)	(141,500)	(407,009)
NET ASSETS, Beginning of year	<u>528,530</u>	<u>540,502</u>	<u>1,069,032</u>	<u>794,039</u>	<u>682,002</u>	<u>1,476,041</u>
NET ASSETS, End of year	<u>\$ 1,091,176</u>	<u>\$ 432,841</u>	<u>\$ 1,524,017</u>	<u>\$ 528,530</u>	<u>\$ 540,502</u>	<u>\$ 1,069,032</u>

See accompanying notes to financial statements
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CASA of St Louis
STATEMENT OF FUNCTIONAL EXPENSES
Year Ended June 30, 2021

	Program	Management and General	Fund- raising	Cost of Direct Benefits to Donors	Total
EXPENSES					
Salaries and wages	\$ 897,161	\$ 102,775	\$ 142,915	\$ -	\$ 1,142,851
Payroll taxes	70,465	8,147	11,324	-	89,936
Other employee benefits	<u>104,853</u>	<u>15,756</u>	<u>16,703</u>	<u>-</u>	<u>137,312</u>
 Total salaries and related expenses	 1,072,479	 126,678	 170,942	 -	 1,370,099
 Professional fees and contract services	 29,763	 98,360	 3,732	 -	 131,855
In-kind expenses	71,596	8,202	11,405	-	91,203
Supplies	21,160	1,246	7,382	-	29,788
Insurance	12,719	988	1,359	-	15,066
 Depreciation	 10,970	 1,257	 1,748	 -	 13,975
Utilities and telephone	10,704	1,034	1,105	-	12,843
Seminars and conferences	8,603	24	539	-	9,166
Rent	8,269	-	-	-	8,269
 Other	 1,679	 899	 2,263	 -	 4,841
Special events	-	-	-	4,643	4,643
Postage and shipping	1,197	544	2,460	-	4,201
Travel	2,819	187	225	-	3,231
 Publications and memberships	 1,285	 150	 -	 -	 1,435
Advertising	<u>383</u>	<u>31</u>	<u>44</u>	<u>-</u>	<u>458</u>
	1,253,626	239,600	203,204	4,643	1,701,073
Less expenses included with support and revenue on the Statements of Activities					
Cost of direct benefits to donors	<u>-</u>	<u>-</u>	<u>-</u>	<u>(4,643)</u>	<u>(4,643)</u>
 Total Expenses	 <u>\$ 1,253,626</u>	 <u>\$ 239,600</u>	 <u>\$ 203,204</u>	 <u>\$ -</u>	 <u>\$ 1,696,430</u>
 Percentage of Total Expenses	 <u>73.8%</u>	 <u>14.2%</u>	 <u>12.0%</u>	 <u>0.0%</u>	 <u>100.0%</u>

See accompanying notes to financial statements

CASA of St Louis
STATEMENT OF FUNCTIONAL EXPENSES
Year Ended June 30, 2020

	Program	Management and General	Fund- raising	Cost of Direct Benefits to Donors	Total
EXPENSES					
Salaries and wages	\$ 1,052,248	\$ 109,096	\$ 163,014	\$ -	\$ 1,324,358
Payroll taxes	82,662	8,296	12,853	-	103,811
Other employee benefits	<u>141,962</u>	<u>16,103</u>	<u>21,992</u>	<u>-</u>	<u>180,057</u>
 Total salaries and related expenses	 1,276,872	 133,495	 197,859	 -	 1,608,226
 Professional fees and contract services	 66,705	 79,603	 64,535	 -	 210,843
In-kind expenses	87,898	7,414	11,078	-	106,390
Supplies	21,670	7,127	4,139	-	32,936
Insurance	16,939	2,214	2,624		21,777
 Depreciation	 6,491	 673	 1,005	 -	 8,169
Utilities and telephone	11,575	1,597	1,794	-	14,966
Seminars and conferences	3,826	2	504	-	4,332
Rent	7,748	1,158	1,075	-	9,981
 Other	 635	 2,530	 3,945	 -	 7,110
Special events	-	-	-	29,935	29,935
Postage and shipping	2,267	672	2,866	-	5,805
Travel	19,217	3,584	252	-	23,053
 Publications and memberships	 4,616	 80	 1,203	 -	 5,899
Advertising	<u>20,185</u>	<u>-</u>	<u>18,367</u>	<u>-</u>	<u>38,552</u>
	1,546,644	240,149	311,246	29,935	2,127,974
Less expenses included with support and revenue on the Statements of Activities					
Cost of direct benefits to donors	<u>-</u>	<u>-</u>	<u>-</u>	<u>(29,935)</u>	<u>(29,935)</u>
 Total Expenses	 <u>\$ 1,546,644</u>	 <u>\$ 240,149</u>	 <u>\$ 311,246</u>	 <u>\$ -</u>	 <u>\$ 2,098,039</u>
 Percentage of Total Expenses	 <u>73.7%</u>	 <u>11.5%</u>	 <u>14.8%</u>	 <u>0.0%</u>	 <u>100.0%</u>

See accompanying notes to financial statements

CASA of St Louis
STATEMENTS OF CASH FLOWS

	Years Ended June 30,	
	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 454,985	(\$ 407,009)
Adjustments to reconcile change in net assets to net change in cash from operating activities:		
Depreciation	13,975	8,169
Donated securities	(28,524)	(25,028)
Proceeds from sales of donated securities	26,527	5,040
Realized and unrealized (gain) loss on investments	(3,821)	2,751
Paycheck protection program grant	(326,000)	-
(Increase) decrease in assets:		
Grants receivable	86,433	207,731
Prepaid expenses and other assets	2,314	7,287
Increase (decrease) in liabilities:		
Accounts payable	(2,145)	7,378
Accrued expenses	14,989	14,572
	238,733	(179,109)
Net Change in Cash and Cash Equivalents from Operating Activities		
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	-	(20,170)
Redemption of investments	-	488,328
Purchase of investments	(28,184)	(6,760)
	(28,184)	461,398
Net Change in Cash and Cash Equivalents from Investing Activities		
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from note payable	326,045	326,000
	536,594	608,289
NET CHANGE IN CASH AND CASH EQUIVALENTS		
	784,275	175,986
CASH AND CASH EQUIVALENTS, Beginning of year		
	\$ 1,320,869	\$ 784,275
CASH AND CASH EQUIVALENTS, End of year		

See accompanying notes to financial statements

CASA of St. Louis
NOTES TO FINANCIAL STATEMENTS
June 30, 2021 and 2020

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

CASA of St. Louis (the “Organization”), a nonprofit organization, advocates for abused and neglected children and youth in St. Louis, Missouri by representing their best interests in court and in the community. The Organization’s teams of child advocacy attorneys, social workers, and Court Appointed Special Advocates (CASA) volunteers provide legal and social advocacy to child victims. The Organization’s largest sources of support are grants, fundraising events and donations from individuals. The Organization was incorporated in 1995.

Basis of Presentation

The financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. 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.

Net Assets without Donor Restrictions

Net assets available for use in general operations and not subject to donor or certain grantor restrictions.

Net Assets with Donor Restrictions

Net assets subject to donor or certain grantor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that such assets be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Use of Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

CASA of St. Louis
NOTES TO FINANCIAL STATEMENTS
June 30, 2021 and 2020

A. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** *(Continued)*

Cash and Cash Equivalents

For purposes of the Statements of Cash Flows, the Organization considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

The Organization maintains a significant portion of its cash balances in certain financial institutions. Accounts at each financial institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. At times, the cash deposits may exceed federally insured limits.

During 2021 and 2020, for cash flow reporting purposes, no cash payments relating to interest or income tax were made.

Grants Receivable

Grants receivable are carried net of allowance for doubtful accounts. The allowance for doubtful accounts is increased by provisions charged to expense and reduced by amounts charged off, net of recoveries. The allowance is maintained at a level considered adequate to provide for potential account losses based on management's evaluation of the anticipated impact on the balance of current economic conditions, changes in the character and size of the balance, past and expected future loss experience and other pertinent factors. There was no allowance for doubtful accounts at June 30, 2021 and 2020.

Property and Equipment

Property and equipment is stated at cost less accumulated depreciation. Contributed property and equipment is recorded at fair value at the date of the donation. If the donors stipulate how long the assets must be used, the contributions are recorded as restricted support. In the absence of such stipulations, contributions of property and equipment are recorded as donations without donor restriction.

Depreciation is recorded on a straight-line basis over the estimated useful lives of the assets which range from three to seven years. Renewals and betterments that extend the life of property are capitalized for expenditures of \$1,000 or more. Maintenance costs and repairs are expensed as incurred.

Concentration of Credit Risk

Financial instruments, which potentially subject the Institute to concentration of credit risk, consist principally of cash and investments. The Institute places its cash and investments with high credit quality financial institutions and, by policy, limits the amount of credit exposure to any one financial institution or investment type.

CASA of St. Louis
NOTES TO FINANCIAL STATEMENTS
June 30, 2021 and 2020
(Continued)

A. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

Investments

Investments consist of equities, insured deposits and certificates of deposits and are reported at their fair values based on quoted prices in active markets in the Statements of Financial Position. Investment income is reported in the Statements of Activities and consists of interest and dividend income, realized and unrealized gains and losses, less external and direct internal investment expenses.

Investments are exposed to various risks such as significant world events, interest rate, credit, and overall market volatility risks. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in the fair value of investments will occur in the near term and that such changes could materially affect the amounts reported in the Statements of Financial Position.

Financial Instruments

The carrying amount of cash and cash equivalents, grants receivable, prepaid expenses and other assets, accounts payable and accrued expenses reported in the Statements of Financial Position approximates fair value due to the short-term maturities of those instruments.

In addition, the Organization believes that the carrying amount of the note payable approximates fair value due to the relative similarity of the effective interest rate as compared to current market rate.

Support and Revenue Recognition

The Organization recognizes contributions when cash, securities, or other assets; an unconditional promise to give, or a notification of a beneficial interest is received. Conditional promises to give – that is, those with a measureable performance or other barrier and a right of return – are not recognized until the conditions on which they depend have been met.

Contributions

Contributions are recognized when a donor makes a promise to give to the Organization that is, in substance, unconditional. Restricted contributions which are received and expended in the same fiscal year are reported as increases in net assets without donor restrictions. Amounts received that are restricted by the donor for use in future periods or for specific purposes are reported as support with donor restrictions that increases net assets with donor restrictions. When a donor restriction expires, that is, when a stipulated time restriction ends or the purpose of the restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported as net assets released from restrictions.

CASA of St. Louis
NOTES TO FINANCIAL STATEMENTS
June 30, 2021 and 2020
(Continued)

A. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

Support and Revenue Recognition (Continued)

Grants

A portion of the Organization's revenue is derived from cost-reimbursable federal, state, and local contracts and grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has incurred expenditures in compliance with specific contracts or grant provisions.

Program Income

Program income is derived from local contracts and is recorded as performance obligations are met. Payments received in advance are deferred until earned.

Special Event Revenue

The portion of ticket sales and sponsorship revenue that relates to the commensurate value the attendee receives in return is recognized when the related events are held and performance obligations are met.

Donated Services

The Organization's programs depend upon the extensive use of volunteer time to deliver direct services to child clients. For the years ended June 30, 2021 and 2020, 288 and 270 CASA volunteers donated 34,560 and 32,400 hours of advocacy services to abused and neglected children in St. Louis foster care, respectively. The value of these contributed services, described above, has not been reflected in the accompanying financial statements.

The Organization believes the value of the hours volunteered in the provision of direct service is important because:

- a) without CASA volunteers providing social advocacy to our children, the Organization would need to outsource this work, and
- b) while CASA volunteers do not have specialized skills, they are required to complete 30+ hours of pre-service training, receive regular supervision by paid professional staff and complete 12 hours of continuing education each year.

CASA of St. Louis
NOTES TO FINANCIAL STATEMENTS
June 30, 2021 and 2020
(Continued)

A. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

Functional Allocation of Expenses

The costs of providing for various programs and other activities have been summarized on a functional basis in the Statements of Activities and in the Statements of Functional Expenses. Expenses that can be identified with a specific program and support services are allocated directly according to their natural expenditure classification. Other costs have been allocated among the programs and supporting services benefited, based on estimates made by management. Salaries and related expenses, insurance and depreciation expenses are allocated based on estimates of time and effort. Advertising, supplies, travel, other, publication and memberships, postage and shipping and seminars and conferences expenses are allocated directly according to their natural expenditure classifications. Remaining expense categories are allocated based on a combination of estimates of time and effort and direct allocation.

Income Taxes

The Organization qualifies as a nonprofit organization and is exempt from Federal and State income taxes under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for federal or state income taxes is provided for the years ending June 30, 2021 and 2020. The Organization files an informational return, the IRS Form 990. The Organization is unaware of any pending examination.

Subsequent Events

In preparing these financial statements, management has evaluated events and transactions for potential recognition or disclosure through October 18, 2021, the date the financial statements were available to be issued.

CASA of St. Louis
NOTES TO FINANCIAL STATEMENTS
June 30, 2021 and 2020
(Continued)

B. GRANTS RECEIVABLE

Grants receivable are stated at the amount management expects to collect from balances outstanding at year end. Grants receivable are recognized as revenue in the period earned, per the grant terms, or when expenses are incurred. Based on management's assessment of the credit history of grantors having outstanding balances and current relationships with them, it has concluded losses on balances outstanding at year end would be immaterial. Grants receivable include the following for the years ended June 30:

	2021	2020
Foundations and individuals	\$356,473	\$425,912
State and local governments	118,380	123,336
United Way of Greater St. Louis	48,546	60,684
Total Grants Receivable	\$523,399	\$609,832

Grants receivable are expected to be realized in the following periods:

	2021	2020
Less than one year	\$449,608	\$385,832
One to three years	73,791	224,000
Total Grants Receivable	\$523,399	\$609,832

CASA of St. Louis
NOTES TO FINANCIAL STATEMENTS
June 30, 2021 and 2020
(Continued)

C. **FAIR VALUE MEASUREMENTS**

Financial assets valued using Level 1 inputs are based on unadjusted quoted market prices within active markets. Financial assets valued using Level 2 inputs are based primarily on quoted prices for similar assets in active or inactive markets. Financial assets valued using Level 3 inputs are based primarily on assumptions about the marketability of the assets.

Fair values of assets measured on a recurring basis for the years ended June 30 are as follows:

	Fair Value Measurements Using			
	Fair Value	Quoted Prices In Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
<u>Investments at June 30, 2021</u>				
Insured deposits	\$109,251	\$109,251	\$ -	\$ -
Equities	28,715	28,715	-	-
Total	<u>\$137,966</u>	<u>\$137,966</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Investments at June 30, 2020</u>				
Insured deposits	\$ 81,814	\$ 81,814	\$ -	\$ -
Equities	22,151	22,151	-	-
Total	<u>\$103,965</u>	<u>\$103,965</u>	<u>\$ -</u>	<u>\$ -</u>

Investment return, net of fees consists of the following for the years ended June 30:

	2021	2020
Interest income	\$2,644	\$3,173
Net realized and unrealized gain (loss) on investments	3,821	(2,751)
Total Investment Return, Net of Fees	<u>\$6,465</u>	<u>\$ 422</u>

CASA of St. Louis
NOTES TO FINANCIAL STATEMENTS
June 30, 2021 and 2020
(Continued)

D. PROPERTY AND EQUIPMENT

Property and equipment consist of the following at June 30:

	2021	2020
Computer equipment	\$174,617	\$174,617
Furniture and fixtures	13,033	13,033
	187,650	187,650
Less: accumulated depreciation	(165,145)	(151,171)
Property and Equipment, Net	\$ 22,505	\$ 36,479

Depreciation expense was \$13,975 and \$8,169 for the years ended June 30, 2021 and 2020, respectively.

E. NOTE PAYABLE

On April 17, 2020, the Organization was granted a loan in the amount of \$326,000 from Carrollton Bank, pursuant to the Paycheck Protection Program (PPP), established as part of the Coronavirus Aid, Relief, and economic Security Act (CARES Act). As of December 1, 2020, the Organization had received confirmation from Carrollton Bank that the SBA had completely forgiven the loan. This is represented as Paycheck Protection Program Grant on the Statement of Activities.

On December 27, 2020, the Economic Aid to Hard-Hit Small Businesses, Nonprofits, and Venues Act (Economic Aid Act) became law. The Economic Aid Act provides the opportunity to obtain a forgivable “second draw” PPP loan. During the year, the Organization submitted an application for SBA loan funding under the second draw PPP.

The Organization was granted a second draw PPP loan of \$326,045 from Carrollton Bank on February 5, 2021. Under certain circumstances, all or part of the loan may be forgiven. As of the date that these statements are issued, the Organization has not received confirmation from the SBA that the loan has been forgiven.

The note is recorded as a Note Payable on the Statement of Financial Position due to forgiveness not being confirmed to date. The note is to be amortized over 60 months at an interest rate of 1%. Payments on this note are not due until February 2, 2026, at which time the full amount of principle of \$326,045 and accrued interest is due.

CASA of St. Louis
NOTES TO FINANCIAL STATEMENTS
June 30, 2021 and 2020
(Continued)

F. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are restricted for the following periods or purposes for the years ended June 30:

	2021	2020
Subject to the passage of time:		
Foundations and individuals	\$274,000	\$413,000
State and local governments	33,409	66,818
United Way of Greater St. Louis	48,546	60,684
	355,955	540,502
Subject to expenditure for specific purpose:		
Development consulting	69,986	-
Performance measurement	6,900	-
	76,886	-
Total Net Assets with Donor Restrictions	\$432,841	\$540,502

Net assets with donor restrictions are reclassified to net assets without donor restrictions when the time restriction expires or the funds are utilized for the restricted purpose.

G. NET ASSETS RELEASED FROM DONOR RESTRICTIONS

Net assets were released from donor restrictions by passage of time or by incurring expenses satisfying the restricted purpose as follows for the years ended June 30:

	2021	2020
Time restriction expired:		
Foundations and individuals	\$139,000	\$244,000
State and local government	66,818	-
United Way	12,138	-
	217,956	244,000
Purpose restriction accomplished:		
Development consulting	67,275	24,802
Performance measurement	23,400	15,200
	90,675	40,002
Total Net Assets Released from Restrictions	\$308,631	\$284,002

CASA of St. Louis
NOTES TO FINANCIAL STATEMENTS
June 30, 2021 and 2020
(Continued)

H. LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The Organization regularly monitors liquidity required to meet its operating needs and other contractual commitments. The Organization receives revenue from grants and contributions with and without donor restrictions and considers all grants and contributions, which are ongoing, major, and central to its operations to be available to meet cash needs for general expenditures. The Organization maintains financial assets, consisting of cash and investments, on hand to meet its normal operating expenses based on its annual budget. Operating expenses are compared to budgeted expenses on a monthly basis and financial assets on hand are adjusted as necessary.

The Organization's financial assets available within one year of the Statements of Financial Position date for general expenditures are as follows:

	2021	2020
Cash and cash equivalents	\$1,320,869	\$ 784,275
Grants receivable	523,399	609,832
Investments	137,966	103,965
Total financial assets	1,982,234	1,498,072
Less amounts not available to be used within one year:		
Donor restricted for time	73,791	224,000
Financial assets available to meet cash needs for general expenditures within one year	\$1,908,443	\$1,274,072

I. IN-KIND CONTRIBUTIONS

In-kind contributions consist of facilities used as office space at the St. Louis County and St. Louis City courthouses as well as clothing and household items. In-kind facilities have been valued at \$90,000 for the years ended June 30, 2021 and 2020. Other in-kind contributions were \$1,202 and \$16,390 for the years ended June 30, 2021 and 2020, respectively.

J. RETIREMENT PLAN

The Organization has a SIMPLE IRA retirement plan covering employees who meet the eligibility requirements. The Organization contributes 2% of gross wages to participating employee accounts. Contributions totaled \$21,589 and \$26,597 for the years ended June 30, 2021 and 2020, respectively.

CASA of St. Louis
NOTES TO FINANCIAL STATEMENTS
June 30, 2021 and 2020
(Continued)

K. LEASE COMMITMENTS

The Organization is obligated under various operating lease agreements for office equipment and storage space that expire at various dates through August 2023. Rent expense was \$8,269 and \$9,981 for the years ended June 30, 2021 and 2020, respectively.

Minimum future lease payments at June 30, 2021 are as follows:

Years Ending <u>June 30,</u>	
2022	3,629
2023	<u>605</u>
	<u>\$4,234</u>

L. ECONOMIC UNCERTAINTY

As the spread of the COVID-19 coronavirus continues worldwide, economic uncertainties have arisen that are likely to impact the Organization's financial results. While management expects this impact to be temporary, the severity and duration of the impact is uncertain at this time.



October 18, 2021

The Board of Directors and Management of
CASA of St Louis

In planning and performing our audit of the financial statements of CASA of St Louis, as of and for the year ended June 30, 2021 in accordance with auditing standards generally accepted in the United States of America, we considered Casa of St. Louis's internal control over financial reporting (internal control) as a basis for designing our auditing 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 Casa of St. Louis's internal control. Accordingly, we do not express an opinion on the effectiveness of Casa of St. Louis'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 Casa of St. Louis's financial statements will not be prevented or detected and corrected on a timely basis.

Our consideration of internal control was for the limited purpose described in the first paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses. 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.

This communication is intended solely for the information and use of management, the Board of Directors, and others within Casa of St. Louis, and is not intended to be and should not be used by anyone other than these specified parties.

Respectfully submitted,

Schmersahl Treloar & Co.

SCHMERSAHL TRELOAR & CO., PC
Certified Public Accountants