



CASA OF CENTRAL VIRGINIA, INC.
Lynchburg, Virginia

Financial Statements
for years ended
June 30, 2023 and 2022

Not-for-Profit Corporation
501(c)(3)





CASA OF CENTRAL VIRGINIA, INC.

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REPORT OF INDEPENDENT AUDITORS

To the Board of Directors
CASA of Central Virginia, Inc.
Lynchburg, Virginia

Opinion

We have audited the accompanying financial statements of CASA of Central Virginia, Inc. (the Corporation), which comprise the statements of financial position as of June 30, 2023 and 2022, 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, based on our audits, the financial statements referred to above present fairly, in all material respects, the financial position of CASA of Central Virginia, Inc. as of June 30, 2023 and 2022, and the change in net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. 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 CASA of Central Virginia, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, 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 CASA of Central Virginia, Inc. ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's 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 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, including omissions, 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, 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 consolidated 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 CASA of Central Virginia, Inc.'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 CASA of Central Virginia, Inc.'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.

A handwritten signature in blue ink that reads "David W. Doyle & Altman, LLC".

Lynchburg, Virginia
January 10, 2024





CASA OF CENTRAL VIRGINIA, INC.
Statements of Financial Position
June 30, 2023 and 2022

	Assets	
	2023	2022
Current assets		
Cash and cash equivalents	\$ 147,667	\$ 199,182
Unconditional promises to give	233,562	230,200
Pledges receivable	48,335	5,760
Prepaid expenses	3,071	9,497
Total current assets	<u>432,635</u>	<u>444,639</u>
Property and equipment	102,681	114,714
Less accumulated depreciation	<u>85,019</u>	<u>80,308</u>
Total property and equipment	<u>17,662</u>	<u>34,406</u>
Other Assets		
Beneficial interest in assets held by others	<u>211,147</u>	<u>193,990</u>
Total other assets	<u>211,147</u>	<u>193,990</u>
Total assets	\$ <u>661,444</u>	\$ <u>673,035</u>

Liabilities and Net Assets

Current liabilities		
Accounts payable	\$ 29,834	\$ 8,711
Payroll liabilities	<u>1,342</u>	<u>4,518</u>
Total current liabilities	<u>31,176</u>	<u>13,229</u>
Total liabilities	<u>31,176</u>	<u>13,229</u>
Net assets		
Without donor restrictions	185,559	235,616
With donor restrictions	<u>444,709</u>	<u>424,190</u>
Total net assets	<u>630,268</u>	<u>659,806</u>
Total liabilities and net assets	\$ <u>661,444</u>	\$ <u>673,035</u>

See notes to financial statements.





CASA OF CENTRAL VIRGINIA, INC.
Statement of Activities
Year ended June 30, 2023

	<u>Without donor restriction</u>	<u>With donor restriction</u>	<u>Total</u>
Support and revenue			
Government grants	\$ 16,690	\$ 175,628	\$ 192,318
United Way contributions	-	61,229	61,229
Contributions	114,799	45,000	159,799
Fundraising events, net of expenses - \$53,527	169,467	-	169,467
In-kind donations	<u>12,000</u>	<u>-</u>	<u>12,000</u>
Total public support	<u>312,956</u>	<u>281,857</u>	<u>594,813</u>
Other revenue			
Investment income, net	-	20,620	20,620
Other income	<u>100</u>	<u>-</u>	<u>100</u>
Total other revenue	<u>100</u>	<u>20,620</u>	<u>20,720</u>
Release of restricted funds	<u>281,958</u>	(<u>281,958</u>)	<u>-</u>
Total public support and revenue	<u>595,014</u>	<u>20,519</u>	<u>615,533</u>
Expenses			
Program services	551,266	-	551,266
Management and general	42,310	-	42,310
Fundraising	<u>51,495</u>	<u>-</u>	<u>51,495</u>
Total expenses	<u>645,071</u>	<u>-</u>	<u>645,071</u>
Increase (decrease) in net assets	(50,057)	20,519	(29,538)
Net assets at beginning of year	\$ <u>235,616</u>	\$ <u>424,190</u>	\$ <u>659,806</u>
Net assets at end of year	\$ <u><u>185,559</u></u>	\$ <u><u>444,709</u></u>	\$ <u><u>630,268</u></u>

See notes to financial statements.





CASA OF CENTRAL VIRGINIA, INC.
Statement of Activities
Year ended June 30, 2022

	Without donor restriction	With donor restriction	Total
Support and revenue			
Government grants	\$ 33,690	\$ 373,076	\$ 406,766
United Way contributions	-	55,787	55,787
Contributions	96,675	79,175	175,850
Fundraising events, net of expenses - \$49,356	141,846	-	141,846
In-kind donations	12,000	-	12,000
Total public support	284,211	508,038	792,249
Other revenue			
Investment income (loss), net	-	(33,457)	(33,457)
PPP loan forgiveness	88,427	-	88,427
Other income	163	-	163
Total other revenue	88,590	(33,457)	55,133
Release of restricted funds	211,618	(211,618)	-
Total public support and revenue	584,419	262,963	847,382
Expenses			
Program services	539,219	-	539,219
Management and general	40,329	-	40,329
Fundraising	49,518	-	49,518
Total expenses	629,066	-	629,066
Increase (decrease) in net assets	(44,647)	262,963	218,316
Net assets at beginning of year	\$ 280,263	\$ 161,227	\$ 441,490
Net assets at end of year	\$ 235,616	\$ 424,190	\$ 659,806

See notes to financial statements.





CASA OF CENTRAL VIRGINIA, INC.
Statement of Functional Expenses
Year ended June 30, 2023

	Program Service Expenses	Management And General Expenses	Fundraising Expenses	Total
Salaries	\$ 376,212	\$ 26,556	\$ 39,834	\$ 442,602
Employee fringe benefits	43,090	3,042	4,562	50,694
Payroll taxes	27,941	1,972	2,959	32,872
Travel and conferences	21,884	-	-	21,884
Professional fees	16,862	1,312	562	18,736
Marketing	12,169	1,819	780	13,521
Donated rent	10,800	946	406	12,000
Training and recognition	11,737	-	-	11,737
Telephone	8,446	657	281	9,384
Office supplies	6,098	474	204	6,776
Printing	2,823	1,412	1,411	5,646
Depreciation	4,240	330	141	4,711
Equipment	4,604	358	154	3,803
Business insurance	3,423	266	114	3,777
Bank service charges	-	3,642	-	3,642
Postage	1,020	510	509	2,039
Dues and subscriptions	1,122	87	38	1,247
Total expenses	\$ 551,266	\$ 42,310	\$ 51,495	\$ 645,071

See notes to financial statements.





CASA OF CENTRAL VIRGINIA, INC.
Statement of Functional Expenses
Year ended June 30, 2022

	Program Service Expenses	Management And General Expenses	Fundraising Expenses	Total
Salaries	\$ 373,544	\$ 26,368	\$ 39,551	\$ 439,463
Employee fringe benefits	36,052	2,545	3,817	42,414
Payroll taxes	27,978	1,975	2,963	32,916
Marketing	23,388	1,819	780	25,987
Travel and conferences	18,252	-	-	18,252
Professional fees	14,784	1,149	493	16,426
Donated rent	10,800	840	360	12,000
Telephone	7,485	582	249	8,316
Training and recognition	7,420	-	-	7,420
Office supplies	4,871	379	162	5,412
Equipment	4,604	358	154	5,116
Depreciation	4,028	313	135	4,476
Business insurance	3,236	252	107	3,595
Bank service charges	-	2,956	-	2,956
Printing	796	398	399	1,593
Postage	623	311	312	1,246
Dues and subscriptions	1,083	84	36	1,203
Miscellaneous	275	-	-	275
Total expenses	\$ 539,219	\$ 40,329	\$ 49,518	\$ 629,066

See notes to financial statements.





CASA OF CENTRAL VIRGINIA, INC.
Statements of Cash Flows
Years ended June 30, 2023 and 2022

	<u>2023</u>	<u>2022</u>
Cash flows from operating activities		
Increase (decrease) in net assets	\$ (29,538)	\$ 218,316
Adjustments to reconcile changes in net assets to net cash provided by operating activities:		
Unrealized (gain) loss	(2,657)	36,737
Depreciation	4,711	4,476
Changes in assets and liabilities:		
(Increase) decrease in unconditional promises to give	(3,362)	(181,075)
(Increase) decrease in pledges receivable	(42,575)	13,216
(Increase) decrease in prepaid expenses	6,426	(6,575)
Increase (decrease) in accounts payable	21,123	(887)
Increase (decrease) in payroll liabilities	(3,176)	137
Net cash provided by (used in) operating activities	(<u>49,048</u>)	<u>84,345</u>
Cash flows from investing activities		
Additions to property and equipment	(2,467)	(19,225)
Additions to investments	<u>-</u>	(<u>128,000</u>)
Net cash used in investing activities	(<u>2,467</u>)	(<u>147,225</u>)
Cash flows from financing activities		
Forgiveness of SBA PPP loans	<u>-</u>	(<u>88,427</u>)
Net provided by (used in) financing activities	<u>-</u>	(<u>88,427</u>)
Net increase (decrease) in cash and cash equivalents	(51,515)	(151,307)
Cash and cash equivalents at beginning of year	<u>199,182</u>	<u>350,489</u>
Cash and cash equivalents at end of year	\$ <u><u>147,667</u></u>	\$ <u><u>199,182</u></u>

See notes to financial statements.





CASA OF CENTRAL VIRGINIA, INC.
Notes to Financial Statements
June 30, 2023 and 2022

Note 1 – Nature of Organization

Nature of organization

CASA of Central Virginia, Inc. (Court Appointed Special Advocates of Central Virginia) is a not-for-profit corporation (the "Corporation") that acts as an advocate for the best interests of abused and neglected children in the 24th Judicial District of Virginia. The Corporation recruits, trains, supports and monitors caring volunteers to advocate for abused and neglected children in juvenile dependency proceedings.

Note 2 – Significant Accounting Policies

Basis of accounting

The financial statements have been prepared in accordance with generally accepted accounting principles in the United States.

Cash and cash equivalents

For purposes of reporting cash flows, the Corporation considers all cash accounts which are not subject to withdrawal restrictions or penalties and all highly liquid debt instruments purchased with a maturity of three months or less to be cash or cash equivalents. The Corporation maintains substantially all of its cash balances at two financial institutions which, at times, may temporarily exceed the Federal Deposit Insurance Corporation (FDIC) \$250,000 insurance cap. There were no cash balances in excess of the FDIC limits at June 30, 2023 or 2022.

Investments

The corporation reports investments with readily determinable fair values at fair market value.

Property and equipment

Property and equipment are recorded at cost when purchased. Assets acquired by gift are recorded at their fair market value at the date of gift. Assets acquired by purchase that exceed \$500 are treated as fixed assets.

Depreciation

Depreciation of property and equipment is provided for using the straight-line method over the following estimated lives:

Leasehold improvements	15 – 39 years
Buildings and improvements	7 – 40 years
Furniture and equipment	5 – 10 years

Funds Held in Trust by Others

The Corporation maintains permanently restricted contributions which were transferred as irrevocable gifts to The Greater Lynchburg Community Foundation (the "Foundation") pursuant to an agreement with the Foundation which, along with the Foundations *Amended and Restated Resolution and Declaration of Trust* (the "Resolution"), should be referred to for greater detail. Under the terms of the agreement and Resolution, these amounts, less fees charged by the Foundation for investing and administering the assets, are to be held by the Foundation as a designated fund for the sole benefit of the Corporation. The endowment is presented in the accompanying statement of financial position at its fair value.





CASA OF CENTRAL VIRGINIA, INC.
Notes to Financial Statements
June 30, 2023 and 2022

Note 2 – Significant Accounting Policies (continued)

Non-Beneficial Interest in Funds Held by Others

The Corporation is party to a Fund held by others as of June 30, 2023 and 2022. The donors of this Fund established the endowments at a Foundation, with specified distributions to be made to a designated beneficiary by the Foundation. This Fund is recognized on the books of the Foundation where it is held, only distributions made by the Foundation to the Corporation are recognized as contributions.

Net Assets

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions- Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions. The governing board may designate, from net assets without donor restrictions, net assets for an operating reserve.

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 the resources 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.

Revenue Recognition

The Corporation derives revenue from grants and contributions to train volunteers to advocate for abused and neglected children in juvenile dependency proceedings. Grants and contributions received are recorded depending on the absence or existence and nature of any donor restrictions.

The Corporation accounts for contributions in accordance with Accounting Standards Codification (ASC) 958, *NPO Entities*. In accordance with ASC 958, contributions received or unconditionally pledged are recorded as without donor restriction or with donor restriction support depending on the existence and/or nature of any donor restrictions. The Corporation recognizes grants and contributions when cash, securities or assets; an unconditional promise to give; or a notification of a beneficial interest is received. Conditional promises to give – that is, those with a measurable performance or other barrier and a right of return – are not recognized until the conditions of which they depend have been met.

Gifts of cash and other assets are presented as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends, or purpose restriction is accomplished, donor restricted net assets are reclassified to without donor restriction net assets and reported in the statement of activities as net assets released from restrictions.

Gifts of property and equipment are presented as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash and other assets that must be used to acquire long-lived assets are reported as restricted support. Absent explicit donor stipulations about how long those long-lived assets must be maintained, the Corporation reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

Contributions are recorded as of the date cash or unconditional promises to give are received. Contributions other than cash are recorded at the estimated fair values as of the date of the contribution.





CASA OF CENTRAL VIRGINIA, INC.
Notes to Financial Statements
June 30, 2023 and 2022

Note 2 – Significant Accounting Policies (continued)

Income Taxes

No provision for income taxes has been made in the financial statements because the Corporation is exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code, and is classified as an organization other than a private foundation.

The Financial Accounting Standards Board issued ASC 740-10, *Accounting for Uncertainty in Income Taxes*, which prescribed a comprehensive model for how an organization should measure, recognize, present, and disclose in its financial statements uncertain tax positions that an organization has taken or expects to take on a tax return. The Corporation has analyzed tax positions taken for filing with Internal Revenue Service and all state jurisdictions where it operates. The Corporation believes that income tax filing positions will be sustained upon examination and does not anticipate any adjustments that would result in a material adverse affect on the Corporation financial condition, results of operations or cash flows. Accordingly, the Corporation has not recorded any reserves, or related accruals for interest and penalties for uncertain income tax positions at June 30, 2023 and 2022. Fiscal years ending on or after June 30, 2020 remain subject to examination by federal and state tax authorities.

Functional Allocation of Expenses

The cost of providing the various programs and other activities has been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Advertising

The Corporation expenses advertising costs as incurred. Such expenses are shown in the statement of activities.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Note 3 – Fair Value of Assets and Liabilities

FASB ASC 820 defines fair value as the amount that would be received from the sale of an asset or paid for the transfer of a liability in an orderly transaction between market participants at the measurement date. FASB ASC 820 establishes a hierarchy for disclosing assets and liabilities measured at fair value based on the inputs used to value them. The fair value hierarchy maximizes the use of observable inputs and minimizes the use of unobservable inputs. Observable inputs are based on market pricing data obtained from sources independent of the Corporation. Unobservable inputs reflect management's judgment about the assumptions market participants would use in pricing the asset or liability.

The fair value hierarchy includes three levels based on the objectivity of the inputs as follows:

- Level 1 inputs are quoted prices in active markets as of the measurement date for identical assets and liabilities that the Corporation has the ability to access. This category includes exchange-traded mutual funds and equity securities.
- Level 2 inputs are inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly. Level 2 inputs include quoted prices for similar assets and liabilities in active markets, and inputs other than quoted prices that are observable for the asset or liability, such as interest rates or yield curves, that are observable at commonly quoted intervals. This category includes mortgage-backed securities, asset-backed securities, corporate debt securities, certificates of deposit, commercial paper, U.S. agency and municipal debt securities, U.S. Treasury securities and derivative contracts.
- Level 3 inputs are unobservable inputs for the asset or liability, and include situations where there is little, if any, market activity for the asset or liability. The measurements are highly subjective.





CASA OF CENTRAL VIRGINIA, INC.
Notes to Financial Statements
June 30, 2023 and 2022

Note 3 – Fair Value of Assets and Liabilities (continued)

Following is a description of the valuation methodologies used for assets measured at fair value:

- *Funds held in Trusts by Others – Value determined by the trustee of the funds based on the underlying fair value of the pooled investments.*

	Fair Value Measurement Using:			Total at Fair Value
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	
June 30, 2023				
Funds held in Trusts by Others	-	211,147	-	211,147
Total	\$ -	\$ 211,147	\$ -	\$ 211,147
June 30, 2022				
Funds held in Trusts by Others	-	193,990	-	193,990
Total	\$ -	\$ 193,990	\$ -	\$ 193,990

Note 4 – Endowments

As required by generally accepted accounting principles, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

The Corporation’s endowment funds consist of individual funds established for a variety of purposes. Its endowment includes board designated endowment funds. As required by GAAP, net assets associated with endowment funds, including funds designated by the Board of Trustees to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

Interpretation of Relevant Law

The Uniform Prudent Management of Institutional Funds Act (UPMIFA) as enacted by the Commonwealth of Virginia applies to all the endowment funds unless the donor has specifically directed otherwise. The Board of Directors interprets UPMIFA as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor restrictions to the contrary. As a result of this interpretation, the Board of Directors classifies as net assets with donor restrictions in perpetuity (a) the original value of the gifts donated to the endowment, (b) the original value of subsequent gifts to the endowment, (c) accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund and (d) market value adjustments in funds held by others. The remaining portion of the donor-restricted endowment fund that is not classified in perpetuity is classified as donor restricted net assets for purpose until those amounts are appropriated for expenditure by the Corporation in a manner consistent with the standard of prudence prescribed by UPMIFA.





CASA OF CENTRAL VIRGINIA, INC.
Notes to Financial Statements
June 30, 2023 and 2022

Note 4 – Endowments (continued)

In accordance with UPMIFA, the Board of Directors considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- (1) The duration and preservation of the fund.
- (2) The purpose of the Corporation and the donor-restricted endowment fund.
- (3) General economic conditions.
- (4) The possible effects of inflation and deflation.
- (5) The expected total return from income and the appreciation of investments.
- (6) Other resources of the Corporation.
- (7) The investment policies of the Corporation.

Spending Policy

The Corporation has invested the funds with the Greater Lynchburg Community Foundation (the “Foundation”). The Foundation has a policy of appropriating investment income earned from endowment funds as assets available for current operations if allowed by donors. In establishing this policy, the Foundation considered the long-term expected total real return on the investments. Earnings from the endowment’s investment are appropriated as needed to adequately fund the Corporation’s operations.

Return Objectives and Risk Parameters

The responsibility for investment of all endowment funds of the Corporation is solely the responsibility of the Foundation. The return objectives and risk parameters applicable to the endowments herewith presented are as follows:

The endowment assets are invested by the Foundation in a manner that is intended to produce results that exceed the price and yield results of appropriate benchmarks without putting the assets at imprudent risk.

Strategies Employed for Achieving Objectives

To achieve its long-term investment objective, the Foundation 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 Foundation targets a diverse asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.





CASA OF CENTRAL VIRGINIA, INC.
Notes to Financial Statements
June 30, 2023 and 2022

Note 4 – Endowments (continued)

Funds with Deficiencies

From time to time the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or UPMIFA/SPMIFA requires the Corporation to retain as a fund of perpetual duration.

Endowment Net Asset Composition by Type of Fund
As of June 30, 2023

	Without Donor Restrictions	With Donor Restrictions	Total
Donor restricted endowment funds	\$ -	\$ -	\$ -
Board-Designated endowment funds	-	211,147	211,147
Total funds	\$ -	\$ 211,147	\$ 211,147

Changes in Endowment Fund Net Assets
For Fiscal Year Ended June 30, 2023

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment fund net assets Beginning of year	\$ -	\$ 193,990	\$ 193,990
Contributions	-	-	-
Investment income:			
Investment income, net	-	(2,682)	(2,682)
Net appreciation (realized and unrealized)	-	23,303	23,303
	-	20,621	20,621
Appropriation of endowment assets for expenditure	-	(3,464)	(3,464)
Endowment fund net assets End of year	\$ -	\$ 211,147	\$ 211,147





CASA OF CENTRAL VIRGINIA, INC.
Notes to Financial Statements
June 30, 2023 and 2022

Note 4 – Endowments (continued)

Endowment Net Asset Composition by Type of Fund
As of June 30, 2022

	Without Donor Restrictions	With Donor Restrictions	Total
Donor restricted endowment funds	\$ -	\$ -	\$ -
Board-Designated endowment funds	-	193,990	193,990
Total funds	\$ -	\$ 193,990	\$ 193,990

Changes in Endowment Fund Net Assets
For Fiscal Year Ended June 30, 2022

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment fund net assets Beginning of year	\$ -	\$ 102,727	\$ 83,865
Contributions	-	128,000	128,000
Investment income:			
Investment income, net	-	380	380
Net depreciation (realized and unrealized)	-	(34,384)	(34,384)
	-	(34,004)	(34,004)
Appropriation of endowment assets for expenditure	-	(2,733)	(2,733)
Endowment fund net assets End of year	\$ -	\$ 193,990	\$ 193,990

Note 5 – Retirement plan

The Corporation has a SIMPLE retirement plan in which eligible employees can participate. The Corporation contributes 3% of each eligible participant's compensation to the plan. The plan contributions for the years ended June 30, 2023 and 2022 were \$6,987 and \$7,132, respectively.





CASA OF CENTRAL VIRGINIA, INC.
Notes to Financial Statements
June 30, 2023 and 2022

Note 6 – Grants and contributions

The Corporation received notification of the following government grants and contributions during the years ended June 30, 2023 and 2022 respectively:

	2023	2022
Government grants and contributions		
Commonwealth of Virginia	\$ 168,628	\$ 372,201
City of Lynchburg (In-kind)	12,000	12,000
Bedford County	12,000	12,000
Amherst County	4,690	4,690
Nelson County	7,000	875
Campbell County	-	17,000
Total Government grants and contributions	\$ 204,318	\$ 418,766
Other grants and contributions		
United Way	61,229	55,787
Al Stroobants Foundation	10,000	20,000
Walter Payne Foundation	10,000	-
Greater Lynchburg Community Foundation	11,000	12,850
SBA funding forgiven	-	88,427
AEP	-	29,000
Other contributions	128,799	114,000
Total other grants and contributions	\$ 221,028	\$ 320,064
Total grants and contributions	\$ 425,346	\$ 738,830

Note 7 – Beneficial and Non-Beneficial Interests in Assets Held by Others

The Corporation established an endowment with the local community foundation, Greater Lynchburg Community Foundation (“Foundation”). Under the terms of the agreement, the Corporation receives a distribution of the earnings generated by the transferred assets. The Corporation granted variance power to the Foundation and designated the Corporation as the beneficiary of the assets. As of June 30, 2023 and 2022, the beneficial interest of the two funds was \$211,147 and \$193,990, respectively.

In addition, funds have been established at the Foundation with the Corporation designated as beneficiary by the donor. The distributions from these funds are recognized as contributions when received. The fair value of the non-beneficial interests total \$10,381 and \$10,014 as of June 30, 2023 and 2022, respectively.

Note 8 – Net assets with donor restrictions

	2023	2022
Donor restricted net assets:		
Future periods -		
Government Grants	\$ 171,562	\$ 178,775
United Way	52,000	50,000
Greater Lynchburg Community Foundation	131,147	113,990
Other contributions	10,000	1,425
	364,709	344,190
Perpetuity -		
Greater Lynchburg Community Foundation	80,000	80,000
Total donor restricted net assets	\$ 444,709	\$ 424,190





CASA OF CENTRAL VIRGINIA, INC.
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Note 9 – Concentration of credit risk

The Corporation is a not-for-profit corporation located in Lynchburg, Virginia. Approximately 10% of the Corporation’s revenue is from contributions from the United Way of Central Virginia, Inc. with individual and corporate contributions and state grants accounting for about 61% of revenue for the year ending June 30, 2023. Approximately 7% of the Corporation’s revenue is from contributions from the United Way of Central Virginia, Inc. with individual and corporate contributions and state grants accounting for about 69% of revenue for the year ending June 30, 2022. The remaining revenue consists of interest and miscellaneous income.

Note 10 - Operating Leases

The Corporation leases office space from the City of Lynchburg. The lease, which began November 2012, was for an initial five year term with the option to renew for two additional terms of five years each. In February 2018, the lease agreement was renewed for another five year term, beginning November 1, 2017 and ending on October 31, 2022 and is now on a monthly basis. The rent is \$12,000 annually and is waived in lieu of the City making an annual contribution to support the Corporation’s operations.

The Corporation also leases two copiers under operating leases with future minimum lease payments as follows:

<u>Year ending June 30, 2023</u>		
2024	\$	3,716
2025		3,716
2026		3,716
2027		2,478
2028		-
Thereafter		<u>-</u>
	\$	<u>13,626</u>

Note 11 – Contributed Nonfinancial Assets & Services

The Corporation received the following in-kind services for June 30, 2023 and 2022:

	<u>2023</u>	<u>2022</u>
Rent	\$ <u>12,000</u>	<u>12,000</u>
	\$ <u>12,000</u>	<u>12,000</u>

Accounting standards require recording the value of donated services that create or enhance non-financial assets or require specialized skills. Donated facilities for office space of \$12,000 were donated as of June 30, 2023 and 2022.





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Note 12 – Liquidity and Availability

The Corporation regularly monitors liquidity required to meet its operating needs and other contractual commitments, while also striving to maximize the investment of its available funds. The Corporation has various sources of liquidity at its disposal, including cash and cash equivalents.

For purposes of analyzing resources available to meet general expenditures over a 12-month period, the Corporation considers all expenditures related to its ongoing activities to be general expenditures.

In addition to financial assets available to meet general expenditures over the next 12 months, the Corporation aims to operate with a balanced budget and anticipates collecting sufficient revenue to cover general expenditures not covered by donor-restricted resources. Refer to the statement of cash flows which identifies the sources and uses of the Corporation's cash and shows positive cash generated by operations for fiscal year ending June 30, 2023.

As of June 30, 2023, the following financial assets could readily be made available to meet general expenditures:

Cash and cash equivalents	\$	147,667
Unconditional promises to give		233,562
Pledges receivable		<u>48,335</u>
		429,564
Less:		
Current liabilities		<u>(31,176)</u>
Net available	\$	<u>398,388</u>

Note 13 – Subsequent Events

The Corporation has evaluated subsequent events through January 10, 2024, the date the report is available for issuance. No events requiring disclosure were noted.

