CASA OF CENTRAL VIRGINIA, INC.
Lynchburg, Virginia

Financial Statements
for years ended
June 30, 2020 and 2019

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

CASA OF CENTRAL VIRGINIA, INC.

Contents

DAVIDSON, DOYLE & HILTON
CERTIFIED PUBLIC ACCOUNTANTS

REPORT OF INDEPENDENT AUDITORS

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

Report on the Financial Statements

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, 2020 and 2019, 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.

Auditor's 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 the 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 Central Virginia, Inc. as of June 30, 2020 and 2019, and the results of its activities and changes in its net assets for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Davidson Doyle & Hilton, LLP

Lynchburg, Virginia
January 16, 2021

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CASA OF CENTRAL VIRGINIA, INC.
Statements of Financial Position
June 30, 2020 and 2019

Assets

		2020		2019
Current assets				
Cash and cash equivalents	$	216,500	$	107,055
Unconditional promises to give		240,147		230,539
Pledges receivable		5,020		10,790
Prepaid expenses		2,810		2,605
Total current assets		464,477		350,989
Property and equipment		88,335		86,361
Less accumulated depreciation		72,245		68,689
Total property and equipment		16,090		17,672
Other Assets				
Beneficial interest in assets held by others		83,865		82,355
Total other assets		83,865		82,355
Total assets	$	564,432	$	451,016

Liabilities and Net Assets

		2020		2019
Current liabilities				
Accounts payable	$	15,829	$	5,480
Payroll liabilities		246		1,335
Notes payable, current portion		37,405		-
Total current liabilities		53,480		6,815
Current liabilities				
Notes payable, long-term portion		55,595		-
Total liabilities		109,075		6,815
Net assets				
Without donor restrictions		131,345		131,307
With donor restrictions		324,012		312,894
Total net assets		455,357		444,201
Total liabilities and net assets	$	564,432	$	451,016

See notes to financial statements.

CASA OF CENTRAL VIRGINIA, INC.
Statement of Activities
Year ended June 30, 2020

	Without donor restriction	With donor restriction	Total
Support and revenue			
Government grants	$ 25,240	$ 272,191	$ 297,431
United Way contributions	-	49,602	49,602
Contributions	61,132	78,200	139,332
Fundraising events, net of expenses - $27,944	87,404	-	87,404
In-kind donations	12,000	-	12,000
Total public support	185,776	399,993	585,769
Other revenue			
Interest and dividends	5	-	5
Investment Income, net	-	3,838	3,838
Other income	167	-	167
Total other revenue	172	3,838	4,010
Release of restricted funds	392,713	(392,713)	-
Total public support and revenue	578,661	11,118	589,779
Expenses			
Program services	499,181	-	499,181
Management and general	36,138	-	36,138
Fundraising	43,304	-	43,304
Total expenses	578,623	-	578,623
Increase in net assets	38	11,118	11,156
Net assets at beginning of year	$ 131,307	$ 312,894	$ 444,201
Net assets at end of year	$ 131,345	$ 324,012	$ 455,357

See notes to financial statements.

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CASA OF CENTRAL VIRGINIA, INC.
Statement of Activities
Year ended June 30, 2019

	Without donor restriction	With donor restriction	Total
Support and revenue			
Government grants	$ 25,190	$ 228,837	$ 254,027
United Way contributions	-	48,556	48,556
Contributions	73,610	26,300	99,910
Fundraising events, net of expenses - $34,363	109,059	-	109,059
In-kind donations	12,000	-	12,000
Total public support	219,859	303,693	523,552
Other revenue			
Interest and dividends	393	-	393
Investment Income	-	2,532	2,532
Other income	250	-	250
Total other revenue	643	2,532	3,175
Release of restricted funds	205,903	(205,903)	-
Total public support and revenue	426,405	100,323	526,727
Expenses			
Program services	448,342	-	448,342
Management and general	32,191	177	32,368
Fundraising	39,819	-	39,819
Total expenses	520,352	177	520,529
Increase (decrease) in net assets	(93,947)	100,145	6,198
Net assets at beginning of year	$ 225,254	$ 212,749	$ 438,003
Net assets at end of year	$ 131,307	$ 312,894	$ 444,201

CASA OF CENTRAL VIRGINIA, INC.
Statement of Functional Expenses
Year ended June 30, 2020

	Program Service Expenses	Management And General Expenses	Fundraising Expenses	Total
Salaries	$ 314,901	$ 22,228	$ 33,342	$ 370,471
Marketing	61,519	4,784	2,051	68,354
Employee fringe benefits and retirement	27,480	1,939	2,910	32,329
Payroll taxes	23,449	1,655	2,483	27,587
Professional fees	14,147	1,100	472	15,719
Rent	10,800	840	360	12,000
Travel and conferences	10,485	-	-	10,485
Training and recognition	10,242	-	-	10,242
Equipment	5,821	453	194	6,468
Telephone	4,871	379	162	5,412
Miscellaneous	3,592	-	-	3,592
Depreciation	3,200	249	107	3,556
Business insurance	2,995	233	100	3,328
Office supplies	2,459	191	82	2,732
Postage	1,040	520	520	2,080
Printing	959	479	480	1,918
Dues and subscriptions	1,221	95	41	1,357
Bank service charges	-	993	-	993
Total expenses	$ 499,181	$ 36,138	$ 43,304	$ 578,623

See notes to financial statements.

CASA OF CENTRAL VIRGINIA, INC.
Statement of Functional Expenses
Year ended June 30, 2019

	Program Service Expenses	Management And General Expenses	Fundraising Expenses	Total
Salaries	$ 280,680	$ 19,813	$ 29,719	$ 330,212
Employee fringe benefits and retirement	34,272	2,419	3,629	40,320
Marketing	32,472	2,526	1,082	36,080
Payroll taxes	20,763	1,466	2,198	24,427
Professional fees	12,926	1,006	431	14,363
Travel and conferences	14,188	-	-	14,188
Rent	10,800	840	360	12,000
Equipment	10,367	806	346	11,519
Training and recognition	9,192	-	-	9,192
Telephone	6,122	476	204	6,802
Printing	2,016	1,008	1,008	4,032
Business insurance	3,528	274	118	3,920
Depreciation	3,303	257	110	3,670
Office supplies	3,271	254	109	3,634
Miscellaneous	2,208	-	-	2,208
Postage	923	462	461	1,846
Dues and subscriptions	1,311	102	44	1,457
Bank service charges	-	659	-	659
Total expenses	$ 448,342	$ 32,368	$ 39,819	$ 520,529

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CASA OF CENTRAL VIRGINIA, INC.
Statements of Cash Flows
Years ended June 30, 2020 and 2019

	2020	2019
Cash flows from operating activities		
Increase in net assets	$ 11,156	$ 6,198
Adjustments to reconcile changes in net assets to net cash provided by operating activities:		
Investment revenue, net	(1,510)	(2,355)
Depreciation	3,556	3,670
Changes in assets and liabilities:		
(Increase) decrease in unconditional promises to give	(9,608)	(17,790)
(Increase) decrease in pledges receivable	5,770	(8,065)
(Increase) decrease in prepaid expenses	(205)	331
Increase (decrease) in accounts payable	10,349	(2,902)
Increase (decrease) in payroll liabilities	(1,089)	(310)
Net cash provided by (used in) operating activities	18,419	(21,223)
Cash flows from investing activities		
Additions to property and equipment	(1,974)	-
Additions to investments	-	(80,000)
Net cash used in investing activities	(1,974)	(80,000)
Cash flows from financing activities		
Proceeds from notes payable	93,000	-
Net provided by financing activities	93,000	-
Net increase (decrease) in cash and cash equivalents	109,445	(101,223)
Cash and cash equivalents at beginning of year	107,055	208,278
Cash and cash equivalents at end of year	$ 216,500	$ 107,055

See notes to financial statements.

CASA OF CENTRAL VIRGINIA, INC.
Notes to Financial Statements
June 30, 2020 and 2019

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, 2020 or 2019.

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.

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, 2020. 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.

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, 2020 and 2019. Fiscal years ending on or after June 30, 2017 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.

New accounting pronouncements

On August 18, 2016, FASB issued ASU No. 2016-14, *Presentation of Financial Statements for Not-for-Profit Entities (Topic 958)*. The new standards are effective for annual financial statements issued for fiscal years beginning after December 15, 2017. Early application of the amendments in the ASU is permitted. The ASU, which is the first phase of a two-phase project, makes significant changes in seven areas: net asset classes, liquidity and availability of resources, classification and disclosure of underwater endowment funds, expense reporting, statement of cash flows, investment return, and release of restrictions on capital assets. The Corporation has adopted ASU No. 2016-14.

On June 21, 2018, FASB also issued ASU 2018-08, *Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made (Topic 958)*. The new standards are effective for financial statements for years beginning after December 15, 2018. The ASU was issued to clarify and improve the scope and the accounting guidance for contributions received and contributions made, to assist in determining if transactions are contributions or exchange transactions, and to help determine whether a contribution is conditional.

In September 2020, FASB issued ASU No. 2020-07, *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets (Topic 958)*. The amendments are effective for annual periods beginning after June 15, 2021. The amendments are to increase the transparency of contributed nonfinancial assets through enhancements to presentation and disclosure. Early implementation has not been adopted.

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.

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:			
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Total at Fair Value
June 30, 2020				
Funds held in Trusts by Others	-	83,865	-	83,865
Total	$ -	$ 83,865	$ -	$ 83,865
June 30, 2019				
Funds held in Trusts by Others	-	82,355	-	82,355
Total	$ -	$ 82,355	$ -	$ 82,355

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.

Note 4 – Endowments (continued)

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.

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, 2020 and 2019

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, 2020

	Without Donor Restrictions	With Donor Restrictions	Total
Donor restricted endowment funds	$ -	$ -	$ -
Board-Designated endowment funds	-	83,865	83,865
Total funds	$ -	$ 83,865	$ 83,865

Changes in Endowment Fund Net Assets
For Fiscal Year Ended June 30, 2020

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment fund net assets			
Beginning of year	$ -	$ 82,355	$ 82,355
Contributions	-	-	-
Investment income:			
Investment income, net	-	7	7
Net appreciation (realized and unrealized)	-	3,831	3,831
	-	3,838	3,838
Appropriation of endowment assets for expenditure	-	2,328	2,328
Endowment fund net assets End of year	$ -	$ 83,865	$ 83,865

Note 4 – Endowments (continued)

Endowment Net Asset Composition by Type of Fund
As of June 30, 2019

	Without Donor Restrictions	With Donor Restrictions	Total
Donor restricted endowment funds	$ -	$ -	$ -
Board-Designated endowment funds	-	82,355	82,355
Total funds	$ -	$ 82,355	$ 82,355

Changes in Endowment Fund Net Assets
For Fiscal Year Ended June 30, 2019

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment fund net assets Beginning of year	$ -	$ -	$ -
Contributions	-	80,000	80,000
Investment income:			
Investment income, net	-	430	430
Net appreciation (realized and unrealized)	-	2,102	2,102
	-	2,532	2,532
Appropriation of endowment assets for expenditure	-	177	177
Endowment fund net assets End of year	$ -	$ 82,355	$ 82,355

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, 2020 and 2019 were $5,683 and $6,783, respectively.

Note 6 – Notes Payable

Notes payable at June 30, 2020 consist of the following:

	2020	2019
SBA PPP Loan, 24 month loan, 1.0%, payments deferred for six months with balance due upon maturity in 2022	$ 83,000	$ -
SBA EIDL Loan, 30 year loan, 2.75%, payments deferred for one year	10,000	-
	93,000	-
Less portion due currently	37,405	-
Total long-term notes payable	$ 55,595	$ -

Note 6 – Notes Payable (continued)

Scheduled maturities of the note are currently as follows:

Year ending June 30, 2020		
2021	$	37,405
2022		45,857
2022		231
2024		244
2025		251
Thereafter		9,012
	$	93,000

Note 7 – Grants and contributions

The Corporation received the following government grants and contributions during the years ended June 30, 2020 and 2019 respectively:

		2020		2019
Government grants and contributions				
Commonwealth of Virginia	$	272,191	$	225,337
City of Lynchburg (In-kind)		12,000		12,000
Bedford County		12,000		12,000
Amherst County		4,740		4,690
Nelson County		-		3,500
Campbell County		8,500		8,500
Total Government grants and contributions	$	309,431	$	266,027
Other grants and contributions				
United Way		49,602		48,556
Greater Lynchburg Community Foundation		18,575		14,075
Other contributions		120,757		85,835
Total other grants and contributions	$	188,934	$	148,466
Total grants and contributions	$	498,365	$	414,493

Note 8 – 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, 2020 and 2019, the beneficial interest of the two funds was $$83,865 and $82,355, 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 $10,294 and $10,291 as of June 30, 2020 and 2019, respectively.

CASA OF CENTRAL VIRGINIA, INC.
Notes to Financial Statements
June 30, 2020 and 2019

Note 9 – Net assets with donor restrictions

		2020		2019
Donor restricted net assets:				
For use in future periods -				
DCJS	$	199,147	$	184,914
United Way		41,000		41,000
Greater Lynchburg Community Foundation		83,865		82,355
Nelson County		-		3,500
Presbyterian of the Peaks		-		1,125
Total donor restricted net assets	$	324,012	$	312,894

Note 10 – Concentration of credit risk

The Corporation is a not-for-profit corporation located in Lynchburg, Virginia. 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 93% of revenue for the year ending June 30, 2020. Approximately 9% 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 91% of revenue for the year ending June 30, 2019. The remaining revenue consists of interest and miscellaneous income.

Note 11 - Operating Leases

The Corporation leases office space from the City of Lynchburg. The lease, which began November 2012, is for an initial five year term with the option to renew for two additional terms of five years each. The rent is $12,000 annually and is waived in lieu of the City making an annual contribution to support the Corporation's operations.

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 negative cash generated by operations for fiscal year ending June 30, 2020.

As of June 30, 2020, the following financial assets could readily be made available to meet general expenditures:

Cash and cash equivalents	$	216,500
Unconditional promises to give		240,147
Pledges receivable		5,020
		461,667
Less:		
Current liabilities		(53,443)
Net available	$	408,224

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Note 13 – COVID Response

The Corporation's operations may be affected by the recent and ongoing outbreak of the coronavirus disease 2019 (COVID-19) which was declared a pandemic by the World Health Organization in March 2020. The ultimate disruption which may be caused by the outbreak is uncertain; however, it may result in a material adverse impact on the Corporation's financial position, operations and cash flows. Possible effects may include, but are not limited to, disruption to the Corporation's donation revenue, absenteeism in the Corporation's labor workforce, unavailability of products or services used in operations, and a decline in the value of assets held by the Corporation, including cash, receivables and property and equipment. The Corporation continues to monitor developments, including government requirements and recommendations at the national, state, and local level to evaluate business decisions.

Note 14 – Subsequent Events

The Corporation has evaluated subsequent events through January 16, 2021, the date the report is available for issuance. It was noted that the SBA PPP loan was forgiven during 2021 and will not be required to be repaid.