

Sumner County CASA, Inc.
Compiled Financial Statements
As of June 30, 2023

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DAVIS,
BROWN
& COMPANY
PLLC

CERTIFIED PUBLIC ACCOUNTANTS

Sumner County CASA
182 West Franklin Street
Gallatin, TN 37066

Board of Directors:

Management is responsible for the accompanying financial statements of Sumner County C.A.S.A., Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2023, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Davis, Brown & Company PLLC

Hendersonville, TN
October 20, 2023

Sumner County CASA, Inc.

Statement of Financial Position June 30, 2023

Assets

Current Assets	
Cash	\$ 67,148
Grants receivable	17,246
Total Current Assets	<u>84,394</u>
 Property and Equipment	
Equipment	7,942
Less: Accumulated depreciation	<u>(3,023)</u>
Total Property and Equipment	<u>4,919</u>
 Total Assets	 <u><u>\$ 89,313</u></u>

Liabilities and Net Assets

Current Liabilities	
Current liabilities	\$ 3,177
Total Current Liabilities	<u>3,177</u>
 Net Assets	
Without donor restriction	86,136
With donor restriction	<u>-</u>
Total Net Assets	<u>86,136</u>
 Total Liabilities and Net Assets	 <u><u>\$ 89,313</u></u>

See accountant's compilation report and notes to financial statements
No assurance is provided on the financial statements

Sumner County CASA, Inc.

Statement of Activities For the year ended June 30, 2023

	Without donor restrictions	With Donor restrictions	Total
Operating revenues and gains:			
Contributions			
Local Government Grants	\$ 7,000	\$ -	\$ 7,000
Other Grants	16,000	83,769	99,769
United Way	2,252	28,447	30,699
Other income including fundraising events	86,860	-	86,860
Corporate and individual giving	48,657	-	48,657
Net assets released from restrictions	<u>112,216</u>	<u>(112,216)</u>	<u>-</u>
Total operating revenue and gains	<u>272,985</u>	<u>-</u>	<u>272,985</u>
Operating expenses			
Program services:			
Financial assistance	<u>186,046</u>	<u>-</u>	<u>186,046</u>
Total program services	<u>186,046</u>	<u>-</u>	<u>186,046</u>
Supporting services:			
Fundraising	<u>44,729</u>	<u>-</u>	<u>44,729</u>
Management and general	<u>19,916</u>	<u>-</u>	<u>19,916</u>
Total supporting services	<u>64,645</u>	<u>-</u>	<u>64,645</u>
Change in net assets from operations	22,294	-	22,294
Net assets at beginning of year	<u>63,842</u>	<u>-</u>	<u>63,842</u>
Net assets at end of year	<u><u>\$ 86,136</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 86,136</u></u>

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Sumner County CASA, Inc.

Statement of Functional Expenses For the year ended June 30, 2023

	<u>Supporting Services</u>			<u>Total</u>
	<u>Program Services</u>	<u>Management & General</u>	<u>Fundraising</u>	
Salaries	\$ 122,411	\$ 13,105	\$ -	\$ 135,516
Payroll taxes	9,363	1,002	-	10,365
Total Salaries and related expense	131,774	14,107	-	145,881
Accounting	1,025	110	-	1,135
Advertising & Promotion	1,608	172	-	1,780
Insurance	2,552	273	-	2,825
License and fees	4,554	488	-	5,042
Occupancy	17,406	1,863	-	19,269
Postage	208	22	-	230
Office Expenses	6,308	675	-	6,983
Information Technology	9,222	987	-	10,209
Volunteer & children expenses	9,955	1,065	-	11,020
Direct fundraising event costs			44,729	44,729
Depreciation of Equipment	1,434	154	-	1,588
Total expenses	\$ 186,046	\$ 19,916	\$ 44,729	\$ 250,691

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Sumner County CASA, Inc.

Statement of Cash Flow For the year ended June 30, 2023

Cash flows from operating activities	
Increase in net assets	\$ 22,294
Adjustments to reconcile increase in net assets to cash provided by operating activity	
Depreciation and amortization expense	1,588
(Increase)/decrease in accounts receivable	(4,231)
(Increase)/decrease in prepaid expenses	-
Increase/(decrease) in payroll taxes payable	908
Net cash provided by (used in) operating activities	<u>20,559</u>
 Cash flows from investing activities	
Net cash provided by (used in) Investing activities	<u>-</u>
 Cash flows from financing activities	
Net cash provided by (used in) financing activities	<u>-</u>
 Net Increase(decrease) in cash and cash equivalents	20,559
Cash and cash equivalents at beginning of period	46,589
Cash and cash equivalents at end of period	<u>\$ 67,148</u>

See accountant's compilation report and notes to financial statements
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Sumner County CASA, Inc.

Notes to Financial Statements June 30, 2023

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Sumner County CASA, Inc. (the "Organization") trains and supervises volunteers who act as advocates for children involved in court proceedings primarily as a result of abuse and/or neglect. Services are provided to children in the Sumner County, Tennessee area.

Support for the Organization comes from grants from the cities of Hendersonville, Gallatin and Portland as well as Sumner County, fundraising, special events and individual contributions. The Organization also receives restricted grants from the Tennessee Commission on Children and Youth and the United Way of Sumner County for the payment of salaries.

The Board of Directors and management employees of the Organization acknowledge that, to the best of their ability, all assets received have been used for the purpose for which they were contributed, or have been accumulated to allow management to conduct the operations of the Organization as effectively and efficiently as possible.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from these estimates.

Income Taxes

The organization is a not-for-profit organization that is exempt from income taxes under section 501(c) (3) of the Internal Revenue Code. Tax years 2019 through 2022 remain open and are subject to audit by the Internal Revenue Service.

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 equivalent.

Basis of Accounting

The financial statements of the Organization have been prepared on the accrual basis.

Basis of Presentation

Net assets, revenue, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization 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 restrictions include charitable gift annuities, investment in property and equipment, and governing board-designated endowments.

Sumner County CASA, Inc.

Notes to Financial Statements (continued) June 30, 2023

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT)

Net Assets With Donor Restrictions – Net assets subject to donor-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 stipulated that 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.

Property and Equipment

Property and equipment are carried at cost or, if donated, at the approximate fair value at the date of donation. Depreciation is computed using the straight-line method over the estimated useful lives of the assets.

Revenue Recognition

Contributions, which include unconditional promises to give (pledges), are recognized as revenues in the period received or promised. Contributions receivable due beyond one year are stated at net present value of the estimated cash flows using a risk-adjusted rate. Conditional contributions are recorded when the conditions have been met. Contributions are considered to be without donor restrictions unless specifically restricted by the donor for time or purpose.

The Organization reports contributions in the donor restricted net asset class if they are received with donor stipulations as to their use and or time. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restriction are released and reclassified to net assets without donor restriction in the consolidated statement of activities.

Donor-restricted contributions are initially reported in the with donor restriction net asset class, even if it is anticipated such restrictions will be met in the current reporting period.

Advertising Costs

All advertising costs are expensed as incurred.

Donated Materials

The basis of valuation of donated materials received is fair value, which is determined by communication with the organization that donated the materials.

Donated Services

During the year ended June 30, 2023, the value of contributed services meeting the requirement for recognition in the financial statements was not material, and has not been recorded. In addition, many individuals volunteer their time and perform a variety of tasks that assist the Organization with their assistance programs.

Sumner County CASA, Inc.

Notes to Financial Statements (continued)

June 30, 2023

NOTE B - FUNCTIONAL ALLOCATION OF EXPENSES

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

NOTE C - RENTAL AGREEMENT

The Organization leases office space for \$900 per month on a month to month basis. There is no formal lease agreement in place for the lease of the space.

NOTE D – SUBSEQUENT EVENTS

The Organization has evaluated events through October 20, 2023, the date which the financial statements were available to be issued, and has determined no events have occurred which require disclosure in the financial statements.