

DAVID JONES, JR. ASSISTED LIVING CENTER

**INDEPENDENT AUDITORS' REPORT
AND
FINANCIAL STATEMENTS**

**FOR THE YEARS ENDED
DECEMBER 31, 2020 AND DECEMBER 31, 2019**

**DAVID JONES, JR. ASSISTED LIVING CENTER
INDEPENDENT AUDITORS' REPORT
AND FINANCIAL STATEMENTS**

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
David Jones Jr. Assisted Living Center
1204 Schrader Acres Drive
Nashville, TN 37208

We have audited the accompanying financial statements of David Jones Jr. Assisted Living Center (a not-for-profit organization), which comprise the statements of financial position as of December 31, 2020 and December 31, 2019, and the related statement of activities, cash flows and functional expenses 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 audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of 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 David Jones Jr. Assisted Living Center as of December 31, 2020 and December 31, 2019, 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.

A handwritten signature in black ink that reads "SPD CPA Firm". The letters are cursive and stylized, with the "Firm" part written in a more fluid, connected script.

SPD CPA Firm
May 28, 2021

May 28, 2021

SPD CPA Firm
4121 Clarksville Pike
Nashville, TN 37218

This representation letter is provided in connection with your audit of the financial statements of **David Jones Jr. Assisted Living Center** (a not-for-profit organization), which is comprised of the statement of financial position as of December 31, 2020 and December 31, 2019 and the related statements of activities, cash flows and functional expenses for the years then ended, and the related notes to the financial statements, for the purpose of expressing an opinion as to whether the financial statements are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States (U.S. GAAP).

Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by the omission or misstatement. An omission or misstatement that is monetarily small in amount could be considered material as a result of qualitative factors.

We confirm, to the best of our knowledge and belief, as of May 28, 2021 the following representations made to you during your audit.

Financial Statements

- We have fulfilled our responsibilities, as set out in the terms of the audit engagement letter dated January 12, 2021.
- The financial statements referred to above are fairly presented in conformity with U.S. generally accepted accounting principles.
- We acknowledge our responsibility 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.
- We acknowledge our responsibility for the design, implementation, and maintenance of internal control to prevent and detect fraud.
- Significant assumptions we used in making accounting estimates, including those measured at fair value, are reasonable.

- Related party relationships and transactions have been appropriately accounted for and disclosed in accordance with the requirements of U.S. GAAP.
- All events subsequent to the date of the financial statements and for which U.S. GAAP requires adjustment or disclosure have been adjusted or disclosed.
- The effects of uncorrected misstatements are immaterial, both individually and in the aggregate, to the financial statements as a whole. A list of the uncorrected misstatements is attached to the representation letter.
- The effects of all known actual or possible litigation, claims, and assessments have been accounted for and disclosed in accordance with U.S. GAAP.
- Material concentrations have been appropriately disclosed in accordance with U.S. GAAP.
- Guarantees, whether written or oral, under which the organization is contingently liable, have been properly recorded or disclosed in accordance with U.S. GAAP.

Information Provided

- We have provided you with:
 - Access to all information, of which we are aware, that is relevant to the preparation and fair presentation of the financial statements, such as records, documentation, and other matters.
 - Additional information that you have requested from us for the purpose of the audit.
 - Unrestricted access to persons within the entity from whom you determined it necessary to obtain audit evidence.
- All material transactions have been recorded in the accounting records and are reflected in the financial statements.
- We have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud.
- We have no knowledge of any fraud or suspected fraud that affects the organization and involves:
 - Management,
 - Employees who have significant roles in internal control, or
 - Others where the fraud could have a material effect on the financial statements.
- We have no knowledge of any allegations of fraud or suspected fraud affecting the organization's financial statements communicated by employees, former employees, grantors, regulators, or others.
- We have disclosed to you all known instances of noncompliance or suspected noncompliance with laws and regulations whose effects should be considered when preparing financial statements.
- We are not aware of any pending or threatened litigation, claims, or assessments or unasserted claims or assessments that are required to be accrued or disclosed in the financial statements in accordance with U.S. GAAP and we have not engaged an attorney for any such services.

- We have disclosed to you the identity of the organization's related parties and all the related party relationships and transactions of which we are aware.
- The organization has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets nor has any asset been pledged as collateral.
- We are responsible for compliance with the laws, regulations, and provisions of contracts and grant agreements applicable to us; and we have identified and disclosed to you all laws, regulations and provisions of contracts and grant agreements that we believe have a direct and material effect on the determination of financial statement amounts or other financial data significant to the audit objectives.
- **David Jones Jr. Assisted Living Center** is an exempt organization under Section 501 (c) (3) of the Internal Revenue Code. Any activities of which we are aware that would jeopardize the Organization's tax-exempt status, and all activities subject to tax on unrelated business income or excise or other tax, have been disclosed to you. All required filings with tax authorities are up-to-date.

DocuSigned by:
Rhonda Hannon Holland
257446C0B0804DC...

Signed: _____

Signed: _____

Title: Chairwoman

Title: _____

DAVID JONES JR. ASSISTED LIVING CENTER
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2020 AND DECEMBER 31, 2019

	<u>12/31/2020</u>	<u>12/31/2019</u>
Assets		
Current Assets		
Cash an cash equivalents	\$ 6,998	\$ 275
Cash-board designated	54,886	26,729
Acconts Receivable	1,749	1,699
Total Current Assets	<u>63,633</u>	<u>28,703</u>
Noncurrent Assets		
Investments-Board Designated	132,038	118,948
Property and Equipment, Net	78,639	82,716
Total Noncurrent Assets	<u>210,677</u>	<u>201,664</u>
Total Assets	<u><u>\$ 274,310</u></u>	<u><u>\$ 230,367</u></u>
Liabilities and Net Assets		
Current Liabilities		
Accounts Payable & Other Current Liabilities	\$ 3,586	\$ 835
Cash Liability	-	4,120
Tenant Prepaid Rent	5,083	6,977
Tenant Rental Deposits	7,564	10,664
Total Current Liabilities	<u>16,233</u>	<u>22,596</u>
Net Assets		
Net Assets Wthout Donor Restrictions		
Undesignated	71,153	62,094
Board Designated - Other	186,924	145,677
Total Net Assets	<u>258,077</u>	<u>207,771</u>
Total Liabilites and Net Assets	<u><u>\$ 274,310</u></u>	<u><u>\$ 230,367</u></u>

The accompanying notes are an integral part of these financial statements