

**COMMUNITY ACTION STOPS ABUSE, INC.
AND AFFILIATE**

CONSOLIDATED FINANCIAL STATEMENTS

JUNE 30, 2019

**COMMUNITY ACTION STOPS ABUSE, INC.
AND AFFILIATE
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INDEPENDENT AUDITORS' REPORT

To the Board of Directors,
Community Action Stops Abuse, Inc., and Affiliate:

Report on the Financial Statements

We have audited the accompanying financial statements of Community Action Stops Abuse, Inc., and Affiliate, which comprise the consolidated statement of financial position as of June 30, 2019, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated 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 consolidated financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated 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 consolidated 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 consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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Opinion

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Community Action Stops Abuse, Inc., and Affiliate as of June 30, 2019, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

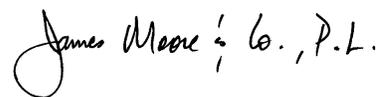
Other Matters

Other Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The consolidating statement of financial position and consolidating statement of activities are presented for purposes of additional analysis and are not a required part of the consolidated financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and is not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the consolidating statement of financial position, consolidating statement of activities, and the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 13, 2019 on our consideration of Community Action Stops Abuse, Inc., and Affiliate's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Community Action Stops Abuse, Inc., and Affiliate's internal control over financial reporting and compliance.

James Moore & Co., P.L.

Tallahassee, Florida
September 13, 2019

**COMMUNITY ACTION STOPS ABUSE, INC. AND AFFILIATE
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
JUNE 30, 2019**

ASSETS

Current assets	
Cash and cash equivalents	\$ 667,143
Investments	2,752,345
Grants and contracts receivable	491,357
Unconditional promises to give, net of allowance	248,696
Inventory	60,800
Prepaid expenses and other assets	102,542
Total current assets	4,322,883
Property and equipment, net	10,998,829
Notes receivable - new markets tax credit	6,288,400
Other assets	
Unconditional promises to give, long-term portion	36,757
Interest in net assets of the Foundation	24,605
Total other assets	61,362
Total Assets	\$ 21,671,474

LIABILITIES AND NET ASSETS

Current liabilities	
Accounts payable	\$ 78,540
Accrued expenses and other current liabilities	258,327
Current portion of long-term debt	283,150
Total current liabilities	620,017
Long-term liabilities	
Mortgage note grants	113,801
Mortgage note payable, less current portion and loan costs	3,886,019
Note payable - new markets tax credit, net of loan costs	11,143,750
Total long-term liabilities	15,143,570
Total liabilities	15,763,587
Net assets	
Without donor restrictions	
Investment in property and equipment, net	1,860,509
Undesignated	3,646,205
	5,506,714
With donor restrictions	
Purpose and time restrictions	401,173
Total net assets	5,907,887
Total Liabilities and Net Assets	\$ 21,671,474

The accompanying notes to the consolidated financial statements
are an integral part of this statement.

COMMUNITY ACTION STOPS ABUSE, INC. AND AFFILIATE
CONSOLIDATED STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2019

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Revenues			
Grants and contracts	\$ 2,987,202	\$ -	\$ 2,987,202
Thrift store sales	737,609	-	737,609
Fundraising	580,737	-	580,737
Bequests and major gifts	207,072	25,000	232,072
Contributions and donations	284,389	231,560	515,949
In-kind revenue	758,742	-	758,742
Interest income on notes receivable	62,884	-	62,884
Investment gain	125,925	-	125,925
Program income	1,345	-	1,345
Change in net assets of the Foundation	42	-	42
Net assets released from time restrictions	534,762	(534,762)	-
Net assets released from purpose restrictions	42,085	(42,085)	-
Total revenues	<u>6,322,794</u>	<u>(320,287)</u>	<u>6,002,507</u>
Expenses			
Program services			
Domestic Violence	4,291,817	-	4,291,817
Thrift stores	1,086,162	-	1,086,162
Total program services	<u>5,377,979</u>	<u>-</u>	<u>5,377,979</u>
Supporting Services			
Administrative and general	345,097	-	345,097
Development and fundraising	470,127	-	470,127
Total supporting services	<u>815,224</u>	<u>-</u>	<u>815,224</u>
Total expenses	<u>6,193,203</u>	<u>-</u>	<u>6,193,203</u>
Increase (decrease) in net assets	<u>129,591</u>	<u>(320,287)</u>	<u>(190,696)</u>
Net assets, beginning of year	<u>5,377,123</u>	<u>721,460</u>	<u>6,098,583</u>
Net assets, end of year	<u>\$ 5,506,714</u>	<u>\$ 401,173</u>	<u>\$ 5,907,887</u>

The accompanying notes to the consolidated financial statements
are an integral part of this statement.

**COMMUNITY ACTION STOPS ABUSE, INC. AND AFFILIATE
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2019**

	Program Services			Supporting Services			Total
	Domestic Violence	Thrift Store	Total Program Services	Administrative and General	Development and Fundraising	Total Support Services	
Salaries and benefits	\$ 2,290,159	\$ 217,519	\$ 2,507,678	\$ 253,418	\$ 256,889	\$ 510,307	\$ 3,017,985
Services	250,639	23,791	274,430	13,273	72,062	85,335	359,765
Supplies	142,020	6,231	148,251	7,114	93,638	100,752	249,003
Property management	62,795	6,020	68,815	7,101	6,012	13,113	81,928
Interest	366,437	2,513	368,950	1,472	591	2,063	371,013
Utilities	116,342	17,551	133,893	7,469	5,478	12,947	146,840
Equipment management	56,373	3,839	60,212	11,537	9,795	21,332	81,544
Client assistance	296,143	-	296,143	-	-	-	296,143
Travel and vehicle maintenance	35,426	1,082	36,508	930	3,401	4,331	40,839
Employee and volunteer development	28,522	-	28,522	9,952	8,877	18,829	47,351
Other expenses	7,903	19,499	27,402	22,134	10,417	32,551	59,953
Cost of goods sold	-	758,742	758,742	-	-	-	758,742
Total expenses before depreciation	3,652,759	1,056,787	4,709,546	334,400	467,160	801,560	5,511,106
Depreciation and amortization	639,058	29,375	668,433	10,697	2,967	13,664	682,097
Total functional expenses	<u>\$ 4,291,817</u>	<u>\$ 1,086,162</u>	<u>\$ 5,377,979</u>	<u>\$ 345,097</u>	<u>\$ 470,127</u>	<u>\$ 815,224</u>	<u>\$ 6,193,203</u>

The accompanying notes to the consolidated financial statements
are an integral part of this statement.

**COMMUNITY ACTION STOPS ABUSE, INC. AND AFFILIATE
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2019**

Cash flows from operating activities	
Cash received from grantors and others	\$ 5,907,645
Cash paid to suppliers and employees	(5,111,721)
Interest paid	(371,013)
Cash received from interest and dividends	151,086
Net cash provided by operating activities	<u>575,997</u>
Cash flows from investing activities	
Purchases of investments	(1,793,336)
Proceeds from sale of investments	1,788,271
Purchases of property and equipment	(55,687)
Net cash used in investing activities	<u>(60,752)</u>
Cash flows from financing activities	
Principal payments on long-term debt	(283,150)
Net cash used in financing activities	<u>(283,150)</u>
Increase in cash and cash equivalents	<u>232,095</u>
Cash and cash equivalents, beginning of year	435,048
Cash and cash equivalents, end of year	<u><u>\$ 667,143</u></u>
Reconciliation of decrease in net assets to net cash provided by operating activities	
Decrease in net assets	<u>\$ (190,696)</u>
Adjustments to reconcile decrease in net assets to net cash provided by operating activities:	
Depreciation and amortization	682,097
Unrealized loss (gain) on investments	(70,140)
Realized loss on investments	32,417
Increase in grants receivable	(111,868)
Decrease in contributions receivable	205,815
Increase in inventory	(8,200)
Increase in prepaid expenses and other current assets	(23,985)
Increase in accounts payable	22,464
Increase in accrued expenses and other current liabilities	38,093
Total adjustments	<u>766,693</u>
Net cash provided by operating activities	<u><u>\$ 575,997</u></u>

The accompanying notes to the consolidated financial statements are an integral part of this statement.

COMMUNITY ACTION STOPS ABUSE, INC., AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2019

(1) **Summary of Significant Accounting Policies:**

The following is a summary of the more significant accounting policies and practices of Community Action Stops Abuse, Inc., and Affiliate (the “Organization”), which affect significant elements of the accompanying consolidated financial statements:

(a) **Organization and Purpose**—Community Action Stops Abuse, Inc. (CASA) is a Florida not-for-profit organization. CASA’s mission is to influence our community to stand up to silence through advocacy, empowerment, and social change to prevent and end domestic violence. CASA promotes social change through advocacy, community education, outreach, and support for victims/survivors of Intimate Partner Violence. CASA provides comprehensive services to empower survivors of Intimate Partner Violence and their families with a safe supportive emergency shelter environment; rapid rehousing; a 24-hour crisis hotline; support groups; youth programs; substance abuse advocacy; information and referral programs; justice advocacy; outreach to under-served populations; peacemakers programs to preschools, elementary and middle schools; a very active volunteer program; and a thrift shop. Funding is provided primarily through individual donors; local fundraising activities; federal, state, and local government grants; and a private foundation.

Victoria’s Place St. Pete, Inc. (Victoria’s Place), a Florida not-for-profit organization was formed to work in conjunction with CASA’s mission by constructing a 100-bed emergency shelter for domestic violence survivors. Victoria’s Place is consolidated since CASA has both an economic interest in and control of the entity through a majority voting interest in their governing board. All significant inter-company transactions and accounts are eliminated.

Effective January 1, 2012, CASA’s board of directors approved formation of Community Action Stops Abuse Foundation, Inc. (the Foundation). CASA has recorded an interest in the net assets of the Foundation, since CASA and the Foundation are deemed to be financially interrelated. Net assets of the Foundation totaled \$24,605 at June 30, 2019.

(b) **Basis of Presentation**—The Organization reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions. The Organization implemented ASU 2016-14, *Presentation of Financial Statements of Not-for-Profit Entities*, during 2018.

Net assets without donor restrictions— Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.

Net assets with donor restrictions—Net assets subject to donor-imposed stipulations. 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. 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.

(c) **Basis of Accounting**—The consolidated financial statements of the Organization have been prepared on the accrual basis of accounting, and accordingly, reflect all significant receivables, payables, and other liabilities.

COMMUNITY ACTION STOPS ABUSE, INC., AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2019

(1) **Summary of Significant Accounting Policies:** (Continued)

(d) **Functional Allocation of Expenses**—The costs of providing the various programs and other activities have been summarized on a functional basis in the consolidated statement of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

(e) **Income Taxes**—Community Action Stops Abuse, Inc. and Victoria's Place St. Pete, Inc. are generally exempt from income taxes under Section 501(c)(3). The Organization files income tax returns in the U.S. Federal jurisdiction. The Organization's income tax returns for the past three years are subject to examination by tax authorities and may change upon examination.

The Organization has reviewed and evaluated the relevant technical merits of each of their tax positions in accordance with accounting principles generally accepted in the United States of America for accounting for uncertainty in income taxes, and determined that there are no uncertain tax positions that would have a material impact on the consolidated financial statements.

(f) **Use of Estimates**—The preparation of consolidated financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

(g) **Cash and Cash Equivalents**—For the purpose of reporting cash flows, cash and cash equivalents include cash on hand, amounts in demand deposits and short-term investments with an original maturity of ninety days or less.

(h) **Grants and Contracts Receivable**—Grants and contracts receivables are stated at the amount management expects to collect from balances outstanding at year-end and are primarily due from Federal and State governmental agencies. Based on management's assessment of the credit history with parties having outstanding balances and current relationships with them, it has concluded that realization losses on balances outstanding at year-end will be immaterial.

(i) **Contributions**—The Organization accounts for contributions in accordance with generally accepted accounting principles. Accordingly, contributions received are recorded as increases in net assets without donor restrictions or net assets with donor restrictions depending on the existence or nature of any donor restrictions. Contributions that are restricted by the donor are reported as an increase in net assets with donor restrictions.

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flows. The discounts on those amounts are computed using risk-free interest rates applicable to the years in which the promises are received. Amortization of the discounts is included in contribution revenue. Conditional promises to give are not included as support until the conditions are substantially met. Contributed property and equipment is recorded at fair value at the date of donation.

COMMUNITY ACTION STOPS ABUSE, INC., AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2019

(1) **Summary of Significant Accounting Policies:** (Continued)

(j) **Property and Equipment**—Property and equipment acquired by the Organization is considered to be owned by the Organization. However, funding sources may maintain an equitable interest in the items purchased with grant monies as well as the right to determine the use of any proceeds from the sale of these assets. The State of Florida has a reversionary interest in those assets purchased with its funds which have a cost of \$1,000 or more and an estimated useful life of at least one year. The Federal Government has a reversionary interest in those assets purchased with its funds which have a cost of \$5,000 or more and an estimated useful life of at least one year.

Property and equipment with a value greater than \$1,000 and an estimated useful life of at least one year is recorded at cost when purchased or at estimated fair value when contributed. If a donor stipulates how long the assets must be used, the contributions are recorded as restricted support. In the absence of such stipulations, contributions of property and equipment are recorded as unrestricted support. Depreciation is computed using the straight-line method over the estimated useful life of the assets, ranging from three to thirty-nine years.

(k) **Inventory**—Inventory consists of donated clothes and miscellaneous household items. Inventory is stated at fair value when contributed.

(l) **Notes Receivable**—Notes receivable are reported at their outstanding principal balance. Notes receivable are considered by management to be fully collectible and, accordingly, no allowance for doubtful accounts is considered necessary. In making that determination, management evaluated the financial condition of the borrowers, the estimated value of the underlying collateral, and current economic conditions.

(m) **Accrued Leave**—The Organization may compensate its employees for up to 80 hours of their unused paid time off balance upon termination of employment at 50% of their hourly rate. The amount of the change in accrued leave for all employees from one year to the next is reported as an expense during the current year.

(n) **Revenue Recognition**—The Organization receives all of its grant and contract revenue from Federal, State and local agencies. The Organization recognizes contract revenue (up to the contract ceiling) from its contracts over a period which represents the service period for certain contracts, or to the extent of expenses. Revenue recognition depends on the contract.

(o) **Subsequent Events**—The Organization has evaluated events and transactions for potential recognition or disclosure in the consolidated financial statements through September 13, 2019, the date the financial statements were available to be issued. No subsequent events have been recognized or disclosed.

COMMUNITY ACTION STOPS ABUSE, INC., AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2019

(1) **Summary of Significant Accounting Policies:** (Continued)

(p) **Recently Issued Accounting Pronouncements**—The Financial Accounting Standards Board (FASB) has issued several pronouncements that have effective dates that may impact future financial statements. Listed below are pronouncements with the required implementation dates effective for subsequent fiscal years that have not yet been implemented. Management has not currently determined what, if any, impact implementation of the following will have on the Organization's consolidated financial statements.

In May 2014, the FASB issued Accounting Standards Update 2014-09: *Revenue from Contracts with Customers*, to clarify the principles used to recognize revenue for all entities. The new standard (as amended) is effective for fiscal years beginning after December 15, 2018 and may be adopted early. The Organization is currently evaluating the effect that implementation of the new standard will have on its consolidated financial position, results of operations, and cash flows.

In February 2016, the FASB issued Accounting Standards Update 2016-02: *Leases (Topic 842)*, to increase transparency and comparability among organizations by recognizing lease assets and lease liabilities on the consolidated statement of financial position and disclosing key information about leasing arrangements. The new standard is effective for fiscal years beginning after December 15, 2019 and may be adopted early. The Organization is currently evaluating the effect that implementation of the new standard will have on its consolidated financial position, results of operations, and cash flows.

In June 2018, the FASB issued Accounting Standards Update 2018-08: *Not-for-Profit Entities (Topic 958): Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made*, to clarify whether a transaction should be considered a contribution or an exchange transaction and to determine whether a contribution is conditional. The new standard is effective for fiscal years beginning after December 15, 2018 and may be adopted earlier. The Organization is currently evaluating the effect that implementation of the new standard will have on its consolidated financial position, results of operations, and cash flows.

(2) **Concentrations of Credit Risk:**

(a) **Demand Deposits**—The Organization has demand deposits with one financial institution. The Organization has no policy requiring collateral or other security to support its deposits, although all demand and time deposits with financial institutions are insured up to FDIC limits. At times, such deposits may be in excess of FDIC limits.

(b) **Grants and Contracts Receivable**—The Organization's grants and contracts receivable are for amounts due under contracts with local governments, the State of Florida and Federal government agencies. The Organization has no policy requiring collateral or other security to support its receivables.

COMMUNITY ACTION STOPS ABUSE, INC., AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2019

(2) **Concentrations of Credit Risk:** (Continued)

(c) **Financial Instruments**—Financial instruments that potentially subject the Organization to concentrations of credit risk include investments. The investments are held in a high quality institution with a high credit rating.

(d) **Notes Receivable**—The Organization’s notes receivable are amounts due with corporations. The Organization has a policy of requiring collateral to support the notes receivable.

(3) **Contingencies:**

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the Federal government and the State of Florida. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the Organization expects such amounts, if any, to be immaterial.

During the years ended June 30, 2015 and 2014, the Organization received a total of \$2,370,364 and \$129,636, respectively, totaling \$2.5 million, from the State of Florida Department of Children and Families through a Fixed Capital Outlay Grants and Aids for the purchase and construction of the 100-bed emergency shelter. Under the terms of this program, the Organization must use the facility as a domestic violence shelter for 20 years. The funder may require repayment of the grant if the Organization does not use the property for its intended use during the specified time. It is the intent of the Organization to maintain and use the shelter for the entire 20-year period.

During the year ended June 30, 2017, the Organization received a total of \$287,830 from Pinellas County through the Community Development Block Grant Program (CDBG) for the purchase and installation of solar panels at the 100-bed emergency shelter. Under the terms of this program, the Organization must maintain the shelter and benefit area residents, and 51% of the households benefiting from services shall be households whose annual incomes do not exceed 80% of the median family income for the area, as determined and made available by U.S. Department of Housing and Urban Development, for 13 years. The funder may require repayment of the grant if the Organization does not use the property for its intended use during the specified time. It is the intent of the Organization to maintain and use the shelter for the entire 13-year period.

(4) **Matching Requirements:**

The Organization received a portion of its support through grants and contracts. Certain grants and contracts require the Organization to provide specified amounts of matching revenue. Each contract, where applicable, has met all matching requirements. Also, for each contract that ended on or before June 30, 2019, no obligation remains outstanding to the funding source.

COMMUNITY ACTION STOPS ABUSE, INC., AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2019

(5) **Employee Leasing Company:**

The Organization utilizes the services of an employee leasing service for staffing purposes. The employee leasing service provides employee benefits, including life insurance and 401(k) plan participation. All expenses associated with the services provided by the employee leasing service are shown as personnel expense on the consolidated statement of functional expenses.

(6) **Property and Equipment:**

Property and equipment consists of the following as of June 30, 2019:

Land	\$ 932,100
Building and improvements	11,631,683
Leasehold improvements	1,557,618
Vehicles	117,313
Furniture and equipment	1,243,625
	15,482,339
Less: Accumulated depreciation	4,483,510
Net property and equipment	\$ 10,998,829

Depreciation expense for the year ended June 30, 2019 was \$534,800.

(7) **Notes Receivable:**

Notes receivable consists of the following at June 30, 2019:

1.00% interest bearing note receivable due from Florida NMTC Investment Fund, LLC, to be repaid by quarterly payments of principal and interest in an amount necessary to fully amortize the outstanding principal amount of the loan for the period of July 1, 2021 through April 10, 2043. Interest is payable quarterly through June 30, 2021. Secured by first interest in pledged securities.

\$ 2,263,400

1.00% interest bearing note receivable due from Stonehenge Florida NMTC Investment Fund III, LLC, to be repaid by quarterly payments of principal and interest in an amount necessary to fully amortize the outstanding principal amount of the loan for the period of July 1, 2021 through April 10, 2043. Interest is payable quarterly through June 30, 2021. Secured by first interest in pledged securities.

4,025,000

6,288,400

Less: current portion of notes receivable

-

Notes receivable, less current portion

\$ 6,288,400

Interest revenue for the related notes receivable totaled \$62,884 for the year ended June 30, 2019, and is recognized in the consolidated statement of activities.

COMMUNITY ACTION STOPS ABUSE, INC., AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2019

(8) In-Kind Support:

The Organization receives donations of various types of household items to sell in its thrift store. The value of this in-kind support is based upon the fair value of the donated items. In-kind revenue related to these donations totaled \$758,742 for the year ended June 30, 2019, and is recognized as thrift stores revenue in the consolidated statement of activities and as cost of goods sold in the consolidated statement of functional expenses.

(9) Long-term Debt:

Long-term debt consisted of the following at June 30, 2019:

	Principal Amount
3.45% note payable to financial institution, payable in monthly principal installments of \$23,596 plus interest, maturing March 31, 2021, subject to certain financial covenants and secured by real estate, capital campaign pledges, and \$1.5 million of investments.	\$ 4,176,467
Mortgage note payable for funds received pursuant to a Community Development Block Grant from City of St. Petersburg. Compliance with all provisions set forth in the note shall defer payment of the principal amount through December 31, 2021, at which time all sums due and payable shall be forgiven. Interest will not accrue while payment of the principal is deferred. Secured by real estate.	113,801
1.93% note payable to Florida Community New Markets Fund XIV, LLC, payable in interest only payments through October 1, 2021, payments of principal and interest in the amount of \$63,663 will be payable quarterly beginning on July 1, 2021 through October 1, 2044. Secured by property and equipment, inventory, receivables, and other miscellaneous assets of the organization.	4,762,500
1.93% note payable to Florida Community New Markets Fund XIV, LLC, payable in interest only payments through October 1, 2021, payments of principal and interest in the amount of \$61,214 will be payable quarterly beginning on July 1, 2021 through October 1, 2044. Secured by property and equipment, inventory, receivables, and other miscellaneous assets of the organization.	4,579,327
1.93% note payable to Florida Community New Markets Fund XIV, LLC, payable in interest only payments through October 1, 2021, payments of principal and interest in the amount of \$27,913 will be payable quarterly beginning on July 1, 2021 through October 1, 2044. Secured by property and equipment, inventory, receivables, and other miscellaneous assets of the organization.	2,088,173
	15,720,268
Less: Current portion	283,150
Less: unamortized loan origination fees	293,548
Long-term debt, less current portion	\$ 15,143,570

**COMMUNITY ACTION STOPS ABUSE, INC.,
AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2019**

(9) **Long-term Debt:** (Continued)

Principal maturities of long-term debt for each of the next five years:

<u>Year ending June 30,</u>	<u>Principal</u>	<u>Forgiveness</u>	<u>Total</u>
2020	\$ 283,150	\$ -	\$ 283,150
2021	3,991,016	-	3,991,016
2022	395,528	113,801	509,329
2023	403,209	-	403,209
2024	411,040	-	411,040
Thereafter	10,122,524	-	10,122,524
Total	<u>\$ 15,606,467</u>	<u>\$ 113,801</u>	<u>\$ 15,720,268</u>

The Community Development Block Grant was used to renovate certain facilities. If the programs associated with the grant are terminated prior to the maturity date, the entire principal balance shall become immediately due and payable. In addition, the lender will be entitled to recover the fair market value of the respective property, less any principal amount and any portion of the value of the property attributable to non-Community Development Block Grant funds expended for acquisition, improvements, or renovations of the respective properties.

The mortgage note payable subject to certain covenants with which Community Action Stops Abuse, Inc., and Affiliate must comply includes meeting a minimum annual debt service coverage ratio. As of June 30, 2019, the Organization has complied with this covenant and as such, is considered to be in compliance with their agreement with the financial institution.

New Market Tax Credit Program:

During the year ended June 30, 2014, CASA completed a \$12 million transaction (Transaction) under Federal and State of Florida New Markets Tax Credit Programs (Program) with Florida Community New Markets Fund, FCLF Florida NMTC Investment Fund, and Stonehenge Florida NMTC Investment Fund and their affiliates. As part of the transaction, CASA was required to create a new affiliated entity, Victoria's Place St. Pete, Inc. (Victoria's Place). Victoria's Place used the proceeds to construct a new 100-bed emergency shelter for survivors of domestic violence (the Shelter) pursuant to and in accordance with the Concession and Service Agreements between Victoria's Place and CASA. The Transaction includes a net subsidy to the Organization of \$5,141,600, which represents the amount of long-term debt expected to be extinguished and forgiven at the conclusion of the transaction as detailed below:

Notes payable – new markets tax credit	\$ 11,430,000
Notes receivable – new markets tax credit	(6,288,400)
Net subsidy	<u>\$ 5,141,600</u>

The subsidy is intended to cover fees and costs related to the Organization's continued participation in the program in accordance with the Concession and Service Agreement.

**COMMUNITY ACTION STOPS ABUSE, INC.,
AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2019**

(9) **Long-term Debt:** (Continued)

New Market Tax Credit Program: (continued)

The Transaction includes the following agreements:

Federal Investment Fund: Investment Fund Put and Call Agreement. U.S. Bancorp Community Development Corporation (USBCDC) can elect to have the Organization purchase USBCDC's investment in the Transaction at a purchase price equal to the sum of (1) \$1,000; (2) taxes and closing costs; (3) any amounts due from Victoria's Place; (4) accrued and unpaid annual management fee (Put Option). In the event that USBCDC has not exercised the Put Option, the Organization can elect to purchase USBCDC's investment in the Transaction (The Call Option). The Organization can exercise the Call Option on the 180th day following the seventh anniversary of the Transaction. The purchase price of USBCDC's interest shall be an amount equal to the greater of (1) the fair market value of the interest as agreed to by USBCDC and the Organization or, if an amount cannot be agreed upon, the price shall be determined by an independent appraiser; and (2) the put option price.

State Investment Fund 1: State Investment Fund Call Agreement (State Fund 1). The Organization can elect to purchase FCLF Florida NMTC Investment Fund's investment in the Transaction. The Organization can exercise the Call Option on the 180th day following the seventh anniversary of the Transaction. The purchase price of FCLF Florida NMTC Investment Fund's interest shall be an amount equal to the greater of (1) the fair market value of the interest as agreed to by FCLF Florida NMTC Investment Fund and the Organization or, if an amount cannot be agreed upon, the price shall be determined by an independent appraiser; and (2) the aggregate amount of principal and interest due and owing by FCLF Florida NMTC Investment Fund on the loan receivable as of the call closing date.

State Investment Fund 2: State Investment Fund Call Agreement (State Fund 2). The Organization can elect to purchase Florida Community New Markets Fund XIV investment in the Transaction. The Organization can exercise the Call Option on the 180th day following the seventh anniversary of the Transaction. The purchase price of Florida Community New Markets Fund XIV's interest shall be an amount equal to the greater of (1) the fair market value of the interest as agreed to by Florida Community New Markets Fund XIV and the Organization or, if an amount cannot be agreed upon, the price shall be determined by an independent appraiser; and (2) the aggregate amount of principal and interest due and owing by Florida Community New Markets Fund XIV on the loan receivable as of the call closing date.

(10) **Net Assets with donor restrictions:**

Net assets with donor restrictions consist of the following at June 30, 2019:

	July 1, 2018	Additions	Releases	June 30, 2019
Unconditional promises to give	\$ 535,321	\$ 192,160	\$ (523,494)	\$ 203,987
Land leases	120,651	-	(11,268)	109,383
United Way	32,995	-	(32,995)	-
Thrift store	-	25,000	-	25,000
Outreach	6,500	-	-	6,500
Youth programs	6,933	9,600	(2,255)	14,278
Shelter programs	19,060	29,800	(6,835)	42,025
Total	<u>\$ 721,460</u>	<u>\$ 256,560</u>	<u>\$ (576,847)</u>	<u>\$ 401,173</u>

**COMMUNITY ACTION STOPS ABUSE, INC.,
AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2019**

(11) **Unconditional Promises to Give:**

Unconditional promises to give consist of cash contributions receivable and contributed use of land. The Organization had unconditional promises to give representing the following at June 30, 2019:

Contributed use of land	\$ 109,383
Special events	168,287
Sunshine and Hope Campaign	<u>35,700</u>
	313,370
Less allowance for doubtful accounts	<u>27,917</u>
Total	<u>\$ 285,453</u>

Unconditional promises to give due in more than one year are scheduled to be received as follows at June 30, 2019:

Less than one year	\$ 183,995
One to five years	74,086
Thereafter	<u>91,131</u>
	349,212
Less:	
Unamortized discount	879
Allowance for doubtful accounts	27,917
Unamortized rent contributions	<u>34,963</u>
	285,453
Less current portion	<u>(248,696)</u>
	<u>\$ 36,757</u>

Contributions receivable due from trustees, staff, and board members total approximately \$13,700 for the year ended June 30, 2019.

(12) **Significant Funding Source:**

The Organization receives a substantial amount of its funding from the U.S. Department of Justice passed through State of Florida, Office of the Attorney General and The Juvenile Welfare Board of Pinellas County. Revenues from these funding agencies for the year ended June 30, 2019, represented approximately 27% of total revenues. A significant reduction in the level of this funding, if this were to occur, could have an adverse effect on the Organization's programs and activities.

**COMMUNITY ACTION STOPS ABUSE, INC.,
AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2019**

(13) **Liquidity and Availability:**

Financial assets available for general expenditure, that is, without donor restrictions or internally board designations limiting their use, within one year of the statement of financial position date, comprise the following:

Cash and cash equivalents	\$ 667,143
Investments	2,752,345
Grants and contracts receivable	491,357
Unconditional promises to give, net of allowance	248,696
Financial assets available to meet cash needs for general expenditures	<u>\$ 4,159,541</u>
Less those unavailable for general expenditures within one year due to donor imposed restrictions	(401,173)
Less investments subject to financial covenants	(1,500,000)
Financial assets available to meet cash needs for general expenditures	<u><u>\$ 2,258,368</u></u>

The Organization is supported in part by donor restricted contributions. Because a donor's restriction requires resources to be used in a particular manner or in a future period, the Organization must maintain sufficient resources to meet those responsibilities to its donors. Thus, financial assets may not be available for general expenditure within one year.

(14) **Investments:**

The Organization's investments at June 30, 2019, consist of marketable securities recorded at fair market value as summarized below:

	<u>Cost</u>	<u>Fair Value</u>	<u>Unrealized Gain (Loss)</u>
Fixed Income	\$ 1,521,216	\$ 1,490,460	\$ (30,756)
Mutual funds			
Equities	1,033,375	1,070,159	36,784
Alternative Strategies	121,516	122,086	570
Real estate investments	65,452	69,640	4,188
	<u>\$ 2,741,559</u>	<u>\$ 2,752,345</u>	<u>\$ 10,786</u>

**COMMUNITY ACTION STOPS ABUSE, INC.,
AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2019**

(14) **Investments:** (Continued)

The following schedule summarizes the investment return in the Statement of Activities for the year ended June 30, 2019:

Interest and dividend income	\$	88,202
Realized loss		(32,417)
Change in unrealized gain		70,140
Total	\$	125,925

Investments in marketable securities with readily determinable fair values are reported at fair values in the consolidated statement of financial position. Unrealized gains and losses are included in net assets.

(15) **Fair Value Measurements:**

The Organization adopted the provisions of FASB ASC 820-10 which provides a framework for measuring fair value under generally accepted accounting principles. These standards define fair value, provide guidance for measuring fair value and require certain disclosures. These standards do not require any new fair value measurements, but rather apply to all other accounting pronouncements that require or permit fair value measurements. Fair value is defined as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. The following is a brief description of the three levels within the fair value hierarchy that prioritize the inputs to valuation techniques:

- **Level 1:** Observable inputs such as quoted prices (unadjusted) in active markets for identical assets or liabilities.
- **Level 2:** Inputs other than quoted prices that are observable for the asset or liability, either directly or indirectly. These include quoted prices for similar assets or liabilities in active markets and quoted prices for identical or similar assets or liabilities that are not active. Such inputs may include interest rates and yield curves, volatilities, prepayment speeds, credit risks, and default rates.
- **Level 3:** Unobservable inputs to measure fair value of assets and liabilities for which there is little, if any market activity at the measurement date, using reasonable inputs and assumptions based upon the best information at the time, to the extent that inputs are available without undue cost and effort.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at June 30, 2019.

Mutual funds– Valued at quoted market prices.

**COMMUNITY ACTION STOPS ABUSE, INC.,
AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2019**

(15) **Fair Value Measurements:** (Continued)

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Organization believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following is a summary of the valuation as of June 30, 2019, for the Organization's investments based upon the three levels defined above:

	Fair Value	Quoted Prices (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments:				
Fixed Income	\$ 1,490,460	\$ 1,490,460	\$ -	\$ -
Mutual Funds:				
Equities	1,070,159	1,070,159	-	-
Alternative Strategies	122,086	122,086	-	-
Real estate investments	69,640	69,640	-	-
Total investments at fair value	<u>\$ 2,752,345</u>	<u>\$ 2,752,345</u>	<u>\$ -</u>	<u>\$ -</u>

**COMMUNITY ACTION STOPS ABUSE, INC. AND AFFILIATE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2019**

Federal Grantor/Pass Through Grantor/ Program Title	Federal CFDA Number	Contract Number	Pass-Through to Subrecipients	Expenditures
FEDERAL AWARDS				
U.S. Department of Agriculture				
Child and Adult Care Food Program	10.558	H-4807	\$ -	\$ 44,310
Total U.S. Department of Agriculture			-	44,310
U.S. Department of Housing and Urban Development				
Continuum of Care Program	14.267	FL0447L4H021604	-	114,103
Continuum of Care Program	14.267	FL0447L4H021705	-	151,432
			-	265,535
Passed through City of St. Petersburg, Florida Community Development Block Grants/Entitlement Grants	14.218	B-18-MC-12-0017	-	15,179
Passed through Pinellas County Community Development Block Grants/Entitlement Grants	14.218	CD18CASA (B-18-UC-12-0005)	-	17,498
Total Community Development Block Grants - Entitlement Grants Cluster			-	32,677
Passed through City of St. Petersburg, Florida Emergency Solutions Grant Program	14.231	E-18-MC-12-0017	-	15,515
Total U.S. Department of Housing and Urban Development			-	313,727
U.S. Department of Justice				
Passed Through Pinellas County				
Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program	16.590	2018-WE-AX-0016	-	11,637
Passed Through Florida Coalition Against Domestic Violence, Inc.				
Violence Against Women Formula Grants	16.588	Basic Needs Supplemental to 19-2206-DVS	-	3,412
Violence Against Women Formula Grants	16.588	Participant Program Needs Supplemental to 19-2206-DVS	-	1,812
			-	5,224
Crime Victim Assistance	16.575	19-2206-IFP-LEGAL-VOCA	-	57,464
Crime Victim Assistance	16.575	18-2206-CPI VOCA	-	17,485
Crime Victim Assistance	16.575	19-2206-CPI VOCA	-	39,464
Passed Through State of Florida, Office of the Attorney General				
Crime Victim Assistance	16.575	VOCA-2017-Community Action Stops Ab-00306	-	245,027
Crime Victim Assistance	16.575	VOCA-2018-Community Action Stops Ab-00007	-	483,308
			-	842,748
Total U.S. Department of Justice			-	859,609
U.S. Department of Health and Human Services				
Passed Through Florida Coalition Against Domestic Violence, Inc.				
Temporary Assistance for Needy Families	93.558	19-2206-DVS	-	154,069
Temporary Assistance for Needy Families	93.558	Basic Needs Supplemental to 19-2206-DVS	-	4,640
Total TANF Cluster			\$ -	\$ 158,709

The accompanying notes to Schedule of Expenditures of
Federal Awards is an integral part of this schedule.

**COMMUNITY ACTION STOPS ABUSE, INC.,
AND AFFILIATE
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2019**

(1) **Basis of Presentation:**

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the Federal awards activity of Community Action Stops Abuse, Inc., and Affiliate under programs of the federal government for the year ended June 30, 2019, in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Community Action Stops Abuse, Inc., and Affiliate it is not intended to and does not present the financial position, changes in net assets, or cash flows of Community Action Stops Abuse, Inc., and Affiliate.

(2) **Summary of Significant Accounting Policies:**

Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowed or are limited as to reimbursement.

(3) **De Minimis Indirect Cost Rate Election:**

Community Action Stops Abuse, Inc., and Affiliate has elected not to use the 10 percent de minimis indirect cost rate as allowed under Uniform Guidance.

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Board of Directors,
Community Action Stops Abuse, Inc., and Affiliate:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the consolidated financial statements of Community Action Stops Abuse, Inc., and Affiliate, which comprise the consolidated statement of financial position as of June 30, 2019, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements, and have issued our report thereon dated September 13, 2019.

Internal Control over Financial Reporting

In planning and performing our audit of the consolidated financial statements, we considered Community Action Stops Abuse, Inc., and Affiliate's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the consolidated financial statements, but not for the purpose of expressing an opinion on the effectiveness of Community Action Stops Abuse, Inc., and Affiliate's internal control. Accordingly, we do not express an opinion on the effectiveness of Community Action Stops Abuse, Inc., and Affiliate's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the Organization's consolidated financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Community Action Stops Abuse, Inc., and Affiliate's consolidated financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

James Moore & Co., P.L.

Tallahassee, Florida
September 13, 2019

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL
PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE IN
ACCORDANCE WITH THE UNIFORM GUIDANCE**

To the Board of Directors,
Community Action Stops Abuse, Inc., and Affiliate:

Report on Compliance for Each Major Federal Program

We have audited Community Action Stops Abuse, Inc., and Affiliate's compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Compliance Supplement, that could have a direct and material effect on each of Community Action Stops Abuse, Inc., and Affiliate's major federal programs for the year ended June 30, 2019. Community Action Stops Abuse, Inc., and Affiliate's major federal programs are identified in the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of Community Action Stops Abuse, Inc., and Affiliate major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Community Action Stops Abuse, Inc., and Affiliate compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major Federal program. However, our audit does not provide a legal determination Community Action Stops Abuse, Inc., and Affiliate's compliance.

Opinion on Each Major Federal Program

In our opinion, Community Action Stops Abuse, Inc., , and Affiliate complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major Federal programs for the year ended June 30, 2019.

Report on Internal Control Over Compliance

Management of Community Action Stops Abuse, Inc. is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Community Action Stops Abuse, Inc.'s internal control over compliance with the types of requirements that could have a direct and material effect on each major Federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major Federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Community Action Stops Abuse, Inc.'s and Affiliate internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a Federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a Federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency* in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

James Moore & Co., P.L.

Tallahassee, Florida
September 13, 2019

**COMMUNITY ACTION STOPS ABUSE, INC.,
AND AFFILIATE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2019**

I. Summary of Auditors' Results:

Financial Statements

Type of audit report issued on the financial statements: *Unmodified*

Internal control over financial reporting:

- Material weakness(es) identified? yes no
- Significant deficiencies identified? yes none reported

Noncompliance material to financial statements noted? yes no

Federal Awards

Internal control over major Federal programs:

- Material weakness(es) identified? yes no
- Significant deficiency(ies) identified? yes none reported

Types of auditor's report issued on compliance for major Federal programs: *Unmodified*

Any audit findings that are required to be reported in accordance with section 2 CFR200.516(a)? yes no

Identification of major programs:

Federal Program	Federal CFDA Number
Crime Victim Assistance	16.575
Dollar threshold used to distinguish between type A and type B program:	\$ 750,000
Auditee qualified as low risk auditee?	<input type="checkbox"/> yes <input checked="" type="checkbox"/> no

II. Financial Statement Findings: None

III. Federal Award Findings and Questioned Costs: None

IV. Summary of Prior Year Audit Findings - Federal Awards: There were no findings for the year ended June 30, 2018.

COMMUNITY ACTION STOPS ABUSE, INC. AND AFFILIATE
CONSOLIDATING STATEMENT OF FINANCIAL POSITION
JUNE 30, 2019

	<u>Community Action Stops Abuse, Inc.</u>	<u>Victoria's Place St. Pete, Inc.</u>	<u>Eliminations</u>	<u>Consolidated Totals</u>
<u>ASSETS</u>				
Current assets				
Cash and cash equivalents	\$ 633,000	\$ 34,143	\$ -	\$ 667,143
Investments	2,752,345	-	-	2,752,345
Grants receivable	491,357	-	-	491,357
Contributions receivable, net of allowance	248,696	-	-	248,696
Inventory	60,800	-	-	60,800
Due from related party	-	1,069,960	(1,069,960)	-
Prepaid expenses and other current assets	102,542	-	-	102,542
Total current assets	<u>4,288,740</u>	<u>1,104,103</u>	<u>(1,069,960)</u>	<u>4,322,883</u>
Property and equipment, net	<u>1,775,315</u>	<u>9,223,514</u>	<u>-</u>	<u>10,998,829</u>
Notes receivable - new markets tax credit	<u>6,288,400</u>	<u>-</u>	<u>-</u>	<u>6,288,400</u>
Other assets				
Contributions receivable, long-term portion	36,757	-	-	36,757
Interest in net assets of Victoria's Place St. Pete, Inc.	(821,828)	-	821,828	-
Interest in net assets of the Foundation	24,605	-	-	24,605
Total other assets	<u>(760,466)</u>	<u>-</u>	<u>821,828</u>	<u>61,362</u>
Total Assets	<u>\$ 11,591,989</u>	<u>\$ 10,327,617</u>	<u>\$ (248,132)</u>	<u>\$ 21,671,474</u>
<u>LIABILITIES AND NET ASSETS</u>				
Current liabilities				
Accounts payable	\$ 78,540	\$ -	\$ -	\$ 78,540
Accrued expenses and other current liabilities	252,632	5,695	-	258,327
Current portion of long-term debt	283,150	-	-	283,150
Due to related party	1,069,960	-	(1,069,960)	-
Total current liabilities	<u>1,684,282</u>	<u>5,695</u>	<u>(1,069,960)</u>	<u>620,017</u>
Long-term liabilities				
Mortgage note grants	113,801	-	-	113,801
Mortgage note payable, net of current maturities and loan costs	3,886,019	-	-	3,886,019
Note payable - new markets tax credit, net of loan costs	-	11,143,750	-	11,143,750
Total long-term liabilities	<u>3,999,820</u>	<u>11,143,750</u>	<u>-</u>	<u>15,143,570</u>
Total liabilities	<u>5,684,102</u>	<u>11,149,445</u>	<u>(1,069,960)</u>	<u>15,763,587</u>
Net assets				
Without donor restrictions	5,506,714	(821,828)	821,828	5,506,714
With donor restrictions	401,173	-	-	401,173
Total net assets	<u>5,907,887</u>	<u>(821,828)</u>	<u>821,828</u>	<u>5,907,887</u>
Total Liabilities and Net Assets	<u>\$ 11,591,989</u>	<u>\$ 10,327,617</u>	<u>\$ (248,132)</u>	<u>\$ 21,671,474</u>

**COMMUNITY ACTION STOPS ABUSE, INC. AND AFFILIATE
CONSOLIDATING STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2019**

	Community Action Stops Abuse, Inc.	Victoria's Place St. Pete, Inc.	Eliminations	Consolidated Totals
Revenues				
Grants	\$ 2,987,202	\$ -	\$ -	\$ 2,987,202
Thrift store sales	737,609	-	-	737,609
Fundraising	580,737	-	-	580,737
Bequests and major gifts	232,072	-	-	232,072
Contributions and donations	515,949	-	-	515,949
In-kind revenue	758,742	-	-	758,742
Interest income	62,884	-	-	62,884
Investment gain	125,925	-	-	125,925
Program income	1,345	-	-	1,345
Change in net assets of the Foundation	42	-	-	42
Other income	-	1,200	(1,200)	-
Management fees	-	505,000	(505,000)	-
Total revenues	<u>6,002,507</u>	<u>506,200</u>	<u>(506,200)</u>	<u>6,002,507</u>
Expenses				
Domestic Violence	3,991,869	806,148	(506,200)	4,291,817
Thrift stores	1,086,162	-	-	1,086,162
Supporting services				
Administrative and general	345,097	-	-	345,097
Development and Fundraising	470,127	-	-	470,127
Total expenses	<u>5,893,255</u>	<u>806,148</u>	<u>(506,200)</u>	<u>6,193,203</u>
Change in net assets of Victoria's Place St. Pete, Inc.	(299,948)	-	299,948	-
	<u>(299,948)</u>	<u>-</u>	<u>299,948</u>	<u>-</u>
Change in net assets	<u>(190,696)</u>	<u>(299,948)</u>	<u>299,948</u>	<u>(190,696)</u>
Net assets, beginning of year	<u>6,098,583</u>	<u>(521,880)</u>	<u>521,880</u>	<u>6,098,583</u>
Net assets, end of year	<u>\$ 5,907,887</u>	<u>\$ (821,828)</u>	<u>\$ 821,828</u>	<u>\$ 5,907,887</u>