

CRISIS CENTER

Financial Statements And Single Audit Reports
As Of December 31, 2023

Together With Independent Auditors' Report

JDS professional
group
certified public accountants, consultants and advisors

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Crisis Center:

Opinion

We have audited the accompanying financial statements of Crisis Center (the "Organization"), which comprise the statement of financial position as of December 31, 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 our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Organization as of December 31, 2023, and the changes in net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Organization and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

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Independent Auditors' Report (Continued)

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern for a reasonable period of time.

Independent Auditors' Report (Continued)

We are required to communicate to those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the financial statements as a whole.

JDS Professional Group

April 12, 2024

CRISIS CENTER

Statement Of Financial Position
As Of December 31, 2023

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ASSETS

Current Assets:

Cash and cash equivalents	\$ 511,255
Accounts receivable	1,050
Government grants receivable	281,614
Promises to give	128,243
Prepaid expenses	2,723
Inventory	4,841
Total Current Assets	<u>929,726</u>

Property And Equipment:

Land	5,970
Building and improvements	2,044,744
Furniture and equipment	<u>172,915</u>
	2,223,629
Less: accumulated depreciation and amortization	<u>(764,425)</u>
Net Property and Equipment	<u>1,459,204</u>

TOTAL ASSETS

\$ 2,388,930

LIABILITIES AND NET ASSETS

Current Liabilities:

Accounts payable and accrued liabilities	\$ 53,342
Other liability	<u>12,113</u>
Total Current Liabilities	<u>65,455</u>

Net Assets:

Without donor restrictions -	
Undesignated	1,773,120
Board designated operating reserve	<u>388,506</u>
Total Without Donor Restrictions	2,161,626
With donor restrictions	<u>161,849</u>
Total Net Assets	<u>2,323,475</u>

TOTAL LIABILITIES AND NET ASSETS

\$ 2,388,930

The accompanying notes are an integral part of the financial statements.

CRISIS CENTER

Statement Of Activities
For The Year Ended December 31, 2023

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	Without Donor Restrictions	With Donor Restrictions	Total
Support And Revenue:			
Support -			
Contributions and grants	\$ 1,304,806	\$ 125,330	\$ 1,430,136
Special events	\$219,098		
Less: Direct benefit to donors	<u>(62,103)</u>	<u>156,995</u>	<u>156,995</u>
Total Support	<u>1,461,801</u>	<u>125,330</u>	<u>1,587,131</u>
Revenue -			
Service fees	5,201		5,201
Interest income	6,680		6,680
Miscellaneous	<u>3,875</u>		<u>3,875</u>
Total Revenue	<u>15,756</u>		<u>15,756</u>
Net assets released from restrictions -			
Satisfaction of time and purpose restrictions	<u>121,268</u>	<u>(121,268)</u>	
Total Support And Revenue	<u>1,598,825</u>	<u>4,062</u>	<u>1,602,887</u>
Expenses:			
Program Services -			
Shelter	440,860		440,860
Therapy	428,512		428,512
Legal	243,382		243,382
Outreach/community education	76,829		76,829
Community advocacy	<u>197,136</u>		<u>197,136</u>
Total Program Services	<u>1,386,719</u>		<u>1,386,719</u>
Supporting Services -			
General administrative	202,836		202,836
Fundraising	<u>96,885</u>		<u>96,885</u>
Total Supporting Services	<u>299,721</u>		<u>299,721</u>
Total Expenses	<u>1,686,440</u>		<u>1,686,440</u>
CHANGES IN NET ASSETS FROM OPERATIONS	<u>(87,615)</u>	<u>4,062</u>	<u>(83,553)</u>
Gain on insurance proceeds	<u>32,072</u>		<u>32,072</u>
CHANGES IN NET ASSETS	<u>(55,543)</u>	<u>4,062</u>	<u>(51,481)</u>
Net Assets, Beginning Of Year	<u>2,217,169</u>	<u>157,787</u>	<u>2,374,956</u>
NET ASSETS, END OF YEAR	<u>\$ 2,161,626</u>	<u>\$ 161,849</u>	<u>\$ 2,323,475</u>

The accompanying notes are an integral part of the financial statements.

CRISIS CENTER

Statement Of Functional Expenses For The Year Ended December 31, 2023

	Program Services					Supporting Services			2023 Total	
	Shelter	Therapy	Legal	Outreach/ Community Education	Community Advocacy	Total	General Admin.	Fundraising		Total
Salaries	\$166,345	\$308,956	\$184,433	\$ 56,041	\$141,670	\$ 857,445	\$118,564	\$ 69,528	\$188,092	\$1,045,537
Payroll taxes and employee benefits	21,713	40,329	24,075	7,315	18,492	111,924	26,899	9,076	35,975	147,899
Total employee related expenses	188,058	349,285	208,508	63,356	160,162	969,369	145,463	78,604	224,067	1,193,436
Professional services	1,499	2,785	1,663	505	4,187	10,639	11,686	627	12,313	22,952
Food and office supplies	3,266	6,065	3,621	1,100	2,781	16,833	2,327	1,365	3,692	20,525
Dues and publications	821	1,524	910	276	699	4,230	585	343	928	5,158
Utilities	2,378	4,417		801	2,026	9,622	1,695	994	2,689	12,311
Telephone	7,247	7,207	1,538	467	1,182	17,641	5,619	580	6,199	23,840
Maintenance and repair	10,314	19,156	8,666	3,475	8,784	50,395	7,351	4,311	11,662	62,057
Occupancy	3,790	7,215	176	1,277	3,227	15,685	2,701	1,584	4,285	19,970
Postage and printing	26	49	30	9	23	137	19	11	30	167
Travel and staff expense	1,740	3,232	1,929	586	1,482	8,969	1,240	727	1,967	10,936
Client assistance	206,947	136				207,083				207,083
Special event								1,563	1,563	1,563
Insurance and taxes	3,553	6,600	3,900	1,197	3,026	18,276	3,776	1,486	5,262	23,538
Miscellaneous	80	148	88	27	68	411	12,433	33	12,466	12,877
Depreciation and amortization	11,141	20,693	12,353	3,753	9,489	57,429	7,941	4,657	12,598	70,027
Total	\$440,860	\$428,512	\$243,382	\$ 76,829	\$197,136	\$1,386,719	\$202,836	\$ 96,885	\$299,721	\$1,686,440

The accompanying notes are an integral part of the financial statements.

CRISIS CENTER

Statement Of Cash Flows
For The Year Ended December 31, 2023

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Cash flows from operating activities:	
Changes in net assets from operations	\$ (51,481)
Adjustments to reconcile changes in net assets to net cash (used in) operating activities:	
Depreciation and amortization expense	70,027
Changes in operating assets and liabilities -	
Decrease in accounts receivable	13,800
(Increase) in government grants receivable	(47,014)
(Increase) in promises to give	(4,758)
(Increase) in prepaid expenses	(365)
(Increase) in inventory	(1,127)
(Decrease) in accounts payable and accrued liabilities	(17,467)
Net cash (used in) operating activities	<u>(38,385)</u>
Cash flow from investing activities	
Purchases of property and equipment	<u>(14,564)</u>
Net cash (used in) investing activities	<u>(14,564)</u>
Cash flows from financing activities:	
Proceeds from line of credit	75,597
Payments on line of credit	(75,597)
Payments on capitalized lease obligation	<u>(6,922)</u>
Net cash (used in) financing activities	<u>(6,922)</u>
NET (DECREASE) IN CASH AND CASH EQUIVALENTS	(59,871)
Cash And Cash Equivalents, Beginning Of Year	<u>571,126</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 511,255</u>

The accompanying notes are an integral part of the financial statements.

CRISIS CENTER

Notes To Financial Statements
For The Year Ended December 31, 2023

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(1) **Nature Of The Organization**

The purpose of the Crisis Center (the "Organization") is to provide a wide range of services to adults and children impacted by domestic violence residing in Douglas, Elbert, Lincoln and parts of Arapahoe County, Colorado. The majority of the Organization's support and revenue is derived from contributions and grants.

(2) **Summary Of Significant Accounting Policies**

Method Of Accounting

The financial statements have been prepared on the accrual basis of accounting in accordance with the accounting principles generally accepted in the United States of America.

Basis Of Presentation

The Organization reports information regarding its financial position and activities according to two classes of net assets that are based upon the existence or absence of restrictions on use that are placed by its donors: net assets without donor restrictions and with donor restrictions as follows:

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 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 resources be maintained in perpetuity.

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 at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates, and those differences could be material.

Cash And Cash Equivalents

For purposes of the statement of cash flows, cash and cash equivalents includes cash on hand and money market accounts. The Organization considers all highly liquid investments with an original maturity of three months or less to be cash equivalent.

Inventory

Inventory is stated at lower of cost or net realizable value. Cost is determined using the first-in, first-out (FIFO) method.

Property And Equipment

Property and equipment is stated at acquisition cost or fair market value at the contribution date. Depreciation and amortization are computed using the straight-line method over the following estimated useful lives of the assets:

Building and improvements	20-40 years
Furniture and equipment	5-7 years

Maintenance, repairs and renewals which neither materially add to the value of the property nor appreciably prolong its life are charged to expense as incurred. Gains or losses on dispositions of property and equipment are included or netted with expenses.

The Organization's capitalization policy is to capitalize purchases of \$500 and greater with a useful life in excess of one year, and to expense purchases under \$500.

Fair Value Measurements

The carrying amount reported in the statement of financial position for cash and cash equivalents, promises to give, accounts payable and accrued liabilities approximate fair value because of the immediate or short-term maturities of these financial instruments.

Measure Of Operations

The statements of activities reports all changes in net assets, including changes in net assets from operating and non operating activities. Operating activities consists of those items attributable to the Organization's ongoing program services. Nonoperating activities are limited to resources that generate other activities considered to be of a more unusual or nonrecurring nature.

Revenue And Revenue Recognition

The Organization recognizes contributions when cash, securities or other assets; or an unconditional promise to give is received. Unconditional promises to give are recorded at net realizable value if expected to be collected in one year and at net present value if expected to be collected in more than one year. As of December 31, 2023, the promises to give and government grants receivable are expected to be collected within one year of the financial statement date. Conditional promises to give with a measurable performance or other barrier and a right of return/right of release are not recognized until the conditions on which they depend have been met.

A portion of the Organization's revenue is derived from cost-reimbursable federal and state contracts and grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as refundable advances in the statement of financial position. The Organization received cost-reimbursable grants of \$793,608 that have not been recognized as of December 31, 2023, because qualifying expenditures have not yet been incurred.

Support that is restricted by the donor is reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in net assets with donor restrictions. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Donated marketable securities and other noncash donations are recorded as contributions at their estimated fair value at the date of donation.

Methods Used For Allocation Of Expenses From Management And General Activities

The financial statements report certain categories of expenses that are attributable to one or more program or supporting functions of the Organization. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. Such expenses include salaries and benefits, depreciation and amortization, food and office supplies, membership dues, travel and staff expense, and insurance and taxes. These expenses are allocated on the basis of estimates of time and effort.

Subsequent Events

The Organization has performed an evaluation of subsequent events through April 12, 2024, which is the date the financial statements were available to be issued, and has considered any relevant matters in the preparation of the financial statements and footnotes.

(3) Income Taxes

The Organization has previously received notice from the Internal Revenue Service of exemption from income tax under Section 501(c)(3) of the Internal Revenue Code. In addition, the Organization qualifies for the charitable contribution deduction under Section 170(b)(1)(A). Accordingly, the accompanying financial statements contain no provision for income taxes.

Management believes that the Organization has appropriate support for any tax positions taken affecting its annual filing requirements, and as such, does not have any uncertain tax positions that are material to the financial statements. The Organization would recognize future accrued interest and penalties related to unrecognized tax benefits and liabilities in income tax expense if such interest and penalties are incurred.

The Organization is no longer subject to U.S. federal tax audits on its Form 990 by taxing authorities for years ending prior to December 31, 2020. The years subsequent to this year contain matters that could be subject to differing interpretations of applicable tax laws and regulations. Although the outcome of tax audits is uncertain, the Organization believes no material issues would arise.

(4) Contingencies And Concentration Of Credit Risk

Financial instruments that potentially subject the Organization to credit risk include cash deposits in excess of federally insured limits of \$250,000. As of December 31, 2023, deposits exceeded the covered by FDIC Insurance limit by approximately \$267,000.

Amounts received or receivable from grantor agencies are subject to audit and adjustment by such grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. In that event, the Organization may be required to refund amounts to the federal government.

As of December 31, 2023, 66% of the promises to give is due from two grantors and 69% of government grants receivable is from the State of Colorado. Additionally, as of December 31, 2023, 29% of support and revenue was from one grantor.

CRISIS CENTER

(5) **Line Of Credit**

The Organization has a line of credit in the amount of \$200,000 with a financial institution at the interest rate, of 7%, which matures on December 14, 2025. A minimum payment of interest only is due each month. As of December 31, 2023, there was no balance owed on the line of credit.

(6) **Net Assets With Donor Restrictions**

As of December 31, 2023, net assets with donor restrictions consisted of the following:

<u>Subject to Expenditure for Specified Purpose:</u>	
Client emergency fund	\$ 33,606
<u>Subject to Passage of Time:</u>	
Time restriction	128,243
Total	<u>\$ 161,849</u>

(7) **Liquidity And Availability Of Financial Assets**

The following represents the Organization's financial assets as of December 31, 2023:

Financial assets, as of year-end	
Cash and cash equivalents	\$ 511,255
Accounts receivable	1,050
Government grants receivable	281,614
Promises to give	128,243
Total financial assets	<u>922,162</u>
Less: amounts not expected to be used within one year	
Board designated operating reserve	<u>388,506</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 533,656</u>

As part of its liquidity plan, the Organization has a board designated reserve policy that states it will intentionally work towards building a 90 day reserve by setting aside excess cash in short-term investments, including a money market account, at minimum annually. Additionally, the Organization has a \$200,000 line of credit available to meet cash flow needs.

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Notes To Financial Statements (Continued)

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(8) **Grants**

Grants received from government agencies consisted of the following for the year ended December 31, 2023:

Domestic Violence Program (DVP)	\$ 241,611
Colorado Department of Local Affairs - Division of Housing	22,164
Douglas County	241,593
Town of Castle Rock	17,500
Town of Parker	25,000
Victim Assistance and Law Enforcement Board (VALE)	139,629
Victims of Crimes Act (VOCA)	467,769
	<u>\$1,155,266</u>

(9) **Expenses**

Total expenses incurred during the year ended December 31, 2023, are as follows:

Total expenses reported by function	\$ 1,686,440
Cost of direct benefit to donors	<u>62,103</u>
Total expenses	<u>\$ 1,748,543</u>

**Supplemental Schedule Of Expenditures Of Federal Awards
For The Year Ended December 31, 2023**

Federal Grantor And Program Title	Contract Number	Assistance Listing Number	Total Expended
U.S. Department of Treasury			
Pass-Through Program From:			
State of Colorado-			
Coronavirus State & Local Fiscal Recovery Funds: COVID-19**	2022-AR-23-132-18	21.027	\$ 467,768
Coronavirus State & Local Fiscal Recovery Funds: COVID-19**	24 IHFA 186309	21.027	282
Coronavirus State & Local Fiscal Recovery Funds: COVID-19**	23 IHFA 177674	21.027	75,884
Coronavirus State & Local Fiscal Recovery Funds: COVID-19**	24 IHFA 185433	21.027	42,829
Coronavirus State & Local Fiscal Recovery Funds: COVID-19**	N/A	21.027	500
Victim Assistance Law Enforcement Board: 18th Judicial District- Coronavirus State & Local Fiscal Recovery Funds: COVID-19**	23-05	21.027	<u>73,955</u>
Total U.S. Department of Treasury			<u>661,218</u>
U. S. Department Of Health And Human Services			
477 Cluster			
Pass-Through Program From:			
State of Colorado-			
Temporary Assistance for Needy Families	24 IHFA 186309	93.558	13,000
Temporary Assistance for Needy Families	23 IHFA 178314	93.558	<u>1,700</u>
Total 477 Cluster			<u>14,700</u>
Pass-Through Program From:			
State of Colorado-			
Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services	23 IHFA 178314	93.671	38,863
Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services: COVID-19	23 IHFA 178314	93.671	6,220
Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services: COVID-19	PO,IHFA,202300008351	93.671	49,500
Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services: COVID-19	N/A	93.671	<u>5,879</u>
Total U.S. Department Of Health And Human Services			<u>115,162</u>
U.S. Department of Housing & Urban Development (HUD)			
Pass-Through Program From:			
State of Colorado-			
Community Development Block Grants: COVID-19	H3CDB33106	14.228	19,638
Community Development Block Grants: COVID-19	POGG1 2024*119; 33543	14.228	<u>1,835</u>
Total U.S. Department of Housing & Urban Development (HUD)			<u>21,473</u>
Total			<u>\$ 797,853</u>

** Major program

The accompanying notes are an integral part of this schedule.

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Notes To Supplemental Schedule Of Expenditures Of Federal Awards
For The Year Ended December 31, 2023

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(1) Method Of Accounting

The schedule of expenditures of federal awards has been prepared on an accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance and also presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (“CFR”) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Because the schedule of expenditures of federal awards presents only a selected portion of the operations of the Organization, it is not intended to, and does not present, the financial position, changes in net assets, or cash flows of the Organization.

The Organization has elected to use a *de minimus* indirect cost rate as allowed under the 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 of
Crisis Center:

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 financial statements of Crisis Center (the "Organization"), which comprise the statement of financial position as of December 31, 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, and have issued our report thereon dated April 12, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Organization's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization'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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a 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.

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Independent Auditors' Report (Continued)

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 or significant deficiencies may exist that were not identified.

Report on Compliance And Other Matters

As part of obtaining reasonable assurance about whether the Organization's financial statements are free of 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 financial statements. 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.

JDS Professional Group

April 12, 2024

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM
GUIDANCE**

To the Board of Directors of
Crisis Center:

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Crisis Center's (the "Organization") compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on the Organization's major federal program for the year ended December 31, 2023. The Organization's major federal program is identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Organization 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 December 31, 2023.

Basis for Opinion on Each Major Federal Program

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; and the audit 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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Organization and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the Organization's compliance with the compliance requirements referred to above.

Members:

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Independent Auditors' Report (Continued)

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the Organization's federal programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Organization's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Organization's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the Organization's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

Independent Auditors' Report (Continued)

- Obtain an understanding of the Organization's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 the Organization's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on 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 Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Independent Auditors' Report (Continued)

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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.

JDS Professional Group

April 12, 2024

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Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report: unmodified

Internal control over financial reporting:

Material weakness(es) identified?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> no
Significant deficiency(s) identified that are not considered to be material weaknesses?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> none reported
Noncompliance material to financial statements noted?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> no

Federal Awards

Internal control over major programs:

Material weakness(es) identified?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> no
Significant deficiency(s) identified that are not considered to be material weakness(es)?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> none reported

Type of auditors' report issued on compliance for major programs: unmodified

Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance 2 CFR §200.516(a)?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> no
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Schedule Of Findings And Questioned Costs
For The Year Ended December 31, 2023 (Continued)

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Identification of major programs:

Assistance Listing Or Other
Identifying Number

Name Of Federal Program _____

21.027

U.S. Department of Treasury - Coronavirus State & Local Fiscal
Recovery Funds

Dollar threshold used to distinguish
between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee? ___ yes X no

Section II - Financial Statement Findings

None noted.

Section III - Federal Award Findings and Questioned Costs

None noted.

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Summary Schedule of Prior Audit Findings
For The Year Ended December 31, 2023

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None.