

**CASA/Prince George's County, Inc.  
Financial Statements  
June 30, 2021 and 2020**

## TABLE OF CONTENTS

---

	Page
<b>INDEPENDENT AUDITOR'S REPORT</b>	1
<b>FINANCIAL STATEMENTS</b>	
Statements of Financial Position	2
Statements of Activities	3 - 4
Statements of Functional Expenses	5 - 6
Statements of Cash Flows	7
Notes to the Financial Statements	8 - 12

## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of  
CASA/Prince George's County, Inc.

We have audited the accompanying financial statements of CASA/Prince George's County, Inc. (a nonprofit organization), which comprise the statements of financial position as of June 30, 2021 and 2020, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

### Management's Responsibility for the Financial Statements

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

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

### Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of CASA/Prince George's County, Inc. as of June 30, 2021 and 2020, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.



Timonium, Maryland  
February 25, 2022

**CASA/PRINCE GEORGE'S COUNTY, INC.**  
**STATEMENTS OF FINANCIAL POSITION**  
**JUNE 30, 2021 AND 2020**

	2021	2020
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	\$ 552,310	\$ 513,745
Grants receivable	191,460	107,921
Promises to give	110,000	37,500
Prepaid expenses	6,483	4,449
<b>Total current assets</b>	<b>860,253</b>	<b>663,615</b>
<b>PROPERTY AND EQUIPMENT</b>		
Office equipment, at cost	16,247	22,715
Less: accumulated depreciation	(14,180)	(18,044)
<b>Net property and equipment</b>	<b>2,067</b>	<b>4,671</b>
<b>OTHER ASSETS</b>		
Long-term promises to give, net	242,636	-
Rent deposit	4,344	4,344
<b>TOTAL ASSETS</b>	<b>\$ 1,109,300</b>	<b>\$ 672,630</b>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable and accrued expenses	\$ 1,470	\$ 369
Accrued payroll liabilities	98,574	74,186
Refundable advances	-	3,814
Tenant security deposits	370	370
Loan payable	-	120,700
<b>Total current liabilities / total liabilities</b>	<b>100,414</b>	<b>199,439</b>
<b>NET ASSETS</b>		
Without donor restrictions		
Undesignated	475,213	310,225
Board designated	95,206	95,155
	570,419	405,380
With donor restrictions	438,467	67,811
<b>Total net assets</b>	<b>1,008,886</b>	<b>473,191</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 1,109,300</b>	<b>\$ 672,630</b>

See accompanying notes.

**CASA/PRINCE GEORGE'S COUNTY, INC.**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2021**

	Without Donor Restrictions	With Donor Restrictions	Total
<b>SUPPORT AND REVENUE</b>			
Contributions and grants	\$ 975,355	\$ 437,299	\$ 1,412,654
PPP loan forgiveness	120,700	-	120,700
Special event	-	-	-
Rental income	6,230	-	6,230
Miscellaneous income	2,741	-	2,741
Interest income	51	-	51
<b>NET ASSETS RELEASED FROM RESTRICTION</b>			
Satisfaction of program restrictions	66,643	(66,643)	-
<b>Total support and revenue</b>	<u>1,171,720</u>	<u>370,656</u>	<u>1,542,376</u>
<b>EXPENSES</b>			
Program services	820,226	-	820,226
Administration	91,703	-	91,703
Fundraising	94,752	-	94,752
<b>Total expenses</b>	<u>1,006,681</u>	<u>-</u>	<u>1,006,681</u>
<b>CHANGE IN NET ASSETS</b>	165,039	370,656	535,695
<b>NET ASSETS</b>			
<b>BEGINNING OF YEAR</b>	<u>405,380</u>	<u>67,811</u>	<u>473,191</u>
<b>END OF YEAR</b>	<u>\$ 570,419</u>	<u>\$ 438,467</u>	<u>\$ 1,008,886</u>

See accompanying notes.

**CASA/PRINCE GEORGE'S COUNTY, INC.**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2020**

	Without Donor Restrictions	With Donor Restrictions	Total
<b>SUPPORT AND REVENUE</b>			
Contributions and grants	\$ 838,619	\$ 63,392	\$ 902,011
PPP loan forgiveness	-	-	-
Special event	12,931	-	12,931
Rental income	8,880	-	8,880
Miscellaneous income	-	-	-
Interest income	194	-	194
<b>NET ASSETS RELEASED FROM RESTRICTION</b>			
Satisfaction of program restrictions	73,087	(73,087)	-
<b>Total support and revenue</b>	<u>933,711</u>	<u>(9,695)</u>	<u>924,016</u>
<b>EXPENSES</b>			
Program services	758,200	-	758,200
Administration	81,925	-	81,925
Fundraising	58,286	-	58,286
<b>Total expenses</b>	<u>898,411</u>	<u>-</u>	<u>898,411</u>
<b>CHANGE IN NET ASSETS</b>	35,300	(9,695)	25,605
<b>NET ASSETS</b>			
<b>BEGINNING OF YEAR</b>	<u>370,080</u>	<u>77,506</u>	<u>447,586</u>
<b>END OF YEAR</b>	<u>\$ 405,380</u>	<u>\$ 67,811</u>	<u>\$ 473,191</u>

See accompanying notes.

**CASA/PRINCE GEORGE'S COUNTY, INC.**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED JUNE 30, 2021**

	Program Services			Total
	Youth Advocacy	Administration	Fundraising	
Depreciation	\$ 1,757	\$ 115	\$ 227	\$ 2,099
Employee benefits	29,262	1,920	3,783	34,965
Equipment	1,851	121	239	2,211
Finger printing / screening	4,741	-	-	4,741
Insurance	-	9,837	-	9,837
Memberships	-	1,916	-	1,916
Miscellaneous	-	1,108	1,101	2,209
Office supplies / postage	4,943	324	639	5,906
Pandemic response				
Grocery gift cards / food	31,183	-	-	31,183
Qualified disaster payments	6,160	-	-	6,160
PPE / supplies / other equipment	1,987	-	-	1,987
Payroll taxes	45,383	2,978	5,867	54,228
Professional fees	17,943	31,322	-	49,265
Rent	50,764	3,330	6,563	60,657
Salaries	576,459	37,815	74,528	688,802
Special event supplies	-	-	-	-
Staff development	5,104	-	-	5,104
Technology	11,038	725	1,427	13,190
Telephone	2,922	192	378	3,492
Travel	63	-	-	63
Volunteer expenses	27,014	-	-	27,014
Youth expenses	1,652	-	-	1,652
<b>Total</b>	<b>\$ 820,226</b>	<b>\$ 91,703</b>	<b>\$ 94,752</b>	<b>\$ 1,006,681</b>

See accompanying notes.

**CASA/PRINCE GEORGE'S COUNTY, INC.**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED JUNE 30, 2020**

	Program Services			Total
	Youth Advocacy	Administration	Fundraising	
Depreciation	\$ 2,737	\$ 174	\$ 217	\$ 3,128
Employee benefits	20,216	1,286	1,605	23,107
Equipment	2,841	181	226	3,248
Finger printing / screening	1,087	-	-	1,087
Insurance	-	10,508	-	10,508
Memberships	-	2,140	-	2,140
Miscellaneous	-	35	-	35
Office supplies / postage	4,025	256	320	4,601
Pandemic response				
Grocery gift cards / food	12,080	-	-	12,080
Qualified disaster payments	1,440	-	-	1,440
PPE / supplies / other equipment	5,793	-	-	5,793
Payroll taxes	40,441	2,573	3,210	46,224
Professional fees	19,395	25,862	-	45,257
Rent	48,863	3,108	3,879	55,850
Salaries	552,213	35,124	43,836	631,173
Special event supplies	-	-	4,149	4,149
Staff development	4,028	-	-	4,028
Technology	7,271	464	577	8,312
Telephone	3,365	214	267	3,846
Travel	2,662	-	-	2,662
Volunteer expenses	28,748	-	-	28,748
Youth expenses	995	-	-	995
<b>Total</b>	<b>\$ 758,200</b>	<b>\$ 81,925</b>	<b>\$ 58,286</b>	<b>\$ 898,411</b>

See accompanying notes.



**CASA/PRINCE GEORGE'S COUNTY, INC.**  
**STATEMENTS OF CASH FLOWS**  
**FOR THE YEARS ENDED JUNE 30, 2021 AND 2020**

	2021	2020
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in net assets	\$ 535,695	\$ 25,605
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation	2,099	3,128
Loss on disposal of office equipment	505	-
PPP loan forgiveness	(120,700)	-
(Increase) decrease in operating assets:		
Grants receivable	(83,539)	(7,133)
Promises to give	(315,136)	37,500
Prepaid expenses	(2,034)	29
Increase (decrease) in operating liabilities:		
Accounts payable and accrued expenses	1,101	(3,315)
Accrued payroll liabilities	24,388	11,677
Refundable advances	(3,814)	3,814
	<b>38,565</b>	<b>71,305</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Net cash provided (used) by investing activities	-	-
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from loan payable	-	120,700
Net cash provided (used) by financing activities	-	120,700
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	38,565	192,005
<b>CASH AND CASH EQUIVALENTS, beginning of year</b>	513,745	321,740
<b>CASH AND CASH EQUIVALENTS, end of year</b>	\$ 552,310	\$ 513,745
<b>SUPPLEMENTARY CASH FLOW INFORMATION</b>		
PPP loan forgiveness	\$ 120,700	\$ -

See accompanying notes.

---

**CASA/PRINCE GEORGE'S COUNTY, INC.**  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

---

**NOTE 1**      **Summary of Significant Accounting Policies**

**Nature of activities** - CASA/Prince George's County, Inc. (CASA) was organized on January 31, 1992 and is a volunteer-based organization that partners with the juvenile court to improve the lives of children living in foster care in Prince George's County who have suffered from abuse and neglect. CASA recruits, trains, and supervises volunteers from the community who serve as court appointed special advocates and advocate for the best interest of children and help them navigate their experience in foster care until they are placed in safe, nurturing and permanent homes.

**Basis of presentation and net assets** - The financial statements of CASA have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (GAAP), which require CASA to report information regarding its financial position and activities according to the following net asset classifications:

**Net assets without donor restrictions:** Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of CASA. These net assets may be used at the discretion of CASA's management and the Board of Directors. Board designated net assets represent amounts established by the Board of Directors which are funds without donor restrictions set aside for future needs for CASA.

**Net assets with donor restrictions:** Net assets that are subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of CASA or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

**Use of estimates** - The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**Cash and cash equivalents** - Cash and cash equivalents include all monies in banks and highly liquid investments with initial maturity dates of three months or less. The carrying value of cash and cash equivalents approximates fair value because of the short maturities of those financial instruments.

**Grants receivable, promises to give, and allowance for uncollectible accounts** - Grants receivable and unconditional promises to give are recorded at net realizable value if expected to be collected within one year, and at net present value of estimated future cash flows if expected to be collected in future years. The allowance for uncollectible accounts is estimated based on historical collection trends, type of grant, the age of the outstanding receivables and existing economic conditions. If events or changes in circumstances indicate that specific receivable balances may be impaired, further consideration is given to the collectability of those balances and the allowance is adjusted accordingly. As of June 30, 2021 and 2020, management considered all grants and promises to give to be fully collectible and, therefore, has not established a provision for uncollectible accounts.

**Property and equipment** - Property and equipment consists of office equipment and leasehold improvements, and is carried at cost or, if donated, at the approximate fair value at the date of donation. Acquisitions of property and equipment in excess of \$5,000 are capitalized. Depreciation is computed using the straight-line method over the estimated useful lives of 5 - 7 years.

---

**CASA/PRINCE GEORGE'S COUNTY, INC.**  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

---

**NOTE 1**      **Summary of Significant Accounting Policies (continued)**

**Support and revenue** - CASA recognizes contributions when cash, securities or other assets, or an unconditional promise to give is received. Unconditional contributions received are recorded as without donor restrictions, or with donor restrictions, depending on the existence and/or nature of any donor restrictions. Support that is conditional and/or restricted by the donor is reported as an increase in net assets without donor restrictions, if the conditions are met and/or restriction expires in the reporting period in which support is recognized. All other donor-restricted contributions are reported as an increase in net assets with donor restrictions. 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. Conditional promises to give – that is, those with a measurable performance or other barrier and a right of return of transferred assets or right of release of a promisor's obligation to transfer assets – are not recognized until conditions on which they depend have been met. Consequently, contributions totaling \$0 and \$10,000 at June 30, 2021 and 2020, respectively, have not been recognized in the accompanying statements of activities because the conditions on which they depend had not yet been met. For contracts and grants in which the preceding conditions have not been met, all monies received in advance are recorded as refundable advances.

A portion of CASA's revenue is derived from cost-reimbursable state and local government grants, which are conditioned upon certain performance requirements and/or incurrence of allowable qualifying expenses. Amounts awarded are recognized as revenue when CASA has incurred expenditures in compliance with specific grant provisions. Disbursements received prior to incurring qualifying expenditures are reported as refundable advances in the statements of financial position. CASA has been awarded cost-reimbursable grants totaling \$228,631 and \$388,238 at June 30, 2021 and 2020, respectively, that have not been recognized in the statements of activities because qualifying expenditures had not yet been incurred.

CASA may receive goods, labor, and services without payment or compensation. Significant donated goods are recorded at fair value on the date of donation. When the value of services meets recognition criteria, it is reflected in the accompanying financial statements. The criteria for recognition require that services rendered (a) create or enhance a nonfinancial asset or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation.

Rental income is recognized ratably over the life of the lease as the performance obligations are satisfied. All other revenue is recognized, and performance obligations are typically satisfied, when the event or service has occurred.

**Functional allocation of expenses** - The costs of providing the various programs and supporting services have been reported on a functional basis in the statements of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The expenses that are allocated include depreciation, employee benefits, equipment, office supplies/postage, payroll taxes, rent, salaries, technology, and telephone, which are allocated based on estimates of time and effort.

**Income taxes** - CASA is a nonprofit organization and is exempt from the payment of taxes on income other than net unrelated business income under Section 501(c)(3) of the Internal Revenue code. No provision for income taxes is required for the years ended June 30, 2021 and 2020, as CASA had no significant unrelated business income.

**Reclassifications** - Certain prior year amounts have been reclassified for consistency with current year presentation. These reclassifications had no effect on the reported results of operations.

**CASA/PRINCE GEORGE'S COUNTY, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2021 AND 2020**

**NOTE 2**      **Availability and Liquidity**

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statements of financial position date, comprise the following at June 30, 2021 and 2020:

	2021	2020
Cash and cash equivalents	\$ 552,310	\$ 513,745
Grants receivable	191,460	107,921
Promises to give, net	352,636	37,500
Total financial assets	1,096,406	659,166
Less those unavailable for general expenditure within one year, due to:		
Restricted by donor with purpose restrictions	(372,621)	(29,560)
Less board designated funds	(95,206)	(95,155)
Financial assets available to meet cash needs for general expenditures within one year	\$ 628,579	\$ 534,451

As part of the liquidity management plan, CASA invests cash, in excess of daily requirements, in an interest-bearing money market account.

**NOTE 3**      **Promises to Give**

Promises to give are estimated to be collected as follows at June 30, 2021 and 2020:

	2021	2020
Amounts due in:		
Less than one year	\$ 110,000	\$ 37,500
One to five years	250,000	-
	360,000	37,500
Less discount to net present value	(7,364)	-
Total	\$ 352,636	\$ 37,500

The carrying amount of long-term promises to give is based on the present value of expected future cash flows, net of an allowance for uncollectible promises, and discounted using risk-adjusted interest rates applicable to the years in which the promises are received. The interest rate used in computing the discount of the estimated future cash flows was 1% for long-term promises received in 2021. The discount will be recognized as interest income in future fiscal years as the discount is amortized over the duration of the estimated future cash flows.

As of June 30, 2021, promises to give from one donor accounted for 83% of total promises to give.

**NOTE 4**      **Line of Credit**

CASA has a line of credit with a maximum amount available for borrowing of \$25,000. Interest payments on the line are due monthly at the Wall Street Journal Prime Rate plus 2%, 5.25%, as of June 30, 2021 and 2020. The line is due on demand and is secured by substantially all of CASA's assets. As of June 30, 2021 and 2020, CASA did not have an outstanding balance on the line. There was no interest expense paid on the line for the years ended June 30, 2021 and 2020.

**CASA/PRINCE GEORGE'S COUNTY, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2021 AND 2020**

**NOTE 5**      **Loan Payable**

On April 25, 2020, CASA was granted a loan in the amount of \$120,700 pursuant to the Paycheck Protection Program (PPP), which was established as part of the Coronavirus Aid, Relief, and Economic Security Act (CARES Act), enacted March 27, 2020. The loan was originally scheduled to mature on April 25, 2022 and bear interest at a rate of 1% per year. However, on May 17, 2021, CASA received forgiveness in whole of the loan by the Small Business Administration (SBA) and related income is included in the statement of activities for the year ended June 30, 2021.

**NOTE 6**      **Board Designated Net Assets Without Donor Restrictions**

Board designated net assets without donor restrictions consisted of operating reserves totaling \$95,206 and \$95,155 as of June 30, 2021 and 2020, respectively.

**NOTE 7**      **Net Assets with Donor Restrictions**

Net assets with donor restrictions that are temporary in nature consisted of the following at June 30, 2021 and 2020:

	2021	2020
Domestic violence advocacy	\$ 18,963	\$ -
Foster youth	292,636	-
General operations - time restricted	65,846	38,251
Salaries	20,894	20,000
Transitioning youth	8,911	8,392
Volunteer recruitment and training	30,049	-
Youth equality project	1,168	1,168
	\$ 438,467	\$ 67,811

**NOTE 8**      **Rental Income**

Rental income is derived from leasing a portion of CASA's leased office facilities [see Note 12] to an unrelated organization in six-month increments under short-term lease obligations ending July 31, 2021. Revenue associated with the lease was \$740 per month through January 31, 2021, then reduced to \$350 per month, totaling \$6,230 and \$8,880 for the years ended June 30, 2021 and 2020, respectively. Future minimum rents to be received for the year ending June 30, 2022 are \$350.

**NOTE 9**      **Concentration of Credit Risk**

At various times during the year, CASA may maintain cash balances with one financial institution in excess of the federally insured limit of \$250,000. Uninsured deposits exceeded federally insured limits by \$291,378 and \$276,749 as of June 30, 2021 and 2020, respectively.

**NOTE 10**      **Retirement Plan**

CASA adopted a 401(k) retirement plan effective January 1, 2021. The plan covers eligible employees who meet certain employment requirements. Under the plan, effective April 15, 2021, eligible employees may elect to defer a portion of their earnings to the plan up to the statutory limits and CASA may make discretionary matching contributions. The plan also includes discretionary employer profit sharing contributions determined annually by the Board of Directors. CASA's contributions totaled \$6,133 during the year ended June 30, 2021 and are included in employee benefits in the statement of functional expenses.

---

**CASA/PRINCE GEORGE'S COUNTY, INC.**  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

---

**NOTE 11**      **Donated Services**

A substantial number of volunteers who serve as court appointed special advocates have donated significant amounts of their time for CASA's program. No amounts have been reflected in the financial statements for those services since they do not meet the criteria for recognition.

**NOTE 12**      **Commitments and Contingencies**

**Lease commitments** - On January 23, 2014, CASA leased office facilities under a non-cancelable, 65-month operating lease ending July 31, 2019. Effective September 1, 2018, the lease was amended to expand office space and extend the lease term for an additional period of seven years through July 31, 2026. For the years ended June 30, 2021 and 2020, rent expense was \$60,657 and \$55,850, respectively. Future minimum lease payments for the years ended June 30 are as follows:

2022	\$	58,644
2023		60,816
2024		62,976
2025		65,160
2026		67,332
Thereafter		<u>5,792</u>
Total	\$	<u><u>320,720</u></u>

CASA also leases office equipment under a 60-month non-cancelable operating lease ending June 30, 2022. Future minimum lease payments for the year ending June 30, 2022 are \$1,824.

**COVID-19 pandemic** - The full impact of the COVID-19 pandemic continues to evolve as of the date of this report. As such, it is uncertain as to the duration and impact that the pandemic will have on CASA's future activities and financial performance. While the disruption is currently expected to be temporary, management is not able to reliably estimate the effects of the COVID-19 pandemic on the financial position, results of activities, or liquidity of CASA for future periods.

**NOTE 13**      **Recent Accounting Pronouncements Not Yet Adopted**

In February 2016, the FASB issued Accounting Standards Update (ASU) No. 2016-02, *Leases (Topic 842)* to increase transparency and comparability among organizations by recognizing lease assets and lease liabilities on the statement of financial position and disclosing key information about leasing arrangements for lessees and lessors. The new standard applies a right-of-use (ROU) model that requires, for all leases with a lease term of more than 12 months, an asset representing its right to use the underlying asset for the lease term and a liability to make lease payments to be recorded. The ASU is effective for CASA's fiscal years beginning after December 15, 2021, with early application permitted. Management is in the process of evaluating this new guidance and has not yet determined the impact upon CASA's ongoing financial reporting.

**NOTE 14**      **Subsequent Events**

Management has evaluated its June 30, 2021 financial statements for subsequent events through February 25, 2022, the date the audited financial statements were available to be issued. Management is not aware of any subsequent events which would require recognition or disclosure in the financial statements.