



**AUDITED FINANCIAL STATEMENTS  
FOR THE YEARS ENDED  
JUNE 30, 2020 AND 2019**

**CATHOLIC CHARITIES OF THE ARCHDIOCESE OF ATLANTA, INC.**  
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**JUNE 30, 2020 AND 2019**

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**Jones and Kolb**  
Certified Public Accountants  
Atlanta, Georgia

## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
Catholic Charities of the Archdiocese of Atlanta, Inc.  
Smyrna, Georgia

### **Report on the Financial Statements**

We have audited the accompanying financial statements of Catholic Charities of the Archdiocese of Atlanta, Inc. (the "Organization" or "CCA") which comprise the statements of financial position as of June 30, 2020 and 2019, and the related statements of activities and net assets, 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 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 audits 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 Catholic Charities of the Archdiocese of Atlanta, Inc. as of June 30, 2020 and 2019, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

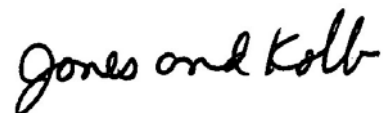
### ***Other Matters***

#### ***Other 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 information is fairly stated, in all material respects, in relation to the 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 December 8, 2020, on our consideration of Catholic Charities of the Archdiocese of Atlanta, Inc.'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 Catholic Charities of the Archdiocese of Atlanta, Inc.'s internal control over financial reporting and compliance.



December 8, 2020

**CATHOLIC CHARITIES OF THE ARCHDIOCESE OF ATLANTA, INC.**  
**STATEMENTS OF FINANCIAL POSITION**  
**JUNE 30, 2020 AND 2019**

	<b>2020</b>	<b>2019</b>
<b><u>ASSETS</u></b>		
<b>ASSETS</b>		
Cash and cash equivalents	\$ 3,413,185	\$ 2,116,638
Investments	1,889,120	1,888,599
Accounts and government grants receivable	254,396	457,612
Contributions receivable	852,636	502,806
Prepaid expenses	295,196	192,069
Beneficial interest in assets held by others	16,808	17,420
Beneficial interest in remainder trust	252,049	271,567
Property and equipment, net	96,829	106,529
Total assets	\$ 7,070,219	\$ 5,553,240
<b><u>LIABILITIES AND NET ASSETS</u></b>		
<b>LIABILITIES</b>		
Accounts payable	\$ 131,459	\$ 64,282
Accrued liabilities	447,843	271,333
Deferred income	193,119	313,205
Due to Archdiocese of Atlanta	37,663	100,855
Line of credit	43,108	86,226
Deferred rent	70,220	86,088
PPP loan	740,000	-
Total liabilities	1,663,412	921,989
<b>NET ASSETS</b>		
Without donor restrictions		
Undesignated	4,255,182	3,658,881
Board designated for contingencies	211,848	208,430
Total without donor restrictions	4,467,030	3,867,311
With donor restrictions	939,777	763,940
Total net assets	5,406,807	4,631,251
Total liabilities and net assets	\$ 7,070,219	\$ 5,553,240

The accompanying notes to financial statements  
are an integral part of these statements.

**CATHOLIC CHARITIES OF THE ARCHDIOCESE OF ATLANTA, INC.**  
**STATEMENT OF ACTIVITIES AND NET ASSETS**  
**FOR THE YEAR ENDED JUNE 30, 2020**

	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
<b>PUBLIC SUPPORT AND REVENUES</b>			
Public support			
Contributions	\$ 2,972,780	\$ 464,427	\$ 3,437,207
Archdiocese of Atlanta			
Cash contributions	707,092	-	707,092
In-kind contributions	121,302	-	121,302
Private grants	1,336,085	-	1,336,085
Government grants	1,751,583	-	1,751,583
Special events, net of \$99,966 of direct cost	163,903	-	163,903
Other in-kind revenues	256,164	-	256,164
Total public support	7,308,909	464,427	7,773,336
Revenues			
Program revenues	226,413	-	226,413
Investment income	98,759	-	98,759
Other	57,339	-	57,339
Total revenues	382,511	-	382,511
Net assets released from donor restrictions	288,590	(288,590)	-
Total public support and revenues	7,980,010	175,837	8,155,847
<b>EXPENSES</b>			
Program services	5,478,692	-	5,478,692
Management and general	709,546	-	709,546
Fundraising	1,192,053	-	1,192,053
Total expenses	7,380,291	-	7,380,291
<b>CHANGE IN NET ASSETS</b>	599,719	175,837	775,556
<b>NET ASSETS</b>			
Beginning of year	3,867,311	763,940	4,631,251
<b>NET ASSETS</b>			
End of year	\$ 4,467,030	\$ 939,777	\$ 5,406,807

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

**CATHOLIC CHARITIES OF THE ARCHDIOCESE OF ATLANTA, INC.**  
**STATEMENT OF ACTIVITIES AND NET ASSETS**  
**FOR THE YEAR ENDED JUNE 30, 2019**

	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
<b>PUBLIC SUPPORT AND REVENUES</b>			
Public support			
Contributions	\$ 2,507,289	\$ 313,034	\$ 2,820,323
Archdiocese of Atlanta			
Cash contributions	632,087	-	632,087
In-kind contributions	121,302	-	121,302
Private grants	1,084,596	-	1,084,596
Government grants	1,757,934	-	1,757,934
Special events, net of \$118,447 of direct cost	199,201	-	199,201
Other in-kind revenues	268,231	-	268,231
Total public support	6,570,640	313,034	6,883,674
Revenues			
Program revenues	311,898	-	311,898
Investment income	128,299	-	128,299
Other	57,281	-	57,281
Total revenues	497,478	-	497,478
Net assets released from donor restrictions	147,357	(147,357)	-
Total public support and revenues	7,215,475	165,677	7,381,152
<b>EXPENSES</b>			
Program services	5,006,886	-	5,006,886
Management and general	654,413	-	654,413
Fundraising	1,020,833	-	1,020,833
Total expenses	6,682,132	-	6,682,132
<b>CHANGE IN NET ASSETS</b>	533,343	165,677	699,020
<b>NET ASSETS</b>			
Beginning of year	3,333,968	598,263	3,932,231
<b>NET ASSETS</b>			
End of year	\$ 3,867,311	\$ 763,940	\$ 4,631,251

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

**CATHOLIC CHARITIES OF THE ARCHDIOCESE OF ATLANTA, INC.**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED JUNE 30, 2020**

	<b><u>Refugee Settlement</u></b>	<b><u>Immigration</u></b>	<b><u>Family Stabilization</u></b>	<b><u>Total Program Services</u></b>	<b><u>Management and General</u></b>	<b><u>Fundraising</u></b>	<b><u>Total</u></b>
Salaries and related expenses	\$ 1,182,859	\$ 1,205,414	\$ 1,348,919	\$ 3,737,192	\$ 295,906	\$ 355,158	\$ 4,388,256
Fundraising and outreach	-	-	-	-	18,172	669,870	688,042
Direct assistance	183,228	352	344,045	527,625	-	-	527,625
Occupancy	78,265	59,931	100,505	238,701	95,546	31,922	366,169
Other in-kind cost	123,285	4,876	113,954	242,115	9,366	4,683	256,164
Professional fees	40,394	99,342	20,248	159,984	54,994	3,357	218,335
Insurance	57,383	30,346	35,248	122,977	15,456	6,309	144,742
Bad debt expense	-	-	-	-	133,106	-	133,106
Miscellaneous	14,537	24,068	35,822	74,427	20,760	33,604	128,791
Local transportation	18,826	90,131	8,886	117,843	2,915	3,349	124,107
Supplies	8,986	11,574	35,425	55,985	12,003	15,088	83,076
Conference and training	6,231	3,746	20,340	30,317	16,362	33,329	80,008
Printing and postage	1,314	7,901	9,709	18,924	7,734	29,202	55,860
Telephone	15,402	12,197	18,217	45,816	6,746	3,296	55,858
Subscriptions and dues	6,392	8,152	8,155	22,699	10,445	1,462	34,606
Maintenance and repairs	4,900	7,493	13,151	25,544	2,053	-	27,597
Archdiocese administrative fee	3,987	4,397	4,550	12,934	4,294	773	18,001
Total before depreciation and amortization	1,745,989	1,569,920	2,117,174	5,433,083	705,858	1,191,402	7,330,343
Depreciation and amortization	20,567	8,132	16,910	45,609	3,688	651	49,948
Total	<u>\$ 1,766,556</u>	<u>\$ 1,578,052</u>	<u>\$ 2,134,084</u>	<u>\$ 5,478,692</u>	<u>\$ 709,546</u>	<u>\$ 1,192,053</u>	<u>\$ 7,380,291</u>

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



**CATHOLIC CHARITIES OF THE ARCHDIOCESE OF ATLANTA, INC.**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED JUNE 30, 2019**

	<b><u>Refugee Settlement</u></b>	<b><u>Immigration</u></b>	<b><u>Family Stabilization</u></b>	<b><u>Total Program Services</u></b>	<b><u>Management and General</u></b>	<b><u>Fundraising</u></b>	<b><u>Total</u></b>
Salaries and related expenses	\$ 1,113,316	\$ 1,031,861	\$ 1,199,452	\$ 3,344,629	\$ 272,611	\$ 349,612	\$ 3,966,852
Fundraising and outreach	-	-	-	-	15,928	542,628	558,556
Direct assistance	253,709	540	110,698	364,947	-	-	364,947
Occupancy	61,578	47,275	89,201	198,054	86,950	31,922	316,926
Other in-kind cost	147,206	500	116,072	263,778	250	3,204	267,232
Professional fees	36,977	212,546	34,925	284,448	31,382	2,882	318,712
Insurance	51,663	29,042	32,768	113,473	16,151	5,839	135,463
Bad debt expense	-	2,515	3,374	5,889	138,000	-	143,889
Miscellaneous	10,822	23,008	25,430	59,260	21,931	20,923	102,114
Local transportation	22,808	107,083	13,499	143,390	2,932	4,233	150,555
Supplies	2,652	9,370	36,855	48,877	5,575	3,356	57,808
Conference and training	5,653	5,434	18,367	29,454	17,832	397	47,683
Printing and postage	1,520	9,468	11,337	22,325	17,552	48,785	88,662
Telephone	15,255	11,398	16,085	42,738	7,609	3,446	53,793
Subscriptions and dues	856	2,408	689	3,953	9,343	2,294	15,590
Maintenance and repairs	1,270	249	24,245	25,764	1,450	-	27,214
Archdiocese administrative fee	3,876	4,607	4,444	12,927	4,449	672	18,048
Total before depreciation and amortization	1,729,161	1,497,304	1,737,441	4,963,906	649,945	1,020,193	6,634,044
Depreciation and amortization	21,088	9,334	12,558	42,980	4,468	640	48,088
Total	<u>\$ 1,750,249</u>	<u>\$ 1,506,638</u>	<u>\$ 1,749,999</u>	<u>\$ 5,006,886</u>	<u>\$ 654,413</u>	<u>\$ 1,020,833</u>	<u>\$ 6,682,132</u>

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

**CATHOLIC CHARITIES OF THE ARCHDIOCESE OF ATLANTA, INC.**  
**STATEMENTS OF CASH FLOWS**  
**FOR THE YEARS ENDED JUNE 30, 2020 AND 2019**

	<b>2020</b>	<b>2019</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in net assets	\$ 775,556	\$ 699,020
<b>ADJUSTMENTS TO RECONCILE CHANGE IN NET ASSETS TO NET CASH AND CASH EQUIVALENTS PROVIDED BY OPERATING ACTIVITIES:</b>		
Depreciation and amortization	49,948	48,088
Bad debt expense	133,106	143,889
Realized and unrealized loss on investments	34,574	8,551
Net (appreciation) depreciation in beneficial interest in assets held by others	51	(487)
Net depreciation in beneficial interest in remainder trust	19,519	10,261
Change in accounts and government grants receivable	203,216	116,340
Change in contributions receivable	(482,936)	(393,255)
Change in prepaid expenses	(103,127)	(49,802)
Change in accounts payable and accrued liabilities	243,687	(71,638)
Change in deferred income	(120,086)	(188,691)
Change in due to Archdiocese of Atlanta	(63,192)	47,648
Change in deferred rent	(15,868)	(11,601)
Total adjustments	(101,108)	(340,697)
Net cash and cash equivalents provided by operating activities	674,448	358,323
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchases of property and equipment	(40,249)	(21,888)
Proceeds from sale/maturity of investments	955,926	613,343
Purchases of investments	(990,460)	(651,382)
Net cash and cash equivalents used in investing activities	(74,783)	(59,927)

The accompanying notes to financial statements  
are an integral part of these statements.

**CATHOLIC CHARITIES OF THE ARCHDIOCESE OF ATLANTA, INC.**  
**STATEMENTS OF CASH FLOWS**  
**FOR THE YEARS ENDED JUNE 30, 2020 AND 2019**

	<b>2020</b>	<b>2019</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net change in line of credit	(43,118)	86,226
Proceeds from PPP loan	740,000	-
Net cash and cash equivalents provided by financing activities	696,882	86,226
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	1,296,547	384,622
<b>CASH AND CASH EQUIVALENTS</b>		
Beginning of year	2,116,638	1,732,016
<b>CASH AND CASH EQUIVALENTS</b>		
End of year	\$3,413,185	\$2,116,638

The accompanying notes to financial statements  
are an integral part of these statements.

**CATHOLIC CHARITIES OF THE ARCHDIOCESE OF ATLANTA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2020 AND 2019**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

A. Catholic Charities of the Archdiocese of Atlanta, Inc. (the "Organization" or "CCA") is a voluntary health and welfare organization established by the Catholic Archdiocese of Atlanta (the "Archdiocese") as an independent juridical entity pursuant to the Code of Canon Law of the Roman Catholic Church. The Archbishop of the Archdiocese is the sole member of the corporation. The Organization qualifies as a non-profit organization within the meaning of Section 501(c)(3) of the Internal Revenue Code.

Since 1953, CCA has been providing help and creating hope for those in need through professional services that help eliminate barriers to self-sufficiency, stabilize families and transform lives. CCA serves those in need regardless of their religion and tailors services to the unique circumstances of the people served. CCA's strategic intent is to build bridges of hope, mercy and understanding. The Organization is supported through grants, contributions and in-kind donations from public and private donors and the Archdiocese.

B. In June 2018, the Financial Accounting Standards Board ("FASB") issued Accounting Standards Update ("ASU") 2018-08, Not-for-Profit Entities (Topic 958). This ASU clarifies and improves the accounting guidance for contributions received and made. The ASU is effective for fiscal years beginning after December 15, 2018, with early adoption permitted. Management adopted this ASU in the year ended June 30, 2020. The adoption did not have a material impact on the financial statements.

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

D. The Organization classifies net assets and revenues, expenses, gains and losses based on the existence or absence of donor-imposed restrictions. The Organization records contributions of cash and other assets as income without donor restrictions unless specifically restricted by the donor. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

Net assets without donor restrictions - Net assets that are not subject to donor-imposed stipulations and are, therefore, available for the general operation of the Organization. The governing Board has designated an amount, from net assets without donor restrictions, for contingencies.

Net assets with donor restrictions - Net assets that are subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature; for example, restrictions that may or will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature; for example, stipulating that resources be maintained in perpetuity. The donors of these assets permit the Organization to use all of the

**CATHOLIC CHARITIES OF THE ARCHDIOCESE OF ATLANTA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2020 AND 2019**

income earned on related investments for general or specific purposes. More specifically, items included in net assets with donor restrictions are gifts for which restrictions have not been met.

When restrictions expire (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 Statements of Activities and Net Assets as "net assets released from restrictions."

E. Contributions are recognized as revenue when the donor makes a promise to give to the Organization that is, in substance, unconditional. 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, if any, is included in contributions in the accompanying Statements of Activities and Net Assets. Conditional pledges are not included as support until the conditions are substantially met.

F. The Organization considers all highly liquid investments with original maturities of three months or less when purchased to be cash equivalents.

G. Investments, beneficial interest in assets held by others and beneficial interest in remainder trust are recorded at fair value. Unrealized gains and losses are included with investment income on the Statements of Activities and Net Assets. Interest, dividends and gains and losses on investments are recorded as changes in net assets without donor restrictions or net assets with donor restrictions depending on any donor stipulations on the use of the income.

H. Accounts and government grants receivable consist of government grants, program service fees and other receivables. Accounts receivable are recorded at the amount of cash estimated as realizable. The Organization provides an allowance for doubtful accounts based on the estimated collectability. When an account is determined uncollectible, it is written off to bad debt expense. Receivables are considered delinquent based on the contractual terms of the account.

I. Purchased property and equipment are recorded at cost, and donated assets are recorded at their estimated fair market value at the date of donation. Repairs and maintenance are expensed as incurred. Property and equipment are depreciated over the estimated useful lives of the related assets using the straight-line method. Estimated useful lives of the assets range from three to ten years. Leasehold improvements are amortized over their estimated useful lives or their lease term, whichever is shorter.

**CATHOLIC CHARITIES OF THE ARCHDIOCESE OF ATLANTA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2020 AND 2019**

J. The Organization records non-cash contributions at their estimated fair market value at the date of the contribution. The Organization records contributed services as contribution revenue and as an expense if the services create or enhance a nonfinancial asset, or the services would (1) need to be purchased by the Organization if not provided by contribution, (2) require specialized skills, and (3) are provided by individuals with those skills.

K. The Organization recognizes program service fees and other revenues received prior to the year the service is performed as deferred income. Deferred income also includes advance payments on government and private grants which will be recognized when costs are incurred under the terms of the agreements.

L. The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

M. Certain prior year amounts have been reclassified to conform to the current year financial statements presentation.

N. Subsequent events have been evaluated by management through December 8, 2020, the date these financial statements were available to be issued.

**2. LIQUIDITY**

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the Statement of Financial Position date, comprise the following at June 30:

	<b><u>2020</u></b>	<b><u>2019</u></b>
Cash and cash equivalents	\$ 2,261,561	\$ 1,144,268
Investments	1,889,120	1,888,599
Accounts and government grants receivable	254,396	457,612
Contributions receivable	678,312	392,892
Distribution from beneficial interest in assets held by others	98,207	98,686
Distribution from endowment	3,099	3,047
	<b><u>\$ 5,184,695</u></b>	<b><u>\$ 3,985,104</u></b>

The Organization has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due. At June 30, 2020 and 2019, current assets include \$927,527 and \$751,690, respectively, of cash received from donors with purpose

**CATHOLIC CHARITIES OF THE ARCHDIOCESE OF ATLANTA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2020 AND 2019**

restrictions. While the Organization does not intend to fully utilize these funds in the general course of business during 2021 and 2020, they are available for the donor-restricted purpose when necessary.

### **3. FAIR VALUE MEASUREMENTS**

Accounting principles generally accepted in the United States of America establish a hierarchy for inputs used in measuring fair value that maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that the most observable inputs be used when available. Level 1 within the hierarchy states that valuations are based on unadjusted quoted market prices for identical assets or liabilities in active markets. Level 2 within the hierarchy states that valuations are based on quoted prices for similar assets in active markets, quoted prices for identical assets in inactive markets or other observable inputs other than quoted market prices. Level 3 within the hierarchy states that valuations are derived from valuation techniques in which one or more significant inputs are unobservable. At June 30, 2020 and 2019, the only assets or liabilities that are measured at fair value on a recurring basis in periods subsequent to initial recognition are investments.

Following are valuation methodology descriptions used for assets measured at fair value:

*Cash and money market:* Valued at the amount payable on demand at the measurement date.

*Equities, exchange-traded funds and REIT funds:* Valued at the closing price reported on the active market on which the individual securities are traded.

*Mutual funds:* Valued at the daily closing price as reported by the fund. Mutual funds held by the Organization are open-end mutual funds that are registered with the SEC. These funds are required to publish their daily net asset value and to transact at that price. The mutual funds held by the Organization are deemed to be actively traded.

*U.S. Treasuries and corporate bonds:* Valued using pricing models maximizing the use of observable inputs for similar securities. This includes basing value on yields currently available on comparable securities of issuers with similar credit ratings.

*Beneficial interest in assets held by others:* Valued based upon the Organization's share of the Foundation's pooled investment portfolio (see Note 5).

*Beneficial interest in remainder trust:* Valued using the fair value of the assets held in the trust as reported by the trustee. Management considers the measurement of its beneficial interest in the trust to be Level 3 within the fair value hierarchy because, although the measurement is based on the unadjusted fair value of the trust assets as

**CATHOLIC CHARITIES OF THE ARCHDIOCESE OF ATLANTA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2020 AND 2019**

reported by the trustee, the Organization does not have the ability to direct the trustee to redeem them.

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, while 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 table sets forth by level, within the fair value hierarchy, the Organization's assets at fair value as of June 30, 2020:

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Cash and money market	\$ 49,344	\$ -	\$ -	\$ 49,344
Equities and exchange traded funds	845,940	-	-	845,940
Mutual funds	257,129	-	-	257,129
REIT funds	21,911	-	-	21,911
U.S. Treasuries	-	60,025	-	60,025
Corporate bonds	-	654,771	-	654,771
Beneficial interest in assets held by others	-	-	16,808	16,808
Beneficial interest in remainder trust	-	-	252,049	252,049
<b>Total</b>	<b>\$ 1,174,324</b>	<b>\$ 714,796</b>	<b>\$ 268,857</b>	<b>\$ 2,157,977</b>

The following table sets forth by level, within the fair value hierarchy, the Organization's assets at fair value as of June 30, 2019:

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Cash and money market	\$ 71,190	\$ -	\$ -	\$ 71,190
Equities and exchange traded funds	781,740	-	-	781,740
Mutual funds	326,012	-	-	326,012
U.S. Treasuries	-	57,297	-	57,297
Corporate bonds	-	652,360	-	652,360
Beneficial interest in assets held by others	-	-	17,420	17,420
Beneficial interest in remainder trust	-	-	271,567	271,567
<b>Total</b>	<b>\$ 1,178,942</b>	<b>\$ 709,657</b>	<b>\$ 288,987</b>	<b>\$ 2,177,586</b>



**CATHOLIC CHARITIES OF THE ARCHDIOCESE OF ATLANTA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
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The table below sets forth a summary of changes in the fair value of the Organization's Level 3 investments for the years ended June 30:

<b>Description</b>	<b>2020</b>	<b>2019</b>
Balance, beginning of year	\$ 288,987	\$ 299,285
Interest	315	347
Administrative expenses	(205)	(208)
Distributions	(670)	(663)
Net depreciation	(19,570)	(9,774)
Balance, end of year	<u>\$ 268,857</u>	<u>\$ 288,987</u>

Investment income is summarized as follows for the years ended June 30:

	<b>2020</b>	<b>2019</b>
Interest and dividends	\$ 168,824	\$ 162,340
Investment management fees	(15,921)	(15,716)
Net appreciation (depreciation) of beneficial interest in assets held by others	(51)	487
Net depreciation of beneficial interest in reminder trust	(19,519)	(10,261)
Net realized and unrealized loss	(34,574)	(8,551)
Total investment income	<u>\$ 98,759</u>	<u>\$ 128,299</u>

#### **4. CONTRIBUTIONS RECEIVABLE**

Contributions receivable consist of unconditional promises to give recognized as revenue and as assets in the period received. Contributions receivable consist of the following at June 30:

	<b>2020</b>	<b>2019</b>
Contributions expected to be collected in:		
Less than one year	\$ 678,312	\$ 392,892
One year to five years	174,324	109,914
Contributions receivable	<u>\$ 852,636</u>	<u>\$ 502,806</u>

The Organization received an annual allocation grant from United Way of Greater Atlanta. In accordance with provisions of the grant, one-half of the annual allocation was recorded as a

**CATHOLIC CHARITIES OF THE ARCHDIOCESE OF ATLANTA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2020 AND 2019**

pledge receivable and contribution revenue as of June 30, 2020 and 2019. The second half of the allocation is considered by United Way of Greater Atlanta as an intention to give and is contingent upon its collections. Accordingly, the second half of the allocation will be recorded upon receipt.

**5. BENEFICIAL INTEREST IN ASSETS HELD BY OTHERS**

During 2011, the Organization established an endowment agreement with the Catholic Foundation of North Georgia (the "Foundation"). The Organization is entitled to receive distributions of income, subject to the Foundation's spending policy. This fund has been recognized as a beneficial interest in assets held by others in the accompanying Statements of Financial Position. The Organization received income distributions of \$3,099 and \$3,047 from this fund during the years ended June 30, 2020 and 2019, respectively.

The Foundation also has endowment funds established by donors for the benefit of the Organization. The Organization is entitled to receive distributions of income, subject to the Foundation's spending policy; however, the Foundation has ultimate authority and control over the endowment funds. Accordingly, these endowment funds have not been recognized by the Organization in the accompanying Statements of Financial Position. The Organization received income distributions of \$98,207 and \$98,686 from these funds during the years ended June 30, 2020 and 2019, respectively.

**6. BENEFICIAL INTEREST IN REMAINDER TRUST**

Net assets with donor restrictions include the Organization's beneficial interest in a remainder trust. This trust was established upon the death of a donor and is held and managed by a bank. Under the terms of the trust, the Organization will receive a lump-sum distribution upon the death of the lead beneficiary based on a percentage of the fair value of the trust assets. At June 30, 2020 and 2019, the Organization's interest in the trust was \$252,049 and \$271,567, respectively.

**CATHOLIC CHARITIES OF THE ARCHDIOCESE OF ATLANTA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2020 AND 2019**

**7. PROPERTY AND EQUIPMENT**

Property and equipment consist of the following at June 30:

	<u>2020</u>	<u>2019</u>
Equipment	\$ 203,921	\$ 196,912
Transportation equipment	188,366	188,366
Computer software	115,588	115,588
Furniture and fixtures	64,962	56,085
Leasehold improvements	<u>42,871</u>	<u>42,871</u>
 Total	 615,708	 599,822
Less accumulated depreciation and amortization	<u>518,879</u>	<u>493,293</u>
 Property and equipment, net	 <u>\$ 96,829</u>	 <u>\$ 106,529</u>

**8. COMMITMENTS**

The Organization has entered into operating leases for office space and equipment expiring at various dates through June 30, 2024. Management anticipates that expired leases will be renewed or replaced in the normal course of business.

Future minimum lease payments under non-cancelable operating leases with remaining terms in excess of one year are as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2021	\$ 249,153
2022	246,331
2023	125,794
2024	<u>41,925</u>
Total	<u>\$ 663,203</u>

For the years ended June 30, 2020 and 2019, rent expense, excluding in-kind use of facilities and equipment, totaled \$259,738 and \$210,481, respectively.

The Organization reserves hotel space for its annual major donor event in advance. The contracts stipulate the number of rooms to be reserved and the time period for which they are to be reserved. As of the date of this report, a contract for hotel space has been entered into through

**CATHOLIC CHARITIES OF THE ARCHDIOCESE OF ATLANTA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2020 AND 2019**

November 2020 for the annual major donor event. While the rooms will ultimately be paid for by related attendees, the Organization has guaranteed the rooms in advance to ensure availability. In the event the major donor event is cancelled, or over 90% of the rooms are not used by attendees, the Organization may be liable for a cancellation fee. Due to the numerous variables involved, the Organization's ultimate liability under this contract, if any, cannot be determined.

**9. NET ASSETS**

Net assets with donor restrictions were available for the following purposes at June 30:

	<u>2020</u>	<u>2019</u>
Subject to expenditure for specified purpose:		
Restoring dignity	\$ 314,167	\$ 140,000
Beneficial interest in remainder trust	252,049	271,567
Transforming lives	141,667	120,000
Disaster relief	103,468	79,652
Other program purposes	<u>116,176</u>	<u>140,471</u>
	927,527	751,690
Endowments subject to the Organization's spending policy and appropriation:	<u>12,250</u>	<u>12,250</u>
	<u>\$ 939,777</u>	<u>\$ 763,940</u>

Net assets with donor restrictions were released for the following specified program services for the years ending June 30:

	<u>2020</u>	<u>2019</u>
Disaster relief	\$ 92,652	\$ 2,136
Other program purposes	<u>195,938</u>	<u>145,221</u>
Total	<u>\$ 288,590</u>	<u>\$ 147,357</u>

Board designated net assets consist of funds designated to meet its annual insurance deductible should claims arise.

**CATHOLIC CHARITIES OF THE ARCHDIOCESE OF ATLANTA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2020 AND 2019**

**10. FUNCTIONAL EXPENSES**

The financial statements report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include compensation for personnel services and facilities. Compensation for personnel services is documented with timesheets and allocated based on time spent on each program or grant. Facilities are allocated based on square footage. All other expenses are charged directly to the program benefitting from those costs.

**11. PPP LOAN**

In May 2020, the Organization received loan proceeds in the amount of \$740,000 under the Paycheck Protection Program ("PPP") created as part of the relief efforts related to COVID-19 and administered by the Small Business Administration. The Organization is eligible for loan forgiveness up to 100% of the loan and accrued interest, upon meeting certain requirements. The unforgiven portion of the PPP loan is payable over two years at an interest rate of 1.00%, with deferral of payments for the first ten months. The Organization has chosen to recognize the proceeds as a financial liability in accordance with generally accepted accounting principles until such time as the loan is legally forgiven. The Organization has not applied for loan forgiveness as of June 30, 2020.

**12. CONCENTRATIONS**

The Organization maintains cash balances with a bank and a brokerage firm. Occasionally, these balances may exceed the insurance limits provided for by the Federal Deposit Insurance Corporation and the Securities Investor Protection Corporation. Based on the financial strength of the institutions, management believes the risk of loss is minimal.

**13. SIGNIFICANT SOURCE OF REVENUE**

The Organization receives a significant portion of its revenue from federal, state and other pass-through government agencies in the form of grants. These grants are either renewable on an annual basis or are one-time grants that may be dependent on current and future economic and social conditions. Federally funded grants received either directly or indirectly accounted for approximately 21% and 24% of total revenue for the years ended June 30, 2020 and 2019, respectively. In 2020 and 2019, approximately 44% and 46% of the federal grants came either directly or indirectly from the U.S. Department of Health and Human Services, respectively.

**CATHOLIC CHARITIES OF THE ARCHDIOCESE OF ATLANTA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2020 AND 2019**

**14. RELATED PARTY TRANSACTIONS**

The Organization participates in a defined contribution retirement plan (the "Plan") which is administered by RCAA Administrative Services, Inc. ("RCAA") and covers substantially all lay employees who are over 21 years old and have completed one year of service. Upon entering the Plan, the Organization funds 6% of an eligible participant's salary if the participant was employed for at least 1,000 hours during each Plan year. The Plan is totally employer funded and employees are not permitted to make contributions to the Plan. The Organization contributed \$126,856 and \$118,681 to the Plan during the years ended June 30, 2020 and 2019, respectively. The Organization has amounts payable to RCAA related to these retirement contributions totaling \$5,709 and \$15,334 at June 30, 2020 and 2019, respectively.

The Organization's health, life and workers' compensation insurance are provided under the RCAA's insurance plan and are billed to the Organization. Expenses billed in the years ended June 30, 2020 and 2019 related to these insurance premiums were \$837,084 and \$813,240, respectively. The Organization has amounts payable to the RCAA related to these insurance premiums totaling \$27,271 and \$85,595 at June 30, 2020 and 2019, respectively.

The Organization invests excess funds with the AoA Deposit and Loan Fund Trust (the "Trust"), which earns interest at a rate determined by the Trust (currently 1.75%). The Trust receives funds from various schools, parishes and other related agencies and in turn loans funds to other schools, parishes and related agencies. The Organization's funds invested in the Trust at June 30, 2020 and 2019 totaled \$1,087,339 and \$395,277, respectively.

During the years ended June 30, 2020 and 2019, the Organization received contributions totaling \$707,092 and \$632,087, respectively, from the Archdiocese to support operations.

The Archdiocese provides both the facility and utilities for the Organization's corporate office location. The value of the office space has been determined to be 6,739 square feet at \$14 per square foot. The total value of both the facility and utilities was determined by the Archdiocese to be \$121,302 during the years ended June 30, 2020 and 2019, and has been recognized as in-kind contributions on the accompanying Statements of Activities and Net Assets.

The Organization has a line of credit agreement with the Archdiocese that allows for borrowings up to \$500,000 to fund operations. The borrowings accrue interest at a rate of 4%. The outstanding balance and interest are to be repaid in monthly installments at the stated interest rate. There was no outstanding balance on the line at June 30, 2020 and 2019. The line was set to mature in August 2020 however, subsequent to year-end, the line was extended through August 2021.

The Organization has a line of credit agreement with a member of the Board of Directors that allows for borrowings up to \$500,000 to fund a major donor event to be held by the Organization

**CATHOLIC CHARITIES OF THE ARCHDIOCESE OF ATLANTA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2020 AND 2019**

in November of each year. The borrowings accrue interest at a rate of 2%. The outstanding balance and interest are to be repaid with the cash receipts from the event in its entirety by December 31, 2020; otherwise, the lender will be paid with any future cash receipts received by the Organization for the major donor event within 10 days of receipt by the Organization. If receipts from the event do not exceed borrowings, the remaining loan balance will be forgiven by the lender. At June 30, 2020 and 2019, the outstanding balance related to this line of credit was \$43,108 and \$86,226, respectively. The member's term on the Board of Directors expired on June 30, 2019.

**15. CONTINGENCIES**

The Organization is, from time to time, subject to legal proceedings and claims that arise in the ordinary course of business. The Organization carries insurance coverage, subject to a deductible, for risks of loss. Management is not aware of any material claims that could have a material impact on its financial statements.

Commencing in December 2019, an outbreak of a novel strain of coronavirus (COVID-19) began spreading throughout the world, including the first outbreak in the U.S. in February 2020. On March 11, 2020, the World Health Organization characterized COVID-19 as a pandemic and recommended containment and mitigation measures worldwide. COVID-19 has disrupted and continues to significantly disrupt local, regional and global economies and businesses. Because of the operating restrictions, limitations on group gatherings, forced closures, and other consequences of the outbreak, it is likely that the Organization will experience a decline in contributions and program revenues. The future effects of these issues are unknown.



**Jones and Kolb**  
Certified Public Accountants  
Atlanta, Georgia

INDEPENDENT AUDITOR'S 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  
Catholic Charities of the Archdiocese of Atlanta, Inc.  
Smyrna, Georgia

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 Catholic Charities of the Archdiocese of Atlanta, Inc., which comprise the statement of financial position as of June 30, 2020, and the related statements of activities and net assets, 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 December 8, 2020.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Catholic Charities of the Archdiocese of Atlanta, Inc.'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 financial statements, but not for the purpose of expressing an opinion on the effectiveness of Catholic Charities of the Archdiocese of Atlanta, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of Catholic Charities of the Archdiocese of Atlanta, Inc.'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 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.



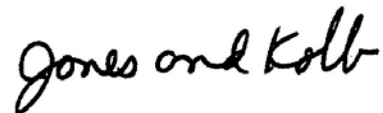
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not 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 Catholic Charities of the Archdiocese of Atlanta, Inc.'s 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 Catholic Charities of the Archdiocese of Atlanta, Inc.'s internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Catholic Charities of the Archdiocese of Atlanta, Inc.'s internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Jones and Kolb". The signature is written in a cursive, flowing style.

December 8, 2020



**Jones and Kolb**  
Certified Public Accountants  
Atlanta, Georgia

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

To the Board of Directors  
Catholic Charities of the Archdiocese of Atlanta, Inc.  
Smyrna, Georgia

**Report on Compliance for Each Major Federal Program**

We have audited Catholic Charities of the Archdiocese of Atlanta, Inc.'s compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Catholic Charities of the Archdiocese of Atlanta, Inc.'s major federal programs for the year ended June 30, 2020. Catholic Charities of the Archdiocese of Atlanta, Inc.'s major federal programs are identified in the summary of auditor's results section of 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.

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of Catholic Charities of the Archdiocese of Atlanta Inc.'s 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; and the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administration 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 Catholic Charities of the Archdiocese of Atlanta, Inc.'s 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 of Catholic Charities of the Archdiocese of Atlanta, Inc.'s compliance.

### ***Opinion on Each Major Federal Program***

In our opinion, Catholic Charities of the Archdiocese of Atlanta, Inc. 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, 2020.

### **Report on Internal Control over Compliance**

Management of Catholic Charities of the Archdiocese of Atlanta, 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 Catholic Charities of the Archdiocese of Atlanta, 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 Catholic Charities of the Archdiocese of Atlanta, Inc.'s 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 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.

*Jones and Kolb*

December 8, 2020

**CATHOLIC CHARITIES OF THE ARCHDIOCESE OF ATLANTA, INC.**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**JUNE 30, 2020**

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**Section I – Summary of Auditor's Results**

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**Financial Statements**

Type of auditor's report issued: *Unmodified*

Internal control over financial reporting:

- Material weakness(es) identified? \_\_\_\_\_ yes      X   no
- Significant deficiencies identified that are not considered to be material weakness(es)? \_\_\_\_\_ yes      X   none reported

Noncompliance material to financial statements noted? \_\_\_\_\_ yes      X   no

*Federal Awards*

Internal control over major programs:

- Material weakness(es) identified? \_\_\_\_\_ yes      X   no
- Significant deficiencies identified that are not considered to be material weakness(es)? \_\_\_\_\_ yes      X   none reported

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

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a) \_\_\_\_\_ yes      X   no

Identification of major programs:

<i>CFDA Number(s)</i>	<i>Name of Federal Program or Cluster</i>
19.510	Refugee Admissions Program
93.567	Refugee and Entrant Assistance - Voluntary Agency Programs

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

Auditee qualified as low-risk auditee?   X   yes    \_\_\_\_\_ no

**CATHOLIC CHARITIES OF THE ARCHDIOCESE OF ATLANTA, INC.**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**JUNE 30, 2020**

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**Section II – Financial Statement Findings**

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No matters were reported.

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**Section III – Federal Award Findings and Questioned Costs**

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No matters were reported.

**CATHOLIC CHARITIES OF THE ARCHDIOCESE OF ATLANTA, INC.**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2020**

<b>Grantor/Program Title</b>	<b>CFDA Number</b>	<b>Agency Number</b>	<b>Expenditures</b>
<b>U.S. Department of State</b>			
Pass-through from U.S. Conference of Catholic Bishops			
Refugee Admissions Program			
Direct Assistance Program	19.510		\$ 92,379
Reception and Placement Program	19.510		84,775
<b>Total U.S. Department of State</b>			<b>177,154</b>
<b>U.S. Department of Health and Human Services</b>			
Pass-through from Georgia Dept. of Human Services			
Promoting Safe and Stable Families Program			
	93.556		20,698
Total for program			20,698
Pass-through from Georgia Dept. of Human Services			
Refugee and Entrant Assistance - State Administered Programs			
Social Adjustment	93.566	42700-040-0000071490	19,650
Social Adjustment	93.566	42700-040-0000085187	76,551
Pass-through from Georgia Dept. of Human Services			
Refugee and Entrant Assistance - Discretionary Grants			
Refugee School Impact Program	93.566	42700-040-0000071453	24,817
Refugee School Impact Program	93.566	42700-040-0000088367	70,340
Total for program			191,358
Pass-through from U.S. Conference of Catholic Bishops			
Refugee and Entrant Assistance - Voluntary Agency Programs			
Match Grant program	93.567		185,850
Match Grant program	93.567		44,296
Total for program			230,146
Pass-through from U.S. Conference of Catholic Bishops			
Unaccompanied Alien Children Program - Safe Passages II			
	93.676		292,899
Total for program			292,899
Pass-through from U.S. Conference of Catholic Bishops			
Services to Victims of a Severe Form of Trafficking			
	93.598		23,578
<b>Total U.S. Department of Health and Human Services</b>			<b>758,679</b>

See Independent Auditor's Report.

**CATHOLIC CHARITIES OF THE ARCHDIOCESE OF ATLANTA, INC.**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2020**

<b>Grantor/Program Title</b>	<b>CFDA Number</b>	<b>Agency Number</b>	<b>Expenditures</b>
<b>U.S. Department of Education</b>			
Pass-through from Georgia Dept. of Education Citizenship Education and Training	84.002		321,638
<b>Total U.S. Department of Education</b>			<b>321,638</b>
<b>U.S. Department of Justice</b>			
Pass-through from State of Georgia Office of the Governor Criminal Justice Coordinating Council			
Violence Against Women Formula Grant Program	16.588	W18-8-037	25,899
Violence Against Women Formula Grant Program	16.588	W19-8-014	31,968
Total for program			57,867
Victims of Crime Act Grant Program	16.575	C17-8-055	44,445
Victims of Crime Act Grant Program	16.575	C18-8-223	112,118
Total for program			156,563
Pass-through from Catholic Charities USA National Mentoring Program	16.726		63,821
Pass-through from U.S. Conference of Catholic Bishops Specialized Services for Victims of Human Trafficking	16.320		4,709
<b>Total U.S. Department of Justice</b>			<b>282,960</b>
<b>U.S. Department of Housing and Urban Development</b>			
Pass-through from Catholic Charities USA Housing Counseling Assistance Program	14.169		41,814
Pass-through from Gwinnett County Community Development Block Grant	14.218		30,760
Community Development Block Grant	14.218		8,028
Community Development Block Grant	14.218		25,000
Total for program			63,788
<b>Total U.S. Department of Housing and Urban Development</b>			<b>105,602</b>

See Independent Auditor's Report.



**CATHOLIC CHARITIES OF THE ARCHDIOCESE OF ATLANTA, INC.**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2020**

Grantor/Program Title	CFDA Number	Agency Number	Expenditures
<b>U.S. Department of Homeland Security</b>			
Pass-through from United Way of Metro Atlanta			
Emergency Food and Shelter National Board Program	97.024		8,000
Emergency Food and Shelter National Board Program	97.024		2,515
Emergency Food and Shelter National Board Program	97.024		8,700
Emergency Food and Shelter National Board Program	97.024		16,200
			<hr/>
<b>Total U.S. Department of Homeland Security</b>			<b>35,415</b>
<b>U.S. Department of Agriculture, Food and Nutrition</b>			
Pass-through from Structured Employment Economic Development Corporation State Administrative Matching Grants for the Supplemental Nutrition Assistance Program			
Atlanta Food Stamp Outreach Initiative (SNAP)	10.561	42700-040-0000078016	16,101
Atlanta Food Stamp Outreach Initiative (SNAP)	10.561	42700-040-0000087652	31,712
			<hr/>
<b>Total U.S. Department of Agriculture, Food and Nutrition</b>			<b>47,813</b>
<b>Corporation for National and Community Service</b>			
Pass-through from Catholic Charities USA			
Americorps National Direct Program - Veterans	94.006		1,946
Americorps National Direct Program - Veterans	94.006		4,221
Americorps National Direct Program - Refugee Resettlement	94.006		5,581
			<hr/>
<b>Total Corporation for National and Community Service</b>			<b>11,748</b>
<b>TOTAL FEDERAL AWARDS</b>			<b><u>\$ 1,741,009</u></b>

**NOTES TO SCHEDULE**

This schedule includes the federal award activity of the Organization under programs of the federal government for the year ended June 30, 2020. The information in this schedule is presented 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 this schedule 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.

Expenditures reported on this 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 allowable or are limited as to reimbursement.

The Organization has elected to use the 10-percent *de minimis* indirect cost rate allowed under the Uniform Guidance.

See Independent Auditor's Report.