

LAUREL HOUSE
FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION
YEARS ENDED JUNE 30, 2022 AND 2021



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INDEPENDENT AUDITORS' REPORT

Board of Directors
Laurel House
Norristown, Pennsylvania

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Laurel House, (a nonprofit organization), which comprise the statements of financial position as of June 30, 2022 and 2021, and the related statements of activities, functional expenses, and cash flows for the years 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 Laurel House as of June 30, 2022 and 2021, and the results of its operations and its cash flows for the years 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 (GAAS) 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 Laurel House and to meet our other ethical responsibilities, in accordance with the 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 audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the 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 Laurel House's ability to continue as a going concern for one year after the date the financial statements are available to be issued.

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 GAAS 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 GAAS 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 Laurel House'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 Laurel House's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with 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 audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The schedule of expenditures of federal, state, and county awards is presented for purposes of additional analysis as required by the U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles*, is also presented for purposes of additional analysis and is not a required part of the financial statements. The supplementary information on pages 33 through 41, as required by the Pennsylvania Coalition of Domestic Violence, are presented for purposes of additional analysis and are not a required part of the basic 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. Such 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. We have not audited the supplementary budget information and, accordingly, we do not express an opinion or provide any assurance on such supplementary budget information.

Adopted Accounting Pronouncement

In fiscal year 2022, Laurel House adopted Accounting Standards Update (ASU) 2020-07, *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*. The new guidance requires nonprofit entities to present contributed nonfinancial assets as a separate line item in the statement of activities, apart from contributions of cash or other financial assets. The standard also increases the disclosure requirements around contributed nonfinancial assets, including disaggregating by category the types of contributed nonfinancial assets a nonprofit entity has received. Adoption of this standard did not have a significant impact on the financial statements, with the exception of increased disclosure. Our opinion is not modified with respect to this matter.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 24, 2022, on our consideration of Laurel House'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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the result of that testing, and not to provide an opinion on the effectiveness of Laurel House's 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 Laurel House's internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

Plymouth Meeting, Pennsylvania
October 24, 2022

**LAUREL HOUSE
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2022 AND 2021**

	2022	2021
ASSETS		
CURRENT ASSETS		
Cash and Cash Equivalents	\$ 1,701,697	\$ 1,674,435
Grants and Contributions Receivable, Net	323,791	258,195
Pledges Receivable, Net	442,164	78,914
Investments	1,607,986	1,742,423
Inventories	107,862	84,990
Prepaid Expenses and Other Assets	61,065	76,045
Total Current Assets	4,244,565	3,915,002
PLEDGES RECEIVABLE, NET, LONG-TERM PORTION	116,617	83,031
PROPERTY AND EQUIPMENT, NET	4,054,602	2,947,702
Total Assets	\$ 8,415,784	\$ 6,945,735
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts Payable and Accrued Expenses	\$ 96,121	\$ 182,058
Deferred Lease Incentive, Current Portion	18,054	18,054
Notes Payable, Current Portion	3,846	-
Deferred Revenue	14,134	10,925
Accrued Wages	184,642	200,518
Total Current Liabilities	316,797	411,555
MORTGAGES PAYABLE	297,960	298,940
NOTES PAYABLE, LONG-TERM	866,054	1,236,847
DEFERRED RENT	27,239	32,590
DEFERRED LEASE INCENTIVE, NET OF CURRENT PORTION	25,576	43,631
Total Liabilities	1,533,626	2,023,563
NET ASSETS		
Without Donor Restrictions:		
Undesignated	5,804,744	2,446,107
Designated by the Board for Operating Reserve	636,447	662,629
Total Without Donor Restrictions	6,441,191	3,108,736
With Donor Restrictions:		
Purpose Restrictions	435,967	1,807,603
Time-Restricted for Future Periods	5,000	5,833
Total With Donor Restrictions	440,967	1,813,436
Total Net Assets	6,882,158	4,922,172
Total Liabilities and Net Assets	\$ 8,415,784	\$ 6,945,735

See accompanying Notes to Financial Statements.

**LAUREL HOUSE
STATEMENTS OF ACTIVITIES
YEARS ENDED JUNE 30, 2022 AND 2021**

	2022			2021		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUE						
Grants	\$ 1,772,443	\$ -	\$ 1,772,443	\$ 1,724,958	\$ -	\$ 1,724,958
Contributions	846,028	2,223,233	3,069,261	902,056	778,107	1,680,163
Mortgage Forgiveness	980	-	980	980	-	980
Special Fundraising Events	170,737	-	170,737	89,165	-	89,165
Service Revenue	2,074	-	2,074	2,801	-	2,801
Transitional Housing	2,782	-	2,782	6,490	-	6,490
Thrift Shop	552,881	-	552,881	390,668	-	390,668
In-Kind Contributions	184,871	-	184,871	280,679	-	280,679
Other Income	34,751	-	34,751	-	-	-
Net Assets Released from Restrictions	3,595,702	(3,595,702)	-	113,006	(113,006)	-
Total Support and Revenue	<u>7,163,249</u>	<u>(1,372,469)</u>	<u>5,790,780</u>	<u>3,510,803</u>	<u>665,101</u>	<u>4,175,904</u>
EXPENSES						
Program Services:						
Nonresidential	2,186,814	-	2,186,814	2,084,861	-	2,084,861
Residential Housing	832,931	-	832,931	849,582	-	849,582
Support Services:						
Management and General	474,026	-	474,026	434,828	-	434,828
Fundraising	204,975	-	204,975	204,966	-	204,966
Special Fundraising Events	56,690	-	56,690	11,186	-	11,186
Fundraising - Thrift Shop	72,938	-	72,938	74,195	-	74,195
Total Expenses	<u>3,828,374</u>	<u>-</u>	<u>3,828,374</u>	<u>3,659,618</u>	<u>-</u>	<u>3,659,618</u>
CHANGE IN NET ASSETS FROM OPERATING ACTIVITIES	3,334,875	(1,372,469)	1,962,406	(148,815)	665,101	516,286
OTHER INCOME						
Investment Income (Loss), Net of Fees	(160,888)	-	(160,888)	220,248	-	220,248
Gain on Sale or Disposal	158,468	-	158,468	-	-	-
Paycheck Protection Program Loan Forgiveness	-	-	-	356,449	-	356,449
Total Other Income	<u>(2,420)</u>	<u>-</u>	<u>(2,420)</u>	<u>576,697</u>	<u>-</u>	<u>576,697</u>
CHANGE IN NET ASSETS	3,332,455	(1,372,469)	1,959,986	427,882	665,101	1,092,983
Net Assets - Beginning of Year	<u>3,108,736</u>	<u>1,813,436</u>	<u>4,922,172</u>	<u>2,680,854</u>	<u>1,148,335</u>	<u>3,829,189</u>
NET ASSETS - END OF YEAR	<u>\$ 6,441,191</u>	<u>\$ 440,967</u>	<u>\$ 6,882,158</u>	<u>\$ 3,108,736</u>	<u>\$ 1,813,436</u>	<u>\$ 4,922,172</u>

See accompanying Notes to Financial Statements.

LAUREL HOUSE
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2022

	Program Services			Support Services				Total
	Nonresidential Programs	Residential Housing	Program Total	Management and General	Fundraising			
					Thrift Shop	General Fundraising	Special Events	
Payroll	\$ 1,163,395	\$ 454,329	\$ 1,617,724	\$ 194,268	\$ 39,058	\$ 104,063	\$ -	\$ 1,955,113
Payroll Taxes	64,261	60,295	124,556	28,063	1,480	213	-	154,312
Payroll Benefits	102,021	38,684	140,705	3,840	7,017	7,970	-	159,532
Advertising	6,201	555	6,756	1,940	-	1,726	-	10,422
Bank and Credit Card Charges	6,236	-	6,236	1,416	1,559	4,530	-	13,741
Board Activity	-	-	-	9,275	-	-	-	9,275
Building Utilities and Maintenance	31,709	43,556	75,265	(514)	5,203	-	-	79,954
Capital Campaign	-	-	-	1,920	-	63,852	-	65,772
Communications	22,141	16,177	38,318	4,728	845	1,610	-	45,501
COVID Expense	277,389	12,533	289,922	3,386	-	-	-	293,308
Depreciation	1,912	49,607	51,519	63,059	984	-	-	115,562
Employee Education and Development	4,359	554	4,913	2,400	245	425	-	7,983
Equipment Rental and Purchase	14,930	13,111	28,041	3,733	-	3,205	-	34,979
Insurance Expense	15,799	30,046	45,845	20,933	216	-	-	66,994
Membership Dues, Fees, and Licenses	1,371	1,496	2,867	12,711	19	-	-	15,597
Occupancy	212,994	18,899	231,893	16,448	15,249	15,647	-	279,237
Other Expenses	678	-	678	33	-	-	30	741
Postage and Shipping	782	-	782	3,949	-	-	-	4,731
Printing	281	-	281	1,790	-	1,510	-	3,581
Professional Fees	-	16,682	16,682	89,362	-	-	-	106,044
Program Expenses	239,233	69,862	309,095	-	-	-	-	309,095
Special Event Expenses	9,847	-	9,847	1,937	-	-	56,660	68,444
Staff Travel	4,840	5,598	10,438	2,382	-	177	-	12,997
Supplies	6,435	947	7,382	6,967	1,063	47	-	15,459
Total Expenses	<u>\$ 2,186,814</u>	<u>\$ 832,931</u>	<u>\$ 3,019,745</u>	<u>\$ 474,026</u>	<u>\$ 72,938</u>	<u>\$ 204,975</u>	<u>\$ 56,690</u>	<u>\$ 3,828,374</u>

See accompanying Notes to Financial Statements.

**LAUREL HOUSE
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2021**

	Program Services			Support Services				Total
	Nonresidential Programs	Residential Housing	Program Total	Management and General	Fundraising			
					Thrift Shop	General Fundraising	Special Events	
Payroll	\$ 1,187,257	\$ 528,672	\$ 1,715,929	\$ 129,831	\$ 34,735	\$ 139,656	\$ -	\$ 2,020,151
Payroll Taxes	96,438	33,851	130,289	8,471	2,854	8,324	-	149,938
Payroll Benefits	112,724	56,464	169,188	10,480	6,886	11,177	-	197,731
Advertising	2,287	140	2,427	4,625	-	8,442	-	15,494
Bank and Credit Card Charges	4,110	-	4,110	806	987	3,832	-	9,735
Board Activity	-	-	-	2,102	-	-	-	2,102
Building Utilities and Maintenance	33,798	27,130	60,928	405	5,487	-	-	66,820
Capital Campaign	-	-	-	-	-	14,787	-	14,787
Communications	35,508	16,983	52,491	2,270	813	2,237	-	57,811
COVID Expense	267,144	32,064	299,208	13,513	-	-	-	312,721
Depreciation	18,216	50,395	68,611	54,082	2,159	915	-	125,767
Employee Education and Development	4,198	224	4,422	1,527	126	107	-	6,182
Equipment Rental and Purchase	3,277	3,582	6,859	12,832	-	-	-	19,691
Insurance Expense	15,069	16,226	31,295	22,330	217	-	-	53,842
Membership Dues, Fees, and Licenses	2,145	1,146	3,291	11,273	-	90	-	14,654
Occupancy	201,079	21,410	222,489	34,921	19,021	14,750	-	291,181
Other Expenses	4,106	-	4,106	1,301	-	251	-	5,658
Postage and Shipping	103	-	103	2,559	-	234	-	2,896
Printing	2,218	-	2,218	-	-	-	-	2,218
Professional Fees	355	-	355	116,690	-	96	-	117,141
Program Expenses	85,367	56,492	141,859	-	-	-	-	141,859
Special Event Expenses	2,541	-	2,541	-	175	-	11,186	13,902
Staff Travel	1,869	4,362	6,231	1,483	-	-	-	7,714
Supplies	5,052	441	5,493	3,327	735	68	-	9,623
Total Expenses	<u>\$ 2,084,861</u>	<u>\$ 849,582</u>	<u>\$ 2,934,443</u>	<u>\$ 434,828</u>	<u>\$ 74,195</u>	<u>\$ 204,966</u>	<u>\$ 11,186</u>	<u>\$ 3,659,618</u>

See accompanying Notes to Financial Statements.

**LAUREL HOUSE
STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2022 AND 2021**

	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ 1,959,986	\$ 1,092,983
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
Depreciation and Amortization	115,562	125,767
Straight-Line Rent Expense	(5,351)	(2,636)
Gain on Sale and Disposal of Assets	(173,069)	-
Deferred Lease Incentive	(18,055)	(18,053)
Paycheck Protection Program Loan Forgiveness	-	(356,449)
Loan Forgiveness - Mortgage	(980)	(980)
Realized Gain on Investments	(358,911)	(24,323)
Unrealized (Gain) Loss on Investments	546,125	(177,574)
(Increase) Decrease in:		
Pledges Receivable, Net	(396,836)	(137,195)
Grants and Contributions Receivable, Net	(65,596)	(7,595)
Inventories	(22,872)	(84,990)
Prepaid Expenses and Other Assets	14,980	(4,035)
Increase (Decrease) in:		
Accounts Payable and Accrued Expenses	(85,937)	132,207
Deferred Revenue	3,209	(20,360)
Accrued Wages	(15,876)	18,913
Net Cash Provided by Operating Activities	1,496,379	535,680
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of Investments	(2,144,627)	(282,942)
Proceeds from Sales of Investments	2,091,850	163,784
Purchases of Property and Equipment	(1,249,393)	(1,464,406)
Proceeds from Sale of Building	200,000	-
Net Cash Used by Investing Activities	(1,102,170)	(1,583,564)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from Long-Term Debt	333,053	920,000
Payments on Long-Term Debt	(700,000)	(333,053)
Net Cash Provided (Used) by Financing Activities	(366,947)	586,947
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	27,262	(460,937)
Cash and Cash Equivalents - Beginning of Year	1,674,435	2,135,372
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 1,701,697	\$ 1,674,435

See accompanying Notes to Financial Statements.

**LAUREL HOUSE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

Laurel House (the Organization) is a nonprofit organization serving the Montgomery County, Pennsylvania area, and is dedicated to the vision of ending domestic violence in each life, home, and community. The Organization's mission is to:

- Advocate for and empower those impacted by domestic violence by providing crisis intervention, safe haven, supportive programs, and resources;
- Advance social change through preventative education, and through community training and collaboration, to foster a coordinated response to domestic abuse.

The mission is supported through various program activities that fall under two main categories: Residential and Nonresidential. (Statistics cited below are for the fiscal year ended June 30, 2022). The following programs are considered Residential:

Residential Program

The Organization operates a residential program which provides shelter, meals, counseling, and support services to survivors of domestic violence and their dependent children. The residential program provided 4,575 days and nights of emergency shelter to 76 adults and 61 children.

Transitional Housing

This program provides a "bridge" between the residential shelter program and independent community living. Laurel House maintains numerous apartments in Montgomery County to house and support post-shelter families. In addition to subsidized rent, Bridge Housing families receive counseling and case management, as well as specialized services for their children. Eleven families were housed in Laurel House's transitional housing apartments and participated in individual and group counseling, children's services, and individualized case management.

Hotline and Emergency Response

The Organization operates a confidential 24-hour emergency hotline. Trained responders handled 2,861 hotline calls.

The following programs are considered Nonresidential:

Counseling Services

Trained domestic violence counselors are available at four different locations throughout Montgomery County, at no cost, to provide individual and group counseling to those affected by domestic violence, including dating violence. Counselors provided 9,551 hours of counseling to victims of domestic violence, both to those living in the shelter and housing programs, and to those living in the community.

**LAUREL HOUSE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Organization (Continued)

Legal Support

Staff members, including a lawyer and paralegal, provide court accompaniment and other types of legal advocacy to domestic violence survivors to help them navigate the criminal and civil court systems. Laurel House provided 2,476 hours of court accompaniment and other legal support to program participants.

Children's Services

The family and children's advocate are available to provide specialized support to any child whose parent participates in any Laurel House service. 120 hours of service were provided to 19 children. The children's team also provided support to the parents of each of those children to ensure that they had the necessary tools and skills to meet their children's educational, developmental, and medical needs.

Community Education

Staff members provide training about domestic violence, including early warning signs of abuse and ways to help, to medical personnel, police departments, and other law enforcement personnel. A total of 24 trainings about domestic violence were provided to 710 community members, including law enforcement and medical personnel.

The Organization also offers informational programs about domestic violence for students in elementary, middle and high schools, and colleges throughout Montgomery County. At least 5,417 students were educated via 299 presentations about dating violence and healthy relationships.

Emergency Response

The Organization employs five staff members, and also engages a number of trained volunteers to respond to requests from hospital emergency rooms and law enforcement. Immediate crisis response was provided to 634 victims referred by law enforcement, emergency rooms, and other medical offices.

The Organization also advocates for social change. Examples of advocacy include:

- Staff member participation in community tasks forces and other committee work to address issues related to domestic violence
- Communication with elected officials to inform them of domestic violence issues
- Training new volunteers as domestic violence advocates in the community
- Partnering with business and individuals who host events featuring Laurel House and messages of domestic violence awareness
- Sponsoring an internship program that offers local college students practical experience in the field of domestic violence. A total of 14 graduate/undergraduate students participated in the internship program this year.

LAUREL HOUSE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Organization (Continued)

The Organization operates two thrift shops which are staffed primarily with volunteers. The thrift shops support the Organization's programs and activities.

The majority of funding for Laurel House comes from individual contributions, corporate and governmental grants, and private foundations. In addition, the Organization is the sponsor and beneficiary of various special events and community fundraisers.

Financial Statement Presentation

The financial statements of the Organization are reported on the accrual basis of accounting, and have been prepared in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP). Net assets consist of the following:

Net Assets Without Donor Restrictions – Net assets for use in general operations and are not subject to donor or certain grantor-imposed restrictions. Net assets generally result from service revenue, contributions and investment income and gains, less expense incurred in providing services and other administrative expenses. At times, the governing board can designate, from net assets without donor restrictions, net assets for various purposes.

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. The Organization does not have net assets restricted in perpetuity as of June 30, 2022 and 2021.

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.

Absent specific donor stipulations, donor-imposed restrictions on capital assets will be released when the asset is placed in service.

Use of Estimates

The preparation of financial statements in conformity with U.S. GAAP 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 and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

For purposes of reporting cash flows, the Organization considers all highly liquid debt instruments with an initial maturity of less than three months and cash invested in money market or similar type investments to be cash equivalents.

LAUREL HOUSE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Contributions

Grants and contributions received are evaluated using the decision tree in ASC 958-605-55-1A to determine the applicable accounting model. Most of the grants and contributions received by the Organization, including fundraising event sponsorship fee remaining after ticket price is deducted, are considered to be nonexchange transactions. This also includes revenue from the auctions held that increase value of the in-kind donations up to a fair value of an item auctioned.

A decision tree is also used to determine whether grants and contributions received are conditional or unconditional. Both, barriers and right of return/release, need to exist in order to designate a contribution as conditional. Once designated, the revenue is recognized when the conditions are met.

Unconditional grants and contributions are recorded as those with donor restrictions or without donor restrictions depending on the existence of donor-imposed restrictions, typically limiting purpose or timing of the grant or contribution. Grants and contributions that are restricted by the donor are reported as an increase in net assets without donor restriction if the restriction expires in the reporting period in which these grants and contributions are recognized.

A portion of the Organization's revenue is derived from cost-reimbursable 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 liabilities in the statement of financial position. The Organization received cost-reimbursable grants of \$1,288,867 that have not been recognized at June 30, 2022 because qualifying expenditures have not yet been incurred.

Grants and Contributions Receivables and Allowance

The Organization provides an allowance for bad debts using the allowance method, which is based on management's judgment considering historic information. In addition, an allowance is provided for other accounts when a significant pattern of uncollectibility has occurred. When all collection efforts have been exhausted, the accounts are written off against the related allowance. Management has recorded an allowance of \$-0- and \$10,000 as of June 30, 2022 and 2021, respectively.

In-Kind Contributions

The Organization records various types of in-kind support from specialized volunteers who are certified domestic violence responders under guidelines established by the Commonwealth of Pennsylvania. These volunteers provide: hotline response services; on-site emergency response services in the community; and, in person crisis counseling and safety planning. The contributed services are reflected in the financial statements since the services received require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation.

**LAUREL HOUSE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

In-Kind Contributions (Continued)

Numerous individuals volunteer their services to the Organization for the Thrift Shop operations and administrative purposes. The value of these services has not been reflected in these financial statements as the services do not meet the criteria for recognition.

The Organization records various types of in-kind support including contributed food and supplies at fair value at the date of contribution. The amounts reflected in the accompanying financial statements as in-kind contributions are offset by amounts included in expenses.

All in-kind contributions are considered to be nonexchange transactions that are unconditional as there is no right of return/release attached to them where both, barrier and right of release of return need to exist to determine the contribution to be conditional. All in-kind contributions are considered to be restricted for time or purpose. However, they are reported as an increase in net assets without donor restriction if the restriction expires in the reporting period in which these in-kind contributions are recognized.

Fundraising Events Revenue

Fundraising events revenue has one distinct performance obligation: event participation by the means of ticket purchase. Ticket prices are published before a fundraising event.

Fundraising events revenue is recognized when the event is held. Ticket sales and portions of the sponsorship attributable to ticket sales are billed when contracts are signed and, as a result, the Organization records deferred revenue (contract liability) and accounts receivable for any amounts for which the Organization has a right to invoice for which services/events have not been provided.

Thrift Shop Revenue

Thrift Shop revenue has one distinct performance obligation: sale of a donated item to the customer. Prices for all the items in the Thrift Shop are determined using the best value estimate considering the Organization's past experience and general Internal Revenue Service (IRS) guidelines in valuing previously owned items. All the prices are included on the price tags attached to the merchandise. Revenue for Thrift Shop items is recognized at the point of sale. There is no merchandise return option for these transactions.

Inventories

Inventories consists of Thrift Shop items held for sale, all of which are donated and valued at estimated fair value on the date donated.

Contractual Adjustments

The contracts under which the Organization conducts its programs contain provisions defining costs, which are allowable and reimbursable within the program. Programs billings are subject to audit by various governmental funding sources. Audits of these billings may result in adjustments for disallowances. No provision has been made for any liabilities that may arise from such audits since the amounts, if any, cannot be determined to date.

LAUREL HOUSE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Concentration of Credit Risk

The Organization maintains cash accounts. The balances are insured by the Federal Deposit Insurance Corporation (FDIC) up to certain limits. At times, cash in the bank may exceed FDIC insurable limits.

Financial instruments which subject the Organization to concentrations of credit risk consist of cash and cash equivalents, investments and grants receivable. Grants receivable are due from federal and state governmental entities. The Organization does not believe a significant credit risk exists at June 30, 2022 for grants receivable.

Property and Equipment and Depreciation

Property and equipment is stated at cost. Additions and major improvements are capitalized; expenditures for maintenance, repairs, and minor renewals are expensed as incurred. Individual computer equipment purchases of \$500 or less and other individual equipment purchases of \$1,000 or less are expensed as incurred. Gains or losses on disposition are reflected in the statement of activities. Property and equipment are depreciated using the straight-line method over the estimated useful lives of the assets. Leasehold improvements are depreciated over the lesser of the useful life or lease term.

Fair Value Measurements

The Organization measures fair value using a three-level hierarchy for fair value measurements based upon the transparency of inputs to the valuation of an asset or liability. Inputs may be observable or unobservable and refer broadly to the assumptions that market participants would use in pricing the asset or liability. Observable inputs reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from sources independent of the reporting entity. Unobservable inputs reflect the reporting entity's own assumptions about the assumptions that market participants would use in pricing the asset or liability developed based on the best information available in the circumstances. The fair value hierarchy consists of three levels of inputs that may be used to measure fair value as follows:

Level 1 – Inputs that utilize quoted prices (unadjusted) in active markets for identical assets or liabilities that the Organization has the ability to access.

Level 2 – Inputs that include quoted prices for similar assets and liabilities in active markets and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the financial instrument. Fair values for these instruments are estimated using pricing models, quoted prices of securities with similar characteristics, or discounted cash flows.

Level 3 – Inputs that are unobservable inputs for the asset or liability, which are typically based on an entity's own assumptions, as there is little, if any, related market activity.

LAUREL HOUSE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Functional Allocation of Expenses

Expenses are charged to the program based on direct expenditures incurred. Any expenditure not directly chargeable has been allocated among program and supporting service classifications on the basis of time records and on estimates made by the Organization's management.

Within the statements of functional expenses, expenses that are directly related to the Organization's mission are charged to the program expense. Payroll and employee related costs are allocated based on the staff time assigned to each grant/program. Building related expenditures for the main office are allocated based on square footage. Building related expenditures at our other locations are based on services provided. Office related expenses are charged to management and general functional expense category unless they are identified as incurred by a program. Expenses related to the capital campaign are allocated to fundraising. Special event expenses are allocated to fundraising, except for Dash Against Domestic Violence (DASH) and Walk a Mile (WAM) events which are allocated to program services because DASH and WAM are focused on the Organization's mission. Also, a percent of the GALA event can be allocated to program services based on the direct hours incurred. For the year ending June 30, 2022, DASH and the GALA were virtual due to COVID-19 and were not included in program expense. WAM was in person in May 2022 and included in program expense.

Income Taxes

The Organization is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code (IRC). Accordingly, there is no provision for income taxes. The Organization is not aware of any activities that would jeopardize its tax-exempt status or any activities that are subject to tax on unrelated business income taxes. Donors may deduct contributions to the Organization as provided by the IRC.

The Organization follows the income tax standard for uncertain tax positions. This standard had no impact on the Organization's financial statements. The Organization's income tax returns are subject to review and examination by federal and state authorities.

Adopted Accounting Pronouncement

In fiscal year 2022, Laurel House adopted Accounting Standards Update (ASU) 2020-07, *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*. The new guidance requires nonprofit entities to present contributed nonfinancial assets as a separate line item in the statement of activities, apart from contributions of cash or other financial assets. The standard also increases the disclosure requirements around contributed nonfinancial assets, including disaggregating by category the types of contributed nonfinancial assets a nonprofit entity has received. Adoption of this standard did not have a significant impact on the financial statements, with the exception of increased disclosure. See Note 13 for additional disclosure.

LAUREL HOUSE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Subsequent Events

In preparing these financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through October 24, 2022, the date the financial statements were available to be issued.

NOTE 2 REVENUE FROM CONTRACTS WITH CUSTOMERS

The following table shows the Organization's revenue subject to ASC 606 disaggregated according to the timing of the transfer of goods or services:

	<u>2022</u>	<u>2021</u>
Revenue Recognized at a Point in Time:		
Ticket Revenue	\$ 170,737	\$ 89,165
Thrift Shop Revenue	552,881	390,668
Total Revenue Recognized at a Point in Time	<u>\$ 723,618</u>	<u>\$ 479,833</u>

The following table shows the Organization's contract liabilities:

	<u>2022</u>	<u>2021</u>
Deferred Revenue:		
Deferred Revenue - Fundraising Events	<u>\$ 14,134</u>	<u>\$ 10,925</u>

There were no contract assets as of June 30, 2022 or 2021.

NOTE 3 LIQUIDITY AND AVAILABILITY

As of June 30, 2022 or 2021, the following financial assets could be readily made available within one year of the statement of financial position date to meet general expenditures:

	<u>2022</u>	<u>2021</u>
Cash and Cash Equivalents	\$ 1,701,697	\$ 1,674,435
Grants and Contributions Receivable, Net	323,791	258,195
Pledges Receivable, Net	442,164	78,914
Investments	1,607,986	1,742,423
Less: Net Assets with Donor Restrictions	<u>(440,967)</u>	<u>(1,813,436)</u>
Total	<u>\$ 3,634,671</u>	<u>\$ 1,940,531</u>

The Organization regularly monitors its liquidity requirement to meet its operating needs and other contractual commitments, while also striving to maximize the investment of its available funds. For the purpose of analyzing resources available to meet general expenditures over a 12-month period, the Organization considers all expenditures related to its ongoing mission-related activities as well as the conduct of services undertaken to support those activities to be general expenditures.

**LAUREL HOUSE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 3 LIQUIDITY AND AVAILABILITY (CONTINUED)

In addition to financial assets available to meet general expenditures over the next 12 months, the Organization operates with a balanced budget and anticipates collecting sufficient revenue to cover general expenditures not covered by donor-restricted sources. Refer to the statement of cash flows, which identifies the sources and uses of the Organization's cash and shows positive cash flows generated by operations for the fiscal years 2022 or 2021.

The Organization has various sources of liquidity at its disposal, including cash and cash equivalents, marketable debt and equity securities, and a line of credit. See Note 7 for information about the Organization's line of credit. As part of its liquidity management, the Organization has a goal to maintain financial assets on hand to meet four months-worth of normal operating expenses.

The Organization's governing board has designated a portion of its resources without donor restrictions for various purposes. The funds are invested for long-term appreciation and current income but remain available and may be spent at the discretion of the board. At June 30, 2022 or 2021, respectively, \$636,447 and \$662,629 of net assets without donor restrictions were designated by the board for working capital and contingencies.

NOTE 4 PLEDGES RECEIVABLE, NET

Pledges receivable, net of discount to net present value as of June 30 are as follows:

	<u>2022</u>	<u>2021</u>
Receivable in One Year or Less	\$ 442,164	\$ 78,914
Receivable in Two to Five Years	124,300	87,799
Total Pledges Receivable Before Discount	<u>566,464</u>	<u>166,713</u>
Less: Discount to Net Present Value	7,683	4,768
Total Pledges Receivable, Net	<u>\$ 558,781</u>	<u>\$ 161,945</u>

A rate of 3.11% and 2.08% was used for discounting the pledge receivables to net present value for the years ended June 30, 2022 and 2021, respectively.

LAUREL HOUSE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE 5 INVESTMENTS

The carrying amounts and fair values of investments at June 30 are summarized as follows:

	2022		2021	
	Cost	Fair Value	Cost	Fair Value
Mutual Funds	\$ 464,179	\$ 442,250	\$ 426,922	\$ 752,825
Equities	959,458	812,753	170,618	180,541
Corporate Bonds	274,645	271,271	647,622	678,988
Treasury Bonds	53,819	52,969	24,850	25,914
Municipal Bonds	30,820	28,743	101,574	104,155
Total Investments	<u>\$ 1,782,921</u>	<u>\$ 1,607,986</u>	<u>\$ 1,371,586</u>	<u>\$ 1,742,423</u>

Investment returns, net of fees, are as follows for the years ended June 30:

	2022	2021
Interest and Dividends	\$ 37,756	\$ 25,078
Net Realized and Unrealized Gains (Losses)	(198,644)	195,170
Investment Income (Losses)	<u>\$ (160,888)</u>	<u>\$ 220,248</u>

The Organization uses the fair value measurements to record fair value adjustments to certain assets and to determine fair value disclosures. For additional information on how the Organization values all other assets refer to Note 1 – Summary of Significant Accounting Policies.

Assets measured at fair value on a recurring basis as of June 30, 2022 and 2021 are:

	2022			
	Level 1	Level 2	Level 3	Total
Mutual Funds	\$ 442,250	\$ -	\$ -	\$ 442,250
Equities	812,753	-	-	812,753
Corporate Bonds	-	271,271	-	271,271
Treasury Bonds	-	52,969	-	52,969
Municipal Bonds	-	28,743	-	28,743
Total	<u>\$ 1,255,003</u>	<u>\$ 352,983</u>	<u>\$ -</u>	<u>\$ 1,607,986</u>

	2021			
	Level 1	Level 2	Level 3	Total
Mutual Funds	\$ 752,825	\$ -	\$ -	\$ 752,825
Equities	-	180,541	-	180,541
Corporate Bonds	-	678,988	-	678,988
Federal Government Securities	-	25,914	-	25,914
Municipal Bonds	-	104,155	-	104,155
Total	<u>\$ 752,825</u>	<u>\$ 989,598</u>	<u>\$ -</u>	<u>\$ 1,742,423</u>

**LAUREL HOUSE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 6 PROPERTY AND EQUIPMENT

Property and equipment consisted of the following at June 30:

	<u>2022</u>	<u>2021</u>
Land	\$ 340,856	\$ 65,846
Building and Improvements	4,095,665	1,689,959
Leasehold Improvements	340,440	381,555
Furniture and Equipment	182,950	129,238
Construction in Progress	-	2,287,965
Subtotal	<u>4,959,911</u>	<u>4,554,563</u>
Less: Accumulated Depreciation	905,309	1,606,861
Total Property and Equipment	<u>\$ 4,054,602</u>	<u>\$ 2,947,702</u>

Depreciation and amortization expense for the years ended June 30, 2022 and 2021 was \$115,562 and \$125,767, respectively. These amounts include amortization expense as disclosed in Note 14.

NOTE 7 LINE OF CREDIT

The Organization holds a line of credit that is collateralized by the investment portfolio. It permits borrowing up to \$750,000 at prime minus 1%, with a floor of 3% through October 29, 2022. As of June 30, 2022 and 2021, there was no balance outstanding on the line of credit.

NOTE 8 MORTGAGES AND NOTES PAYABLE

On July 3, 2019, the Organization purchased a building and land at a cost of \$625,000. In conjunction with this purchase, the Organization assumed a six-month \$500,000 time note with a commercial bank. In October 2020, the note was increased to a maximum borrowing of \$1,420,000 to be paid back over 84 months and requires interest-only payments until the construction of the building is complete. The interest rate is 3.65% and the loan is collateralized by the building and land. As of June 30, 2022, the balance of this note payable was \$720,000 and is included in long-term notes payable on the accompanying statement of financial position. The construction of the building has been completed as of the fiscal year ending June 30, 2022. The total interest payments during the year ended June 30, 2022 were \$39,636, of which, \$35,170 was capitalized and included in the value of the building as of June 30, 2022.

Subsequent to June 30, 2022, in September 2022 the Organization paid off the remaining balance of this note in full.

**LAUREL HOUSE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 8 MORTGAGES AND NOTES PAYABLE (CONTINUED)

Mortgages payable consist of the following at June 30:

<u>Description</u>	<u>2022</u>	<u>2021</u>
Noninterest bearing mortgage collateralized by property. Principal is forgiven January 30 each year in the amount of \$980 to January 2024 as long as the property is used to provide affordable housing for the survivors of domestic violence. If use of the property changes, remaining principal shall become due and payable immediately.	\$ 1,960	\$ 2,940
The Organization entered into open-ended mortgages with Montgomery County for a property. Principal to be forgiven and satisfied at maturity 15 years after the initial occupancy date of August 23, 2012. The property is intended to be used as housing for low-income clients of the Organization. If use of the property changes, remaining principal shall become due and payable immediately.	<u>296,000</u>	<u>296,000</u>
Total Mortgages Payable	<u>\$ 297,960</u>	<u>\$ 298,940</u>

In April 2020, the Organization entered into a \$356,449 Paycheck Protection Program (PPP) Loan due to the impact of COVID-19. On June 1, 2021, the U.S. Small Business Administration (SBA) processed the Organization's PPP Loan forgiveness application and notified the lender the PPP Loan qualified for full forgiveness. Loan proceeds were received by the bank from the SBA on this date. Therefore, the Organization was legally released from the debt and the loan forgiveness has been recorded as a gain on extinguishment of debt, which is included in other income during the year ended June 30, 2021.

The SBA may review funding eligibility and usage of funds for compliance with program requirements based on dollar thresholds and other factors. The amount of liability, if any, from potential noncompliance cannot be determined with certainty; however, management is of the opinion that any review will not have a material adverse impact on the Organization's financial position.

In June 2020, the Organization received a \$149,900 loan as a part of the Economic Injury Disaster Loan (EIDL) program through the SBA due to the impact of COVID-19. This loan includes interest at a fixed rate of 2.75% and installment payments, including principal and interest, of approximately \$641 monthly, starting in December 2022. This loan has a maturity date of 30 years from the date of the promissory note, expiring on December 15, 2051.

LAUREL HOUSE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE 9 FUNDRAISING EXPENSE

The Organization incurred fundraising costs of \$344,285 and \$290,347 for the years ended June 30, respectively. These costs were incurred as follows:

	<u>2022</u>	<u>2021</u>
Operation of Thrift Shops	\$ 72,938	\$ 74,195
General Fundraising	204,975	204,966
Special Events Expenses	56,690	11,186
Total	<u>\$ 334,603</u>	<u>\$ 290,347</u>

NOTE 10 RETIREMENT PLAN

The Organization maintains a 401(k) savings plan that is available to essentially all employees over the age of 18 after they have completed six months of employment, or a total of 1,000 hours in a twelve month period. Contributions fully vest over a five year schedule. Participants may contribute to the plan amounts up to the Elective Deferral limit imposed by the Internal Revenue Service each year. The Organization may elect to make a matching contribution each plan year at its discretion. The employer may also make nonelective and profit sharing contributions each year. The employer contributions were \$27,072 and \$26,568 for the years ended June 30, 2022 and 2021, respectively.

NOTE 11 BOARD-DESIGNATED NET ASSETS HELD FOR WORKING CAPITAL

The board has designated \$636,447 and \$662,629 of net assets without donor restrictions for working capital and contingencies as of June 30, 2022 and 2021, respectively. Earnings on these designated funds are available to support the operating costs of the Organization.

NOTE 12 IN-KIND CONTRIBUTIONS

Donated goods and services for the fiscal years ended June 30, 2022 and 2021, included in the financial statements, were as follows:

	<u>2022</u>	<u>2021</u>
Volunteer Services	\$ 99,721	\$ 148,403
Food	39,075	29,635
Thrift Store Items	22,872	87,590
Program Supplies	19,596	14,862
Consulting	2,512	-
Legal	600	-
Furniture, Fixtures, and Equipment	495	189
	<u>\$ 184,871</u>	<u>\$ 280,679</u>

**LAUREL HOUSE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 13 COMMITMENTS

The Organization leases office space throughout Montgomery County, Pennsylvania for program services and administrative support. The future annual minimum lease payments for these leases are included in the table below:

<u>Year Ending June 30,</u>	<u>Amount</u>
2023	\$ 201,108
2024	147,003
2025	103,118
2026	11,730
2027	7,820
Total	<u>\$ 470,779</u>

Rent expense is recognized on a straight-line basis throughout the term of the lease. The difference between the actual rent payments made and the rent expense recognized during the year is recorded as deferred rent on the accompanying statements of financial position. Rent expense related to leases and equipment totaled \$251,878 and \$259,166 for the years ended June 30, 2022 and 2021, respectively.

The Norristown, Pennsylvania lease contains leasehold improvement incentives. During the year ended June 30, 2018, the Organization received \$126,378 in leasehold improvement incentives. A deferred lease incentive liability is reflected on the accompanying statements of financial position and is being amortized over the lease term as a reduction in rent expense. As of June 30, 2022 and 2021, the deferred lease incentive was \$43,630 and \$61,685, respectively. Amortization expense for the years ended June 30, 2022 and 2021 was \$18,054 and \$18,053, respectively.

NOTE 14 RESTRICTIONS ON NET ASSETS

As of June 30, net assets with donor restrictions consisted of the following:

	<u>2022</u>	<u>2021</u>
Restrictions Due to Purpose:		
Capital Campaign	\$ 361,949	\$ 1,719,212
Consulting Human Resources	-	1,875
Counseling/Community Education	7,630	18,000
COVID-19 Impact	-	10,535
North Penn Programs	-	15,000
Rapid Rehousing	-	2,500
Shelter Support/Children's Program	66,388	40,481
Restrictions Due to Time	5,000	5,833
Total Net Assets with Donor Restrictions	<u>\$ 440,967</u>	<u>\$ 1,813,436</u>

LAUREL HOUSE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE 14 RESTRICTIONS ON NET ASSETS (CONTINUED)

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or time period as follows for the years ended June 30:

	<u>2022</u>	<u>2021</u>
Satisfaction of Purpose:		
Capital Campaign	\$ 3,487,496	\$ 14,787
Consulting Human Resources	1,875	8,125
Counseling/Community Education	18,370	2,000
COVID-19 Impact	7,535	27,233
North Penn Programs	15,000	15,000
Rapid Rehousing	2,500	12,500
Shelter Support/Children's Program	57,926	17,250
Satisfaction of Time	5,000	16,111
Total Net Assets with Donor Restrictions	<u>\$ 3,595,702</u>	<u>\$ 113,006</u>

LAUREL HOUSE
SCHEDULE OF EXPENDITURES OF FEDERAL, STATE, AND COUNTY AWARDS
YEAR ENDED JUNE 30, 2022

Grantor/Pass-Through Grantor Program Title	Federal Assistance Listing	Pass-Through Grantor's Number	Contract Period	Contract Amount	Expenditures
Federal Awards:					
U.S. Department of Housing and Community Development:					
Pass-Through Montgomery County Department of Housing and Community Development					
Community Development Block Grant	14.218	B-20-03-203	10/1/20 - 9/30/21	\$ 20,000	\$ 2,933
Community Development Block Grant	14.218	B-21-03-204	10/1/21 - 9/30/22	20,000	16,744
Total 14.218				40,000	19,677
Emergency Solutions Grant Program	14.231	EC1-19-03-205	10/1/20 - 9/30/21	50,000	29,712
Total 14.231				50,000	29,712
Continuum of Care Program	14.248	PA0957D3T041900	7/1/20 - 9/30/21	149,111	60,334
Continuum of Care Program	14.267	PA0957D3T042001	10/1/21-9/30/22	120,564	114,568
Continuum of Care Program	14.267	PA0957D3T042001	10/1/21-9/30/22	34,499	34,499
Total 14.267				155,063	149,067
Total U.S. Department of Housing and Community Development				394,174	258,790
U.S. Department of Justice:					
Pass-Through Pennsylvania Commission on Crime and Delinquency					
Victim of Crime Act - Domestic Violence Shelter and Services	16.575	2018/2019/2020-VF-05-33095	10/1/20 - 9/30/23	1,256,913	388,543
Victim of Crime Act - Crisis Response and Counseling Support	16.575	2016/2017/2018-VF-05 28994	4/1/19 - 9/30/21	166,623	11,604
Total U.S. Department of Justice				1,423,536	400,147
U.S. Department of Homeland Security:					
Pass-Through North Penn United Way					
Emergency Food and Shelter Program - Phase 39	97.024	729400-007	11/1/21 - 4/23/23	49,998	24,999
Emergency Food and Shelter Program - ARPAR	97.024	729400-007	11/1/21 - 4/23/23	18,735	9,367
Emergency Food and Shelter Program - CARES	97.024	729400-007	1/27/20 - 10/30/21	20,000	10,000
Emergency Food and Shelter Program - Phase 38	97.024	729400-007	1/01/20 - 10/30/21	62,500	31,250
Total U.S. Department of Homeland Security				151,233	75,616
U.S. Department of Health and Human Services:					
Pass-Through Coalition Against Domestic Violence					
Social Services Block Grant (Title XX)	93.667	6029-2022	7/1/21 - 6/30/22	49,367	49,367
Social Services Block Grant (Medical Advocacy)	93.667	6029-2022	7/1/21 - 6/30/22	60,000	60,000
Social Services Block Grant (Relocation)	93.667	6029-2022	7/1/21 - 6/30/22	11,545	11,217
Total 93.667				120,912	120,584
Family Violence Prevention and Services Act (FVPS)	93.671	6029-2022	7/1/21 - 6/30/22	24,705	24,705
Family Violence Prevention and Services Act (FVPSA) ARP	93.671	6029-2022	7/1/20 - 6/30/21	109,087	109,087
Family Violence Prevention and Services Act (FVPSA) CARES	93.671	6029-2022	7/1/20 - 6/30/21	34,371	34,371
Family Violence Prevention and Services Act (FVPSA) ARP Mobile	93.671	6029-2022	10/25/21-6/30/25	256,844	-
Total 93.671				425,007	168,163
Total U.S. Department of Health and Human Services				545,919	288,747
Total Federal Awards				2,514,862	1,023,300

See accompanying Notes to Schedule of Expenditures of Federal, State, and County Awards.

LAUREL HOUSE
SCHEDULE OF EXPENDITURES OF FEDERAL, STATE, AND COUNTY AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2022

Grantor/Pass-through Grantor Program Title	Federal Assistance Listing	Pass-Through Grantor's Number	Contract Period	Contract Amount	Expenditures
State Awards:					
<u>Pennsylvania Coalition Against Domestic Violence:</u>					
General Fund (Act 44)	N/A	6029-2022	7/1/21 - 6/30/22	\$ 335,668	\$ 335,668
Marriage License Fees (Act 222)	N/A	6029-2022	7/1/21 - 6/30/22	14,915	14,915
All State	N/A	6029-2022	7/1/21 - 6/30/22	12,000	12,000
Tuition Fed ex	N/A	6029-2022	7/1/21 - 6/30/22	6,775	6,775
Stipend	N/A	6029-2022	7/1/21 - 6/30/22	640	640
Total State Awards				<u>369,998</u>	<u>369,998</u>
County Awards:					
<u>Montgomery County Dept of Health and Human Services:</u>					
Comprehensive Support Services to Victims of Domestic Violence	N/A	18-C 261	1/1/21 - 12/31/21	400,000	226,313
Comprehensive Support Services to Victims of Domestic Violence	N/A	18-C 261	1/1/22 - 12/31/22	252,578	152,832
Total County Awards				<u>652,578</u>	<u>379,145</u>
Total Federal, State and County Awards				<u>\$ 3,537,438</u>	<u>\$ 1,772,443</u>

See accompanying Notes to Schedule of Expenditures of Federal, State, and County Awards.

LAUREL HOUSE
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL, STATE, AND COUNTY AWARDS
YEAR ENDED JUNE 30, 2022

NOTE 1 GENERAL INFORMATION

The accompanying schedule of expenditures of federal, state, and county awards (the Schedule) includes the federal, state, and county award activity of Laurel House, for the year ended June 30, 2022. 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 the Schedule presents only a selected portion of the operations of Laurel House, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Agency. During the year ended June 30, 2022, the Organization did not pass-through federal funding to subrecipients.

NOTE 2 BASIS OF ACCOUNTING

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

The amounts reported in this Schedule as expenditures may differ from certain financial reports submitted to funding agencies because those reports may be submitted on either a cash or modified accrual basis of accounting.

Expenditures of federal, state, and county awards are reported on the statement of activities as operating expenses. In certain programs, the expenditures reported in the basic financial statements differ from the expenditures reported in the Schedule because other program expenditures and expenditures may exceed contract budget limitations, and are therefore not included as expenditures of federal, state, and county awards.

The total dollars spent under the Organization's domestic violence budget, passed through from PCADV under contract #6029, during the current contract year ended June 30, 2022 was \$495,872. No interest was earned on funds received from PCADV.

NOTE 3 INDIRECT COST RATE

Laurel House has elected to use the 10% de minimis indirect cost rate for federal contracts allowed under the Uniform Guidance.

NOTE 4 MATCHING, LEVEL OF EFFORT OR EARMARKING REQUIREMENTS

Laurel House raised and expended for the year ended June 30, 2022 more than the minimum match requirements for grants made by PCADV. The funds raised were from the local community and do not include in-kind contributions.



**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**

Board of Directors
Laurel House
Norristown, Pennsylvania

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 Laurel House, which comprise the statement of financial position as of June 30, 2022, 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 October 24, 2022.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Laurel House'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 Laurel House's internal control. Accordingly, we do not express an opinion on the effectiveness of Laurel House'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.

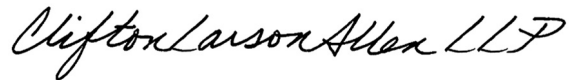
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. 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 Laurel House’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 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 result of that testing, and not to provide an opinion on the effectiveness of the entity’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 entity’s internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



CliftonLarsonAllen LLP

Plymouth Meeting, Pennsylvania
October 24, 2022



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

Board of Directors
Laurel House
Norristown, Pennsylvania

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Laurel House's 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 each of Laurel House's major federal programs for the year ended June 30, 2022. Laurel House's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, Laurel House complied, in all material respects, with the 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, 2022.

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 (GAAS); 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 Laurel House 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 Laurel House's compliance with the compliance requirements referred to above.

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 Laurel House'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 Laurel House'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 GAAS, *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 Laurel House's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *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 Laurel House's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of Laurel House'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 Laurel House'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

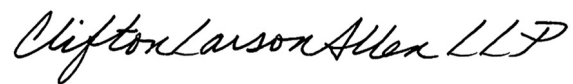
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement 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.

Board of Directors
Laurel House

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.

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

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

CliftonLarsonAllen LLP

Plymouth Meeting, Pennsylvania
October 24, 2022

**LAUREL HOUSE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2022**

Section I – Summary of Auditors’ Results

Financial Statements

1. Type of auditors’ report issued: Unmodified
2. Internal control over financial reporting:
- Material weakness(es) identified? _____ yes X no
 - Significant deficiency(ies) identified that are not considered to be material weakness(es)? _____ yes X none reported
3. Noncompliance material to financial statements noted? _____ yes X no

Federal Awards

1. Internal control over major federal programs:
- Material weakness(es) identified? _____ yes X no
 - Significant deficiency(ies) identified that are not considered to be material weakness(es)? _____ yes X none reported
2. Type of auditor’s report issued on compliance for major federal programs: Unmodified
3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.515(d)(2) of the Uniform Guidance? _____ yes X no

Identification of Major Federal Programs

<i>Federal Assistance Number(s)</i>	<i>Name of Federal Program or Cluster</i>
16.575	Crime Victim Assistance
14.218	Community Development Block Grant

Dollar threshold used to distinguish between Type A or Type B programs was: \$ 750,000/ \$187,500

Auditee qualified as low-risk auditee pursuant to Uniform Guidance? _____ yes X no

LAUREL HOUSE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2022

Section II – Financial Statement Findings

Our audit did not disclose any matters required to be reported in accordance with *Government Auditing Standards*.

Section III – Findings and Questioned Costs – Major Federal Programs

Our audit did not disclose any matters required to be reported in accordance with 2 CFR section 200.515(d)(2) of the Uniform Guidance.

Section IV – Prior Year Findings

2020 – 001

Type of Finding:

- Significant Deficiency in Internal Control over Financial Reporting

Condition: During the performance of the audit, an adjustment was necessary to correct the initial trial balance provided by management. The specific balances that required adjustment were accrued expenses and construction in progress. Timely and accurate account reconciliations are a necessary step in ensuring that financial statements are fairly stated in accordance with U.S. GAAP.

Criteria: Management is responsible for the accuracy and completeness of all financial records and related information. Internal controls should be in place to provide reasonable assurance that financial statements are prepared in accordance with U.S. GAAP.

Context: Financial statements should be prepared in accordance with U.S. GAAP.

Effect: The potential exists that misstatements of the annual financial statements could occur and not be prevented, or detected and corrected, by the organization's internal controls.

Cause: During its closeout for the fiscal year ending June 30, 2021, management's review and reconciliation process for these accounts did not timely record needed adjustments to the financial statements.

Recommendation: We recommended that management evaluate these general ledger account balances to reflect appropriate interim and year-end balances prior to the commencement of the audit.

Status of Corrective Action: Resolved in the current year. Please refer to Laurel House's accompanying summary schedule of prior audit findings.

LAUREL HOUSE
SCHEDULE OF BUDGETED, REPORTED, AND ALLOWABLE COSTS FOR
GENERAL FUND/ACT 44—CONTRACT NUMBER 6029
YEAR ENDED JUNE 30, 2022
(SEE INDEPENDENT AUDITORS' REPORT)

Budget Categories	Approved Budget (Unaudited)	Reported Costs	Allowable Costs per Audit		
			Total	Over (Under) Budget	Questioned Costs
Personnel:					
Salaries	\$ 262,767	\$ 262,767	\$ 262,767	\$ -	\$ -
Fringe Benefits	25,685	25,685	25,685	-	-
	<u>288,452</u>	<u>288,452</u>	<u>288,452</u>	<u>-</u>	<u>-</u>
Operations	<u>47,216</u>	<u>47,216</u>	<u>47,216</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 335,668</u>	<u>\$ 335,668</u>	<u>\$ 335,668</u>	<u>\$ -</u>	<u>\$ -</u>

LAUREL HOUSE
SCHEDULE OF BUDGETED, REPORTED, AND ALLOWABLE COSTS FOR
ACT 222—CONTRACT NUMBER 6029
YEAR ENDED JUNE 30, 2022
(SEE INDEPENDENT AUDITORS' REPORT)

Budget Categories	Approved Budget (Unaudited)	Reported Costs	Allowable Costs per Audit		
			Total	Over (Under) Budget	Questioned Costs
Personnel:					
Salaries	\$ 10,363	\$ 10,363	\$ 10,363	\$ -	\$ -
Fringe Benefits	793	793	793	-	-
	<u>11,156</u>	<u>11,156</u>	<u>11,156</u>	<u>-</u>	<u>-</u>
Operations	<u>3,759</u>	<u>3,759</u>	<u>3,759</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 14,915</u>	<u>\$ 14,915</u>	<u>\$ 14,915</u>	<u>\$ -</u>	<u>\$ -</u>

LAUREL HOUSE
SCHEDULE OF BUDGETED, REPORTED, AND ALLOWABLE COSTS FOR
TITLE XX SSBG—CONTRACT NUMBER 6029
YEAR ENDED JUNE 30, 2022
(SEE INDEPENDENT AUDITORS' REPORT)

Budget Categories	Approved Budget (Unaudited)	Reported Costs	Allowable Costs per Audit		
			Total	Over (Under) Budget	Questioned Costs
Personnel:					
Salaries	\$ 31,886	\$ 31,886	\$ 31,886	\$ -	\$ -
Fringe Benefits	2,439	2,439	2,439	-	-
	<u>34,325</u>	<u>34,325</u>	<u>34,325</u>	<u>-</u>	<u>-</u>
Operations	<u>15,042</u>	<u>15,042</u>	<u>15,042</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 49,367</u>	<u>\$ 49,367</u>	<u>\$ 49,367</u>	<u>\$ -</u>	<u>\$ -</u>

LAUREL HOUSE
SCHEDULE OF BUDGETED, REPORTED, AND ALLOWABLE COSTS FOR
FVPS—CONTRACT NUMBER 6029
YEAR ENDED JUNE 30, 2022
(SEE INDEPENDENT AUDITORS' REPORT)

Budget Categories	Approved Budget (Unaudited)	Reported Costs	Allowable Costs per Audit		
			Total	Over (Under) Budget	Questioned Costs
Personnel:					
Salaries	\$ 19,647	\$ 19,647	\$ 19,647	\$ -	\$ -
Fringe Benefits	1,679	1,679	1,679	-	-
	<u>21,326</u>	<u>21,326</u>	<u>21,326</u>	<u>-</u>	<u>-</u>
Operations	<u>3,379</u>	<u>3,379</u>	<u>3,379</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 24,705</u>	<u>\$ 24,705</u>	<u>\$ 24,705</u>	<u>\$ -</u>	<u>\$ -</u>

LAUREL HOUSE
SCHEDULE OF BUDGETED, REPORTED, AND ALLOWABLE COSTS FOR
SSBG/MEDICAL ADVOCACY—CONTRACT NUMBER 6029
YEAR ENDED JUNE 30, 2022
(SEE INDEPENDENT AUDITORS' REPORT)

Budget Categories	Approved Budget (Unaudited)	Reported Costs	Allowable Costs per Audit		
			Total	Over (Under) Budget	Questioned Costs
Personnel:					
Salaries	\$ 60,000	\$ 60,000	\$ 60,000	\$ -	\$ -
Fringe Benefits	-	-	-	-	-
	<u>60,000</u>	<u>60,000</u>	<u>60,000</u>	<u>-</u>	<u>-</u>
Operations	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 60,000</u>	<u>\$ 60,000</u>	<u>\$ 60,000</u>	<u>\$ -</u>	<u>\$ -</u>

LAUREL HOUSE
SCHEDULE OF BUDGETED, REPORTED, AND ALLOWABLE COSTS FOR
SSBG/RELOCATION FUND—CONTRACT NUMBER 6029
YEAR ENDED JUNE 30, 2022
(SEE INDEPENDENT AUDITORS' REPORT)

Budget Categories	Approved Budget (Unaudited)	Reported Costs	Allowable Costs per Audit		
			Total	Over (Under) Budget	Questioned Costs
Personnel:					
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -
Fringe Benefits	-	-	-	-	-
	-	-	-	-	-
Operations	11,545	11,217	11,217	(328)	-
Total	\$ 11,545	\$ 11,217	\$ 11,217	\$ (328)	\$ -

LAUREL HOUSE
SCHEDULE OF BUDGETED, REPORTED, AND ALLOWABLE COSTS FOR
ARP—CONTRACT NUMBER 6029
YEAR ENDED JUNE 30, 2022
(SEE INDEPENDENT AUDITORS' REPORT)

Budget Categories	Approved Budget (Unaudited)	Reported Costs	Allowable Costs per Audit		
			Total	Over (Under) Budget	Questioned Costs
Personnel:					
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -
Fringe Benefits	-	-	-	-	-
	-	-	-	-	-
Operations	109,087	109,087	109,087	-	-
Total	\$ 109,087	\$ 109,087	\$ 109,087	\$ -	\$ -

LAUREL HOUSE
SCHEDULE OF BUDGETED, REPORTED, AND ALLOWABLE COSTS FOR
CARES—CONTRACT NUMBER 6029
YEAR ENDED JUNE 30, 2022
(SEE INDEPENDENT AUDITORS' REPORT)

Budget Categories	Approved Budget (Unaudited)	Reported Costs	Allowable Costs per Audit		
			Total	Over (Under) Budget	Questioned Costs
Personnel:					
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -
Fringe Benefits	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Operations	<u>34,371</u>	<u>34,371</u>	<u>34,371</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 34,371</u>	<u>\$ 34,371</u>	<u>\$ 34,371</u>	<u>\$ -</u>	<u>\$ -</u>

LAUREL HOUSE
SCHEDULE OF COMBINED BUDGETED, REPORTED, AND ALLOWABLE COSTS
WITH FUNDING RECONCILIATION—CONTRACT NUMBER 6029
YEAR ENDED JUNE 30, 2022
(SEE INDEPENDENT AUDITORS' REPORT)

Budget Categories	Approved Budget (Unaudited)	Reported Costs	Allowable Costs per Audit		
			Total	Over (Under) Budget	Questioned Costs
Act 44:					
Personnel	\$ 288,452	\$ 288,452	\$ 288,452	\$ -	\$ -
Operations	47,216	47,216	47,216	-	-
Act 222:					
Personnel	11,156	11,156	11,156	-	-
Operations	3,759	3,759	3,759	-	-
Title XX:					
Personnel	34,325	34,325	34,325	-	-
Operations	15,042	15,042	15,042	-	-
FVPS:					
Personnel	21,326	21,326	21,326	-	-
Operations	3,379	3,379	3,379	-	-
SSBG/Medical Advocacy:					
Personnel	60,000	60,000	60,000	-	-
Operations	-	-	-	-	-
SSBG/Relocation:					
Personnel	-	-	-	-	-
Operations	11,545	11,217	11,217	(328)	-
ARP					
Personnel	-	-	-	-	-
Operations	109,087	109,087	109,087	-	-
CARES					
Personnel	-	-	-	-	-
Operations	34,371	34,371	34,371	-	-
Total	<u>\$ 639,658</u>	<u>\$ 639,330</u>	<u>\$ 639,330</u>	<u>\$ (328)</u>	<u>\$ -</u>

Funding Reconciliation:				
Approved Contract Received as of June 30, 2022			\$ 542,040	
Approved Contract Receivable at June 30, 2022			<u>97,290</u>	
				639,330
Allowable Costs:				
Allowable Costs			639,330	
Questioned Costs			<u>-</u>	
				<u>639,330</u>
Due to (from) PCADV				<u>\$ -</u>