

Anderson County Board of Commissioners
Non-Profit Committee
Meeting Agenda

February 6, 2024
4:00 PM, Room 118A

Purpose of Meeting: Scheduled meeting to discuss topics as they relate to the Non-Profit Committee

Meeting Facilitator: Phil Yager (Committee Chair)

Invitees: Aaron Wells (Vice-Chair), Denise Palmer, Shelly Vandagriff, Shain Vowell, Stephen Verran, Jerry White and Tracy Wandell

- I. Application Form Changes
- II. Sample Resolution
- III. Non-Profit Donation Requests
 - a. Child Advocacy Center of Anderson County
 - b. American Legion Post 172
 - c. YWCA
- IV. New Business
- V. Unfinished
- VI. Adjourn

EXHIBIT B



ANDERSON COUNTY GOVERNMENT
CHARITABLE DONATION APPLICATION FORM

Name of Organization: _____

Purpose of Request: _____ Amount Requested: _____

Mailing Address: _____

Contact Person: _____ Title: _____

Phone: _____ E-mail: _____

Type of Agency (Please mark one):

☐ **Non-Profit Charitable Organization (26 U.S.C.A. § 501(c)(3))**
* No part of net earnings inures to the benefit of any individual
* Must provide year-round services

☐ **Non-Profit Civic Organization (26 U.S.C.A. § 501(c)(4) or (c)(6))**
* Operates primarily for civic betterments and social improvements through efforts to maintain and increase employment opportunities by promoting industry, trade, commerce, tourism, and recreation

If NOT a non-profit charitable or civic organization - STOP. You are not eligible for funding.

Do you have proof of nonprofit registration? YES NO
If NO - STOP. You are not eligible for funding.

Are you based in, or are your activities closely aligned with Anderson County? Explain.

If NOT-STOP. You are not eligible for funding.

I

Anderson County, Tennessee

Board of Commissioners

RESOLUTION NO. xx-xx-xxxx

RESOLUTION TO APPROPRIATE COUNTY FUNDS FOR SUPPORT TO NON-PROFIT CHARITABLE AND NON-PROFIT CIVIC ORGANIZATIONS THROUGHOUT THE FISCAL YEAR

WHEREAS, Section 5-9-109, Tennessee Code Annotated, authorizes the Board of Commissioners of Anderson County to make appropriations to various non-profit charitable and non-profit civic organizations;

WHEREAS, the Board of Commissioners of Anderson County recognizes the ongoing need of these organizations to receive financial support throughout the fiscal year to effectively carry out their work; and

WHEREAS, it is the policy of Anderson County Government to maximize the impact of its contributions by ensuring they act as the 'last dollar in', thereby encouraging organizations to secure funding from a variety of sources and ensuring county funds fulfill critical funding gaps;

NOW, THEREFORE, BE IT RESOLVED by the Board of County Commissioners of Anderson County, Tennessee, on this xxth day of Month, 202x:

1. Rolling Application Process:

- Non-profit charitable and Non-profit civic organizations may submit applications for financial assistance throughout the fiscal year.
- Applications must include detailed reports as required under TCA 5-9-109 and demonstrate efforts to secure other sources of funding.

2. Review and Approval:

- Applications will be reviewed on a [specify frequency, e.g., quarterly] basis.
- Approvals will be based on the organization's alignment with county welfare goals, compliance with legal guidelines, and the adherence to the county's "last dollar in" policy.

3. Specific Appropriations:

- The following specific appropriations are made to the respective non-profit organizations for the fiscal year [specify year]:

Non-Profit Organization "ABC"	\$0,000.00
Non-Profit Organization "XYZ"	\$0,000.00

4. Funding Allocation and 'Last Dollar In' Contingency:

- Appropriations will be subject to budgetary constraints, guidelines established by the county, and the condition that county funds are the 'last dollar in'.
- Non-profit organizations must provide documentation of other funding sources and demonstrate that the county's contribution is essential to complete the project or program budget.

5. Conditions for Appropriation:

- Non-profit organizations must use funds in accordance with the purposes outlined in their application and in a manner that benefits the residents of Anderson County.

Exhibit C

- Non-profit organizations are subject to county audit and must make reports available for public inspection.

BE IT FURTHER RESOLVED that this resolution shall take effect from and after its passage and its provisions shall remain in effect until amended or rescinded. This resolution shall be spread upon the minutes of the Board of County Commissioners for Anderson County, Tennessee.

RESOLVED, DULY PASSED, AND EFFECTIVE this xxth day of Month, 202X.

H. Tyler Mayes, Chairman

Terry Frank, County Mayor

ATTEST: _____
Jeff Cole, County Clerk

NON-PROFIT DONATION REQUESTS

For February 6, 2024 Meeting

Organization	Amount Requested	Purpose
Child Advocacy Center of AC	\$14,000	Window Replacement
American Legion Post 172	\$10,000	Building Fund
YWCA	\$80,000	Supervised Visitation & Safe Exchange
TOTAL REQUESTS	\$104,000	

III

Child Advocacy Center

Amount request \$ 14,000

III a.

Submittal Requirements

Eligible agencies MUST attach the following materials to this application:

- ☒ Proof of Non-Profit Registration
- ☒ A copy of the most recent annual audit (must be within 2 years of current)
- ☒ A description of the program that serves the residents of Anderson County and the proposed use of county assistance
- ☒ The amount requested
- ☒ Proof of physical location in Anderson County — *insurance bill*

If ALL of the items required are not submitted – STOP. You will not be eligible for funding.

Signature of Person Applying: *Gayland Dugan*

Title: *Executive Director*

Applications, with all accompanying attachments, should be sent to the following address:
Anderson County Government
Office of the Finance Director
100 North Main Street, Suite 212
Clinton, Tennessee 37716

EXHIBIT B



ANDERSON COUNTY GOVERNMENT
CHARITABLE DONATION APPLICATION FORM

Name of Organization: Child Advocacy Center of Anderson County
Tennessee, INC
Mailing Address: 752 N. Main St, Clinton, TN 37716
Contact Person: Margaret Durgin, ED
Phone: 865-463-2740 E-mail: cacactinc@comcast.net
cell 865-850-6286 (text)

Type of Agency (Please mark one):



Non-Profit Charitable Organization

- * No part of net earnings inures to the benefit of any individual
- * Must provide year-round services



Non-Profit Civic Organization (26 U.S.C.A. § 501(c)(4) or (c)(6))

- * Operates primarily for civic betterments and social improvements through efforts to maintain and increase employment opportunities by promoting industry, trade, commerce, tourism, and recreation

If NOT a non-profit charitable or civic organization - STOP. You are not eligible for funding.

Do you have proof of nonprofit registration?

YES

NO

If NO - STOP. You are not eligible for funding.

Are you based in, or are your activities closely aligned with Anderson County? Explain.

Yes, we are located in the City of Clinton, but provide
services for children, youth and their non-offending
caregivers (usually parents) from all over Anderson
County.

If NOT - STOP. You are not eligible for funding.

III a.

Questionnaire

1. Is your organization a recipient of United Way funding? If so, how much? How often?
Yes, currently we receive \$15,000 a year from United Way. We will need to reapply for FY25 and beyond, so this may change.
2. What group of citizens benefits from this organization's service (e.g. all residents, age group, particular community)?
We provide services for children who have experienced severe abuse or neglect; or those who have witnessed violent crimes, and their non-offending caregivers from all over the county. (More than 5,000 since 2008)
3. Is Anderson County's portion of the money being matched from elsewhere? If yes, from where and what is the matching ratio?
NO
4. If a previous appropriation has been received from Anderson County, for how much and how long?
We receive resolution funds (VAP) which we use to provide victim services. The amount varies, approximately 20-25,000 annually since July 2010.
5. Does your organization support an existing countywide function of government (e.g. health, legal education, public safety, court mediation services)? If yes, describe. Yes - We coordinate the Anderson County Child Protection Investigative Team (CPIT) with an interagency agreement with the DA, Juvenile Court, all the Anderson County Law Enforcement and the Dept. of Children's Services
6. Is this an operational request, special project, infrastructure?
This is a special one time project which fits into the ARP guidelines
7. Is your organization receiving funds from another county or municipality? If yes, how much and from which other entities?
NO -
8. Is your organization a recipient of taxes, fees, or in-kind services or support authorized by Anderson County for the benefit of your organization (e.g. court fees for providing mediation for the courts, leased space, utilities)?
See question 4. We receive VAP fees for providing victim services.

III a.



November 29, 2023

ARP Funds – Amount Requested - \$14,000

We request \$14,000 to replace all the windows at the Child Advocacy Center.

We received three quotes in September 2021 when first aware of this funding. As they ranged in price from \$8,000 to \$14,000, and building materials and labor have increased with inflation, we believe it can still be done for \$14,000.

Thank you,

Margaret Durgin

Executive Director
Child Advocacy Center of Anderson County Tennessee, Inc.
Clinch Valley Children's Center
752 N. Main Street
Clinton, TN 37716
(865) 463-2740 #1
fax: (865) 463-2744
cacactinc@comcast.net
www.childadvocacycenter.net



Description of Program and Request for Assistance

As you know, the Child Advocacy Center of Anderson County Tennessee, Inc. provides unique trauma informed forensic services for our county's abused and neglected children. These services, bringing "healing and justice for abused children" (our mission), have been ongoing for more than 15 years, even throughout the Covid-19 pandemic. This is more than 5000 children and their families.

As a 501 c 3 non-profit organization, we request funds from the **American Rescue Plan** to improve the Child Advocacy Center's ability to provide a healthy childhood environment for the children we serve as Covid-19 continues and beyond. The Covid-19 pandemic challenged our capacity to provide ongoing services as safely as possible for the children referred. We lack sufficient natural ventilation due to the current aging and inefficient aluminum windows. Difficult to use, the windows have ill-fitting (or missing) screens and need replacement.

New, properly fitted windows will allow us to open the windows to increase the delivery of clean outdoor air. This will increase clean interior air while diluting potential contaminants, such as the flu, RSV, and the COVID-19 virus. Window replacement will provide a healthier childhood environment for the children to heal from adverse childhood experiences becoming healthier community members.

We have estimates on window replacement, although the quotes expired during the grant delay. We expect the project to cost approximately \$14,000. This one-time expense will not need ongoing maintenance. We believe this to be an allowable use of the ARP funds.

On behalf of the children we serve, thank you for your time and consideration of this request,

Margaret Durgin

Executive Director
Child Advocacy Center of Anderson County Tennessee, Inc.
Clinch Valley Children's Center
752 N. Main Street
Clinton, TN 37716
(865) 463-2740 #1
fax: (865) 463-2744
cacactinc@comcast.net
www.childadvocacycenter.net

**CHILD ADVOCACY CENTER OF
ANDERSON COUNTY, TENNESSEE, INC.
CLINTON, TENNESSEE**

FINANCIAL STATEMENTS

DECEMBER 31, 2022

CHILD ADVOCACY CENTER OF ANDERSON COUNTY, TENNESSEE, INC. TABLE OF CONTENTS

	<u>Page</u>
 <u>INTRODUCTORY SECTION</u>	
<u>Roster</u> of Officers and Board of Directors	iii
 <u>SECTION I: FINANCIAL STATEMENTS</u>	
<u>Independent</u> Accountant's Audit Report	1
Statement of <u>Financial Position</u>	3
Statement of <u>Activities</u>	4
Statement of <u>Cash Flows</u>	5
<u>Reconciliation</u> of Increase in Net assets to Net Cash Provided by Operating Activities	6
Statement of <u>Functional</u> Expenses	7
<u>Notes</u> to Financial Statements	8
 <u>SECTION II: SUPPLEMENTAL SCHEDULES</u>	
Schedule of <u>Expenditures</u> of Federal and State Awards	12
Schedule of <u>Long Term</u> Debt	13
 <u>SECTION III: INTERNAL CONTROL AND COMPLIANCE</u>	
Independent Accountants' <u>Report</u> 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	14
Schedule of <u>Findings</u>	16

INTRODUCTORY SECTION

**CHILD ADVOCACY CENTER OF
ANDERSON COUNTY, TENNESSEE, INC.
ROSTER OF OFFICERS AND BOARD OF DIRECTORS**

Officers

Dr. Fran Pisano, Chair
Grace Mead Vice Chair
Sid Brewer Treasurer
Kevin Gindlesperger, Secretary

Board of Directors

Andrea Beck
Jerri Bottom
Maria Gee
Kevin Jennings
Robert May
Stephen McNally
Leslie Miller
Meredith Slemph

Executive Director

Margaret Durgin

Medical Director

Dr. Fran Pisano

SECTION I: FINANCIAL STATEMENTS

DALE C. ISABELL
Certified Public Accountant
253 Short Street
Clinton, Tennessee 37716

MAILING ADDRESS
P.O. Box 551
Clinton, TN 37717

TELEPHONE AND FAX
(423) 457-2411
ISABELLCPA@COMCAST.NET

INDEPENDENT ACCOUNTANT'S AUDIT REPORT

May 30, 2023
Board of Directors
Child Advocacy Center of Anderson County, Tennessee Inc.

Report on the Financial Statements

I have audited the accompanying financial statements of governmental activities and the General Fund of the Child Advocacy Center of Anderson County, Tennessee, Inc. (a nonprofit organization) as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the board's financial statements as listed in the table of contents.

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Government Activities and the General Fund of the Child Advocacy Center of Anderson County, Tennessee, Inc. as of December 31, 2022, and the respective changes in financial position for the year that ended in accordance with accounting principles generally accepted in the United State of America.

Basis for Opinions

I conducted an audit in accordance with auditing standards generally accepted in the United States of America, and the standards applicable to financial audits contained in Government Accounting Standards, issued by the Comptroller General of the United States. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am required to be independent of the Child Advocacy Center of Anderson County, Tennessee, Inc. and to meet my other ethical responsibilities, in accordance with the relevant ethical requirements relating to my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Child Advocacy Center of Anderson County, Tennessee, Inc.'s ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

My 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 auditor's report that includes my opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and Governmental 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 materials if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- 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 including examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Child Advocacy Center of Anderson County, Tennessee, Inc.'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 my judgement, there are conditions or events, considered in the aggregate that raise substantial doubt about the Child Advocacy Center of Anderson County, Tennessee, Inc.'s ability to continue as going concern for a reasonable period of time.

I am required to communicate with those charged with governance regard in, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that I identified during the audit.

Supplementary Information

My audit was conducted for the purpose of forming opinion on the financial statements that collectively comprise the Child Advocacy Center of Anderson County, Tennessee, Inc.'s basic financial statements. The introductory section, the other supplementary information, and schedule of expenditures of federal awards, are presented for the purpose of additional analysis and are not a required part of the basic financial statements.

The other supplementary information is the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the other supplementary information is fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory section has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, I do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, I have also issued my report dated May 30, 2023, on my consideration of the Child Advocacy Center of Anderson County, Tennessee Inc. internal control over financial reporting and on my 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 the testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Child Advocacy Center of Anderson County, Tennessee, Inc.'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 the Child Advocacy Center of Anderson County, Tennessee Inc.'s control over financial reporting and compliance.

Dale C. Isabell, CPA
May 30, 2023

**CHILD ADVOCACY CENTER OF
ANDERSON COUNTY, TENNESSEE, INC.
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2022**

ASSETS

Current Assets:

Cash In Bank	\$137,092.58
Cash In Bank-Revenue Note Future Debt Service Account	6,901.58
Accounts Receivable	58,247.86
Prepaid Expense	2,846.10

Total Current Assets	<u>205,088.12</u>
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Property and Equipment:

Land	34,300.00
Building	173,827.74
Equipment	40,440.00
Furniture	17,735.00
Less: Accumulated Depreciation	(111,276.00)

Total Property and Equipment	<u>155,026.74</u>
	<u>360,114.86</u>

LIABILITIES AND NET ASSETS

Current Liabilities:

Accounts Payable	\$ 981.63
Payroll Taxes Payable	2,596.10
Accrued Interest Payable	92.33
Notes Payable	<u>2,419.68</u>

Total Current Liabilities	<u>6,089.74</u>
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Long Term Liabilities:

Notes Payable	<u>102,883.44</u>
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Total Long Term Liabilities	<u>102,883.44</u>
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Total Liabilities	<u>108,973.18</u>
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NET ASSETS

Restricted for Revenue Future Debt Service Account	6,901.58
Restricted for Operations and Services Childrens Advocacy	33,225.05
Unrestricted Net Assets	<u>211,015.05</u>

TOTAL NET ASSETS	<u>251,141.68</u>
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TOTAL LIABILITIES AND NET ASSETS	<u>\$360,114.86</u>
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The accompanying notes are an integral part of these financial statements.

**CHILD ADVOCACY CENTER OF
ANDERSON COUNTY, TENNESSEE, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2022**

SUPPORT AND REVENUES

Unrestricted Revenues and Gains:	
State of Tennessee:	
Department of Children's Services:	
Child Advocacy Center	62,038.50
Child Advocacy Forensic Interviewer	34,599.12
Department of finance and Administration-SAFE	6,135.80
Department of Finance and Administration-VOCA	30,071.36
Anderson County Government	29,525.75
United Way	15,000.00
Direct Public Support:	
Contributions and Fund Raising	18,640.78
TNCAC	33,678.93
Interest Earned	6.31
Revenue Restricted for Operations and Services Children Advocacy	(33,225.05)
Revenue Restricted for Future Debt service Account	(6.31)
Total Unrestricted Revenues and Gains	<u>196,465.19</u>
Restricted Net Assets:	
Revenue Restricted for Operations and Services Children Advocacy	33,225.05
Revenues Temporarily Restricted for Specific Purpose	<u>6.31</u>
Total Increases in Restricted Net assets	<u>33,231.36</u>
<u>Expenses</u>	
Program Services	157,507.33
General and Administrative	20,719.06
Fund Raising	<u>3,917.41</u>
Total Expenses	<u>182,143.80</u>
Total Increase (Decrease) in Net Assets	<u>47,552.75</u>
Net Assets January 1, 2022	<u>203,588.93</u>
Net Assets December 31, 2022	<u>\$ 251,141.68</u>

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

**CHILD ADVOCACY CENTER OF
ANDERSON COUNTY, TENNESSEE, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2022**

Cash Flows From Operating Activities:

Cash Received From Agencies and Donations	\$ 189,248.30
Cash Paid to Suppliers and Employees	<u>(175,873.74)</u>

Net Cash Provided By Operating Activities	13,374.56
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Cash Flows From Investing Activities:

Interest Earned	<u>6.31</u>
Total Cash Flows From Investing Activities	<u>6.31</u>

Cash Flows From Capital & Related Financing Activities:

Purchase of Equipment	(.00)
Principal Payment on Debt	<u>(2,325.34)</u>
Total Cash Flows From Capital & Related Financing Activities	<u>(2,325.34)</u>

Net Increase in Cash and Cash Equivalents	11,055.53
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Cash and Cash Equivalents January 1, 2022	<u>132,938.63</u>
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Cash and Cash Equivalents DECEMBER 31, 2022	<u>\$ 143,994.16</u>
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The accompanying notes are an integral part of these financial statements.

**CHILD ADVOCACY CENTER OF
ANDERSON COUNTY, TENNESSEE, INC.
RECONCILIATION OF INCREASE IN NET ASSETS TO NET
CASH PROVIDED BY OPERATING ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2022**

Increase in Net Assets:	\$ 47,552.75
Adjustments to Reconcile Increase in Net assets to Net Cash Provided by Operating Activities:	
Depreciation Expense	6,063.00
Interest Earned	(6.31)
(Increase)/Decrease in Operating Assets:	
(Increase) in Accounts Receivable	(40,441.94)
(Increase) in Prepaid Expense	<u>(288.52)</u>
(Increase)/Decrease in Operating Assets	<u>(40,730.46)</u>
Increase Decrease in Operating Liabilities:	
(Increase) in Accounts Payable	118.21
Increase in Payroll Taxes Payable	379.40
(Decrease) in Accrued Interest Payable	<u>(2.03)</u>
Total Increase in Operating Liabilities	<u>495.58</u>
Net Cash Provided By Operating Activities	<u>\$ 13,374.56</u>

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

**CHILD ADVOCACY CENTER OF
ANDERSON COUNTY, TENNESSEE, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2022**

	<u>Supporting Services</u>	<u>General &</u>	<u>Fund Raising</u>	<u>TOTAL</u>
	<u>Program</u>	<u>Administrative</u>		
	<u>Services</u>			
Salaries	\$ 107,408.83	\$9,442.53	\$1,180.32	\$118,031.68
FICA and Medicare Tax	8,216.77	722.35	90.29	9,029.42
SUTA	1.91	.17	.02	2.10
FUTA	114.66	10.08	1.26	126.00
Business Registration Fees	.00	114.80	.00	114.80
Contract Services-Medical & Lab	2685.19	.00	.00	2,685.19
Audit Services	.00	4,700.00	.00	4,700.00
Accounting Services	.00	800.00	.00	800.00
Legal Fees	.00	1,493.53	.00	1,493.53
Graphic Design Services	2,443.35	214.80	26.85	2,685.00
Mortgage Interest	3,882.64	341.33	42.67	4,266.64
Insurance Expense	8,997.61	791.00	98.87	9,887.48
Utilities-Electricity & Water	2,641.00	232.18	29.02	2,902.20
Utilities-Gas	1,010.10	88.80	11.10	1,110.00
Equipment Rental and Maintenance	546.00	48.00	6.00	600.00
Lawn Service	1,551.55	136.40	17.05	1,705.00
Office Expense	3,103.57	272.84	34.11	3,410.52
Supplies	876.39	77.04	9.63	963.06
Telephone Communications-Comcast	5,771.08	507.35	63.42	6,341.85
Membership and Dues	477.75	42.00	5.25	525.00
Travel Conference Meetings	2,261.59	198.82	24.85	2,485.26
Special Events	.00	.00	2,216.07	2,216.07
Depreciation	5,517.33	485.04	60.63	6,063.00
<u>Total Functional Expenses</u>	<u>\$157,507.33</u>	<u>\$ 20,719.06</u>	<u>\$ 3,917.41</u>	<u>\$182,143.80</u>

**CHILD ADVOCACY CENTER OF
ANDERSON COUNTY, TENNESSEE, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022**

NOTE A: DESCRIPTION OF ORGANIZATION

Child Advocacy Center of Anderson County, Tennessee Inc. is a nonprofit corporation was established in 2008 to combat severe physical and sexual abuse and resulting trauma by coordinating and providing services in a child friendly, safe and nurturing environment.

NOTE B: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Support and Revenue

Contributions are recorded when cash or other assets are received. Contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Gifts of cash and other assets that are designated for future periods or restricted by the donor for specific purposes are reported as temporarily restricted or permanently restricted support, depending on the nature of the restriction. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. Restricted contributions whose restrictions are met in the same reporting period as the contributions are received are reported as unrestricted support.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Although these estimates are based on managements' knowledge of current events and actions they may undertake in the future, actual results could differ from those estimates. Estimates are used for depreciation and allocation of expenses.

Property and Equipment

The Child Advocacy Center of Anderson County, Tennessee Inc. Generally capitalize property and equipment purchased or donated over \$ 1,000.00. Purchased property and equipment is capitalized at cost. Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as unrestricted contributions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted contributions. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Organization reclassifies temporarily restricted net assets to unrestricted net assets at that time. Property and equipment are depreciated using the straight-line method. Depreciation expense for the year ended DECEMBER 31, 2022 was \$6,063.00.

**CHILD ADVOCACY CENTER OF
ANDERSON COUNTY, TENNESSEE, INC.
NOTES TO FINANCIAL STATEMENTS
(CONTINUED)
DECEMBER 31, 2022**

NOTE B (CONTINUED) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Investments

Child Advocacy Center of Anderson County, Tennessee Inc. Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets. Investment income and gains restricted by a donor are reported as increases in unrestricted net assets if the restrictions are met (either by passage of time or by use) in the reporting period in which the income and gains are recognized. Investments consisted of savings account at Southern bank in amount of \$ 6,901.58.

Cash and Cash Equivalents

For purposes of the statements of cash flows, Child Advocacy Center of Anderson County, Tennessee Inc. Considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

Income Taxes

Child Advocacy Center of Anderson County, Tennessee Inc. is exempt from federal income taxes under section 501c(3) of the U.S. Internal Revenue Code except on unrelated business income. Child Advocacy Center of Anderson County, Tennessee Inc. had no unrelated business income for the year ended DECEMBER 31, 2022. Child Advocacy Center of Anderson County, Tennessee Inc. income tax filings are open and subject to examination by the Internal Revenue Service generally for three years after they are filed. However, Child Advocacy Center of Anderson County, Tennessee Inc. is not currently under audit nor has Child Advocacy Center of Anderson County, Tennessee Inc. been contacted by this jurisdiction. Child Advocacy Center of Anderson County, Tennessee Inc. believes it has appropriate support for any tax position taken, and as such does not have any uncertain tax positions that are material to the financial statements.

Functional Allocation of Expenses

The costs to provide programs and services are summarized on a functional basis in the accompanying financial statements. Accordingly, certain expenses have been allocated among the program and supporting services benefited. Expenses directly related to a specific function are charged to that function. Salaries and benefits are allocated based on an analysis of employee time spent on program services, management and general activities.

**CHILD ADVOCACY CENTER OF
ANDERSON COUNTY, TENNESSEE, INC.
NOTES TO FINANCIAL STATEMENTS
(CONTINUED)
DECEMBER 31, 2022**

NOTE C – PROPERTY AND EQUIPMENT

Property and equipment consist of the following:

Land	34,300.00
Building	173,827.74
Equipment	40,440.00
Furniture	<u>17,735.00</u>
Total	266,302.74
Accumulated Depreciation	<u>(111,276.00)</u>
Net Property and Equipment	<u>\$155,026.74</u>

NOTE D – GRANTS, AND CONTRIBUTIONS

The organization received grants and Contributions from the following agencies:

State of Tennessee:	
Department of Children's Services	62,038.50
Department of Children's Services	34,599.12
Dept. of Finance and Adm. SAFE	6,135.80
Dept. of Finance and Adm. VOCA	30,071.36
Child Advocacy Center of Tennessee	33,678.93

NOTE E – AT RISK ACTIVITIES

The policy of Child Advocacy Center of Anderson County, Tennessee Inc. is to purchase insurance policies to cover at risk activities.

NOTE F – RELATED PARTY TRANSACTIONS

There were no related party transactions at December 31, 2022.

NOTE G – CONCENTRATIONS OF CREDIT RISK

Financial instruments that potentially subject Child Advocacy Center of Anderson County, Tennessee Inc. to concentrations of credit risk consist primarily of cash and cash equivalents. Cash and cash equivalents are maintained in demand deposit accounts which are insured by FDIC. Child Advocacy Center of Anderson County, Tennessee Inc. has not experienced any losses and does not believe it is exposed to any significant credit risk on such accounts. By their nature, all such financial instruments involve risk, including credit risk of nonperformance by counterparties. Exposure to credit risk is managed through various monitoring procedures. At December 31, 2022, Child Advocacy Center of Anderson County, Tennessee Inc. had no major concentrations of credit risk.

**CHILD ADVOCACY CENTER OF
ANDERSON COUNTY, TENNESSEE, INC.
NOTES TO FINANCIAL STATEMENTS
(CONTINUED)
DECEMBER 31, 2022**

NOTE H- ACCURED VACATION LEAVE

No accrued vacation leave as of December 31, 2022. The board policy is Child Advocacy Center of Anderson County, Tennessee Inc. does not accrue vacation past end the date of hire.

NOTE I- LONG TERM DEBT

Long term debt consists of Notes Payable for Mortgage payable to United States Department of Agriculture in amount of \$ 105,303.12 payments of \$549.00 per month. Security for the mortgage is office building located at 752 north main street Clinton Tennessee. During year ending December 31, 2022 principal payments of \$ 2,325.34 was paid on note. Interest paid on mortgage was \$ 4,266.64.

NOTE J-LITIGATION, CLAIMS, AND ASSESSMENTS

As of December 31, 2022 Child Advocacy Center of Anderson County Tennessee, Inc. Case No. 3:10-CV-469 United States District Court, Eastern District of Tennessee at Knoxville has been dismissed. This case was filed on November 8, 2010 and was stayed for nearly seven years pending the outcome of a criminal case in Anderson County, Tennessee against the plaintiffs, Kathleen and Tobias Pethtel. When the court lifted the stay, most of the Defendants, including the Center, filed motions to dismiss. In Fall 2019, the Court again stayed the proceedings pending resolution of the various motions to dismiss. In November 2020, the Court ruled on the Defendants' motions to dismiss. The Center, among other defendants, was dismissed from the lawsuit. Trial is set for September 21, 2021 for remaining defendants. Prior to the trial, all Defendants were dismissed from the case by the court's order dated August 31, 2021. Plaintiffs timely appealed the Court's order to the Federal Circuit Court of Appeals for the Sixth Circuit (the "appellate court"). An argument existed that Plaintiffs appeal was procedurally improper and based on this argument, Plaintiffs' accepted an offer of settlement. Prior to dismissal of the case against the Center and its employees, the appellate court stayed the case. Once the appellate court lifts the stay and dismisses the case, the Center's insurance carrier will pay the settlement amount. As of December 31, 2022 the case was closed.

NOTE K - LEASES

There are no leases to be reported accordingly new GASB audit standards.

NOTE L- SUBSEQUENT EVENTS

Child Advocacy Center of Anderson County, Tennessee Inc. has evaluated events through May 30, 2023, the date the financial statements were available to be issued, and determined that no subsequent events have occurred that require adjustment to or disclosure in the financial statements

SECTION II: SUPPLEMENTAL SCHEDULES

**CHILD ADVOCACY CENTER OF ANDERSON COUNTY,
TENNESSEE INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE
AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2022**

		<i>Beginning</i>	<i>Cash</i>	<i>Expenditures</i>	<i>Ending</i>
		<i>Balance</i>	<i>Receipts</i>		<i>Balance</i>
State of Tennessee:					
Department of Children's Services					
Department of Children's Services-FI		2,780.85	31,669.69	34,599.12	5,710.28
Department of Finance & Adm.-VOCA		2,773.00	30,191.86	29,981.36	2,562.50
Department of Finance & Adm.-SAFE		1,941.60	8,077.40	6,135.80	.00
CHILD ADVOCACY CENTER		5,152.77	56,576.58	62,038.50	10,614.69
TOTAL		\$ 12,648.22	\$ 126,515.53	\$132,754.78	\$ 18,887.47

**CHILD ADVOCACY CENTER OF
ANDERSON COUNTY, TENNESSEE, INC.
SCHEDULE OF LONG TERM DEBT
DECEMBER 31, 2022**

<u>DATE</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
2023	\$ 2,419.68	\$ 4,168.32	\$ 6,588.00
2024	2,518.46	4,069.54	6,588.00
2025	2,621.06	3,966.94	6,588.00
2026	2,727.83	3,860.17	6,588.00
2027-2049	<u>95,016.09</u>	<u>46,888.06</u>	<u>141,904.15</u>
TOTAL	\$ 105,303.12	\$ 62,953.03	\$ 168,256.15

SECTION III: INTERNAL CONTROL AND COMPLIANCE

DALE C. ISABELL
Certified Public Accountant
253 Short Street
Clinton, Tennessee 37716

MAILING ADDRESS
P.O. Box 551
Clinton, TN 37717

TELEPHONE AND FAX
(423) 457-2411
ISABELLCPA@COMCAST.NET

**INDEPENDENT ACCOUNTANTS' 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
Child Advocacy Center of Anderson County, Tennessee Inc.

I have audited. 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 of America, the financial statements of Child Advocacy Center of Anderson County, Tennessee Inc. which comprise the statement of financial position as of December 31, 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 my report thereon dated May 30, 2023.

Internal Control over Financial Reporting

In planning and performing my audit of the financial statements, I considered Child Advocacy Center of Anderson County, Tennessee Inc. internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing an opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Child Advocacy Center of Anderson County Tennessee Inc. internal control. Accordingly, I do not express an opinion on the effectiveness of Child Advocacy Center of Anderson County, Tennessee Inc. 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 Child Advocacy Center of Anderson County, Tennessee Inc. 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.

My 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 weakness or, significant deficiencies. Given these limitations, during my audit I did not identify any deficiencies in internal control that I 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 Child Advocacy Center of Anderson County, Tennessee Inc. financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of my audit, and accordingly, I do not express such an opinion. The results of my 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 my testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of The Child Advocacy Center of Anderson County, Tennessee Inc. internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering Child Advocacy Center of Anderson County, Tennessee Inc. internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Dale C. Isabell, CPA

May 30, 2023

INTERNAL REVENUE SERVICE
P. O. BOX 2508
CINCINNATI, OH 45201

DEPARTMENT OF THE TREASURY

Date: **AUG 23 2007**

THE CHILD ADVOCACY CENTER OF
ANDERSON COUNTY TENNESSEE INC
149 N MAIN ST
CLINTON, TN 37716

Employer Identification Number:
26-0246062
DLN:
17053200034027
Contact Person:
JOAN C KISER ID# 31217
Contact Telephone Number:
(877) 829-5500
Accounting Period Ending:
December 31
Public Charity Status:
170(b)(1)(A)(vi)
Form 990 Required:
Yes
Effective Date of Exemption:
March 22, 2007
Contribution Deductibility:
Yes
Advance Ruling Ending Date:
December 31, 2011

Dear Applicant:

We are pleased to inform you that upon review of your application for tax exempt status we have determined that you are exempt from Federal income tax under section 501(c)(3) of the Internal Revenue Code. Contributions to you are deductible under section 170 of the Code. You are also qualified to receive tax deductible bequests, devises, transfers or gifts under section 2055, 2106 or 2522 of the Code. Because this letter could help resolve any questions regarding your exempt status, you should keep it in your permanent records.

Organizations exempt under section 501(c)(3) of the Code are further classified as either public charities or private foundations. During your advance ruling period, you will be treated as a public charity. Your advance ruling period begins with the effective date of your exemption and ends with advance ruling ending date shown in the heading of the letter.

Shortly before the end of your advance ruling period, we will send you Form 8734, Support Schedule for Advance Ruling Period. You will have 90 days after the end of your advance ruling period to return the completed form. We will then notify you, in writing, about your public charity status.

Please see enclosed Information for Exempt Organizations Under Section 501(c)(3) for some helpful information about your responsibilities as an exempt organization.

IIIa

THE CHILD ADVOCACY CENTER OF

Sincerely,

A handwritten signature in dark ink, appearing to read "Robert Choi". The signature is fluid and cursive, with the first name "Robert" and last name "Choi" clearly distinguishable.

Robert Choi
Director, Exempt Organizations
Rulings and Agreements

Enclosures: Information for Organizations Exempt Under Section 501(c)(3)
Statute Extension



Statement -- Premium Due

000858 128 1000577281 01101 04
CHILD ADVOCACY CENTER OF ANDERSON
COUNTY TENNESSEE, INC
752 N MAIN ST
CLINTON TN 37716-6312

Amount Due:	\$5,389.00
Due Date:	05/15/2023

Payment Method: Direct Invoice

Account Number: 1000577281

Policy Number(s) with Premium Due:
0615236

Statement Prepared On: 04/20/2023

Questions regarding your insurance coverage:

Fountain, Parker, Harbarger & Associates, LLC (011
(256)551-0060

Questions regarding your statement:

Cincinnati Corporate Billing

877-942-2455, CinciBill@cinfin.com

Monday-Friday, 7:30 a.m.- 6 p.m. Eastern Time

Saturday, 8 a.m.- noon Eastern Time

Pay Online or by Phone:	<i>cinfin.com</i> 800-364-3400 Payments may be made by checking, savings or credit card. We accept Visa®, MasterCard®, Discover® and American Express® cards for online and phone payments. PayPal™, PayPal Credit and Venmo™ are accepted for online payments. All payments confirmed prior to 3 p.m. Eastern Time are applied the same day.
Payment Address:	The Cincinnati Insurance Company P.O. Box 145620 Cincinnati, OH 45250 - 5620
Overnight Payment Address:	The Cincinnati Insurance Company Attention: Corporate Accounts Receivable 6200 South Gilmore Road Fairfield, OH 45014 - 5141

Please detach and return the remittance stub below with your payment.

III a.

American Legion

Up to \$ 10,000

III b.

Submittal Requirements

Eligible agencies **MUST** attach the following materials to this application:

- ☒ Proof of Non-Profit Registration
- ☒ A copy of the most recent annual audit (must be within 2 years of current)
- ☒ A description of the program that serves the residents of Anderson County and the proposed use of county assistance
- ☒ The amount requested ~ \$ 10,000
- ☒ Proof of physical location in Anderson County

If ALL of the items required are not submitted – STOP. You will not be eligible for funding.

Signature of Person Applying: _____

Title: Poss 172 Commander

Applications, with all accompanying attachments, should be sent to the following address:
Anderson County Government
Office of the Finance Director
100 North Main Street, Suite 212
Clinton, Tennessee 37716

EXHIBIT B



ANDERSON COUNTY GOVERNMENT
CHARITABLE DONATION APPLICATION FORM

Name of Organization: Anderson Co American Legion Post 172

Mailing Address: PO Box 363 Clinton TN 37716

Contact Person: _____

Phone: _____ E-mail: _____

Type of Agency (Please mark one):



Non-Profit Charitable Organization

- * No part of net earnings inures to the benefit of any individual
- * Must provide year-round services



Non-Profit Civic Organization (26 U.S.C.A. § 501(c)(4) or (c)(6))

- * Operates primarily for civic betterments and social improvements through efforts to maintain and increase employment opportunities by promoting industry, trade, commerce, tourism, and recreation

If NOT a non-profit charitable or civic organization – STOP. You are not eligible for funding.

Do you have proof of nonprofit registration? YES

NO

If NO – STOP. You are not eligible for funding.

Are you based in, or are your activities closely aligned with Anderson County? Explain.

Post Home is located at 436 Spring St, Clinton
TN. The Post is the ONLY American Legion
Post located within Anderson County

If NOT – STOP. You are not eligible for funding.

IIIb

Questionnaire

1. Is your organization a recipient of United Way funding? If so, how much? How often?


No

2. What group of citizens benefits from this organization's service (e.g. all residents, age group, particular community)?

All of Anderson County Veterans

3. Is Anderson County's portion of the money being matched from elsewhere? If yes, from where and what is the matching ratio?

Efforts to get Donations from all
Cities / Towns within Anderson Co.
i.e., Clinton, Oak Ridge, Rocky Top & Norris

-  4. If a previous appropriation has been received from Anderson County, for how much and how long?

\$10,000 in Nov 2020, used Towards
Initial Fund Raising Towards new post home

5. Does your organization support an existing countywide function of government (e.g. health, legal education, public safety, court mediation services)? If yes, describe.

6. Is this an operational request, special project, infrastructure?

Infrastructure Request - To Assist The
Anderson Co. American Legion with completion
of inside of Building & Parking lot

7. Is your organization receiving funds from another county or municipality? If yes, how much and from which other entities?

UNSURE - Been Requested for up to \$2500
from each of 4 towns - Clinton, Oak Ridge,
Rocky Top & Norris

8. Is your organization a recipient of taxes, fees, or in-kind services or support authorized by Anderson County for the benefit of your organization (e.g. court fees for providing mediation for the courts, leased space, utilities)?

No

THE AMERICAN LEGION



Anderson County Post 172
P.O. Box 363
Clinton, TN 37716

Anderson County Commission
Attn: Budget Committee
100 N. Main St.
Clinton, TN 37716

December 5, 2023

This request to the Anderson County Board of Commissioners is from The Anderson County American Legion Post 172. Since the merger of all the American Legion Posts within Anderson County (i.e. Oak Ridge Post 199, Rocky Top Post 212 and Clinton Post 172) we now serve all the veterans and their families in Anderson County to include Clinton, Oak Ridge, Rocky Top, Oliver Springs, Norris and Andersonville. We work tirelessly to serve the nearly 6,800 Anderson County Veterans and their families, to the best of our abilities, by providing them the necessary services and assistance through our fundraising efforts.

The American Legion was established in 1919 and continues to serve all veterans who have served honorably since December 7, 1941. The American Legion Post 172 has been in Clinton and Anderson County, actively since 1938 and since the merging of the Anderson County Posts 172-Clinton, 199-Oak Ridge & 205-Rocky Top, we are the only American Legion Post in all of Anderson County. We work to educate local youth through Junior ROTC and Scouting organizations. The goals of The American Legion are built on four pillars of service, which are the keys to The American Legion being a strong community resource, standing ready to assist veterans when the needs arise. Those pillars are:

- | | |
|--------------------------------------|----------------------|
| 1. Veterans Affairs & Rehabilitation | 2. National Security |
| 3. Americanism | 4. Children & Youth |

We have managed to assist a large number of veterans, and often serve to extend the services offered by Anderson County Veterans Service Officer. We pride ourselves on the outstanding partnership we have with the Anderson County and the cities as a whole. However, we now find ourselves in need of assistance. We require assistance in completion of our larger Post building at our Legion Post Home. We have received a donation of the entire cost of our building, paid by a local businessman and are now requesting assistance for the final phases, i.e. Interior and Parking Lot.

We have a fundraising drive now to assist us in completion of our Post home, i.e., Interior Completion & Parking Lot. The Anderson County American Legion Post 172 is a Military Non-Profit Organization (501(c)19). So, with that, we are asking the Anderson County Board of Commissioners to assist us with a donation of up to \$10,000.00 towards the completion of our "Building Fund" efforts. It would be greatly appreciated by the Post, its membership and the veterans of Anderson County and would help us reach our goal faster.

It is important that the veterans of this county have a place to go to when they're struggling. They deserve a safe haven of fellow veterans, dedicated to helping them through tough times, please consider giving these men and women a facility worthy of those who occupy it.

Thank You Very Much,


Leon Jaquet, Commander,
Anderson County American Legion Post #172

III b.

Anderson County Post #172
The American Legion – Department of Tennessee
P. O. Box 363
Clinton, TN 37717-0363

To: Post Membership at the January 9, 2023 Regular Post Meeting

From: Audit Committee:

Finance Officer: Ken Simpson

Trustee: Ron Eslinger

Trustee: Hugh Turpin

Subject: Audit of American Legion Post #172 Finances for the 2022 Calendar Year.

The committee met Jan 6, 2023 to review the:

- Financial Records and Monthly Reports for the General Operating Funds Account;
- Records and Monthly Reports for the Building Fund Account;
- Records of Other Revenue and Expenses;

No discrepancies were found; as all Monthly Bank Statements and all Reports were Reconciled.

The Committee Recommendation was for accounting of Fundraising Event Income: as donations collected; the sale of caps, flags, and items would be identified as separate categories reported; with the total daily collection.

Ken Simpson

Ron Eslinger

Hugh Turpin

INTERNAL REVENUE SERVICE
P. O. BOX 2508
CINCINNATI, OH 45201

DEPARTMENT OF THE TREASURY

Date:

AUG 14 2014

AMERICAN LEGION CLINTON POST 172
PO BOX 363
CLINTON, TN 37717

Employer Identification Number:

62-6048485

DLN:

17053263342003

Contact Person:

CUSTOMER SERVICE

ID# 31954

Contact Telephone Number:

(877) 829-5500

Accounting Period Ending:

December 31

Form 990 Required:

Yes

Effective Date of Exemption:

May 15, 2011

Contribution Deductibility:

Yes

Addendum Applies:

Yes

Dear Applicant:

We are pleased to inform you that upon review of your application for tax-exempt status we have determined that you are exempt from Federal income tax under section 501(c)(19) of the Internal Revenue Code. Because this letter could help resolve any questions regarding your exempt status, you should keep it in your permanent records.

For important information about your responsibilities as a tax-exempt organization, go to www.irs.gov/charities. Enter "4221-NC" in the search bar to view Publication 4221-NC, Compliance Guide for Tax-Exempt Organizations (Other than 501(c)(3) Public Charities and Private Foundations), which describes your recordkeeping, reporting, and disclosure requirements.

Sincerely,



Director, Exempt Organizations

Anderson County Post #172
The American Legion – Department of Tennessee
P. O. Box 363
Clinton, TN 37717-0363

To: Post Membership at the January 9, 2023 Regular Post Meeting

From: Audit Committee:

Finance Officer: Ken Simpson

Trustee: Ron Eslinger

Trustee: Hugh Turpin

Subject: Audit of American Legion Post #172 Finances for the 2022 Calendar Year.

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The Committee Recommendation was for accounting of Fundraising Event Income: as donations collected; the sale of caps, flags, and items would be identified as separate categories reported; with the total daily collection.

Ken Simpson

Ron Eslinger

Hugh Turpin

Ken Simpson
Kenneth D. Simpson Jr.
Finance Officer

436 SPRING ST

Property Address

Ownership and Mailing Address

AMERICAN LEGION
CLINTON POST 172
PO BOX 363
CLINTON TN 37717

Subdivision

BK

PG

BLOCK

LOT

TRACT

Alt Subdiv

BK

PG

BLOCK

LOT

TRACT

Additional 11 074A B 074G 03200T 001

Description

Dimensions

TAX YEAR 2023

ANDERSON

001

074G

B

032.00

T 001

JUR CONTROL MAP

GROUP PARCEL PT S/I

City 01144 Clinton

Map 074A

Updated 11/04/2022

SSD1

Dist 11

Printed 07/11/2023

SSD2

Total Land Units

Deed Acres

Calculated Acres

0

0

Card: 1 of 1

Page: 1 of 1

DWELLING DATA

Improv Type		Lower Level			
Stories		Heating/Air			
Exterior Wall		Attic			
Heating Fuel					
Year Built		Eff Yr Built	Rooms	Bedrooms	
Full Baths		Half Baths	Add'l Fixtures	Total Fixtures	
Wood FP Stacks		Openings	Add'l Sty	PreFab	Add'l Sty
Info Src	Occ	Rental: Src	Year	Amount	Sched
Foundation			Floor Finish		
Floor System			Interior Finish		
Party Wall			Paint/Decor		
Struct. Frame			Bath Tile		
Roof Framing			Electrical		
Roof Cov/Deck			Shape		
Cab/Millwork					
Quality		Condition		Class:	
Prorate	Date	Factor	% Comp	Cost & Design 0	
Depr: Physical	Other Phys	Functional	External	% Good 100	
Factors					
GFLA	Area	Story	Const	Grade	SFLA
				Depr Yr	Eff Age
				2020	County Factor
				1.00	
Base Dwelling		Add'l Areas	Total	\$/SqFt	% Complete
RCN				Dwelling Factor	
RCNLD				Dwelling Value	
AREAS: Lower Floor		First & Above	Area	% SFLA	Rate
					RCN

APPRAISED VALUES

LAND	0
IMPROVEMENTS	0
TOTAL APPRAISAL	0
GREENBELT APR	
ASSESSMENT	0
ASSESSED @	0%
APPROACH	COST VALUE

Value Correlation

Value

COST

INCOME

MARKET

PARCEL DATA

NBHD

C01

Review Flag

Living Units

Water/Sewer

00 Public / None

Electricity

01 Public

Gas

01 Public - Natural Gas

Topo 1 Rolling

Road Type 3 Paved

Delete Next Year

Greenbelt Review N

Land Apr Date 01/01/2015 By 09

Improvements 0

Mobile Homes 0

NH Trend 0 STABLE

Other

Land Use Code 11

Zoning

GREENBELT

Year

Recorded

App#

Book/Pg

ENTRANCES

Date

Code

ID

11/03/2022 00 Pcl Review 25

BUILDING PERMITS

Date

Type

Status

Last Visit

OUTBUILDINGS and YARD ITEMS

Code	Description	Yr Blt	Eff Yr	Area	Grade	Units	Add'l Description	Class	Rate	Cnd	RCN	%Good	Prort	Adj Fact	Value	Total OBY Value
------	-------------	--------	--------	------	-------	-------	-------------------	-------	------	-----	-----	-------	-------	----------	-------	-----------------

MARKET LAND

#	Type	Table	Code	Acc	Front	Depth	Units	Rate	Infl	Fld	Topo	Loc	Size	Mkt	Dep	Adj Rate	Value	Class	#	Mkt Line	Use Type	Soil Type	Access	Acres	Rate	Use Value
---	------	-------	------	-----	-------	-------	-------	------	------	-----	------	-----	------	-----	-----	----------	-------	-------	---	----------	----------	-----------	--------	-------	------	-----------

Totals:

Totals:

SALES

Date	Book	Page	Price	Adj Price	V/I	Instr	A/R	Owner
------	------	------	-------	-----------	-----	-------	-----	-------

NOTES

PEACHTREE=MH REV 12-6-12 #25; REV 5-22-17#25NC
REV 11-3-22#25/27 REMOVE OBYS

436 SPRING ST

AMERICAN LEGION
CLINTON POST 172
P O BOX 363
CLINTON TN 37716

Property Address
Ownership and Mailing Address

Subdivision BLK 0001 LOT 0002
BK PG BLOCK 1 LOT 2 TRACT
Alt Subdiv
BK PG BLOCK LOT TRACT
Additional 11 074G B 074G 03200 000
Description
Dimensions

TAX YEAR 2023
ANDERSON

001 074G B 032.00 000

City 01144 Clinton Map 074G Updated 02/22/2023
SSD1 Dist 11 Printed 07/11/2023
SSD2
Total Land Units 1
Deed Acres 0
Calculated Acres 6.4
Card: 1 of 1
Page: 1 of 1

DWELLING DATA

Improv Type	Lower Level
Stories	Heating/Air
Exterior Wall	Attic
Heating Fuel	
Year Built	Eff Yr Built
Full Baths	Half Baths
Wood FP Stacks	Openings
Info Src	Occ
Rental: Src	Year
Amount	Sched
Foundation	Floor Finish
Floor System	Interior Finish
Party Wall	Paint/Decor
Struct. Frame	Bath Tile
Roof Framing	Electrical
Roof Cov/Deck	Shape
Cab/Millwork	
Quality	Condition
Prorate	Date
Factor	% Comp
Cost & Design 0	
Depr: Physical	Other Phys
Functional	External
% Good 100	
Factors	
GFLA	Area
Story	Const
Grade	SFLA
Depr Yr	Eff Age
County Factor	
2020	1.00
Base Dwelling	Add'l Areas
Total	\$/SqFt
% Complete	
Dwelling Factor	
Dwelling Value	
AREAS: Lower Floor	First & Above
Area	% SFLA
Rate	RCN

APPRAISED VALUES

LAND 0
IMPROVEMENTS 0
TOTAL APPRAISAL 0
GREENBELT APR
ASSESSMENT 0
ASSESSED @ 0%
APPROACH COST VALUE

Value Correlation Value

COST
INCOME
MARKET

PARCEL DATA

NBHD C01
Review Flag
Living Units
Water/Sewer
01 Public / Public
Electricity
01 Public
Gas
01 Public - Natural Gas
Topo 1 Rolling
Road Type 3 Paved
Delete Next Year
Greenbelt Review N
Land Apr Date 01/01/2015 By 09
Improvements 0
Mobile Homes 0
NH Trend 0 STABLE
Other
Land Use Code 65
Zoning

GREENBELT

Year Recorded
App# Book/Pg

ENTRANCES

Date Code ID
11/03/2022 00 Pcl Review 25

BUILDING PERMITS

Date Type Status Last Visit
01/05/2023 NCT O 02/21/2023

OUTBUILDINGS and YARD ITEMS

Code	Description	Yr Blt	Eff Yr	Area	Grade	Units	Add'l Description	Class	Rate	Cnd	RCN	%Good	Prort	Adj Fact	Value	Total OBY Value
------	-------------	--------	--------	------	-------	-------	-------------------	-------	------	-----	-----	-------	-------	----------	-------	-----------------

MARKET LAND

#	Type	Table	Code	Acc	Front	Depth	Units	Rate	Infl	Fld	Topo	Loc	Size	Mkt	Dep	Adj Rate	Value	Class	
1	U	EX	70		0	0	1	1.00							100	1.00			
Totals:							1												

AGRICULTURAL / GREENBELT LAND

#	Mkt Line	Use Type	Soil Type	Access	Acres	Rate	Use Value
Totals:							

SALES

Date	Book	Page	Price	Adj Price	V/I	Instr	A/R	Owner
------	------	------	-------	-----------	-----	-------	-----	-------

NOTES

REV 12-6-12NC#25; REV 5-22-17#25NC; REV 11-3-22#25/27NC

ANDERSON COUNTY, TENNESSEE

CHECK NO. : 138863

DATE	INVOICE NO/CREDIT MEMO	PO NO.	ACCOUNT NUMBER	DEBIT/CREDIT (-)
11/23/2020	DONATION		101. -51900-316	10,000.00
FILE COPY				
FILE COPY				

American Legion Post 172
P.O. Box 363
Clinton, TN 37716

CHECK TOTAL: \$10,000.00

CONTROL NO.

TO THE TRUSTEE OF
ANDERSON COUNTY, TENNESSEE
General Government

CLINTON
TENNESSEE
87-146/642

DATE
11/24/2020

CHECK NUMBER
138863

Void after 90 days

PAY: Exactly *****10,000 DOLLARS AND 00 CENTS

TOTAL AMOUNT
\$10,000.00

PAY TO
THE
ORDER
OF

American Legion Post 172
P.O. Box 363
Clinton, TN 37716

Frank
Robert H. Holtz

138863 1064000046 1000131108614

TO: FINANCE DIRECTOR

FROM: ROBBY HOLBROOK

SUBJECT: American Legion Donation

PLEASE ISSUE A CHECK:

CODE # 51900-316

PAY American Legion Post 172

AMOUNT/\$ 10,000.00

DATE: 11/23/2020

DATE: _____

DATE: 11/20/2020

Special Instructions:

return OK to Learn in Veterinarian

RECEIVED
NOV 23 2020
BY: *[Signature]*

III b.

THE AMERICAN LEGION



Anderson County Post 172

P.O. Box 363

Clinton, TN 37716

Dear Chairman Anderson and Honorable Members of the Anderson County Commission,

This request to the Anderson County Board of Commissioners is from The Anderson County American Legion Post 172. We serve all the veterans and their families in Anderson County to include Clinton, Oak Ridge, Rocky Top, Norris and Andersonville. We work tirelessly to serve the nearly 7,000 Anderson County Veterans and their families, to the best of our abilities, by providing them the necessary services and assistance through our fundraising efforts.

The American Legion was established in 1919 and continues to serve all veterans who have served honorably since December 7, 1941. The American Legion Post 172 has been in Clinton and Anderson County, actively since 1938 and is now the only American Legion Post in all of Anderson County. We also work with educating local youth through Junior ROTC and Scouting organizations. The goals of The American Legion are built on four pillars of service, that are the keys to American Legion being a strong community resource, standing ready to assist veterans when the needs arise. Those pillars are:

- | | |
|--------------------------------------|----------------------|
| 1. Veterans Affairs & Rehabilitation | 2. National Security |
| 3. Americanism | 4. Children & Youth |

We have managed to assist a large number of veterans, and often serve to extend the services offered by Anderson County government. We pride ourselves on the outstanding partnership we have with the Board of Commissioners and Anderson County Government as a whole. However, we now find ourselves in need of assistance. Since the merging of the Anderson County Posts 172, 199 & 205 we have outgrown our current space. We require assistance in pursuing a larger building at our current Legion Post Home, so we started a fundraising drive to address this challenge. We have already raised nearly \$30,000.00 and are requesting assistance of the County Commission with a donation of \$5000.00 - \$7500.00 towards our "Building Fund". It would be greatly appreciated by the Post, its membership and the veterans of Anderson County and would help us reach our goal faster.

It is important that the veterans of this county have a place to go to when they're struggling. They deserve a safe haven of fellow veterans, dedicated to helping them through tough times, Please consider giving these men and women a facility worthy of those who occupy it.

Thank You Very Much,

Leon Jaquet, Commander,

Anderson County American Legion Post #172

HLb

Page ____ of ____

TYPE OF AMENDMENT

9081660

FROM:

Mayor Terry Frank

DATE 11.2.2020

6.4M

[illegible]

American Legion Post 172 Commander Leon Jaquet.

NDU 2 '20 PM12:18 FINANCE

III b.

YWCA

\$ 80,000 request

III c.

Submittal Requirements

Eligible agencies MUST attach the following materials to this application:

- ☒ Proof of Non-Profit Registration
- ☒ A copy of the most recent annual audit (must be within 2 years of current)
- ☒ A description of the program that serves the residents of Anderson County and the proposed use of county assistance
- ☒ The amount requested
- ☒ Proof of physical location in Anderson County - *Utility bill attached*

If ALL of the items required are not submitted – STOP. You will not be eligible for funding.

Signature of Person Applying:

Karen Guidace

Title:

Chief Operating Officer

Applications, with all accompanying attachments, should be sent to the following address:

Anderson County Government
Office of the Finance Director
100 North Main Street, Suite 212
Clinton, Tennessee 37716



EXHIBIT B

ANDERSON COUNTY GOVERNMENT
CHARITABLE DONATION APPLICATION FORM

DEC 18 '23 AM 11:23 FINANCE

Name of Organization: Young Women's Christian Association - dba YWCA Knoxville and the Tennessee Valley
Mailing Address: 420 W. Clinch Ave. Knoxville, TN 37902
Contact Person: Lauren Lindback, COO
Phone: 865-523-6126 E-mail: LLindback@yweaknox.com

Type of Agency (Please mark one):



Non-Profit Charitable Organization

- * No part of net earnings inures to the benefit of any individual
- * Must provide year-round services



Non-Profit Civic Organization (26 U.S.C.A. § 501(c)(4) or (c)(6))

- * Operates primarily for civic betterments and social improvements through efforts to maintain and increase employment opportunities by promoting industry, trade, commerce, tourism, and recreation

If NOT a non-profit charitable or civic organization – STOP. You are not eligible for funding.

Do you have proof of nonprofit registration?

YES

NO

If NO – STOP. You are not eligible for funding.

Are you based in, or are your activities closely aligned with Anderson County? Explain.

Yes; we operate an Oak Ridge-based office located at 11660 Oak Ridge Turnpike. Services are provided to domestic violence victims and their families. This location also provides supervised visitation and safe exchange services for families. YWCA also leases office space to Nurture the Next and CASA of the Tennessee Heartland in the Oak Ridge location.

If NOT – STOP. You are not eligible for funding.

III

Questionnaire

1. Is your organization a recipient of United Way funding? If so, how much? How often?
Yes; In 2023 we received a 3-year cycle grant for our victim services programming. We receive \$15,000/year for victim advocacy and \$10,000/year for transitional housing.
2. What group of citizens benefits from this organization's service (e.g. all residents, age group, particular community)?
All residents are able to receive services, but they must report being a victim of domestic violence for victim advocacy services. We serve all ages and do not discriminate based on gender, sexual orientation, or other identities. All communities in Anderson County
3. Is Anderson County's portion of the money being matched from elsewhere? If yes, from where and what is the matching ratio?
are eligible for services.
N/A
4. If a previous appropriation has been received from Anderson County, for how much and how long?
N/A
5. Does your organization support an existing countywide function of government (e.g. health, legal education, public safety, court mediation services)? If yes, describe.
Yes; our services support public safety efforts through domestic violence services for victims and their families.
6. Is this an operational request, special project, infrastructure?
Operational for our Supervised Visitation and Safe Exchange program which serves families who have a history of abuse by offering visitation and exchange services that have been court-ordered.
7. Is your organization receiving funds from another county or municipality? If yes, how much and from which other entities?
For our Knox County based Social Services, we receive City, County, and United Way funding. These programs are separate from our victim advocacy and Anderson County programs. We do not receive any other county or municipal funds within Anderson County.
8. Is your organization a recipient of taxes, fees, or in-kind services or support authorized by Anderson County for the benefit of your organization (e.g. court fees for providing mediation for the courts, leased space, utilities)?
N/A

Anderson County Charitable Donation Proposal

YWCA Knoxville and the Tennessee Valley's Supervised Visitation and Safe Exchange Program has been serving clients in our Oak Ridge location since 2021. This program is specifically designed to work with families who have a history of domestic violence within their relationships to provide a safe environment for children to meet with their parents for court-ordered visitation. This program went through a rigorous planning process, connecting with partner agencies across Anderson County, to ensure that services would be trauma-informed, effective, and that all safety concerns would be addressed.

Before this program began, families who were given court-ordered visitation would have to travel to Knoxville and pay a fee to visit with their children. Many times, transportation to these visits would be a barrier, as would the fee, which averages around \$50 per hour. The YWCA has been able to provide a visitation center in the heart of Oak Ridge and does not charge families for the services received. Additionally, families have been able to utilize other YWCA services such as victim advocacy, financial assistance for rent and utilities, and economic mobility services. YWCA is committed to providing wrap-around services and resources to the entire family, including the parent who has caused harm.

The YWCA received a federal grant through the Office on Violence Against Women in order to implement this project in 2019. After major setbacks due to the COVID-19 pandemic, we were able to begin providing services in 2021. Our current grant has been extended twice and is now scheduled to end on March 31, 2024. A new funding solicitation has opened which

III c.

we will be applying for, but we will experience a 6-month gap in funding from when the contract ends and when a new round of funding would begin in October 2024.

Currently, this program runs a cost of \$13,000 - \$15,000 per month. These costs include personnel salaries and benefits, security measures and video cloud monitoring, and supplies for a child-friendly visitation center. **We are requesting gap funding from Anderson County in the amount of \$80,000 to continue this much-needed program.** Since beginning services, the program has served 30 total families, with a total of 99 clients, 42 of which are children. The large majority of these families are residents of Anderson County, having reported living in Oak Ridge, Clinton, Andersonville, Rocky Top, and Oliver Springs.

This program is unlike any other supervised visitation program in that it has extensive safety measures in place to protect victims and their children from those who have caused harm. Our entire building has 24-hour surveillance, and we have multiple access point entrances that can only be accessed with an employee key card. Parents never interact with one another as they have staggered arrival and departure times, as well as different locations for pickup and drop-off.

We have seen the impact of this program and believe that it is not only needed, but vital to the continued support of domestic violence victims within the community. Parents have expressed extreme gratitude for services that are safe, trauma-informed, and free for all. Below are a few stories from families who have been served through the program (names have been changed for confidentiality of clients):

III c.

Ashley had experienced abuse at the hands of her children's father for years. She had stayed with him solely for the emotional well-being of their three children. After her children witnessed an explosive incident that landed Ashley in the hospital with extensive injuries, she knew it was time to leave. Ashley was immediately thrown into child custody and divorce proceedings that tried to paint her as "crazy" and lying about the years of abuse. Ashley's ex-husband was permitted to see the children, but only in a supervised visitation environment. The judge referred Ashley to the YWCA's supervised visitation center because it is the only one in East Tennessee that is specifically for families who have experienced violence within their relationships. Ashley was nervous about allowing her children to visit with their father, but the YWCA's extensive safety measures, expert staff, and the promise that Ashley would never have to interact with her ex-husband allowed her to feel some relief. Without these services, Ashley would have had to utilize visitation services where there was no guarantee of her or her children's safety. YWCA's visitation center keeps victims and their families safe.

After not seeing his daughter for months due to lack of visitation services, Kevin has now been visiting every week with his 8-year-old daughter for the past 5 months. They have been able to reconnect, and his daughter opens up more and more every visit. Recently, Kevin and his daughter even attended a daddy-daughter dance at her school. They will continue their weekly visits with YWCA and keep reconnecting with one another.*

We invite you all to come visit our visitation center and see why we believe it is crucial to continue these services. We truly believe that once you walk through the doors of our visitation center, you will understand how much work has been put into it and how important these services are for children and their families.



IRS Department of the Treasury
Internal Revenue Service

P.O. Box 3459
Cincinnati OH 45201

In reply refer to: 0942248723
Feb. 03, 2022 LTR 4168C 0
-*5701 202012 10
Input Op: 0255448723 00009436
BODC: TE

YOUNG WOMENS CHRISTIAN
ASSOCIATION-KNOXVILLE YWCA
% MARIGAIL MULLINS
420 W CLINCH AVE
KNOXVILLE TN 37902

14482

Employer ID number: **-***5701
Form 990 required: 01

Dear Taxpayer:

We're responding to your request dated Jan. 27, 2022, about your tax-exempt status.

We issued you a determination letter in August, 1942, recognizing you as tax-exempt under Internal Revenue Code (IRC) Section 501(c)(3).

We also show you're not a private foundation as defined under IRC Section 509(a) because you're described in IRC Sections 509(a)(1) and 170(b)(1)(A)(vi).

Donors can deduct contributions they make to you as provided in IRC Section 170. You're also qualified to receive tax deductible bequests, legacies, devises, transfers, or gifts under IRC Sections 2055, 2106, and 2522.

In the heading of this letter, we indicated whether you must file an annual information return. If you're required to file a return, you must file one of the following by the 15th day of the 5th month after the end of your annual accounting period:

- Form 990, Return of Organization Exempt From Income Tax
- Form 990EZ, Short Form Return of Organization Exempt From Income Tax
- Form 990-N, Electronic Notice (e-Postcard) for Tax-Exempt Organizations Not Required to File Form 990 or Form 990-EZ
- Form 990-PF, Return of Private Foundation or Section 4947(a)(1) Trust Treated as Private Foundation

According to IRC Section 6033(j), if you don't file a required annual information return or notice for 3 consecutive years, we'll revoke your tax-exempt status on the due date of the 3rd required return or notice.

You can get IRS forms or publications you need from our website at www.irs.gov/forms-pubs or by calling 800-TAX-FORM (800-829-3676).

If you have questions, call 877-829-5500 between 8 a.m. and 5 p.m.,

0942248723

Feb. 03, 2022 LTR 4168C 0

**-*5701 202012 10

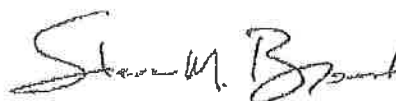
Input Op: 0255448723 00009437

YOUNG WOMENS CHRISTIAN
ASSOCIATION-KNOXVILLE YWCA
% MARIGAIL MULLINS
420 W CLINCH AVE
KNOXVILLE TN 37902

local time, Monday through Friday (Alaska and Hawaii follow Pacific time).

Thank you for your cooperation.

Sincerely yours,

A handwritten signature in black ink, appearing to read "Steve M. Brown". The signature is fluid and cursive, with the first name "Steve" and last name "Brown" clearly distinguishable.

Steve M. Brown, Operations Manager
Operations 3-CIN

Financial Statements

THE YOUNG WOMEN'S
CHRISTIAN ASSOCIATION

Year Ended December 31, 2022

TABLE OF CONTENTS

	<u>Page Nos.</u>
INDEPENDENT ACCOUNTANTS' AUDIT REPORT	1-3
FINANCIAL STATEMENTS	
Statement of Financial Position	4-5
Statement of Activities	6-7
Statement of Functional Expenses	8-9
Statement of Cash Flows	10
Notes to the Financial Statements	11-18
SUPPLEMENTARY INFORMATION	
Expenditures of Federal Awards and State Financial Assistance	19-21
OTHER INFORMATION	
Board of Directors	22
INTERNAL CONTROL AND COMPLIANCE	
Independent Accountants' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	23-24
Independent Accountants' Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance	25-27
Findings and Questioned Costs	28
Summary Schedule of Prior Year Findings	29

INDEPENDENT ACCOUNTANTS' AUDIT REPORT

Board of Directors
The Young Women's Christian Association
Knoxville, Tennessee

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of The Young Women's Christian Association which comprise the statement of financial position as of December 31, 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.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The Young Women's Christian Association as of December 31, 2022, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of The Young Women's Christian Association 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.

Management's Responsibility 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 misstatements, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about The Young Women's Christian Association's ability to continue as a going concern within one year beyond the date the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of The Young Women's Christian Association's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about The Young Women's Christian Association'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 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 and state financial assistance, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards and state financial assistance is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Information

Management is responsible for the other information included in the financial statements. The other information comprises the schedule of board of directors but does not include the financial statements and our auditors' report thereon. Our opinion on the financial statements does not cover the other information, and we not express an opinion or any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by the Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 20, 2023 on our consideration of The Young Women's Christian Association'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 results of that testing, and not to provide an opinion on the effectiveness of The Young Women's Christian Association'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 The Young Women's Christian Association's internal control over financial reporting and compliance.

Mitchell Emert & Hill

October 20, 2023

THE YOUNG WOMEN'S CHRISTIAN ASSOCIATION

STATEMENT OF FINANCIAL POSITION

December 31, 2022

ASSETS

CURRENT ASSETS

Cash	\$	975,234
Accounts receivable, net of allowance for uncollectible accounts		7,631
Grants receivable		187,540
Due from YWCA Knoxville Foundation		62,177
Other accounts receivable		206,858
Prepaid expenses		<u>7,167</u>

TOTAL CURRENT ASSETS 1,446,606

INVESTMENTS

124,262

PROPERTY AND EQUIPMENT

Land	\$	71,100
Buildings		3,024,210
Furniture and equipment		200,262
Construction in progress		<u>585,299</u>
		3,880,871
Accumulated depreciation		<u>(1,540,101)</u>
		2,340,770

OTHER ASSET

Beneficial interest in assets held by others		<u>5,533,962</u>
--	--	------------------

\$ 9,445,601

See the accompanying notes to the financial statements.

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Accounts payable	\$ 126,773
Accrued expenses	43,357
Accrued salaries	72,701
Deposits	5,300
Line of credit	<u>22,107</u>

TOTAL CURRENT LIABILITIES 270,238

NET ASSETS

Without donor restrictions		
Undesignated	\$ 3,166,454	
Board designated	<u>340,596</u>	
	3,507,051	
With donor restrictions	<u>5,668,312</u>	<u>9,175,363</u>
		<u>\$ 9,445,601</u>

THE YOUNG WOMEN'S CHRISTIAN ASSOCIATION

STATEMENT OF ACTIVITIES

Year Ended December 31, 2022

	Without Donor <u>Restrictions</u>	With Donor <u>Restrictions</u>	<u>Totals</u>
SUPPORT AND REVENUE			
Contributions	\$ 699,659	\$ 25,000	\$ 724,659
Grants	1,625,804	0	1,625,804
Program service revenue	174,338	0	174,338
Facility rental	54,941	0	54,941
Investment income	8,752	0	8,752
Special events, net of direct expenses	155,739	0	155,739
Other revenue	4,620	0	4,620
	<u>2,723,853</u>	<u>25,000</u>	<u>2,748,853</u>
Net assets released from restrictions	53,081	(53,081)	0
	<u>2,776,934</u>	<u>(28,081)</u>	<u>2,748,853</u>
EXPENSES			
Program services:			
Keys of Hope	546,178	0	546,178
Victim Advocacy	1,196,200	0	1,196,200
Phyllis Wheatley Center	544,645	0	544,645
	<u>2,287,023</u>	<u>0</u>	<u>2,287,023</u>
Management and general	650,954	0	650,954
Fundraising	56,750	0	56,750
	<u>2,994,727</u>	<u>0</u>	<u>2,994,727</u>

See the accompanying notes to the financial statements.

THE YOUNG WOMEN'S CHRISTIAN ASSOCIATION

STATEMENT OF ACTIVITIES

(continued)

Year Ended December 31, 2022

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Totals</u>
OTHER CHANGES IN NET ASSETS			
Unrealized (loss) on investments	(25,865)	0	(25,865)
Change in beneficial interest held by others	<u>0</u>	<u>1,063,516</u>	<u>1,063,516</u>
	(25,865)	1,063,516	1,037,651
CHANGE IN NET ASSETS	(243,658)	1,035,435	791,777
NET ASSETS AT THE BEGINNING OF THE YEAR	<u>3,750,709</u>	<u>4,632,877</u>	<u>8,383,586</u>
NET ASSETS AT THE END OF THE YEAR	<u>\$ 3,507,051</u>	<u>\$ 5,668,312</u>	<u>\$ 9,175,363</u>

THE YOUNG WOMEN'S CHRISTIAN ASSOCIATION

STATEMENT OF FUNCTIONAL EXPENSES

Year Ended December 31, 2022

	Program Services			Total
	Keys of Hope	Victim Advocacy	Phyllis Wheatley Center	Program Services
Salaries	\$ 298,765	\$ 614,500	\$ 298,737	\$ 1,212,002
Payroll taxes	21,851	44,943	21,849	88,643
Employee benefits	23,041	48,697	9,923	81,661
Supplies	16,200	10,866	28,982	56,048
Telephone	5,735	8,392	4,715	18,842
Postage	120	391	0	511
Printing	65	2,394	192	2,651
Insurance	0	0	453	453
Utilities	62,817	34,584	24,518	121,919
Repairs and maintenance	44,520	8,423	17,085	70,028
Cleaning and janitorial	19,059	0	21,065	40,124
Licenses and permits	60	0	80	140
Dues	0	864	862	1,726
Transportation	3,936	21,407	2,803	28,146
Conferences	2,769	8,313	1,831	12,913
Direct client assistance	15,080	325,905	67,563	408,548
Awards and grants	0	0	366	366
Equipment	6,223	16,707	13,638	36,568
Professional services	1,502	9,426	10,445	21,373
Miscellaneous	0	0	295	295
Interest expense	0	0	0	0
Depreciation	24,434	40,392	19,242	84,068
	<u>\$ 546,178</u>	<u>\$ 1,196,200</u>	<u>\$ 544,645</u>	<u>\$ 2,287,023</u>

See the accompanying notes to the financial statements.

Support Services

<u>Management and General</u>	<u>Fundraising</u>	<u>Totals</u>
\$ 304,058	\$ 53,369	\$ 1,569,429
22,238	3,250	114,131
12,838	0	94,499
17,708	0	73,756
10,708	0	29,550
1,709	0	2,220
5,900	0	8,551
59,757	0	60,210
15,704	0	137,623
5,259	0	75,287
0	0	40,124
350	0	490
32,107	0	33,833
3,403	0	31,549
9,705	0	22,618
0	0	408,548
3,559	0	3,925
44,654	0	81,222
75,122	0	96,495
14,726	0	15,021
1,435	0	1,435
10,014	131	94,213
<u>\$ 650,954</u>	<u>\$ 56,750</u>	<u>\$ 2,994,727</u>

THE YOUNG WOMEN'S CHRISTIAN ASSOCIATION

STATEMENT OF CASH FLOWS

Year Ended December 31, 2022

CASH PROVIDED(USED) BY OPERATING ACTIVITIES

Change in net assets		\$ 791,777
Adjustments to reconcile change in net assets to net cash (used) by operating activities:		
Depreciation	\$ 94,213	
Unrealized loss on investments	25,865	
(Increase) in beneficial interest in assets held by others	(1,063,515)	
(Increase)decrease in:		
Accounts receivable	(121)	
Grants receivable	32,347	
Due from YWCA Knoxville Foundation	(62,177)	
Other receivables	12,388	
Prepaid expenses	2,170	
Increase(decrease) in:		
Accounts payable	83,075	
Accrued expenses	(21,922)	
Accrued salaries	23,843	
Deposits	<u>(2,210)</u>	<u>(876,044)</u>

NET CASH (USED) BY OPERATING ACTIVITIES (84,267)

CASH PROVIDED(USED) BY INVESTING ACTIVITIES

Purchase of property and equipment	(150,236)
Decrease in investments	<u>6,985</u>

NET CASH (USED) BY INVESTING ACTIVITIES (143,251)

CASH PROVIDED(USED) BY FINANCING ACTIVITIES

Principal payments on line of credit	<u>(10,000)</u>
--------------------------------------	-----------------

NET (DECREASE) IN CASH (237,518)

CASH AT THE BEGINNING OF THE YEAR

1,212,753

CASH AT THE END OF THE YEAR

\$ 975,234

See the accompanying notes to the financial statements.

THE YOUNG WOMEN'S CHRISTIAN ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2022

NOTE A - DESCRIPTION OF ORGANIZATION

The Young Women's Christian Association (the YWCA), a non-profit Tennessee corporation, was organized in 1899, and is a member of The Young Women's Christian Association of the United States of America. The YWCA also conducts business as YWCA Knoxville and the Tennessee Valley. The YWCA operates three facilities (Downtown, Phyllis Wheatley, and Oak Ridge) located in Knoxville and surrounding counties. The YWCA's services include health and fitness programs, after school enrichment programs for at-risk youth, leadership skills and youth development through programs in area schools, transitional housing for adult women, counseling, and referral services for victims of domestic violence.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Although these estimates are based on management's knowledge of current events and actions they may undertake in the future, actual results could differ from those estimates. Estimates are used when accounting for depreciation and allocation of expenses.

Cash and Cash Equivalents

Cash and cash equivalents consist of cash and interest bearing deposits. For purposes of the statement of cash flows, cash on deposit with financial institutions and all cash investments with original maturities of three months or less are considered to be cash and cash equivalents.

Property and Equipment

Property and equipment with an initial cost in excess of \$2,500 are recorded at cost or, in the case of donated property, at the estimated fair value at the date of receipt. Depreciation is calculated using the straight-line method over the estimated useful lives of the assets, which range from seven to forty years. Depreciation expense for the year ended December 31, 2022 was \$94,213.

THE YOUNG WOMEN'S CHRISTIAN ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

(continued)

December 31, 2022

Support and Revenue

Contributions are recorded as support when cash or other assets are received. Contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Gifts of cash and other assets that are designated for future periods or restricted by the donor for specific purposes are reported as support with donor restrictions. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. Restricted contributions whose restrictions are met in the same reporting period as the contributions are received are reported as unrestricted support.

Program service revenue represents rent received for residence of the YWCA's transitional housing program. Revenue is recognized when service is rendered. Facilities rental revenue represents space rental to various organizations for use of space and is recognized at the time services are rendered.

Accounts receivable

Accounts receivable consists of unpaid residential charges. It is the YWCA's policy to charge off uncollectible accounts receivable when management determines the receivable will not be collected. At December 31, 2022 and 2021, residential accounts receivable totaled \$39,910 and \$85,823, respectively. The allowance for uncollectible accounts at December 31, 2022 and 2021 was \$32,278 and \$78,313, respectively.

Income Taxes

YWCA is exempt from federal income taxes under section 501(c)(3) of the U.S. Internal Revenue Code except on unrelated business income. The YWCA'S income tax filings are open and subject to examination by the Internal Revenue Service generally for three years after they are filed. However, YWCA is not currently under audit nor has the YWCA been contacted by this jurisdiction. The YWCA believes that it has appropriate support for any tax positions taken, and as such, does not have any uncertain tax positions that are material to the financial statements.

THE YOUNG WOMEN'S CHRISTIAN ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

(continued)

December 31, 2022

Functional Allocation of Expenses

The costs to provide programs and services are summarized on a functional basis in the accompanying financial statements. Accordingly, certain expenses have been allocated among the program and supporting services benefited. Expenses directly related to a specific function are charged to that function. Salaries and benefits are allocated based on an analysis of employee time spent on program services and management and general activities. Occupancy costs are allocated based on an analysis of the use of space.

NOTE C - CONCENTRATIONS OF CREDIT RISK

Financial instruments that potentially subject the YWCA to concentrations of credit risk consist primarily of cash and cash equivalents. Cash and cash equivalents are maintained in demand deposit accounts that, at times, may exceed federally insured limits. The YWCA has not experienced any losses and does not believe it is exposed to any significant credit risk on such accounts. By their nature, all such financial instruments involve risk, including credit risk of nonperformance by counterparties. Exposure to credit risk is managed through various monitoring procedures. At December 31, 2022, the YWCA had no major concentrations of credit risk except for uninsured bank deposits.

THE YOUNG WOMEN'S CHRISTIAN ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

(continued)

December 31, 2022

NOTE D - LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The YWCA had the following financial assets available at December 31, 2022:

Cash	\$ 975,234
Accounts receivable, net of allowance for uncollectible accounts	7,631
Due from related party	62,177
Other accounts receivable	394,398
Investments	<u>124,262</u>
Financial assets at December 31, 2022	1,563,702
Less those unavailable for general expenditures within one year:	
due to restrictions from donors for purpose	(153,047)
due to board designations	<u>(340,596)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 1,070,059</u>

As discussed in Note I, the YWCA has access to a \$350,000 line of credit. As part of the YWCA's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due.

NOTE E - INVESTMENTS

Marketable securities considered available-for-sale are carried at fair value based on quoted prices in active markets (all Level 1 measurements). The corresponding unrealized gain or loss in the fair value in relation to costs is accounted for as a separate item in the statement of activities. Dividends and interest are recognized as income when earned. Realized gains and losses on the sale of securities and declines in value judged to be other than temporary are computed on the specific identification method and included in income. Investments at December 31, 2022 consisted of the following:

Equities	\$ 71,170
Mutual funds	34,092
US Treasury bonds	<u>19,000</u>
	<u>\$ 124,262</u>

THE YOUNG WOMEN'S CHRISTIAN ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

(continued)

December 31, 2022

Investment income for the year ended December 31, 2022 consisted of the following:

Interest and dividends	\$ 7,737
Realized gain	<u>1,015</u>
	<u>\$ 8,752</u>

NOTE F - BENEFICIAL INTEREST IN ASSETS HELD BY OTHERS

The YWCA reports the net assets held by the YWCA Knoxville Foundation (the Foundation), a separate non-profit organization, as a beneficial interest in assets held by others. The YWCA has an interest in the net assets and the Foundation's primary purpose is to support the YWCA. The Foundation is conducting a capital campaign for the benefit of the YWCA to renovate the downtown Knoxville facility. During the year ended December 31, 2022, the YWCA made payments on behalf of the Foundation totaling \$131,930. At December 31, 2022, \$62,177 was due to the YWCA from the Foundation for expense payments made by the YWCA on the Foundation's behalf.

Changes in the beneficial interest in assets held by others for the year ended December 31, 2022 were as follows:

Beginning balance	\$ 4,470,447
Contributions	1,216,585
Investment income	10,823
Foundation administration	(20,100)
Capital campaign expenses	(164,646)
Unrealized gain on investments	<u>20,852</u>
	\$ 5,533,962

Net assets related to the beneficial interest in assets held by others is restricted for the following purposes:

Capital campaign expenses	\$ 730,597
Foundation operations	64,739
Renovation of downtown Knoxville YWCA facility	<u>4,738,626</u>
	<u>\$ 5,533,962</u>

THE YOUNG WOMEN'S CHRISTIAN ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

(continued)

December 31, 2022

NOTE G - EMPLOYEE RETENTION TAX CREDIT

In December 2020, the Taxpayer Certainty and Disaster Tax Relief Act of 2020 amended the Coronavirus Aid, Relief, and Economic Security Act which provided an opportunity for the YWCA to qualify for the Employee Retention Credit if certain parameters were satisfied. The YWCA computed a credit of \$204,618 under the program and filed amended payroll tax returns with the Internal Revenue Service (IRS) during the year ended December 31, 2021 which is included in other accounts receivable on the statement of financial position. The YWCA received payment from the IRS in July 2023.

NOTE H - ACCRUED VACATION LEAVE

Employees accrue between 96 hours and 192 hours of vacation leave annually, depending on length of service. A maximum accrued vacation leave of 150 hours may be carried over to the next calendar year. Any vacation leave accrued over 150 hours at the end of the calendar year is forfeited. Upon resignation or termination, employees are entitled to any unused vacation leave that they have accumulated. Accrued vacation leave was \$39,357 at December 31, 2022.

NOTE I - LINE OF CREDIT

The YWCA has an unsecured long-term line of credit with a commercial lending institution to borrow funds as needed for operating purposes. The line of credit bears interest and is payable monthly, at a variable rate based on the Home Federal Bank of Tennessee Based Index Rate (7.00% at December 31, 2022). The principal is payable on demand, if no demand is made, the line of credit matures in February 2032 at which time all outstanding principal and interest are due. Because the note is payable on demand, it has been included with current liabilities on the statement of financial position.

THE YOUNG WOMEN'S CHRISTIAN ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

(continued)

December 31, 2022

NOTE J - NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions at December 31, 2022 were available for the following purposes:

Residency – Keys of Hope program	\$ 66,286
Victim advocacy	29,067
Building improvements	38,997
Renovation of downtown Knoxville facility	4,738,626
Capital campaign expenses	730,597
YWCA Knoxville Foundation operations	<u>64,739</u>
	<u>\$ 5,668,312</u>

NOTE K - NET ASSETS RELEASED FROM RESTRICTIONS

During the year ended December 31, 2022, net assets were released from donor restrictions by incurring expenses satisfying the following restricted purposes:

Residency – Keys of Hope program	\$ 41,195
Phyllis Wheatley Center	10,585
Capital campaign expenses	<u>1,301</u>
	<u>\$ 53,081</u>

NOTE L - BOARD DESIGNATED NET ASSETS

The Board of Directors has designated net assets of \$340,596 to be used for racial and social justice programs.

THE YOUNG WOMEN'S CHRISTIAN ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

(continued)

December 31, 2022

NOTE M - RETIREMENT

Employees of the YWCA are eligible to participate in The Young Women's Christian Association Retirement Fund, Incorporated Plan Document; a defined contribution pension plan established to benefit employees of local YWCAs that are members of The Young Women's Christian Association of the United States of America. The plan covers all employees of the YWCA who have completed two years of service (consisting of a minimum of 1,000 hours of service per year). Contributions to the plan are based on a percentage of each eligible employee's compensation. Pension expense for the year ended December 31, 2022 was \$70,850.

NOTE N - SUBSEQUENT EVENTS

The YWCA has evaluated subsequent events through October 20, 2023, the date the financial statements were available to be issued, and determined that no subsequent events have occurred that require adjustment to or disclosure in the financial statements.

SUPPLEMENTARY INFORMATION

THE YOUNG WOMEN'S CHRISTIAN ASSOCIATION

**EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE**

Year Ended December 31, 2022

<u>Assistance Listing Number</u>	<u>Grantor/ Pass-Through Agency</u>	<u>Program Name</u>	<u>Expenditures</u>
<u>Federal Awards</u>			
16.021	U.S. Department of Justice	Justice for Families	\$ 129,813
16.575	U.S. Department of Justice/ TN Department of Finance	Crime Victim Assistance - Transitional Housing	76,322
16.575	U.S. Department of Justice/ TN Department of Finance	Crime Victim Assistance - Domestic Violence Liasion	99,916
16.575	U.S. Department of Justice/ TN Department of Finance	Crime Victim Assistance - Domestic Violence	217,753
16.575	U.S. Department of Justice/ TN Department of Finance	Crime Victim Assistance - Freedom Inside	150,266
16.575	U.S. Department of Justice/ TN Department of Finance	Crime Victim Assistance - Family Justice Center	<u>52,853</u>
		Total 16.575 - Crime Victim Assistance	597,110
16.590	U.S. Department of Justice	Firearms Technical Assistance Program	6,558
16.736	U.S. Department of Justice	Transitional Housing	168,269

See the accompanying independent accountants' audit report.

THE YOUNG WOMEN'S CHRISTIAN ASSOCIATION

**EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE**

(continued)

Year Ended December 31, 2022

<u>Assistance Listing Number</u>	<u>Grantor/ Pass-Through Agency</u>	<u>Program Name</u>	<u>Expenditures</u>
16.888	U.S. Department of Justice	Game Changers	<u>89,996</u>
		Total U.S. Department of Justice	991,746
14.231	U.S. Department of Housing and Urban Development/ City of Knoxville, Tennessee	Emergency Solutions Grant	48,870
14.231	U.S. Department of Housing and Urban Development/ City of Knoxville, Tennessee	Emergency Solutions Grant - COVID	<u>14,624</u>
		Total 14.231 - Emergency Solutions Grant	63,494
14.228	U.S. Department of Housing and Urban Development/ City of Knoxville, Tennessee	Community Development Block Grant - COVID	19,326
21.027	U.S. Department of Treasury/ Knox County, Tennessee	Coronavirus State and Local Fiscal Recovery Funds	<u>9,011</u>
		Total U.S. Department of Housing and Urban Development	91,831
84.287C	U.S Department of Education	21st Century Community Learning Centers	<u>118,592</u>
		Total Federal Awards	1,202,169

THE YOUNG WOMEN'S CHRISTIAN ASSOCIATION

**EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE**

(continued)

Year Ended December 31, 2022

<u>Assistance Listing Number</u>	<u>Grantor/ Pass-Through Agency</u>	<u>Program Name</u>	<u>Expenditures</u>
<u>State Financial Assistance</u>			
N/A	TN Department of Mental Health	Addiction Recovery Program	<u>16,233</u>
Total Federal Awards and State Financial Assistance			<u>\$ 1,218,402</u>

NOTE 1 - BASIS OF PRESENTATION

The schedule is presented using the accrual basis of accounting. This schedule summarizes the expenditures of The Young Women's Christian Association under programs of the federal and state government for the year ended December 31, 2022. Because this schedule presents only a selected portion of the operations of The Young Women's Christian Association, it is not intended and does not present the net assets or changes in net assets of The Young Women's Christian Association.

NOTE 2 - OUTSTANDING LOAN BALANCE

The Young Women's Christian Association had no federal loans outstanding at December 31, 2022.

NOTE 3 - INDIRECT COST RATE

The Young Women's Christian Association has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

See the accompanying independent accountants' audit report.

OTHER INFORMATION

THE YOUNG WOMEN'S CHRISTIAN ASSOCIATION

BOARD OF DIRECTORS

December 31, 2022

Stephanie Burrage, Chief Executive Officer (March 2023 to present)
Martha Buchanan, Interim Chief Executive Officer (October 2022-March 2023)

Susan Edward, President
Karen Mann, Vice President/President Elect
Kelly Drummond, Secretary
Courtney Potts, Treasurer
Amy Edge, Director
Andrea Rocha, Director
Beth Ford, Director
Christie Knapper, Director
Deborah Jones, Director
Erin Gill, Director
Jamie Gallinger, Director
Janice McKinley, Director
Katherine Dillard, Director
Leslie Elmore, Director
Latisha Subblefield, Director
Moody Altamimi, Director
Maureen McBride, Director
Jane Palmer, Director
Merlin Theodore, Director
Nikitia Thompson, Director
Shaun Fulco, Director
Tanisha Baker, Director
Whitney Peter, Director
Vida Khavar, Director

See the accompanying independent accountants' audit report.

INTERNAL CONTROL

AND

COMPLIANCE

INDEPENDENT ACCOUNTANTS' 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
The Young Women's Christian Association
Knoxville, Tennessee

We have audited, 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 of America; 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), the financial statements of The Young Women's Christian Association, which comprise the statement of financial position as of December 31, 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 20, 2023.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered The Young Women's Christian Association's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of The Young Women's Christian Association's internal control. Accordingly, we do not express an opinion on the effectiveness of The Young Women's Christian Association's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of The Young Women's Christian Association'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 The Young Women's Christian Association's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of The Young Women's Christian Association'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 Young Women's Christian Association's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Mitchell Emert & Hill". The script is cursive and fluid, with the ampersand clearly visible between the two names.

October 20, 2023

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

Board of Directors
The Young Women's Christian Association
Knoxville, Tennessee

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited The Young Women's Christian Association 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 The Young Women's Christian Association's major federal programs for the year ended December 31, 2022. The Young Women's Christian Association's major federal programs are identified in the summary of audit results section of the accompanying schedule of findings and questioned costs.

In our opinion, The Young Women's Christian Association complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 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; the standards applicable to financial audits contained in the *Government Auditing Standards*, issued by the Comptroller General of the United States; and 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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

Auditor's Responsibilities for the Audit of Compliance

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding The Young Women's Christian Association'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 The Young Women's Christian Association's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of The Young Women's Christian Association'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 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 the internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might 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 have not been 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.



October 20, 2023

THE YOUNG WOMEN'S CHRISTIAN ASSOCIATION

FINDINGS AND QUESTIONED COSTS

Year Ended December 31, 2022

SUMMARY OF AUDIT RESULTS

1. The Independent Accountants' Audit Report expresses an unmodified opinion on the financial statements of The Young Women's Christian Association.
2. No significant deficiencies in internal control over financial reporting were disclosed.
3. No instances of noncompliance material to the financial statements were disclosed.
4. No significant deficiencies in internal control over major federal programs were disclosed.
5. The Independent Accountants' Report on Compliance for Each Major Program and on Internal Control Over Compliance as Required by the Uniform Guidance expresses an unmodified opinion on The Young Women's Christian Association's compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its major federal programs.
6. No findings or questioned costs were disclosed which would be required to be reported in accordance with the Uniform Guidance.
7. The following programs were tested as major programs:

<u>Program Name</u>	<u>Assistance Listing Number</u>
Crime Victim Assistance	16.575

8. The threshold for distinguishing Types A and B programs was \$750,000.
9. The Young Women's Christian Association was determined to be a low-risk auditee.

FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No findings or questioned costs were disclosed which would be required to be reported in accordance with the Uniform Guidance.

THE YOUNG WOMEN'S CHRISTIAN ASSOCIATION
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS

Year Ended December 31, 2022

There were no prior year findings reported.

YWCA

Account Number: 227274

Current Balance: \$745.42

Account Details



YWCA

Account Information

Account Type: COMM

Account Number: 227274

Current Balance: \$745.42 [View your current bill \(/css/billPrint/retrieve/currentBill\)](/css/billPrint/retrieve/currentBill)

Bill Due Date: 12/26/2023

Last Payment Date: 11/27/2023

Last Payment: \$771.41

Past Due Amount: \$0.00

Contact Information:

Primary Phone Number: (865) 523-6126

Email Address: admins@ywca-knox.com

Mailing Address: 420 W CLINCH AVE KNOXVILLE TN 37902-2101

Location Service

Location Address: 1660 OAK RIDGE TPKE OAK RIDGE TN 37830

Service Type: ELEC [View Consumption \(/css/utility/consumptionChart/324120/1\)](/css/utility/consumptionChart/324120/1)

Service Type: WATER [View Consumption \(/css/utility/consumptionChart/324120/2\)](/css/utility/consumptionChart/324120/2)

Service Type: SECLT

Service Type: SEWER