

**FAMILY SERVICES OF TULARE COUNTY  
(A Non-Profit Corporation)  
AUDIT REPORT  
FOR THE YEAR ENDED JUNE 30, 2022**

**M. GREEN AND COMPANY LLP  
Certified Public Accountants**

FAMILY SERVICES OF TULARE COUNTY  
A Non-Profit Corporation

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## M. GREEN AND COMPANY LLP

CERTIFIED PUBLIC ACCOUNTANTS

### INDEPENDENT AUDITORS' REPORT

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Board of Directors  
Family Services of Tulare County

#### Report on the Audit of the Financial Statements

#### Opinion

We have audited the accompanying financial statements of Family Services of Tulare County, a California non-profit corporation, which comprise the statement of financial position as of June 30, 2022, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Family Services of Tulare County as of June 30, 2022, and the changes in net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### Basis for Opinion

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

#### Responsibilities of Management for the Financial Statements

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

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

## **Auditors' Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with auditing standards generally accepted in the United States of America 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 auditing standards generally accepted in the United States of America 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 Family Services of Tulare County'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 Family Services of Tulare County'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 Support and Expenses by Funding Source – Federal Financial Assistance, Supplemental Schedule of Support and Expenses by Funding Source – State and Local Grants, and Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are 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 Support and Expenses by Funding Source – Federal Financial Assistance, Supplemental Schedule of Support and Expenses by Funding Source – State and Local Grants, and Schedule of Expenditures of Federal Awards are fairly stated, in all material respects, in relation to the financial statements as a whole.

**Other Matter**

Our audit was conducted for the purpose of forming an opinion on the basic financial statements as a whole. The Statement of Costs Claimed and Accepted is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and, accordingly, we do not express an opinion or provide any assurance on it.

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated March 16, 2023, on our consideration of Family Services of Tulare County'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 Family Services of Tulare County'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 Family Services of Tulare County's internal control over financial reporting and compliance.



Visalia, California  
March 16, 2023

**FAMILY SERVICES OF TULARE COUNTY**  
**(A Non-Profit Corporation)**  
**STATEMENT OF FINANCIAL POSITION**  
**JUNE 30, 2022**

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**ASSETS**

**CURRENT ASSETS:**

Cash and cash equivalents	\$	449,624	
Grants receivable		827,253	
Prepaid expenses		1,052	
Total current assets			\$ 1,277,929

**NON-CURRENT ASSETS:**

Deposits		13,670	
Property and equipment, at cost:			
Land		313,945	
Buildings and improvements		1,580,749	
Machinery and equipment		41,116	
Furniture and fixtures		9,288	
Vehicles		159,201	
Less: accumulated depreciation		(828,421)	
Total non-current assets			1,289,548
Total assets			\$ 2,567,477

**LIABILITIES AND NET ASSETS**

**CURRENT LIABILITIES:**

Notes payable, current portion	\$	313,904	
Line of credit advances		346,081	
Accounts payable		144,087	
Accrued liabilities		215,665	
Total current liabilities			\$ 1,019,737

**NON-CURRENT LIABILITIES:**

Notes payable, net of current portion		127,005	
Total non-current liabilities			127,005
Total liabilities			1,146,742

**NET ASSETS:**

Without donor restrictions, undesignated		1,285,316	
With donor restrictions		135,419	
Total net assets			1,420,735
Total liabilities and net assets			\$ 2,567,477

The accompanying notes are an integral part of these statements.

**FAMILY SERVICES OF TULARE COUNTY**  
**(A Non-Profit Corporation)**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
<b><u>SUPPORT:</u></b>			
Government grants	\$ 5,311,920	\$ 119,901	\$ 5,431,821
Contributions	591,864	51,348	643,212
Fundraising	190,429	55,628	246,057
Total support	<u>6,094,213</u>	<u>226,877</u>	<u>6,321,090</u>
<b><u>REVENUE:</u></b>			
Counseling fees	326,587	-	326,587
Other revenue	90,990	-	90,990
Total revenue	<u>417,577</u>	<u>-</u>	<u>417,577</u>
<b>NON-MONETARY DONATIONS</b>	<u>36,369</u>	<u>-</u>	<u>36,369</u>
<b><u>NET ASSETS RELEASED FROM RESTRICTIONS</u></b>	<u>228,969</u>	<u>(228,969)</u>	<u>-</u>
<b>TOTAL SUPPORT AND REVENUE</b>	<u>6,777,128</u>	<u>(2,092)</u>	<u>6,775,036</u>
<b><u>EXPENSES:</u></b>			
Program services	5,166,718	-	5,166,718
Support services	1,272,371	-	1,272,371
Fundraising	142,438	-	142,438
Total expenses	<u>6,581,527</u>	<u>-</u>	<u>6,581,527</u>
<b><u>CHANGE IN NET ASSETS</u></b>	<u>195,601</u>	<u>(2,092)</u>	<u>193,509</u>
Net assets, beginning of year	<u>1,089,715</u>	<u>137,511</u>	<u>1,227,226</u>
Net assets, end of year	<u>\$ 1,285,316</u>	<u>\$ 135,419</u>	<u>\$ 1,420,735</u>

The accompanying notes are an integral part of these statements.

**FAMILY SERVICES OF TULARE COUNTY**  
**(A Non-Profit Corporation)**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Program Services</u>	<u>Support Services</u>	<u>Fundraising</u>	<u>Total</u>
Salaries and wages	\$ 2,677,393	\$ 666,297	\$ 43,343	\$ 3,387,033
Payroll taxes	196,468	47,511	3,220	247,199
Insurance	372,712	59,623	5,552	437,887
Retirement	20,083	4,306	300	24,689
Administrative	458,794	5,996	44,869	509,659
Travel and conferences	16,957	8,484	5,216	30,657
Rent	232,594	82,545	2,450	317,589
Utilities and telephone	227,570	46,764	1,526	275,860
Supplies	113,926	82,485	17,305	213,716
Equipment rental	14,242	6,814	395	21,451
Food	416	-	90	506
Printing and postage	3,507	2,092	994	6,593
Dues and memberships	2,991	10,362	-	13,353
General insurance	37,291	14,549	1,521	53,361
Advertising	6,891	7,013	10,780	24,684
Repairs and maintenance	112,536	11,993	1,423	125,952
Educational materials	24,572	1,894	1,897	28,363
Client assistance	559,372	-	-	559,372
Licenses and permits	325	57,782	67	58,174
Interest	-	19,070	-	19,070
Accounting and auditing	27,170	16,036	-	43,206
Bank charges	-	2,231	-	2,231
Staff training	4,835	1,662	15	6,512
Personnel recruitment	-	191	-	191
Other	-	108,208	-	108,208
Total before depreciation	<u>5,110,645</u>	<u>1,263,908</u>	<u>140,963</u>	<u>6,515,516</u>
Depreciation expense	<u>56,073</u>	<u>8,463</u>	<u>1,475</u>	<u>66,011</u>
Total expenses	<u>\$ 5,166,718</u>	<u>\$ 1,272,371</u>	<u>\$ 142,438</u>	<u>\$ 6,581,527</u>

The accompanying notes are an integral part of these statements.



**FAMILY SERVICES OF TULARE COUNTY**  
**(A Non-Profit Corporation)**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2022**

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**CASH FLOWS FROM OPERATING ACTIVITIES:**

Change in net assets	\$ 193,509
Adjustments to reconcile change in net assets to net cash used by operating activities:	
Depreciation	66,011
PPP loan forgiveness	(433,001)
Non-monetary donations	(36,369)
Non-monetary expenses	132,833
Changes in operating assets and liabilities:	
Decrease in grants receivable	167,131
Increase in accounts receivable	(7,873)
Decrease in prepaid expenses	3,211
Increase in accounts payable and accrued liabilities	34,279
	119,732
Net cash provided by operating activities	119,732

**CASH FLOWS FROM FINANCING ACTIVITIES:**

Proceeds from short-term borrowing	362,516
Payments made on short-term borrowing	(187,516)
Payments made on long-term debt	(263,248)
	(88,248)
Net cash used by financing activities	(88,248)
Net increase in cash and cash equivalents	31,484
Cash and cash equivalents, beginning of year	418,140
Cash and cash equivalents, end of year	\$ 449,624

**SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION:**

Cash paid for interest	\$ 19,070
Reduction of loan balances	\$ 699,203
Less annual amounts forgiven on loans	(435,955)
	\$ 263,248

The accompanying notes are an integral part of these statements.

**FAMILY SERVICES OF TULARE COUNTY**  
**(A Non-Profit Corporation)**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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**NOTE 1 – Nature of Activities**

Family Services of Tulare County (Family Services) is a non-profit, charitable organization formed in 1983 to operate two emergency shelters and a full range of counseling services for victims of domestic violence.

The Organization's current operations consist of the following programs:

- Emergency shelter, including meals, for battered women and children. On-site case management and counseling is provided to adult residents. Child advocates assess the needs of child residents and provide education in a therapeutic setting.
- Community-wide domestic violence crisis intervention, treatments and prevention components include three 24 hour hotlines, legal assistance with restraining orders, individual and group counseling for children and teens impacted by domestic violence and victim support groups.
- Crisis intervention, prevention and treatment for sexual assault (molest, rape) victims. Includes 24 hour hospital support, court accompaniment and counseling.
- Domestic violence and sexual assault community awareness and prevention programs with emphasis on teens and young adult audiences.
- Batterers' treatment program for perpetrators of domestic violence.
- Anger management classes for abusing parents and individuals with impulse control issues.
- Training on domestic violence and sexual assault dynamics, issues and resources to impacted professionals such as health care providers, law enforcement, educators and child welfare workers.
- Parenting skills classes.
- Individual, couples and family therapy with special emphasis on high conflict divorce and abuse and neglect.
- Specialized individual and group counseling for the developmentally disabled including conflict management and socialization and intimacy training.
- Supervised visitation and exchange for children at potential risk from a non-custodial parent.
- Financial assistance with emergency needs and individual and group counseling to individuals with HIV/AIDS and their families.
- Fundraising efforts in support of the above families.
- Legal assistance to survivors of domestic violence, sexual assault and stalking.
- Administrative and fiscal management in support of the above programs.

Family Services conducts its affairs under the management of an elected Board of Directors, a salaried executive director, various paid staff and unpaid volunteers. Family Services is supported primarily through government grants.

**FAMILY SERVICES OF TULARE COUNTY**  
**(A Non-Profit Corporation)**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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**NOTE 2 – Summary of Significant Accounting Policies**

**Basis of Presentation**

Family Services reports information regarding its financial position and activities into two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Net Assets without Donor Restrictions - These net assets generally result from revenues generated by receiving contributions that have no donor restrictions, providing services and receiving interest from operating investments, less expenses incurred in providing program-related services, raising contributions and performing administrative functions.

Net Assets with Donor Restrictions - These net assets result from gifts of cash and other assets that are received with donor stipulations that limit the use of the donated assets, either temporarily or permanently, until the donor restriction expires, that is until the stipulated time restriction ends or the purpose of the restriction is accomplished, the net assets are restricted.

**Revenue Recognition**

Support received is recorded as net assets without donor restriction or net assets with donor restrictions, depending on the existence and/or nature of any restrictions.

All support with donor restrictions is reported as an increase in net assets with donor restrictions. When a restriction expires, (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets are reclassified to net assets without donor restrictions and reported in the Statement of Activities as net assets released from restrictions. Furthermore, it is the policy of Family Services to show restricted support whose restrictions are met in the same reporting period as support without donor restrictions.

**Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

**Cash and Cash Equivalents**

For the Statement of Cash Flows, Family Services considers all highly-liquid investments with a maturity of three months or less at the date of purchase to be cash and cash equivalents.

**FAMILY SERVICES OF TULARE COUNTY**  
**(A Non-Profit Corporation)**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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**NOTE 2 – Summary of Significant Accounting Policies (continued)**

Property and Equipment

Property and equipment that are purchased are shown at cost. Donations of property and equipment are recorded as support at their estimated fair market value at the date of donation. Such donations are reported as support without donor restrictions unless the donor has restricted the asset for a specific purpose. Generally, all property and equipment with an acquisition cost of \$5,000 or more is capitalized, unless otherwise required by grantor agencies.

Depreciation is computed using the straight-line method over the estimated useful lives of the various assets.

Compensated Absences

Employees of Family Services are entitled to paid vacation and paid sick days, depending on job classification, length of service and other factors. The amount of compensation for future absences cannot be reasonably estimated, and accordingly, no liability has been recorded in the accompanying financial statements. Family Services' policy is to recognize the costs of compensated absences when actually paid to employees.

Functional Allocation of Expenses

The costs of providing Family Services' programs and supporting services have been summarized on a functional basis in the Statement of Activities. Accordingly, certain costs have been allocated among the program services, support services and fundraising services benefited. The expenses that are allocated include insurance, retirement, administrative, rent, utilities and telephone, supplies, equipment rental, printing and postage and general insurance, which are allocated on the basis of estimates of time and effort.

Advertising Costs

Family Services expenses advertising costs as the advertising expense is incurred.

**NOTE 3 – Income Taxes**

Family Services is exempt from federal and state income taxes under Internal Revenue Code Section 501(c)(3) and California Revenue and Taxation Code Section 23701(d). Accordingly, no provision has been made for income taxes.

**NOTE 4 – Concentration of Credit Risk**

Family Services maintains cash and cash equivalents with one bank located in California. Federally insured limit is \$250,000. At June 30, 2022, cash balance exceeding the federally insured limit was \$277,472.

**FAMILY SERVICES OF TULARE COUNTY**  
**(A Non-Profit Corporation)**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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**NOTE 5 – Grants Receivable**

Grants receivable consists of funds expended for qualifying expenditures for which reimbursement has been committed by various funding agencies. Grants receivable as of June 30, 2022, consisted of the following:

California Office of Emergency Services	\$ 244,537
Tulare County Health and Human Services Agency	192,699
Housing and Urban Development	115,136
California Department of Public Health	109,499
City of Tulare	67,383
Tulare County Sheriff's Department	31,004
Department of Justice	30,751
City of Visalia	20,729
Superior Court of Tulare County	8,027
Miscellaneous	7,235
First 5 of Tulare County	<u>253</u>
Total	<u>\$ 827,253</u>

**NOTE 6 – Line of Credit**

On August 23, 2019, Family Services secured a \$410,000 line of credit with Suncrest Bank to be drawn down as needed. Monthly interest payments on the outstanding principal balance is at the prime rate which was 6.25% at June 30, 2022. The line of credit matures on May 5, 2024. There was an outstanding balance of \$346,081 at June 30, 2022.

**FAMILY SERVICES OF TULARE COUNTY**  
**(A Non-Profit Corporation)**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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**NOTE 7 – Notes Payable**

The following is a summary of Family Services' notes payable at June 30, 2022:

EHAPCD loan, dated in 2013, from the State of California for the development of the FSTC Transitional Housing. The loan term is 10 years and shall bear interest at three percent. Repayment of the loan is deferred as long as the development is used as an emergency shelter, a transitional housing facility or a safe haven. At the completion of the initial loan term, the loan shall be forgiven. The note is collateralized by real property in Visalia, California.	\$ 310,950
Note payable to the City of Visalia, formerly known as the Redevelopment Agency of the City of Visalia, dated December 2012, for the purchase of land. The loan term is 53 years with no interest. Repayment of the loan is deferred as long as the development is used to provide for the continued availability of the property to low-income persons or families. Annually, \$482 of the loan shall be forgiven until the loan is forgiven in full. The note is collateralized by real property in Visalia, California.	21,212
Note payable to the City of Visalia, formerly known as the Redevelopment Agency of the City of Visalia, dated December 2012, for the purchase of land. The loan term is 53 years with no interest. Repayment of the loan is deferred as long as the development is used to provide for the continued availability of the property to low-income persons or families. Annually, \$2,289 of the loan shall be forgiven until the loan is forgiven in full. The note is collateralized by real property in Visalia, California.	100,696
Note payable to the City of Visalia, formerly known as the Redevelopment Agency of the City of Visalia, dated December 2012, for the purchase of land. The loan term is 53 years with no interest. Repayment of the loan is deferred as long as the development is used to provide for the continued availability of the property to low-income persons or families. Annually, \$183 of the loan shall be forgiven until the loan is forgiven in full. The note is collateralized by real property in Visalia, California.	8,051

**FAMILY SERVICES OF TULARE COUNTY**  
**(A Non-Profit Corporation)**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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**NOTE 7 – Notes Payable (continued)**

On April 17, 2020, Family Services entered into a loan agreement for \$696,250 to maintain payroll and cover certain other existing overhead costs during the COVID-19 pandemic. The interest rate was one percent per year and matures two years from the date of the loan. Payments were deferred until August 6, 2021, which was 24 weeks plus 10 months from the funding date of April 6, 2020. The loan was made under the provisions of the Paycheck Protection Program and the revisions made under the Paycheck Protection Flexibility Act of 2020. The principal under this loan may be reduced or forgiven in accordance with the loan forgiveness provisions of the CARES Act. The principal of this loan is not to be deemed forgiven or reduced until documented in writing, signed by the lender. Monthly payments in the amount of \$37,732, including interest at 1%, began on October 17, 2021 and was paid in full as fo June 30, 2022. Effective September 14, 2021, \$433,001 in principal was forgiven on this loan.

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Total notes payable	440,909
Less current portion	(313,904)
Long-term portion	\$ 127,005

Annual required principal payments on these notes are as follows:

<u>For the year ending June 30,</u>		
2023	\$	313,904
2024		2,954
2025		2,954
2026		2,954
2027		2,954
Thereafter		115,189
Total	\$	440,909

**FAMILY SERVICES OF TULARE COUNTY**  
**(A Non-Profit Corporation)**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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**NOTE 8 – Net Assets**

Family Services' net assets at June 30, 2022 consisted of the following:

Net assets without donor restrictions:

Undesignated	\$ 1,285,316
Total net assets without donor restrictions	1,285,316

Net assets with donor restrictions:

Subject to expenditure for specified purpose:

Various direct program expenses	34,338
Shelter expenses	26,809
ASPA Shelter - Karen's House	26,772
Karen Cooper Legacy - employee enrichment	23,612
Supportive housing, general expenses	17,996
In-home parenting program	4,999
Operating, COVID-19 related expense	885
In-home parenting, Goshen	8
Total net assets with donor restrictions	135,419

Total net assets	\$ 1,420,735
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**NOTE 9 – Non-Monetary Donations**

Non-monetary donations are valued at fair value at the time of donation. Donated services are of a professional nature and are provided by volunteers that serve in various programs of Family Services. The non-monetary donations for the year ended June 30, 2022, were \$36,369, of which \$33,415 and \$2,954 were for donated services and for annual amounts forgiven on loans, respectively.

**NOTE 10 – Operating Leases**

The lease for property located at 307 West Murray in Visalia, California was renewed effective November 1, 2020 with monthly rent payments of \$1,850 expiring June 30, 2022. Management did not renew the lease at expiration.

The lease for property located at 221 North Johnson in Visalia, California was renewed effective August 1, 2018 for a period of three years. The renewal required monthly rent payments of \$1,645, subject to a \$30 annual increase each August 1<sup>st</sup>. Upon expiration the Organization continued renting on a month-to-month basis until the lease was renewed effective July 1, 2022 through June 30, 2024. The renewal requires monthly rent payments of \$1,750, subject to a \$30 annual increase each July 1<sup>st</sup>.



**FAMILY SERVICES OF TULARE COUNTY**  
**(A Non-Profit Corporation)**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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**NOTE 10 – Operating Leases (continued)**

The lease for property located at 735 West Oak in Visalia, California was renewed through December 31, 2021, it required monthly payments of \$1,275, subject to a \$25 annual increase each January 1<sup>st</sup>. Upon expiration the Organization continued renting on a month-to-month basis until the lease was renewed effective July 1, 2022 through June 30, 2024. The renewal requires monthly rent payments of \$1,370, subject to a \$25 annual increase each July 1<sup>st</sup>.

The lease for property located at 313 and 315 West Henderson Ave in Porterville, California required monthly payments of \$1,200 for the first year, increasing by two percent each year commencing July 1, 2020. The Organization used their option to extend the lease through June 30, 2022, then renewed the lease through June 30, 2024. The renewal requires monthly rent payments of \$1,486, subject to a two percent annual increase each July 1<sup>st</sup>.

The lease for property located at 220 North Stevenson Street in Visalia, California was renewed through June 30, 2021. The lease required monthly rent payments of \$980, subject to a \$30 annual increase each July 1<sup>st</sup>. Upon expiration the Organization continued renting on a month-to-month basis until the lease was renewed effective July, 2022 through June 30, 2024. The renewal requires monthly rent payments of \$1,075, subject to a \$25 annual increase each July 1<sup>st</sup>.

The lease for property located at 1011 West Center Street in Visalia required monthly payments of \$1,500 for a three year term, commencing August 1, 2019. Management did not renew the lease upon expiration.

The lease for property located at 421 North Church Street in Visalia, California required monthly payments of \$1,200 for a three year term commencing January 1, 2017. Effective December 16, 2020, the lease was renewed on the same terms and expired December 31, 2022. Upon expiration management renewed the lease through December 31, 2023.

The lease for property located at 916 West Oak Street in Visalia, California requires monthly rent payments of \$1,650 for a five year term commencing May 1, 2018. The monthly payments increased to \$1,700 per month on May 1, 2022, for the remainder of the term. Upon expiration management plans to renew the lease.

The lease for property located at 401 North Church Street in Visalia, California required monthly rent payments of \$3,213 for a five year term commencing September 15, 2017. The monthly payments increased by three percent every September 15<sup>th</sup>. Upon expiration management renewed the lease through December 31, 2027. The renewal requires monthly rent payments of \$3,616, with escalated monthly payments of \$3,725 and \$3,837 on January 1, 2024 and January 1, 2026, respectively.

The lease for property located at 409 North Church Street in Visalia, California required monthly rent payments of \$1,200 for a four year term commencing January 15, 2019. The monthly rent payments were subject to a \$100 increase commencing January 15, 2020, and each year thereafter throughout the term of the lease. Upon expiration management renewed the lease through December 31, 2027. The renewal requires monthly rent payments of \$1,500, with escalated monthly payments of \$1,545 and \$1,592 on January 1, 2024 and January 1, 2026, respectively.

The lease for property located at 3716, 3718, 3720, and 3722 West Myrtle Court in Visalia, California requires monthly rent payments of \$3,800 for a three year term commencing March 1, 2022. This lease was previously a month-to-month lease with rent payments of \$2,660.

**FAMILY SERVICES OF TULARE COUNTY  
(A Non-Profit Corporation)  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

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**NOTE 10 – Operating Leases (continued)**

The lease for property located at 2042, 2044, and 2046 South Tracy Court in Visalia, California requires monthly rent payments of \$3,150 for a three year term commencing March 1, 2022. This lease was previously a month-to-month lease with rent payments of \$2,250.

The lease for property located at 815 West Oak in Visalia, California requires monthly rent payments of \$2,601 for a three year term commencing August 1, 2022. This lease was previously a month-to-month lease with rent payments of \$3,145 for this building as well as 807 W. Oak.

The lease for property located at 744 East Douglas in Visalia, California requires monthly payments of \$4,800 for a three year term commencing August 1, 2022.

The lease for property located at 746 and 748 East Douglas in Visalia, California requires monthly payments of \$4,050 for a three year term commencing August 1, 2022.

The lease for copiers with U.S. Bank Equipment Finance requires monthly payments of \$1,272 for a 48 month term commencing July 1, 2018. The lease agreement contains no purchase option. Management entered into a new lease with Leaf Capital Funding, LLC to replace this lease.

The lease for a copier with U.S. Bank Equipment Finance requires monthly payments of \$136 for a 48 month term commencing February 1, 2018. The lease agreement contains no purchase option. Management entered into a new lease with Leaf Capital Funding, LLC to replace this lease.

The lease for a copier with U.S. Bank Equipment Finance requires monthly payments of \$112 for a 42 month term commencing February 1, 2019. The lease agreement contains no purchase option. Management entered into a new lease with Leaf Capital Funding, LLC to replace this lease.

The lease for a copier with Leaf Capital Funding, LLC requires monthly payments of \$93 for a 60 month term commencing July 10, 2019. The lease agreement contains no purchase option.

The lease for a copier with Pitney Bowes Global Finance requires monthly payments of \$86 for a 63 month term commencing October 1, 2017. The lease agreement contains no purchase option.

The lease for a copier with Leaf Capital Funding, LLC requires monthly payments of \$1,292 for a 60 month term commencing March 8, 2022. The lease agreement contains no purchase option.

Rent expense during the year ended June 30, 2022, was \$316,140.

As of June 30, 2022, the future minimum operating lease payments under these non-cancelable leases, are as follows:

2023	\$ 385,133
2024	369,228
2025	247,080
2026	59,524
2027	<u>33,355</u>
Total	<u>\$ 1,094,320</u>

Family Services will receive no sublease revenue nor pay any contingent rental associated with these leases.

**FAMILY SERVICES OF TULARE COUNTY**  
**(A Non-Profit Corporation)**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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**NOTE 11 – California Office of Emergency Services – Local Matching Requirements**

During the fiscal year, Family Services had nine grants from the California Office of Emergency Services (Cal OES). Each grant contained a cash portion and may have required additional local matching by Family Services. The revenue and expenses presented in the Supplemental Schedules of Support and Expenses by Funding Source under the Cal OES columns reflect only those items of income and expense attributable to the cash portion of the grants. Amounts attributable to the local matching requirements, are detailed below:

	Rape Crisis	Child Abuse Treatment Program	Victim Services	Legal Assistance
<u>Personal Services:</u>				
Without donor restrictions:				
In-kind volunteers	\$ 34,152	\$ -	\$ -	\$ 2,471
Therapists	1,138	43,938	-	-
Other sources	-	-	11,189	-
<u>Operating Services:</u>				
Unrestricted fund:				
In-kind donation	-	-	17,079	-
Totals	<u>\$ 35,290</u>	<u>\$ 43,938</u>	<u>\$ 28,268</u>	<u>\$ 2,471</u>

**NOTE 12 – Retirement Plan**

Employees of Family Services are covered under a 403(b) Retirement Plan. All employees are eligible to participate in this tax-sheltered annuity and are allowed to make elective deferrals as of the first day of employment. For employees working a minimum of 30 hours per week, following the first two months of employment, Family Services contributes a dollar for every employee's dollar contribution with a maximum of \$50 per month. All employees are allowed access to the plan after reaching the age of 59 ½. The total contribution for the year ended June 30, 2022, was \$24,689.

**FAMILY SERVICES OF TULARE COUNTY**  
**(A Non-Profit Corporation)**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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**NOTE 13 – Liquidity and Availability of Resources**

Family Services receives support from restricted contributions. Because a donor's restriction requires resources to be used in a particular manner or in a future period, Family Services must maintain sufficient resources to meet those responsibilities to its donors and grantors, therefore, financial assets may not be available for general expenditure within one year. In the event of an unanticipated liquidity need, Family Services could also draw upon \$410,000 of available line of credit, as described in Note 6.

The following table reflects Family Services' financial assets as of June 30, 2022, reduced by amounts not available for general use within one year of the statement of financial position date because of contractual or donor-imposed restrictions or internal designations. Amounts available include donor-restricted amounts that are available for expenditure in the following year.

Financial assets:	
Cash and cash equivalents	\$ 449,624
Grants receivable	<u>827,253</u>
Total financial assets	<u>1,276,877</u>
Donor-imposed restrictions:	
Other donor restrictions (Note 8)	<u>(23,612)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u><u>\$ 1,253,265</u></u>

**NOTE 14 – Fair Value**

Accounting principles generally accepted in the United States of America require disclosure of an estimate of fair value of certain financial instruments. Family Services' significant financial instruments are cash and cash equivalents, grants receivable and other short-term assets. For these financial instruments, carrying values approximate fair value.

**NOTE 15 – Subsequent Events**

Management has evaluated subsequent events through March 16, 2023, the date on which the financial statements were available to be issued, and has determined that no adjustments are necessary to the amounts reported in the accompanying financial statements. However, subsequent events have occurred, the nature of which have been disclosed in Note 10.

**OTHER SUPPLEMENTARY INFORMATION**

**FAMILY SERVICES OF TULARE COUNTY  
(A Non-Profit Corporation)  
SUPPLEMENTAL SCHEDULE OF SUPPORT AND EXPENSES  
BY FUNDING SOURCE – FEDERAL FINANCIAL ASSISTANCE  
FOR THE YEAR ENDED JUNE 30, 2022**

	California Office of Emergency Services	Department of Justice	Federal Emergency Management Agency	California Department of Public Health	Department of Housing and Urban Development	Tulare County Health and Human Services Agency	Tulare County Sheriff's Department	Superior Court of Tulare County	Fresno Economic Opportunities Commission	City of Tulare	City of Porterville	City of Visalia	Total
<b>Support:</b>													
Government grants	\$ 1,584,108	\$ 124,497	\$ 73,732	\$ 292,992	\$ 163,383	\$ 349,926	\$ 32,358	\$ 101,910	\$ 17,202	\$ 186,048	\$ 15,000	\$ 44,534	\$ 2,985,690
Other revenue	-	-	-	-	-	-	-	-	-	20,057	-	-	20,057
<b>Total support</b>	<b>1,584,108</b>	<b>124,497</b>	<b>73,732</b>	<b>292,992</b>	<b>163,383</b>	<b>349,926</b>	<b>32,358</b>	<b>101,910</b>	<b>17,202</b>	<b>206,105</b>	<b>15,000</b>	<b>44,534</b>	<b>3,005,747</b>
<b>Expenses:</b>													
Salaries and wages	853,676	71,528	9,045	97,805	36,353	142,473	19,654	66,958	7,175	20,210	10,000	22,950	1,357,827
Payroll taxes	71,571	5,266	687	7,171	2,789	10,215	1,263	4,986	541	1,630	603	1,613	108,335
Insurance	133,353	9,271	764	12,402	4,844	12,253	3,127	8,786	972	2,863	1,374	4,037	194,046
Retirement	6,695	730	106	898	180	932	128	480	77	103	22	50	10,401
Administrative	249,680	13,825	8,359	10,945	2,277	151,900	4,295	2,761	891	3,129	1,405	4,066	453,533
Travel and conferences	885	-	-	1,321	70	5,400	-	-	25	73	47	87	7,908
Rent	35,761	8,318	121	6,601	70,209	10,635	1,840	4,456	932	1,642	845	1,832	143,192
Utilities and telephone	77,547	7,564	7,616	5,735	9,541	12,421	1,670	4,159	833	1,292	355	1,446	130,179
Supplies	36,034	538	886	731	295	4,527	301	780	43	51,882	88	186	96,291
Equipment rental	3,342	615	837	442	175	537	156	629	68	99	3	100	7,003
Food	-	-	150	-	-	-	-	-	-	-	-	-	150
Printing postage	1,046	84	11	124	48	221	32	66	9	21	1	29	1,692
Dues and memberships	142	-	-	-	-	15	-	-	-	-	-	-	157
General insurance	8,964	1,071	3,690	225	515	1,649	281	1,037	78	257	145	270	18,182
Advertising	2,377	-	-	-	-	301	-	-	-	-	-	-	2,678
Repairs and maintenance	27,101	1,593	6,559	1,572	651	1,796	365	1,139	79	352	10	388	41,605
Educational materials	8,207	-	-	-	-	1,094	-	-	-	-	-	-	9,301
Client assistance	47,781	3,881	8,342	147,895	35,429	400	-	-	4,978	125,071	-	7,187	380,964
Licenses and permits	125	13	1	20	7	45	5	11	1	3	2	3	236
Accounting and auditing	6,567	-	-	-	-	340	145	-	500	190	100	200	8,042
Staff training	3,729	200	-	-	-	-	-	43	-	-	-	90	4,062
<b>Total expenses</b>	<b>1,574,583</b>	<b>124,497</b>	<b>47,174</b>	<b>293,887</b>	<b>163,383</b>	<b>357,154</b>	<b>33,262</b>	<b>96,291</b>	<b>17,202</b>	<b>208,817</b>	<b>15,000</b>	<b>44,534</b>	<b>2,975,784</b>
<b>Excess revenue (expense)</b>	<b>\$ 9,525</b>	<b>\$ -</b>	<b>\$ 26,558</b>	<b>\$ (895)</b>	<b>\$ -</b>	<b>\$ (7,228)</b>	<b>\$ (904)</b>	<b>\$ 5,619</b>	<b>\$ -</b>	<b>\$ (2,712)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 29,963</b>

**FAMILY SERVICES OF TULARE COUNTY  
(A Non-Profit Corporation)  
SUPPLEMENTAL SCHEDULE OF SUPPORT AND EXPENSES  
BY FUNDING SOURCE – STATE AND LOCAL GRANTS  
FOR THE YEAR ENDED JUNE 30, 2022**

	California Office of Emergency Services	Tulare County Health and Human Services Agency	Tulare County Probation Nurturing Parenting	Tulare County Sheriff's Department	Tulare County Clerk/ Recorder	Housing Authority of Tulare County	City of Visalia	Kings Tulare Homeless Alliance	First 5 of Tulare County	Total
<b>Support:</b>										
Government grants	\$ 657,948	\$ 1,095,717	\$ 30,772	\$ 28,441	\$ 46,169	\$ 18,000	\$ 61,483	\$ 85,000	\$ 422,601	\$ 2,446,131
Counseling fees	-	99,485	-	-	-	-	-	-	-	99,485
Other revenue	-	-	-	-	-	-	17,330	-	-	17,330
<b>Total support</b>	<b>657,948</b>	<b>1,195,202</b>	<b>30,772</b>	<b>28,441</b>	<b>46,169</b>	<b>18,000</b>	<b>78,813</b>	<b>85,000</b>	<b>422,601</b>	<b>2,562,946</b>
<b>Expenses:</b>										
Salaries and wages	417,661	523,526	17,474	16,190	9,110	7,958	23,947	45,450	262,850	1,324,166
Payroll taxes	19,908	39,424	1,303	1,391	692	840	1,812	3,120	19,472	87,962
Insurance	39,797	82,220	1,524	2,631	951	2,315	2,794	13,077	31,532	176,841
Retirement	2,972	4,142	111	311	125	60	65	50	2,068	9,904
Administrative	51,607	308,303	3,652	2,696	10,351	1,937	4,665	8,255	50,975	442,441
Travel and conferences	1,952	6,402	1,277	-	-	-	2	967	2,169	12,769
Rent	11,410	36,123	947	1,543	4,858	472	2,043	3,638	13,126	74,160
Utilities and telephone	16,895	32,711	711	1,050	15,748	344	1,470	3,329	10,632	82,890
Supplies	9,075	9,223	860	124	593	817	185	2,871	9,960	33,708
Equipment rental	1,412	3,188	92	97	20	22	104	188	961	6,084
Printing postage	447	686	19	24	12	7	31	58	315	1,599
Dues and memberships	665	-	-	-	100	-	-	-	300	1,065
General insurance	4,352	7,150	169	242	1,016	58	336	570	2,825	16,718
Advertising	1,360	-	-	-	-	637	-	-	-	1,997
Repairs and maintenance	4,803	11,163	207	306	2,594	101	417	750	2,621	22,962
Educational materials	304	3,794	1,944	-	-	-	-	-	7,986	14,028
Client assistance	3,688	20,232	-	-	-	2,912	44,760	2,243	3,010	76,845
Licenses and permits	48	22	6	4	1	1	-	9	46	137
Accounting and auditing	9,715	5,380	230	315	-	-	100	425	1,302	17,467
Staff training	49	40	-	-	-	-	-	-	454	543
<b>Total expenses</b>	<b>598,120</b>	<b>1,093,729</b>	<b>30,526</b>	<b>26,924</b>	<b>46,171</b>	<b>18,481</b>	<b>82,731</b>	<b>85,000</b>	<b>422,604</b>	<b>2,404,286</b>
<b>Excess revenue (expense)</b>	<b>\$ 59,828</b>	<b>\$ 101,473</b>	<b>\$ 246</b>	<b>\$ 1,517</b>	<b>\$ (2)</b>	<b>\$ (481)</b>	<b>\$ (3,918)</b>	<b>\$ -</b>	<b>\$ (3)</b>	<b>\$ 158,660</b>

**FAMILY SERVICES OF TULARE COUNTY  
(A Non-Profit Corporation)  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
JUNE 30, 2022**

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Provided to Subrecipients	Federal Expenditures
<u>U.S. Department of Housing and Urban Development (HUD):</u>				
Passed Through the State of California Department of Public Health: Housing Opportunities for Persons with AIDS	14.241	2329	\$ -	\$ 213,585
Passed Through the Office of Community Planning and Development: Continuum of Care Program	14.267	N/A	-	163,383
Passed Through the City of Porterville: Shelter Plus Care	14.238	N/A	-	15,000
Passed Through the City of Visalia: Shelter Plus Care	14.238	N/A	-	44,534
Passed Through the City of Tulare: Shelter Plus Care	14.238	N/A	-	188,760
Total Assistance Listing 14.238			-	248,294
Total U.S. Department of Housing and Urban Development (HUD)			-	625,262
<u>U.S. Department of Justice:</u>				
Services for Trafficking Victims	16.320	N/A	-	124,497
Passed Through the Office of Tulare County Sheriff: Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program	16.588	18451	-	32,358
Passed Through California Office of Emergency Services: Domestic Violence Response Team	16.588	N/A	56,288	116,866
Total Assistance Listing 16.588			56,288	149,224
Crime Victims Assistance	16.575	18200	71,893	1,418,677
Total Passed Through California Office of Emergency Services			128,181	1,535,543
Passed Through the Fresno Economic Opportunities Commission: Crime Victims Assistance	16.575	N/A	-	17,202
Total Assistance Listing 16.575			71,893	1,435,879
Total U.S. Department of Justice			128,181	1,709,600
<u>U.S. Department of Health and Human Services:</u>				
Passed Through the State of California Department of Public Health: Injury Prevention and Control Research and State and Community Based Programs	93.136	09-11593	-	80,302
Passed Through the County of Tulare HHSA: Medical Assistance Program	93.778	N/A	-	276,260
Block Grants for Prevention and Treatment of Substance Abuse	93.959	4730	-	73,666
Total Passed Through County of Tulare HHSA			-	349,926
Passed Through the County of Tulare Superior Court: Grants to States for Access and Visitation Programs	93.597	N/A	-	96,291
Passed Through the California Office of Emergency Services: Family Violence Prevention and Services/Grants for Battered Women's Shelters-Grants to States and Indian Tribes	93.671	18234	-	39,365
Total U.S. Department of Health and Human Services			-	565,884
<u>U.S. Department of Homeland Security:</u>				
Passed Through the Federal Emergency Management Agency: Emergency Food and Shelter National Board Program	97.024	N/A	-	38,832
Department of Homeland Security Food Distribution	97.024	N/A	-	8,342
Total Assistance Listing 97.024			-	47,174
Total U.S. Department of Homeland Security			-	47,174
Total Expenditures of Federal Awards			\$ 128,181	\$ 2,947,920

The accompanying notes are an integral part of this statement.



**FAMILY SERVICES OF TULARE COUNTY**  
**(A Non-Profit Corporation)**  
**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**JUNE 30, 2022**

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**NOTE 1 – Basis of Presentation**

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Family Services of Tulare County under programs of the federal government for the year ended June 30, 2022. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the schedule presents only a selected portion of the operations of Family Services, it is not intended to and does not present the financial position, changes in net assets, or cash flows of Family Services.

**NOTE 2 – Summary of Significant Accounting Policies**

Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

**NOTE 3 – De Minimis Cost Rate**

Family Services has elected to use the 10% de minimis cost rate.

**FAMILY SERVICES OF TULARE COUNTY  
(A Non-Profit Corporation)  
STATEMENT OF COSTS CLAIMED AND ACCEPTED  
FOR THE YEAR ENDED JUNE 30, 2022**

	Costs	Costs Accepted		
	Claimed 2022	Actual	Matching	Total
Child Abuse Treatment (CHAT) Grant Number AT 19021248 Grant Period (1/1/2021 - 12/31/2021) Current Period Revenue \$142,200				
Personal Services	\$ 106,914	\$ 101,520	\$ 5,394	\$ 106,914
Operating Services	35,286	35,286	-	35,286
Equipment	-	-	-	-
<b>Totals</b>	<b>\$ 142,200</b>	<b>\$ 136,806</b>	<b>\$ 5,394</b>	<b>\$ 142,200</b>

Child Abuse Treatment (CHAT) Grant Number AT 20031248 Grant Period (1/1/2022 - 12/31/2022) Current Period Revenue \$190,467				
Personal Services	\$ 159,063	\$ 120,519	\$ 38,544	\$ 159,063
Operating Services	31,404	31,404	-	31,404
Equipment	-	-	-	-
<b>Totals</b>	<b>\$ 190,467</b>	<b>\$ 151,923</b>	<b>\$ 38,544</b>	<b>\$ 190,467</b>

Domestic Violence (DV) Grant Number DV 20331248 Grant Period (10/1/2020 - 9/30/2021) Current Period Revenue \$129,347				
Personal Services	\$ 121,365	\$ 121,365	\$ -	\$ 121,365
Operating Services	7,982	7,982	-	7,982
Equipment	-	-	-	-
<b>Totals</b>	<b>\$ 129,347</b>	<b>\$ 129,347</b>	<b>\$ -</b>	<b>\$ 129,347</b>

Domestic Violence (DV) Grant Number DV 21341248 Grant Period (10/1/2021 - 9/30/2022) Current Period Revenue \$404,148				
Personal Services	\$ 323,645	\$ 323,645	\$ -	\$ 323,645
Operating Services	80,503	80,503	-	80,503
Equipment	-	-	-	-
<b>Totals</b>	<b>\$ 404,148</b>	<b>\$ 404,148</b>	<b>\$ -</b>	<b>\$ 404,148</b>

(continued)

**FAMILY SERVICES OF TULARE COUNTY**  
**(A Non-Profit Corporation)**  
**STATEMENT OF COSTS CLAIMED AND ACCEPTED**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	Costs	Costs Accepted		
	Claimed	Actual	Matching	Total
	2022			
Rape Crisis (RC)				
Grant Number RC 20291248				
Grant Period (10/1/2020 - 9/30/2021)				
Current Period Revenue \$304,243				
Personal Services	\$ 94,067	\$ 77,354	\$ 16,713	\$ 94,067
Operating Services	39,499	39,499	-	39,499
Equipment	-	-	-	-
Totals	<u>\$ 133,566</u>	<u>\$ 116,853</u>	<u>\$ 16,713</u>	<u>\$ 133,566</u>

Rape Crisis (RC)				
Grant Number RC 21301248				
Grant Period (10/1/2021 - 9/30/2022)				
Current Period Revenue \$133,566				
Personal Services	\$ 221,753	\$ 203,176	\$ 18,577	\$ 221,753
Operating Services	82,490	82,490	-	82,490
Equipment	-	-	-	-
Totals	<u>\$ 304,243</u>	<u>\$ 285,666</u>	<u>\$ 18,577</u>	<u>\$ 304,243</u>

Victim Services				
Grant Number XC 20031248				
Grant Period (1/1/2021 - 12/31/2021)				
Current Period Revenue \$102,140				
Personal Services	\$ 60,953	\$ 54,497	\$ 6,456	\$ 60,953
Operating Services	83,820	68,146	15,674	83,820
Equipment	-	-	-	-
Totals	<u>\$ 144,773</u>	<u>\$ 122,643</u>	<u>\$ 22,130</u>	<u>\$ 144,773</u>

Victim Services				
Grant Number XC 21041248				
Grant Period (1/1/2022 - 12/31/2022)				
Current Period Revenue \$144,773				
Personal Services	\$ 64,200	\$ 59,467	\$ 4,733	\$ 64,200
Operating Services	37,940	36,535	1,405	37,940
Equipment	-	-	-	-
Totals	<u>\$ 102,140</u>	<u>\$ 96,002</u>	<u>\$ 6,138</u>	<u>\$ 102,140</u>

(continued)

**FAMILY SERVICES OF TULARE COUNTY**  
**(A Non-Profit Corporation)**  
**STATEMENT OF COSTS CLAIMED AND ACCEPTED**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	Costs	Costs Accepted		
	Claimed	Actual	Matching	Total
	2022			
Transitional Housing				
Grant Number XH 20031248				
Grant Period (1/1/2021 - 12/31/2021)				
Current Period Revenue \$95,322				
Personal Services	\$ 59,875	\$ 59,875	\$ -	\$ 59,875
Operating Services	35,447	35,447	-	35,447
Equipment	-	-	-	-
Totals	<u>\$ 95,322</u>	<u>\$ 95,322</u>	<u>\$ -</u>	<u>\$ 95,322</u>

Transitional Housing				
Grant Number XH 21041248				
Grant Period (1/1/2022 - 12/31/2022)				
Current Period Revenue \$112,057				
Personal Services	\$ 66,646	\$ 66,646	\$ -	\$ 66,646
Operating Services	45,411	45,411	-	45,411
Equipment	-	-	-	-
Totals	<u>\$ 112,057</u>	<u>\$ 112,057</u>	<u>\$ -</u>	<u>\$ 112,057</u>

Victim Assistance				
Grant Number VA 20041248				
Grant Period (1/1/2021 - 12/31/2021)				
Current Period Revenue \$82,921				
Personal Services	\$ 35,823	\$ 35,823	\$ -	\$ 35,823
Operating Services	47,098	47,098	-	47,098
Equipment	-	-	-	-
Totals	<u>\$ 82,921</u>	<u>\$ 82,921</u>	<u>\$ -</u>	<u>\$ 82,921</u>

Victim Assistance				
Grant Number VA 21051248				
Grant Period (1/1/2022 - 12/31/2022)				
Current Period Revenue \$61,340				
Personal Services	\$ 30,259	\$ 30,259	\$ -	\$ 30,259
Operating Services	31,081	31,081	-	31,081
Equipment	-	-	-	-
Totals	<u>\$ 61,340</u>	<u>\$ 61,340</u>	<u>\$ -</u>	<u>\$ 61,340</u>

(continued)

**FAMILY SERVICES OF TULARE COUNTY**  
**(A Non-Profit Corporation)**  
**STATEMENT OF COSTS CLAIMED AND ACCEPTED**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	Costs	Costs Accepted		
	Claimed 2022	Actual	Matching	Total
Legal Assistance Grant Number XL 20031248 Grant Period (1/1/2021 - 12/31/2021) Current Period Revenue \$115,519				
Personal Services	\$ 69,936	\$ 67,465	\$ 2,471	\$ 69,936
Operating Services	45,583	45,583	-	45,583
Equipment	-	-	-	-
Totals	<u>\$ 115,519</u>	<u>\$ 113,048</u>	<u>\$ 2,471</u>	<u>\$ 115,519</u>

Legal Assistance Grant Number XL 21041248 Grant Period (1/1/2022 - 12/31/2022) Current Period Revenue \$91,740				
Personal Services	\$ 63,089	\$ 63,089	\$ -	\$ 63,089
Operating Services	28,651	28,651	-	28,651
Equipment	-	-	-	-
Totals	<u>\$ 91,740</u>	<u>\$ 91,740</u>	<u>\$ -</u>	<u>\$ 91,740</u>

Supervised Visitation Grant Number SP 20031248 Grant Period (5/1/2021 - 4/30/2022) Current Period Revenue \$167,878				
Personal Services	\$ 122,960	\$ 122,960	\$ -	\$ 122,960
Operating Services	44,918	44,918	-	44,918
Equipment	-	-	-	-
Totals	<u>\$ 167,878</u>	<u>\$ 167,878</u>	<u>\$ -</u>	<u>\$ 167,878</u>

Supervised Visitation Grant Number SP 21041248 Grant Period (5/1/2022 - 4/30/2023) Current Period Revenue \$26,089				
Personal Services	\$ 19,028	\$ 19,028	\$ -	\$ 19,028
Operating Services	7,061	7,061	-	7,061
Equipment	-	-	-	-
Totals	<u>\$ 26,089</u>	<u>\$ 26,089</u>	<u>\$ -</u>	<u>\$ 26,089</u>

**FAMILY SERVICES OF TULARE COUNTY  
(A Non-Profit Corporation)  
STATEMENT OF COSTS CLAIMED AND ACCEPTED  
FOR THE YEAR ENDED JUNE 30, 2022**

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	Costs Claimed	Costs Accepted		
	2022	Actual	Matching	Total
Sexual Assault Response Team				
Grant Number XS 20011248				
Grant Period (1/1/2022 - 12/31/2022)				
Current Period Revenue \$12,701				
Personal Services	\$ 3,068	\$ 3,068	\$ -	\$ 3,068
Operating Services	9,003	9,003	-	9,003
Equipment	-	-	-	-
	\$ 12,071	\$ 12,071	\$ -	\$ 12,071
Totals	\$ 12,071	\$ 12,071	\$ -	\$ 12,071

**OTHER INDEPENDENT AUDITORS' REPORTS**



CLOVIS | HANFORD | PORTERVILLE | TULARE | VISALIA

## M. GREEN AND COMPANY LLP

CERTIFIED PUBLIC 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**

**INDEPENDENT AUDITORS' REPORT**

Board of Directors  
Family Services of Tulare County

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Family Services of Tulare County (Family Services), a California non-profit corporation, which comprise the statement of financial position as of June 30, 2022, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements and have issued our report thereon dated March 16, 2023.

**Report on Internal Control over Financial Reporting**

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

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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## Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Family Services of Tulare County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of Family Services of Tulare County in a separate letter dated March 16, 2023.

### Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Family Services' internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*M. Green and Company LLP*

Visalia, California  
March 16, 2023



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## M. GREEN AND COMPANY LLP

CERTIFIED PUBLIC ACCOUNTANTS

**REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM;  
REPORT ON INTERNAL CONTROL OVER COMPLIANCE;  
AND REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
REQUIRED BY THE UNIFORM GUIDANCE**

**INDEPENDENT AUDITORS' REPORT**

Board of Directors  
Family Services of Tulare County

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

**Opinion on Each Major Federal Program**

We have audited Family Services of Tulare County compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on Family Services of Tulare County's major federal program for the year ended June 30, 2022. Family Services of Tulare County's major federal program is identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, Family Services of Tulare County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 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 *Government Auditing Standards*, issued by the Comptroller General of the United States, and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit Compliance section of our report.

We are required to be independent of Family Services of Tulare County 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 Family Services of Tulare County'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 Family Services of Tulare County's federal programs.

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## **Auditors' Responsibilities for the Audit of Compliance**

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements, referred to above occurred, whether due to fraud or error, and express an opinion on Family Services of Tulare County'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 Family Services of Tulare County'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 Family Services of Tulare County'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 Family Services of Tulare County'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 Family Services of Tulare County's internal control over compliance. Accordingly, no such opinion is expressed.

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

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

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

*M. Green and Company LLP*

Visalia, California  
March 16, 2023

## **FINDINGS AND QUESTIONED COSTS**

**FAMILY SERVICES OF TULARE COUNTY  
(A Non-Profit Corporation)  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2022**

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**Section I - Summary of Auditors' Results**

**Financial Statements**

Type of auditors' report issued: Unmodified

Internal control over financial reporting:

One or more material weaknesses identified? \_\_\_\_\_ Yes   X   No

One or more significant deficiencies identified that are not considered to be material weaknesses? \_\_\_\_\_ Yes   X   None reported

Non-compliance material to financial statements noted? \_\_\_\_\_ Yes   X   No

**Federal Awards**

Internal control over major programs:

One or more material weaknesses identified? \_\_\_\_\_ Yes   X   No

One or more significant deficiencies identified that are not considered to be material weaknesses? \_\_\_\_\_ Yes   X   None reported

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

Any audit findings disclosed that are required to be reported in accordance with 2 CFR Section 200.516(a) of Uniform Guidance? \_\_\_\_\_ Yes   X   No

Identification of major program:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
16.575	Crime Victims Assistance

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

Auditee qualified as low-risk auditee?   X   Yes \_\_\_\_\_ No

**Section II – Financial Statement Findings**

None

**Section III – Federal Findings**

None

**FAMILY SERVICES OF TULARE COUNTY  
(A Non-Profit Corporation)  
SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
FOR THE YEAR ENDED JUNE 30, 2022**

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Finding/Recommendation	Current Status	Explanation if not Implemented
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There were no prior year findings.