

NEXTSTEP OF CENTRAL LOUISIANA, INC.

FINANCIAL STATEMENTS

December 31, 2021

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Paul Dauzat CPA, LLC

P.O. Box 12359
Alexandria, La. 71315

June 1, 2022

Board of Directors
NextSTEP of Central Louisiana, Inc.
Pineville, Louisiana

Management is responsible for the accompanying financial statements of NextSTEP of Central Louisiana, Inc. which comprise the statement of financial position as of December 31, 2021, and the related statements of activities, functional expenses, cash flows and the related notes for the year then ended in accordance with accounting principles generally accepted in the United States of America. I have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. I did not audit or review the financial statements nor was I required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, I do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Paul Dauzat CPA, LLC



By: Paul Dauzat, CPA

NextSTEP of CENTRAL LOUISIANA, INC.

STATEMENT OF FINANCIAL POSITION

December 31, 2021

ASSETS

Current Assets:

Cash and Cash Equivalents	\$ 12,560
Grant Receivable	6,567
Due From Others	396
Total Current Assets	<u>19,523</u>

Property & Equipment:

Presentation Equipment	2,500
Less: Accumulated Depreciation	<u>(2,500)</u>

Total Assets \$ 19,523

LIABILITIES AND NET ASSETS

Current Liabilities:

Payroll Taxes	5,116
Line of Credit	7,578
Due to Others	9,918
Total Current Liabilities	<u>22,612</u>

Net Assets:

Without Donor Restrictions	<u>(3,089)</u>
Total Net Assets	<u>(3,089)</u>

Total Liabilities and Net Assets \$ 19,523

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

NextSTEP of CENTRAL LOUISIANA, INC.

**STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
For The Year Ended December 31, 2021**

	WITHOUT DONOR RESTRICTIONS	WITH DONOR RESTRICTIONS	TOTALS
Increases in Net Assets			
<u>Revenues and Other Support:</u>			
Grants	\$ 10,000	\$ 77,321	\$ 87,321
Donations	17,925	-	17,925
Total Revenues and Other Support	27,925	77,321	105,246
Net Assets Released from Restrictions	77,321	(77,321)	-
Total Increases in Net Assets	105,246	-	105,246
 Decreases in Net Assets			
<u>Expenses:</u>			
Program Expenses	84,143	-	84,143
Supporting services:			
Management and general	21,492	-	21,492
Total Decreases in Net Assets	105,635	-	105,635
 <u>Change in Net Assets</u>	(389)	-	(389)
 <u>Net Assets - Beginning of Year</u>	(2,700)	-	(2,700)
 <u>Net Assets - End of Year</u>	\$ (3,089)	\$ -	\$ (3,089)

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

NextSTEP of CENTRAL LOUISIANA, INC.

STATEMENT OF CASH FLOWS
For The Year Ended December 31, 2021

Cash Flows from Operating Activities:

Increase (Decrease) in Net Assets \$ (389)
Adjustments to reconcile change in net assets to net
cash provided (used) by operating activities:

Decrease in Grant Receivable 13,873
Increase in Due From Others 396
Decrease in Accounts Payable (1,024)
Decrease in Payroll Taxes (17)

Net Cash provided (used) by operating activities 12,839

Cash Flows from Financing Activities:

Proceeds from Due to Others 111
Proceeds from Line of Credit 100
Payments on Line of Credit (790)
Net Cash Flows from Financing Activities (579)

Net increase (decrease) in cash 12,260

Cash at Beginning of Year 300

Cash at End of Year \$ 12,560

Required Supplementary Information:
Interest Paid During the Year \$ 1,949

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

NextSTEP of CENTRAL LOUISIANA, INC.

**STATEMENT OF FUNCTIONAL EXPENSES
For The Year Ended December 31, 2021**

Expenses	<u>Program Services</u>	<u>Management & General</u>	<u>Total</u>
Salaries	\$ 36,651	\$ 10,216	46,867
Payroll Taxes	3,161	782	3,943
Supplies	1,863	-	1,863
Office Exp	-	4,058	4,058
Royalties	6,000	-	6,000
Repairs	-	102	102
Insurance	2,604	289	2,893
Telephone	-	1,823	1,823
Storage	-	425	425
Travel	314	-	314
Professional Fees	33,525	1,200	34,725
Interest Expense	-	1,949	1,949
Miscellaneous	25	648	673
Total Expenses	<u>\$ 84,143</u>	<u>\$ 21,492</u>	<u>\$ 105,635</u>

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

NextSTEP of Central Louisiana, Inc.
Notes To The Financial Statements
December 31, 2021

NOTE 1 Nature of Activities and Significant Accounting Policies

Organization and Purpose

NextStep of Central Louisiana, Inc. (the "Organization") was incorporated on May7, 2007. The Organization was formed to assist victims of intimate partner violence to take the "next step" in their quest for independence and thereby break the intergenerational cycle that plagues family life. After recognizing an unfulfilled need to educate the community, particularly youth, about the ills of domestic violence, the Organization adjusted its focus in 2009 to develop and facilitate educational, awareness and prevention programs designed to reduce the incidence of teen dating violence, intimate partner violence, and domestic violence in the workplace.

The Organization is governed by an independent, volunteer Board of Directors who oversees the Organization's operations. Revenues to support the Organization are primarily received from private foundation grants and donations, as well as a federal grant from the Victims of Crime Act (administered by the Louisiana Commission on Law Enforcement).

Basis of Accounting

The Organization prepares it's financial statements in accordance with generally accepted accounting principles, which is the application of accrual accounting whereby revenues and gains are recognized when earned, and expenses and losses are recognized when incurred.

Basis of Presentation

Financial statement presentation follows the Financial Accounting Standard Board, in its Statement of Financial Accounting Standards Codification (FASB ASC) No. 958, Financial Statements of Not-For-Profit Organizations. Under FASB, ASU 2016-14, the Organization is required to report information regarding its financial position and activities according to two classes of net assets: with donor restrictions and without donor restrictions. In addition, the Organization is required to present a statement of cash flows and information regarding functional expenses.

NextSTEP of Central Louisiana, Inc.

Notes To The Financial Statements

December 31, 2021

Economic Dependency

The Organization receives the majority of its revenue from grants, donations and fundraising activities. If significant revenues from these sources are reduced significantly, there could be an adverse affect on general operations. Management is not aware of any actions that would adversely affect the amount of revenues will receive in the next fiscal year.

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 the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Cash and Cash Equivalents

The Organization considers all liquid investments with an original maturity of three months or less to be cash equivalents.

Revenue Recognition

Contributions are recorded when awarded or pledged. All donor-restricted contributions and grants are reported as increases in restricted net assets with donor restrictions depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

Donor Imposed Restrictions

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are restricted for future periods or amounts received that are restricted by the donor for specific purposes are reported as net assets with donor restrictions that increases those net asset classes.

NextSTEP of Central Louisiana, Inc.

Notes To The Financial Statements

December 31, 2021

When a donor restriction expires, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and are reported in the statement of activities as net assets released from the restriction.

If a restriction is fulfilled in the same time period in which the contribution is received, the contribution is reported as a net asset without donor restriction.

Functional Allocation of Expenses

The costs of providing the various programs and activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited based on management's estimate of the benefit received.

Property and Equipment

All acquisitions of property and equipment in excess of \$ 2,000 and all expenditures for repairs, maintenance, or improvements that significantly extend the useful lives of the assets are capitalized. Purchases of property and equipment are recorded at cost. Donations of property and equipment are recorded as support at fair value at the date of donation. Donations are reported as unrestricted support unless the donor has restricted the 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 support. Absent donor stipulations regarding how long these 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 over the estimated useful lives of the assets as follows:

Vehicles	5 years
Furniture & Fixtures	5 years
Equipment	5-10 years
Buildings	39 years

NextSTEP of Central Louisiana, Inc.
Notes To The Financial Statements
December 31, 2021

Income Taxes

The Organization is exempt from federal and state income taxes as a charitable organization under Section 501 (c) (3) of the Internal Revenue Code and therefore has made no provisions for federal or state income taxes in the financial statements.

NOTE 2 CASH AND CASH EQUIVALENTS

As of December 31, 2021 cash and cash equivalents consisted of the following:

Cash Checking	\$ 12,560
	<u>\$ 12,560</u>

All deposits were insured by the FDIC and did not exceed limits for coverage.

NOTE 3 PRIVATE GRANTS AND DONATION

The Organization receives funding from several private foundations and organizations. The Organization recognizes the award as grant revenue as the expenses stipulated in the grant agreement (if any) have been incurred. Private grants and donations were received in 2021 and are expected in 2022.

NOTE 4 GOVERNMENT GRANTS

The Organization was awarded an eighteen-month federal grant (\$96,000) through the Office for Victims of Crime/ Victims of Crime Act, effective January 2, 2020 through June 30, 2021. The funds are restricted to facilitate educational programs relative to teen dating violence and healthy relationships, per Louisiana Law, to 7th-12th grade public school students. Funding also supports in-service training for counselors, teachers, school nurses and administrators, as well as parent education events.

VOCA grant received	\$70,754
VOCA grant receivable	\$6,567

The Organization received and additional VOCA grant for the nine months ending April 30, 2023.

NextSTEP of Central Louisiana, Inc.
Notes To The Financial Statements
December 31, 2021

NOTE 5 SUBSEQUENT EVENTS

Management of the Organization evaluated subsequent events and transactions through May 20, 2022, the date which the financial statements were available to be issued. There were no events that required disclosure.

NOTE 6 IN-KIND SUPPORT

The Organization receives donations from a variety of sources for services and materials including volunteer hours, printing, office space and related utilities. Because methods of measurement were not quantified, no amounts have been recorded in the financial statements.

NOTE 7 LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The following reflects the Organization's financial assets at December 31, 2020, reduced by amounts not available for general use within one year of the balance sheet date because of contractual or donor imposed restrictions or internal designations.

Financial Assets:

Cash and Cash Equivalents	\$ 12,560
Less amount unavailable within one year	-
Total financial assets available to meet cash needs for general expenses	<u>\$ 12,560</u>

NOTE 8 ROYALTIES

The Organization made royalty payments to Fred Worthington, the creator of the Video, A Fight We Can Win, the intellectual property on which the program is based. The video contains three original songs from Mr. Worthington. The royalty is non-exclusive.

NOTE 9 INSURANCE

The Organization carries workers' compensation, general liability and D&O liability insurance.

NextSTEP of Central Louisiana, Inc.
Notes To The Financial Statements
December 31, 2021

NOTE 10 LINE OF CREDIT

The Organization secured a line of credit at Capital One Bank in the amount of \$ 10,000 in August of 2015. The balance at December 31, 2021 was \$ 7,578 and bears interest at a rate of 15%.

NOTE 11 INCOME TAX

The Organization is organized as a Louisiana nonprofit corporation and has been recognized by the Internal Revenue Service (IRS) as exempt from federal income taxes under Section 501 (a) of the Internal Revenue Code as an organization described in section 501 (c) (3) and has been determined not to be a private foundation under sections 509 (a) (1). The Organization is required to file a return , form 990 with the IRS.

The Organization believes that it has appropriate support for any tax positions taken which affects its annual filing requirements, and, as such, does not have any uncertain tax positions that are material to the financial statements. The open tax years subject to examination are 2018, 2019, 2020 and 2021.