

The Extra Mile Region VI, Inc.

Pineville, Louisiana

June 30, 2021

The Extra Mile Region VI, Inc.

June 30, 2021

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PAYNE, MOORE & HERRINGTON, LLP

CERTIFIED PUBLIC ACCOUNTANTS

Established 1945

Independent Auditor's Report

To the Board of Directors of
The Extra Mile Region VI, Inc.

Report on the Financial Statements

We have audited the accompanying financial statements of The Extra Mile Region VI, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2021, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

Rebecca B. Morris, C.P.A.
Michael A. Juneau, C.P.A.
Cindy L. Humphries, C.P.A.
Deborah R. Dunn, C.P.A.

Rebecca G. Nation, C.P.A.
Evelyn T. Renfrow, C.P.A.
Kayla G. Holloway, C.P.A.

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1419 Metro Drive • P.O. Box 13200
Alexandria, LA 71315-3200
Ph: (318) 443-1893 • Fax: (318) 443-2515



PAYNE, MOORE & HERRINGTON, LLP

To the Board of Directors
The Extra Mile Region VI, Inc.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The Extra Mile Region VI, Inc. as of June 30, 2021, 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.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedule of compensation, benefits, and other payments to the agency head or chief executive officer is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 17, 2021, on our consideration of The Extra Mile Region VI, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 Extra Mile Region VI, 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 Extra Mile Region VI, Inc.'s internal control over financial reporting and compliance.

Payne, Moore + Herrington, LLP

Certified Public Accountants
Alexandria, Louisiana

November 17, 2021

**The Extra Mile Region VI, Inc.
Statement of Financial Position
June 30, 2021**

Exhibit A

Assets

Current Assets

Cash and cash equivalents	\$ 165,611
Grants receivable	85,455
Other receivables	197
Prepaid expenses	<u>1,533</u>
Total Current Assets	252,796

Investments

532,426

Furniture, Equipment and Vehicles - Net of Depreciation

46,246

Other Assets

21,325

Total Assets

\$ 852,793

Liabilities and Net Assets

Current Liabilities

Accounts payable	\$ 1,998
Accrued annual leave	10,375
Accrued salaries	17,910
Deposits held on behalf of others	<u>17,864</u>
Total Current Liabilities	48,147

Net Assets

Without donor restrictions	<u>804,646</u>
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Total Liabilities and Net Assets

\$ 852,793

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

The Extra Mile Region VI, Inc.
Statement of Activities
Year Ended June 30, 2021

Exhibit B

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Revenues, Gains (Losses), and Other Support			
Government grants	\$ -	\$ 830,937	\$ 830,937
Administrative reimbursement	46,365	-	46,365
Donations	-	900	900
Interest and dividends	15,524	-	15,524
Miscellaneous	39,840	-	39,840
Net realized and unrealized gains (losses) on investments	96,325	-	96,325
Net assets released from restrictions	831,837	(831,837)	-
Total Revenues, Gains (Losses), and Other Support	<u>1,029,891</u>	<u>-</u>	<u>1,029,891</u>
Expenses			
Program Services			
Adult Flex Program	115,099	-	115,099
Child Flex Program	14,636	-	14,636
Drop-In Centers Program	121,658	-	121,658
EDS Program	8,447	-	8,447
The Extra Mile Core Program	50,907	-	50,907
Clothes Closet/Food Pantry Program	43,861	-	43,861
Louisiana State Opioid Response	48,862	-	48,862
Consumer Employment Program	11,205	-	11,205
Consumer Liaison	40,783	-	40,783
Employment Development Program	60,676	-	60,676
CLHSD Gambling Prevention	74,570	-	74,570
Life Skills Training Program	47,112	-	47,112
Louisiana Partnership for Success II	94,922	-	94,922
Spring Workshop	2,584	-	2,584
Shredding Program	10,484	-	10,484
Assertive Community Outreach Specialist	64,851	-	64,851
Total Program Services	<u>810,657</u>	<u>-</u>	<u>810,657</u>
Support Services			
Management and general	149,790	-	149,790
Total Expenses	<u>960,447</u>	<u>-</u>	<u>960,447</u>
Change in Net Assets	69,444	-	69,444
Net Assets, Beginning of Year	<u>735,202</u>	<u>-</u>	<u>735,202</u>
Net Assets, End of Year	<u>\$ 804,646</u>	<u>\$ -</u>	<u>\$ 804,646</u>

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

**The Extra Mile Region VI, Inc.
Statement of Functional Expenses
Year Ended June 30, 2021**

**Exhibit C
(Continued)**

	Program Services								
	Adult Flex Program	Child Flex Program	Drop-In Centers Program	EDS Program	The Extra Mile Core Program	Clothes Closet/ Food Pantry Program	Louisiana State Opioid Response	Consumer Employment Program	Consumer Liaison
Personal services	\$ 31,433	\$ 2,678	\$ 54,065	\$ 7,560	\$ 44,984	\$ 4,993	\$ 42,116	\$ 4,699	\$ 31,832
Related benefits	3,510	350	5,864	806	5,923	667	4,012	615	3,188
Travel	-	-	821	-	-	-	1,426	-	1,382
Operating services	80,156	11,608	51,049	30	-	36,064	405	5,891	2,560
Supplies	-	-	9,859	51	-	2,137	903	-	1,821
Professional fees	-	-	-	-	-	-	-	-	-
Depreciation	-	-	-	-	-	-	-	-	-
Totals	\$ 115,099	\$ 14,636	\$ 121,658	\$ 8,447	\$ 50,907	\$ 43,861	\$ 48,862	\$ 11,205	\$ 40,783

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

**The Extra Mile Region VI, Inc.
Statement of Functional Expenses
Year Ended June 30, 2021**

**Exhibit C
(Concluded)**

	Program Services							Support Services		Total
	Employment Development Program	CLHSD Gambling Prevention	Life Skills Training Program	Louisiana Partnership for Success II	Spring Workshop	Shredding Program	Assertive Community Outreach Specialist	Total Program Services	Management and General	
Personal services	\$ 38,701	\$ 61,328	\$ 40,953	\$ 47,213	\$ -	\$ 4,757	\$ 47,328	\$ 464,640	\$ 74,863	\$ 539,503
Related benefits	4,847	6,226	3,758	4,602	-	460	5,617	50,445	8,426	58,871
Travel	142	4,713	750	1,213	-	-	-	10,447	280	10,727
Operating services	10,202	1,522	1,013	13,724	2,584	4,045	11,686	232,539	35,380	267,919
Supplies	6,784	781	638	5,005	-	1,222	220	29,421	-	29,421
Professional fees	-	-	-	23,165	-	-	-	23,165	15,346	38,511
Depreciation	-	-	-	-	-	-	-	-	15,495	15,495
Totals	\$ 60,676	\$ 74,570	\$ 47,112	\$ 94,922	\$ 2,584	\$ 10,484	\$ 64,851	\$ 810,657	\$ 149,790	\$ 960,447

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

**The Extra Mile Region VI, Inc.
Statement of Cash Flows
Year Ended June 30, 2021**

Exhibit D

Cash Flows from Operating Activities

Change in net assets	\$ 69,444
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:	
Depreciation	15,495
Net realized and unrealized (gains) losses on investments	(96,325)
Loss (gain) on disposal of fixed assets	
Changes in operating assets and liabilities:	
Grants receivable	7,399
Other receivables	(172)
Prepaid expenses	6,006
Accounts payable	806
Accrued annual leave	(2,146)
Accrued salaries	7,505
Deposits held on behalf of others	(8,764)
Net Cash Provided by (Used in) Operating Activities	(752)

Cash Flows from Investing Activities

Reinvested earnings on investments	(15,522)
Withdrawals of principal from investments	15,782
Purchase of furniture and equipment	(5,978)
Net Cash Provided by (Used in) Investing Activities	(5,718)

Cash Flows from Financing Activities

Net Increase (Decrease) in Cash	(6,470)
Cash, Beginning of Year	172,081
Cash, End of Year	\$ 165,611

Additional Required Disclosures:

1. Management considers all highly liquid investments with a maturity of three months or less when acquired to be cash equivalents.
2. No interest was paid during the year.
3. There were no income taxes paid during the year.
4. There were no material noncash investing or financing transactions during the year.

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

The Extra Mile Region VI, Inc.
June 30, 2021

Notes to Financial Statements

1. Nature of Activities and Significant Accounting Policies

Nature of Activities

The Extra Mile Region VI, Inc. (the Organization) is a nonprofit corporation formed to enhance and enrich the environment for clients served by the Louisiana Department of Health and Hospitals through public education, volunteer recruitment, program development, and fundraising.

The Extra Mile Region VI, Inc. qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and comparable Louisiana law, and contributions to it are tax deductible within the limitations prescribed by the Code. Accordingly, no provision for income taxes has been made in the accompanying financial statements. In addition, the Organization has been determined not to be a "private foundation" within the meaning of Section 509(a) of the Internal Revenue Code.

Significant Accounting Policies

The significant accounting policies followed are described below to enhance the usefulness of the financial statements to the reader.

Basis of Accounting

The accompanying financial statements of The Extra Mile Region VI, Inc. have been prepared using the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (GAAP). Under this method, revenues are recognized when earned, and expenses are recorded at the time liabilities are incurred.

Basis of Presentation

The Extra Mile Region VI, Inc. reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

- **Net Assets Without Donor Restrictions:**

Net assets without donor restrictions generally result from revenues generated by receiving contributions that have no donor-imposed restrictions and from receiving interest from operating investments, less expenses incurred in providing program services, raising contributions, and performing administrative functions. Net assets without donor restrictions are available for use at the discretion of the Organization's Board and management for general operating purposes. The Board may designate a portion of these net assets for specific purposes which makes them unavailable for use at management's discretion.

- **Net Assets With Donor Restrictions:**

Net assets with donor restrictions 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. The Organization reports gifts of cash and other assets as revenue with donor restrictions if they are received with donor stipulations that limit the use of the donated assets.

The Extra Mile Region VI, Inc.
June 30, 2021

Notes to Financial Statements

Some net assets with donor restrictions include a stipulation that assets provided be maintained permanently (perpetual in nature) while permitting the Organization to expend the income generated by the assets in accordance with the provisions of additional donor-imposed stipulations or a Board approved spending policy. The Organization does not have any net assets with donor restrictions.

Prepaid Expenses

Prepaid expenses consist of general liability insurance payments that cover periods beyond June 30, 2021.

Investments

Investments in marketable securities with readily determinable fair values and all investments in debt and equity securities are valued at their fair value in the statement of financial position. Net realized and unrealized gains and losses on investments are reported in the statement of activities as decreases or increases in the respective net asset classes.

Furniture, Equipment and Vehicles

Furniture, equipment, and vehicles with estimated useful lives greater than one year and a value equal to or greater than \$500 are capitalized at cost. Donated items are recorded at fair market value, if material and reasonably determinable, at the time of donation. Depreciation is computed on the straight-line method over the estimated useful lives of the assets as follows:

Furniture and equipment	5-7 years
Vehicles	5 years

Furniture and equipment reflected in the financial statements includes capital assets purchased for use in the various programs administered by The Extra Mile Region VI, Inc. from the respective program's funds as budgeted in the program agreements. In the event that a program terminates, title to those assets may revert to the funding source.

Repairs, maintenance, and minor replacements are charged to operations as incurred. Major replacements and improvements are capitalized at cost. When capitalized items are sold or retired, the related cost and accumulated depreciation are removed from the accounts and any gain or loss is included in the results of operations.

The Extra Mile Region VI, Inc. reports gifts of land, buildings, and equipment as support without donor restrictions unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as support with donor restrictions. Absent explicit donor stipulations about how long those long-lived assets must be maintained, The Extra Mile Region VI, Inc. reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

The Extra Mile Region VI, Inc.
June 30, 2021

Notes to Financial Statements

Accrued Annual Leave

Annual leave is earned by qualified full-time employees at rates that vary from twelve to eighteen workdays per year, depending on the length of service. Part-time employees who are regularly scheduled to work between thirty to thirty-nine hours per week are eligible for paid annual leave as well; however, benefits are reduced to seventy-five percent of full-time employee benefits.

Employees may accrue at any time up to a maximum of one hundred ninety-two hours of annual leave. Full-time employees may also accrue up to one hundred ninety-two hours of sick leave, but they are not paid for unused sick leave upon termination of employment. Therefore, no liability is reflected in the accompanying financial statements for accrued sick leave.

Revenue Recognition

The Extra Mile Region VI, Inc. reports support received as increases in net assets without donor restrictions or net assets with donor restrictions depending on the existence and/or nature of any donor restrictions. When restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified as net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Donated Services

The Extra Mile Region VI, Inc. receives donated services from numerous individuals who volunteer their time to assist the Organization with specific programs and various fundraising activities. No amounts have been reflected in the financial statements for donated services since the services are not professional in nature and, as such, do not meet the criteria for recognition as donated services. The Extra Mile Region VI, Inc. pays for most services requiring specific expertise.

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

Income Taxes

The most significant tax position of The Extra Mile Region VI, Inc. is its assertion that it is exempt from income taxes. All significant tax positions have been considered by management. It has been determined that it is more likely than not that all tax positions would be sustained upon examination by taxing authorities. With few exceptions, The Extra Mile Region VI, Inc. is no longer subject to U.S. federal tax examinations for the years ending prior to June 30, 2018.

The Extra Mile Region VI, Inc.
June 30, 2021

Notes to Financial Statements

Functional Allocation of Expenses

Costs incurred by the Organization from providing various programs and other activities have been presented on a functional basis in the statement of functional expenses. Accordingly, costs have been allocated on a reasonable and consistent basis among the functional areas benefited. Most expenses are charged directly to program or support services based on direct identification. Certain expenses included in operating services, such as rent and utilities, are allocated based on estimated square footage and usage of space. Expenses related to more than one function are charged to program or support services using management's estimate of the activities benefited.

Subsequent Events

Management has evaluated subsequent events through November 17, 2021, the date which the financial statements were available for issue. Management's evaluation revealed no subsequent events that require disclosure.

2. Cash

Non-interest bearing checking accounts	\$ 137,718
Interest bearing money market account	<u>27,893</u>
	\$ 165,611

The Extra Mile Region VI, Inc. maintains its cash balances with a financial institution in the Central Louisiana area. Accounts at this institution are insured by the Federal Deposit Insurance Corporation (FDIC). As provided under the FDIC, interest bearing and non-interest bearing deposit accounts are insured up to \$250,000. At June 30, 2021, The Extra Mile Region VI, Inc.'s demand deposit accounts were fully insured.

3. Grants Receivable

Louisiana Clinical Services	\$ 25,236
Central Louisiana Human Services District	<u>60,219</u>
	\$ 85,455

In the opinion of management, the grants receivable balance of \$85,455 is considered fully collectible; therefore, no allowance for uncollectibles at June 30, 2021, has been included in the financial statements.

4. Investments

The Extra Mile Region VI, Inc. is required to disclose estimated fair value for all financial instruments and non-financial instruments measured at fair value on a recurring basis. The fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. In determining the fair value, generally accepted accounting principles establish a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. When available, The Extra Mile Region VI, Inc. uses Level 1 as their valuation approach. This hierarchy consists of three broad levels as follows:

The Extra Mile Region VI, Inc.
June 30, 2021

Notes to Financial Statements

- Level 1 – Valuations based on unadjusted quoted prices in active markets for identical assets or liabilities.
- Level 2 – Valuations based on quoted prices in markets that are not active or for which all significant inputs are observable, either directly or indirectly.
- Level 3 – Valuations based on inputs that are unobservable and significant to the overall fair value measurement.

Investments include funds held in a brokerage account. The fund names, costs, fair values, and carrying values are as follows:

Description	Cost	Fair Value Measurement at Reporting Date Using			
		Total 06/30/2021	Quoted Prices In Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Capital Income Builder Fund	\$ 184,464	\$ 234,476	\$ 234,476	\$ -	\$ -
Income Fund of America, Inc.	200,335	277,041	277,041	-	-
Target Global DVD Leaders	19,915	20,909	20,909	-	-
	<u>\$ 404,714</u>	<u>\$ 532,426</u>	<u>\$ 532,426</u>	<u>\$ -</u>	<u>\$ -</u>

5. Furniture, Equipment and Vehicles

	Cost	Accumulated Depreciation	Net
Vehicles	\$ 64,917	\$ 45,933	\$ 18,984
Furniture and equipment	55,085	27,823	27,262
	<u>\$ 120,002</u>	<u>\$ 73,756</u>	<u>\$ 46,246</u>

The depreciation provision for the year ended June 30, 2021, amounted to \$15,495.

6. Other Assets

Other assets include security deposits and approximately 3.2 acres of land donated to The Extra Mile Region VI, Inc. in a prior year by a dissolving nonprofit corporation. The land is located in Rapides Parish, Louisiana and is reported at \$19,200, its estimated fair value at the date of donation in accordance with accounting principles generally accepted in the United States of America. There were no restrictions imposed on the gift by the donor.

7. Deposits Held on Behalf of Others

Deposits held on behalf of others represent cash held by The Extra Mile Region VI, Inc. for the use of groups and organizations for special projects and client events. These funds are held in an agency capacity and are not available for use by The Extra Mile Region VI, Inc.

The Extra Mile Region VI, Inc.
June 30, 2021

Notes to Financial Statements

8. Leases

Facilities

The Organization provides part of its program services in leased facilities located in Alexandria, Jonesville, and Pineville, Louisiana, which are leased from three unrelated third parties. In June 2019, The Extra Mile Region VI, Inc. entered into a 36-month operating lease for the Alexandria facility, which requires monthly lease payments of \$1,550. For the year ended June 30, 2021, The Extra Mile Region VI, Inc. made rental payments, consisting solely of minimum rentals, amounting to \$18,600 related to this lease.

The Extra Mile Region VI, Inc. entered into a 36-month operating lease for the Jonesville facility in January 2018, which consists of monthly rental payments of \$500. This lease expired December 31, 2020. A new 24-month lease was executed covering the period January 1, 2021 to December 31, 2023 and requires monthly rental payments of \$500. Payments under these leases totaled \$6,000 for the year ended June 30, 2021.

In November 2019, The Extra Mile Region VI, Inc. entered into a 84-month operating lease for the Pineville facility, which consists of monthly rental payments of \$3,681. For the year ended June 30, 2021, The Extra Mile Region VI, Inc. made rental payments, consisting solely of minimum rentals, amounting to \$44,172 related to this lease.

Copier Machines

On October 23, 2015, The Extra Mile Region VI, Inc. entered into a 60-month operating lease for a copier machine, which requires monthly lease payments of \$180. The Extra Mile Region VI, Inc. terminated this lease in October 2020 and entered into a 48-month operating lease through LEAF Capital Funding, LLC, starting in November 6, 2020. This new lease requires monthly payments of \$123 plus taxes. Lease payments for the year under both agreements totaled \$2,323.

Future minimum lease payments as of June 30, 2021, under these leases are as follows:

<u>June 30,</u>	<u>Amount</u>
2022	\$ 70,248
2023	48,648
2024	45,648
2025	44,664
2026	44,172
Thereafter	14,724

9. Concentrations

Revenues and Significant Funding Source

The Extra Mile Region VI, Inc. receives the majority of its revenues from funds provided through contracts administered by the State of Louisiana, Department of Health and Hospitals, Central Louisiana Human Services District, and Louisiana Clinical Services. The amount of funds received is appropriated each year by the government. If significant budget cuts are made, the amount of the funds that The Extra Mile Region VI, Inc. receives could be reduced significantly, resulting in an adverse impact on its operations. Management is not aware of any actions that would adversely affect the amount of funds the Organization will receive in the next year.

The Extra Mile Region VI, Inc.
June 30, 2021

Notes to Financial Statements

Concentrations of Credit Risk

Investments include securities that are traded on national stock exchanges and are subject to fluctuations in value. Investments in marketable securities held in The Extra Mile Region VI, Inc.'s brokerage accounts are insured up to \$500,000, including a \$250,000 limit for cash, by Securities Investor Protection Corporation (SIPC). SIPC covers investors in the event that the brokerage firm becomes insolvent or liquidates. SIPC works to replace securities or cash lost due to theft or destruction. This insurance does not protect The Extra Mile Region VI, Inc. from losses on investments resulting from market and economic conditions.

10. Compensation to Board of Directors

The Board of Directors is a voluntary board; therefore, no compensation has been paid to any members.

11. Retirement Plan

The Extra Mile Region VI, Inc. has a defined contribution plan covering eligible employees. The plan, funded through a group annuity contract issued by Mutual of America Life Insurance Company, qualifies as a SIMPLE IRA plan under Section 408(p) of the Internal Revenue Code. Participating employee contributions are matched by the employer up to three percent (3%) of the employee's annual salary. Retirement contribution expense for the year ended June 30, 2021, totaled \$5,117.

12. Net Assets Released From Restrictions

Net assets were released from restrictions by incurring expenses satisfying the restricted purposes or by occurrence of other events specified by the grants. There were no net assets with donor restrictions at June 30, 2021.

13. Liquidity and Availability of Financial Assets

The following reflects The Extra Mile Region VI, Inc.'s financial assets as of June 30, 2021, 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. At year-end, all of The Extra Mile Region VI, Inc.'s financial assets were available to meet cash needs for general expenditures within one year.

	<u>2021</u>
Financial assets:	
Cash and cash equivalents	\$ 165,611
Grants receivable	85,455
Other receivables	197
Investments	<u>532,426</u>
Financial assets at year-end	<u>783,689</u>
Less those unavailable for general expenditures within one year:	
Deposits held on behalf of others	<u>(17,864)</u>
Total amount unavailable for general expenditure within one year	<u>(17,864)</u>
Total financial assets available to meet cash needs for general expenditures within one year	<u>\$ 765,825</u>

The Extra Mile Region VI, Inc.
June 30, 2021

Notes to Financial Statements

The Extra Mile Region VI, Inc. has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. In the event that cash becomes inadequate to cover expenses, the Organization's investments are available for liquidation in order to increase cash flow.

Supplementary Information

**The Extra Mile Region VI, Inc.
Schedule of Compensation, Benefits, and Other Payments
to the Agency Head or Chief Executive Officer
Year Ended June 30, 2021**

Schedule 1

Agency Head Name: Martha A. Powell

<u>Purpose</u>	<u>Amount</u>
Salary	\$ 45,000
Benefits-social security and Medicare	3,442
Benefits-retirement	1,350
Travel	256
Sam's Club dues	100
Total	<u>\$ 50,148</u>

See independent auditor's report.

**Other Reports Required by
*Government Auditing Standards***

**Independent Auditor's Report on Internal Control Over Financial
Reporting and on Compliance and Other Matters Based on
an Audit of Financial Statements Performed
in Accordance with *Government Auditing Standards***



PAYNE, MOORE & HERRINGTON, LLP

CERTIFIED PUBLIC ACCOUNTANTS

Established 1945

Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

To the Board of Directors
The Extra Mile Region VI, Inc.

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 The Extra Mile Region VI, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2021, 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 November 17, 2021.

Internal Control Over Financial Reporting

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

Rebecca B. Morris, C.P.A.
Michael A. Juneau, C.P.A.
Cindy L. Humphries, C.P.A.
Deborah R. Dunn, C.P.A.

Rebecca G. Nation, C.P.A.
Evelyn T. Renfrow, C.P.A.
Kayla G. Holloway, C.P.A.

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1419 Metro Drive • P.O. Box 13200
Alexandria, LA 71315-3200
Ph: (318) 443-1893 • Fax: (318) 443-2515



PAYNE, MOORE & HERRINGTON, LLP

To the Board of Directors
The Extra Mile Region VI, Inc.

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

Purpose of this Report

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

A handwritten signature in cursive script that reads "Payne, Moore & Herrington, LLP".

Certified Public Accountants
Alexandria, Louisiana

November 17, 2021

**The Extra Mile Region VI, Inc.
Schedule of Findings and Responses
Year Ended June 30, 2021**

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

Material weakness(es) identified? _____ Yes X No

Significant deficiency(ies) identified not considered to be material weaknesses? _____ Yes X None reported

Noncompliance material to financial statements noted? _____ Yes X No

Management's Corrective Action Plan None

Management's Summary Schedule of Prior Audit Findings None

Memorandum of Other Comments and Recommendations None issued

Federal Awards Not applicable

Section II - Financial Statement Findings

None.

Section III - Federal Award Findings and Questioned Costs

Not applicable.