

*Community Receiving Home, Inc.*  
*d/b/a Renaissance*

*Alexandria, Louisiana*

*June 30, 2021*

**Community Receiving Home, Inc.  
d/b/a Renaissance  
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  
Community Receiving Home, Inc.  
d/b/a Renaissance

### Report on the Financial Statements

We have audited the accompanying financial statements of Community Receiving Home, Inc. d/b/a Renaissance (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.

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

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.





PAYNE, MOORE & HERRINGTON, LLP

To the Board of Directors of  
Community Receiving Home, Inc.  
d/b/a Renaissance

### ***Opinion***

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Community Receiving Home, Inc. d/b/a Renaissance 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.

### ***Other Matters***

#### ***Other 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 on page 17 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 September 16, 2021, on our consideration of Community Receiving Home, Inc. d/b/a Renaissance'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 Community Receiving Home, Inc. d/b/a Renaissance'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 Community Receiving Home, Inc. d/b/a Renaissance's internal control over financial reporting and compliance.

*Payne, Moore + Herrington, LLP*

Certified Public Accountants  
Alexandria, Louisiana

September 16, 2021



**Community Receiving Home, Inc.  
d/b/a Renaissance  
Statement of Financial Position  
June 30, 2021**

**Exhibit A**

**Assets**

Cash and cash equivalents	\$ 1,557,058
Certificate of deposit	24,345
Accounts receivable	59,027
Accrued interest receivable	398
Prepaid expenses	69,599
Dietary inventory	8,056
Property and equipment - net of depreciation	<u>2,828,779</u>
<b>Total Assets</b>	<b><u>\$ 4,547,262</u></b>

**Liabilities and Net Assets**

**Liabilities**

Accounts payable	\$ 61,694
Deposits held for others	427
Payroll taxes and other employee withholdings	22,466
Accrued salaries	78,049
Compensated absences	67,372
Deferred income	<u>7,056</u>
<b>Total Liabilities</b>	<b>237,064</b>

**Net Assets**

Net Assets Without Donor Restrictions	
Operating	4,225,411
Designated for public information	16,138
Designated for shelter care	1,233
Designated for scholarships	<u>486</u>
<b>Total Net Assets Without Donor Restrictions</b>	<b>4,243,268</b>
Net Assets With Donor Restrictions	<u>66,930</u>
<b>Total Net Assets</b>	<b><u>4,310,198</u></b>

<b>Total Liabilities and Net Assets</b>	<b><u>\$ 4,547,262</u></b>
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The accompanying notes are an integral part of the financial statements.

**Community Receiving Home, Inc.**  
**d/b/a Renaissance**  
**Statement of Activities**  
**Year Ended June 30, 2021**

**Exhibit B**

	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
<b>Revenues and Support</b>			
Local government ad valorem-taxes	\$ 1,695,226	\$ -	\$ 1,695,226
Local and state government program service fees	566,846	-	566,846
Grants	-	141,246	141,246
Interest	8,783	98	8,881
Dividends	51,890	-	51,890
Subleases	22,028	-	22,028
Loss on disposal of assets	(127,878)	-	(127,878)
Insurance recoveries	160,986	-	160,986
Gain on Paycheck Protection Program loan forgiveness	362,610	-	362,610
Noncash charitable contributions	3,902	-	3,902
Miscellaneous	2,355	-	2,355
Net assets released from restrictions	101,246	(101,246)	-
Total Revenues and Support	2,847,994	40,098	2,888,092
<b>Functional Expenses</b>			
Program services			
Detention	738,201	-	738,201
Girls Residential/Shelter	396,544	-	396,544
Boys Residential/Shelter	271,452	-	271,452
Total Program Services	1,406,197	-	1,406,197
Support Service			
Management and general	1,077,190	-	1,077,190
Total Expenses	2,483,387	-	2,483,387
<b>Change in Net Assets</b>	364,607	40,098	404,705
<b>Net Assets, Beginning of Year</b>	3,878,661	26,832	3,905,493
<b>Net Assets, End of Year</b>	<u>\$ 4,243,268</u>	<u>\$ 66,930</u>	<u>\$ 4,310,198</u>

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

**Community Receiving Home, Inc.**  
**d/b/a Renaissance**  
**Statement of Functional Expenses**  
**Year Ended June 30, 2021**

**Exhibit C**

	Program Services				Support Service	Total
	Girls	Boys	Total	Management and General		
	Residential/ Shelter	Residential/ Shelter				
	Detention	Residential/ Shelter	Residential/ Shelter	Total	Management and General	Total
Accounting and professional services	\$ -	\$ -	\$ -	\$ -	\$ 10,990	\$ 10,990
Advertising	967	967	516	2,450	100	2,550
Automobile expense	-	-	-	-	5,816	5,816
Client food and clothing	69,854	33,397	27,190	130,441	6,573	137,014
Client supplies and allowances	1,245	1,434	3,656	6,335	-	6,335
Counseling fees	9,522	-	20	9,542	780	10,322
Depreciation	22,972	54,444	14,899	92,315	72,028	164,343
Dues and subscriptions	3,040	3,590	2,317	8,947	618	9,565
Group insurance	37,190	18,337	30,031	85,558	38,600	124,158
Insurance	29,782	47,442	17,391	94,615	104,090	198,705
Maintenance and repairs	34,012	6,916	5,788	46,716	27,305	74,021
Medical supplies and fees	7,941	9,283	4,947	22,171	17,441	39,612
Office and postage	3,008	1,118	773	4,899	27,256	32,155
Payroll taxes	30,856	16,043	17,860	64,759	48,714	113,473
Rental expense	2,614	2,614	1,121	6,349	2,614	8,963
Retirement	13,268	5,957	2,327	21,552	19,745	41,297
Salaries	448,101	180,775	131,643	760,519	635,739	1,396,258
Telephone	-	-	-	-	35,458	35,458
Travel, training, and seminars	6,910	4,943	1,064	12,917	2,811	15,728
Utilities	16,919	9,284	9,909	36,112	20,512	56,624
Total Functional Expenses	\$ 738,201	\$ 396,544	\$ 271,452	\$ 1,406,197	\$ 1,077,190	\$ 2,483,387

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

**Community Receiving Home, Inc.  
d/b/a Renaissance  
Statement of Cash Flows  
Year Ended June 30, 2021**

**Exhibit D**

**Cash Flows from Operating Activities**

Change in net assets	\$ 404,705
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:	
Depreciation	164,343
Noncash charitable contributions	(3,902)
Loss on disposal of assets	127,878
Changes in operating assets and liabilities:	
Accounts receivable	36,586
Dietary inventory	970
Prepaid expenses	(20,532)
Accounts payable	(11,010)
Payroll taxes and other employee withholdings	(4,036)
Accrued salaries	(28,657)
Accrued vacation pay	3,404
Deferred income	53
<b>Net Cash Provided by (Used in) Operating Activities</b>	<u>669,802</u>

**Cash Flows from Investing Activities**

Purchase of property and equipment	(182,888)
Maturity of investments	24,248
Purchase of investments	(24,345)
<b>Net Cash Provided by (Used in) Investing Activities</b>	<u>(182,985)</u>

**Cash Flows from Financing Activities**

Forgiveness of long-term debt	(362,610)
<b>Net Cash Provided by (Used in) Financing Activities</b>	<u>(362,610)</u>

<b>Increase (Decrease) in Cash and Cash Equivalents</b>	124,207
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<b>Cash and Cash Equivalents, Beginning of Year</b>	<u>1,432,851</u>
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<b>Cash and Cash Equivalents, End of Year</b>	<u><u>\$ 1,557,058</u></u>
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**Additional Required Disclosures:**

1. Renaissance considers all highly liquid investments with a maturity of three months or less when acquired to be cash equivalents.
2. There was no interest paid during the year ended June 30, 2021.
3. No income taxes were paid during the year ended June 30, 2021.
4. There were no material noncash investing or financing transactions during the year ended June 30, 2021 that affected recognized assets and liabilities.

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

**Community Receiving Home, Inc.  
d/b/a Renaissance  
June 30, 2021**

**Notes to Financial Statements**

**1. Nature of Activities and Significant Accounting Policies**

Nature of Activities

Community Receiving Home, Inc. d/b/a Renaissance is a nonprofit corporation located in Alexandria, Louisiana, which provides community based multifunction juvenile justice support intervention. Programs include:

- The Detention program provides secure care for juveniles accused of delinquent acts until their trial and placement.
- The Girls and Boys Shelter Care provides a safe haven for abused, neglected, runaway, and abandoned children.
- The Girls and Boys Residential Home provides long-term treatment and rehabilitation for children who deserve a second chance.

The range of children served includes children who may be delinquent, in need of supervision, neglected, and/or abused.

Primary funding is derived from a parish-wide ad valorem tax administered by the Rapides Parish Police Jury and fees received from the State of Louisiana for various youth services.

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 financial statements have been prepared on an accrual basis in conformity with generally accepted accounting principles. Under this method, revenues are recognized when earned, and expenses are recorded at the time the liabilities are incurred.

Basis of Presentation

Renaissance prepares its financial statements in accordance with Financial Accounting Standards Board. As required by Generally Accepted Accounting Standards, Renaissance 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 – These net assets generally result from revenues generated by receiving contributions that have no donor restrictions, local government support, state government support, interest earned from the certificates of deposit, and sublease income, less expenses incurred in providing program related services and performing administrative functions.

**Community Receiving Home, Inc.  
d/b/a Renaissance  
June 30, 2021**

**Notes to Financial Statements**

- Net assets with donor restrictions – These net assets result from gifts of cash or 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 restriction is accomplished, the net assets are restricted.

Cash and Cash Equivalents

Cash and cash equivalents consist of petty cash, checking and savings accounts, and certificates of deposit with a maturity within three months of the date acquired.

Certificates of Deposit

Certificates of deposit with maturity dates greater than three months are stated at cost, which approximates market value. Certificates of deposit having a maturity date greater than one year from year-end are considered long-term assets.

Accounts Receivable

Accounts receivable are charged to expense when they become uncollectible. There were no receivables included in the financial statements considered uncollectible by management at June 30, 2021. An allowance for doubtful accounts, if any, would not be material to the accompanying financial statements.

Dietary Inventory

Dietary inventory is carried at lower of cost or net realizable value by use of the first-in, first-out method of accounting.

Property and Equipment

All significant acquisitions of property and equipment and all expenditures for repairs, maintenance, renewals, and betterments that materially prolong the useful lives of assets in excess of \$500 are capitalized. Property and equipment, including improvements thereto, are stated at cost or, if acquired by gift, at the estimated market value on the date of gift. The gifts are recorded as support without donor restrictions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash earmarked to acquire property and equipment are reported as support with donor restrictions. Absent donor stipulations regarding how long those donated assets must be maintained, Renaissance reports expirations of donor restrictions when the donated or acquired assets are placed in service. Renaissance reclassifies net assets with donor restrictions to net assets without donor restrictions at that time. Depreciation is computed using the straight-line method over the estimated useful life of the asset.



**Community Receiving Home, Inc.**  
**d/b/a Renaissance**  
**June 30, 2021**

**Notes to Financial Statements**

Compensated Absences

Vested or accumulated vacation leave and compensatory time earned is recorded as an expense and liability as the benefits accrue to the employees. An accrual for non-vesting accumulating rights to receive sick pay benefits has not been made in these financial statements because Renaissance does not pay their employees sick time earned upon termination.

Deferred Income

Rental payments are received for land subleased annually. A portion of these payments totaling \$7,056 are considered unearned and reflected in the statement of financial position as deferred income.

Recognition of Contributions

Contributions consist of grants and gifts from individuals, corporations, foundations, and federal, state, and local governmental agencies. Contributions received are recorded 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 to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

The Rapides Parish Police Jury receives ad valorem taxes late in the calendar year. These taxes are held by the Police Jury and distributed ratably on a monthly basis. Revenue derived from these taxes is recorded on a monthly basis as the Police Jury approves the monthly disbursement.

Program Revenue Recognition

Program revenue applies to exchange transactions with customers that are bound by contracts or similar arrangements and establishes a performance obligation approach to revenue recognition. Due to the nature of these transactions, revenue and potential related expenses are influenced by economic factors, such as time of year, health standards, and political mandates. Renaissance records the following exchange transaction revenue in its statements of activities:

*Detention Program Revenues* – Renaissance charges a daily fee for secure care services provided to juveniles accused of delinquent acts until their trial and placement. Fees for these services are either established by Renaissance or the contracting agency. The services provided through the Detention Program are not separately priced and are, therefore, considered to be one performance obligation, which is satisfied over the period of time during which services are rendered. Payment for these services is due upon receipt of the invoice. This method is consistent with the as-invoiced practical expedient.

**Community Receiving Home, Inc.**  
**d/b/a Renaissance**  
**June 30, 2021**

**Notes to Financial Statements**

*Girls and Boys Shelter Care Program Revenues* – Renaissance charges a daily fee for services and housing provided to abused, neglected, runaway, and abandoned children. Fees for these services are established by the contracting agency. The services provided through the Girls and Boys Shelter Care Program are not separately priced and are, therefore, considered to be one performance obligation, which is satisfied over the period of time during which services are rendered. Payment for these services is due upon receipt of the invoice. This method is consistent with the as-invoiced practical expedient.

*Girls and Boys Residential Home Program Revenues* – Renaissance charges a daily fee for long-term treatment and rehabilitation services rendered to children who deserve a second chance. Fees for these services are established by the contracting agency. The services provided through the Girls and Boys Residential Home Program are not separately priced and are, therefore, considered to be one performance obligation, which is satisfied over the period of time during which services are rendered. Payment for these services is due upon receipt of the invoice. This method is consistent with the as-invoiced practical expedient.

Donated Materials and Services

Donated materials are reflected as contributions at their estimated value at the date of receipt and are recorded as expenses for current operations. Donated services that require specialized skills are provided by individuals possessing those skills. These services would typically be purchased if not provided through donation and are recorded at fair value in the period received.

No amounts have been reflected in the financial statements for donated materials or services. Renaissance pays for most services requiring specific expertise. However, many individuals volunteer their time and perform a variety of tasks that assist Renaissance with specific assistance programs, solicitations, and various committee assignments.

Income Taxes

Renaissance is a nonprofit organization exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and comparable Louisiana law. Accordingly, no provision for income taxes has been made in the accompanying financial statements. Renaissance's tax returns remain subject to audit by the IRS for three years after filing. At June 30, 2021, the returns for tax years 2018, 2019, and 2020 remain open. For the fiscal year ended June 30, 2021, management of Renaissance believes it has adequate support for all material tax positions, and that more likely than not, based on the technical merits, that their position will be sustained upon examination. Renaissance has been classified as an organization that is not a private foundation under Section 509(a)(2) of the code.

Advertising Costs

Advertising costs are expensed as incurred and amounted to \$2,550 for the year ended June 30, 2021.

**Community Receiving Home, Inc.  
d/b/a Renaissance  
June 30, 2021**

**Notes to Financial Statements**

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. Actual results could differ from those estimates.

Functional Allocation of Expenses

The costs of providing various programs and other activities have been summarized on a functional basis in the Statement of Activities and in the Statement of Functional Expenses. Accordingly, costs have been allocated on a reasonable and consistent basis among the functional areas benefited. Most of the expenses are charged directly to program or support services based on specific identification. Certain categories of expenses attributable to administrative support include depreciation, insurance, salaries and benefits, and payroll taxes. These expenses are allocated based on either time and effort or management's estimate of the activities benefited.

Subsequent Events

Management has evaluated subsequent events through September 16, 2021, the date which the financial statements were available for issue.

**2. Cash and Cash Equivalents**

Cash and cash equivalents consisted of the following:

Cash on hand	\$ 300
Interest-bearing checking and savings accounts	<u>1,556,758</u>
	\$ 1,557,058

Custodial credit risk is the risk that in the event of a bank failure, Renaissance's deposits may not be returned. As of June 30, 2021, Renaissance's carrying amount of deposits was \$1,556,758 and the bank balance was \$1,581,601. Of this bank balance, \$579,233 was insured through FDIC insurance coverage and \$1,001,882 was collateralized by securities held by the pledging bank in Renaissance's name. The remaining \$486 was uncollateralized and exposed to custodial credit risk at June 30, 2021.

**3. Certificate of Deposit**

The certificate of deposit is held in a financial institution located in the Central Louisiana area. This certificate has a stated interest rate of twenty-five hundredths of a percent (0.25%) per annum and will mature within seven months of the statement of financial position date.

**Community Receiving Home, Inc.**  
**d/b/a Renaissance**  
**June 30, 2021**

**Notes to Financial Statements**

**4. Accounts Receivable**

Program receivables		
State of Louisiana – Office of Juvenile Justice	\$	28,480
Other parishes and municipalities		1,045
Contribution, grant and other receivables		
State of Louisiana – Department of Education –		
Bureau of Food and Nutrition		2,168
Other		<u>27,334</u>
	\$	<u>59,027</u>

As of June 30, 2020, account receivables included program receivables of \$54,436 and contribution, grants, and other receivables of \$41,177.

**5. Property and Equipment**

	Cost	Accumulated Depreciation	Net
Buildings and improvements:			
Office and detention	\$ 2,341,920	\$ (1,423,403)	\$ 918,517
Group home	388,289	(211,571)	176,718
Shelter care	712,015	(379,618)	332,397
School	1,361,278	(428,478)	932,800
Maintenance building	33,319	(10,206)	23,113
Leased building	187,504	(12,264)	175,240
Furniture and equipment:			
Office	92,053	(81,933)	10,120
Detention	271,998	(212,176)	59,822
Group home	119,510	(100,149)	19,361
Shelter care	91,397	(65,761)	25,636
School	20,519	(19,078)	1,441
Other	253,151	(233,646)	19,505
Transportation equipment	159,149	(147,412)	11,737
Construction in progress	<u>122,372</u>	<u>-</u>	<u>122,372</u>
	\$ 6,154,474	\$ (3,325,695)	\$ 2,828,779

The depreciation provision for the year ended June 30, 2021 amounted to \$164,343.

Numerous items included in property and equipment, net of depreciation, were either damaged or destroyed by Hurricane Laura or tornadoes during the past two fiscal years. The net book value of these items is included in loss on disposal of assets in the Statement of Activities. Funds collected by their insurance company to replace these items are presented as insurance recoveries in the Statement of Activities.

**Community Receiving Home, Inc.**  
**d/b/a Renaissance**  
**June 30, 2021**

**Notes to Financial Statements**

**6. Paycheck Protection Program**

During the fiscal year ending June 30, 2020, Renaissance received loan proceeds in the amount of \$362,610 under the Paycheck Protection Program (PPP). The PPP, established as part of the Coronavirus Aid, Relief and Economic Security Act (CARES Act), provides for loans to qualifying businesses for amounts up to 2.5 times the average monthly payroll expenses of the qualifying business. The loans and accrued interest are forgivable after the eight-week or twenty-four-week period as long as the borrower uses the loan proceeds for eligible purposes, including payroll, benefits, rent and utilities, and maintains its payroll levels. The amount of loan forgiveness will be reduced if the borrower terminates employees or reduces salaries during the period.

During the fiscal year ending June 30, 2021, Renaissance completed an application to the Small Business Administration (SBA) for complete forgiveness of both the initial PPP loan of \$362,610, as well as any accrued interest. As anticipated, the SBA forgave the initial loan amount and all accrued interest prior to year-end and is presented as gain on Paycheck Protection Program loan forgiveness in the Statement of Activities.

**7. Net Assets with Donor Restrictions**

Net assets with donor restrictions at June 30, 2021 are restricted for the following purposes or periods:

Purpose Restrictions	
Emergencies	\$ 24,357
Property and equipment	<u>42,573</u>
	\$ 66,930

Net assets were released from donor restrictions by incurring expenses satisfying the purpose or time restrictions specified by donors as follows:

Purpose restriction accomplished:	
Child Abuse Counseling Program (LCLE grant)	\$ 36,434
Capital Outlay grant	1,741
Youth Community Preparedness Grant	13,070
Coronavirus Emergency Supplemental Funding	4,875
School Food Program	<u>45,126</u>
	\$ 101,246

**8. Leases and Subleases**

Renaissance as Lessee

Renaissance leases land and certain buildings from the State of Louisiana, Department of Health and Hospitals under a ninety-nine (99) year lease expiring in 2071. Consideration for the lease is the public benefit to be derived from the operations of Renaissance.

**Community Receiving Home, Inc.  
d/b/a Renaissance  
June 30, 2021**

**Notes to Financial Statements**

Renaissance as Lessor

On January 1, 2013, the formal lease agreement between Walter and Ann Vanderlick and Renaissance was renewed providing an annual payment of \$10,127. The lease term expired on December 31, 2017. On January 1, 2018, this lease was renewed under the same terms expiring on December 31, 2022.

On July 7, 2012, a formal lease agreement was entered into with the City of Alexandria providing an annual lease payment of \$9,365 (\$125/acre X 74.92 acres) payable on the 15<sup>th</sup> day of May each year. The rent will increase by 2.75% each year for the term of the lease which will expire on September 31, 2031. The term commenced on September 15, 2011.

Total income from subleases totaled \$22,028 for the current fiscal year.

Future sublease income is as follows:

Year ending June 30,	
2022	\$ 22,410
2023	17,685
2024	12,969
2025	13,325
2026	13,692
2027-2031	74,317
	<hr/>
	\$ 154,398

**9. Retirement Plan**

Effective January 1, 2000, Renaissance adopted a deferred profit-sharing plan covering all employees eligible to participate in the plan. Contributions to the plan are made for the benefit of the employee by Renaissance in an amount equal to three percent (3%) of an individual's regular annual salary. Participants shall be permitted to make elective deferrals in any amount from one percent (1%) to ten percent (10%) of their compensation. Renaissance will also match up to three percent (3%) of elective deferrals. Contributions to the plan for the year ended June 30, 2021, totaled \$41,297.

**10. Concentrations of Revenues and Significant Funding Sources**

Renaissance received \$1,695,226 from the parish-wide ad valorem tax during the year ended June 30, 2021. This tax, which was renewed in 2014 for an additional ten years, represented approximately fifty-nine percent (59%) of the total revenues and support for the current year.

Additionally, Renaissance has a contract with the State of Louisiana Office of Juvenile Justice (OJJ) to provide juvenile group home residential treatment. This contract was renewed on June 1, 2021 through May 31, 2022. Total amounts received from the State under this contract totaled \$559,846 or nineteen percent (19%) of the total revenues for the current year.



**Community Receiving Home, Inc.**  
**d/b/a Renaissance**  
**June 30, 2021**

**Notes to Financial Statements**

**11. Liquidity and Availability of Financial Assets**

The following reflects Renaissance'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.

Financial assets:	
Cash and cash equivalents	\$ 1,557,058
Certificates of deposit	24,345
Accounts receivable	59,027
Accrued interest receivable	398
Financial assets at year-end	<u>1,640,828</u>
Less those unavailable for general expenditure within one year, due to:	
Restricted by donors with purpose restrictions	<u>(66,930)</u>
Total amount unavailable for general expenditure within one year	<u>(66,930)</u>
Amounts unavailable to management without Board's approval:	
Board designated for community investment	<u>(17,857)</u>
Total amount unavailable to management without Board's approval	<u>(17,857)</u>
Total financial assets available to meet cash needs for general expenditures within one year	<u>\$ 1,556,041</u>

Renaissance must maintain sufficient resources to meet responsibilities to its donors. Thus, financial assets may not be available for general expenditure within one year. As part of Renaissance's liquidity management, they structure their financial assets to be available as general expenditures, liabilities, and other obligations come due. In addition, Renaissance operates with a balanced budget and anticipates covering its general expenditures by collecting sufficient revenues and by utilizing donor-restricted resources from current and prior years' contributions and grant funds.

## **Supplemental Information**

**Community Receiving Home, Inc.**  
**d/b/a Renaissance**  
**Schedule of Compensation, Benefits, and Other Payments**  
**to the Agency Head or Chief Executive Officer**  
**June 30, 2021**

**Statement E**

Agency Head: Angela Chustz, Executive Director

Salary	\$ 72,581
Benefits - insurance	582
Benefits - retirement	4,355
	<u>\$ 77,518</u>

See independent auditor's report.

**Other Report 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 of  
Community Receiving Home, Inc.  
d/b/a Renaissance

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 Community Receiving Home, Inc. d/b/a Renaissance (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 September 16, 2021.

**Internal Control Over Financial Reporting**

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

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.







PAYNE, MOORE & HERRINGTON, LLP

To the Board of Directors of  
Community Receiving Home, Inc.  
d/b/a Renaissance

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Renaissance'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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **Purpose of this Report**

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

*Payne, Moore + Herrington, LLP*

Certified Public Accountants  
Alexandria, Louisiana

September 16, 2021

**Community Receiving Home, Inc.  
d/b/a Renaissance  
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  
that are not considered to be  
material weaknesses?

\_\_\_\_\_ yes      X   none reported

Noncompliance material to financial  
statements noted?

\_\_\_\_\_ yes      X   no

*Management's Corrective Action Plan*

Not applicable

*Management's Summary Schedule of Prior Audit Findings*

Not applicable

*Memorandum of Other Comments and Recommendations*

None issued

*Federal Awards*

Not applicable

**Section II – Financial Statement Findings**

None.

**Section III – Federal Award Finding and Questioned Costs**

Not applicable.