

FEMA PHASE 42 APPLICATION

Contract date will be shared once the date has been determined

Check List

Use this checklist to ensure all necessary information has been included. Please type or print the application neatly. Submit one (1) electronic copy.

- Cover Page/Check List
- Application Summary - FEMA Funding Service Plan
- IRS 501(c) (3)
- Organizational Chart
- Sponsoring Agency Management
- Board of Directors (Include Name, Position, Number of Years on Board)
- Certification/Certificates of Non-Discrimination
- Section II – Demonstrate Effectiveness
- Section III – Accounting and Fiscal Reporting
- Attach most recent financial report available
- Annual Audit (Mandatory if requesting \$50,000 or More – Attach with the electronic application)
- Local Organization Certification Form
- Make sure all forms are signed by Authorized Agency Representative
- Complete and return ONLY the components of the application where funds are requested
- Attach Resolution (If required by your Agency's Board) N/A

(Please return ONE (1) electronic copy
Community Action Partnership of Madera County
Attention: Jeannie Stapleton – jstapleton@maderacap.org
Applications are due December 30, 2024

APPLICATIONS THAT ARE MISSING REQUIRED ITEMS WILL BE CONSIDERED INELIGIBLE
AND WILL NOT BE CONSIDERED FOR FUNDING.

Catholic Charities of the Diocese of Fresno
(Agency Name)

I ATTEST THAT ALL INFORMATION CONTAINED IN THIS APPLICATION IS ACCURATE AND
COMPLETE TO THE BEST OF MY KNOWLEDGE:



Authorized Signature of Applicant

12/30/24

Date

Jeff Negrete, Executive Director
Print Name and Title

Please Use this Form as Your Cover Page With Your Application

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Agency Name: Catholic Charities of the Diocese of Fresno

APPLICATION SUMMARY

FEMA Funding Service Plan

Total Amount Requested \$15,000

A. SERVED MEALS

Amount Requested	\$
# of Meals Served	#
Cost Per Meal Served	\$

B. OTHER FOOD

Amount Requested	\$15,000
# of Meals Served	#5,000
Cost Per Meal Served	\$3.00

C. MASS SHELTER

Amount Requested	\$
# of Nights Lodging	#
Cost Per Night Lodging (per diem rate)	\$

D. OTHER SHELTER

Amount Requested	\$
# of Nights Lodging	#
Cost Per Night Lodging (per diem rate)	\$

E. SUPPLIES/EQUIPMENT (check one)

Food Shelter Both

Amount Requested	\$
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F. RENT/MORTGAGE ASSISTANCE

Amount Requested	\$
# of Families Served	#

G. UTILITIES

Amount Requested	\$
# of Families Served	#

H. ADMINISTRATION

\$

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SECTION I – GENERAL

Total FEMA funds requested (should equal total on cover): **\$15,000**

Agency Name: Catholic Charities of the Diocese of Fresno

Address: 149 N. Fulton Street

City: Fresno, CA

Telephone Number: (559) 237-0851

Executive Director: Jeff Negrete

Telephone Number: (559) 237-0851

Board Chair: Bree Comstock

Telephone Number: (559) 253-7240

Contact Person: Mackenzie Villalobos, Development Director

Telephone Number: (559) 237-0851

Year the Agency was founded? 1968

Has your agency received FEMA funds in the past? Yes No

If so, please answer the following questions for the most recent grant received:

Phase Number: Phase 41

Amount: \$6,000

Breakdown: Served Meals	\$
Other Food	\$6,000
Mass Shelter	\$
Other Shelter	\$
Supplies/Equipment	\$
Rent/Mortgage Assistance	\$
Utilities	\$
Administration	\$

Eligibility Questions:

Is the proposed program an expansion of services currently offered with "FEMA" funds?

Yes No

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Does the agency have an IRS Classification

Government

Private

Non-Profit

Please attach IRS for 501(c)(3)

What is your agency's Federal Tax Identification Number: 94-1678938

What is your UEI (Unique Entity Identifier): KJ7NN8SAXC45

What is your agency's Dun & Bradstreet Number (DUNs): 796365695

Please attach your agency organizational chart. - Attachment B

Are services free of charge?

Yes

No

If no, please explain and list fees charged for services (use attachment if necessary):

Please indicate when your organization is available to assist people with FEMA funded services. (For example: Mon., Wed., Fri., 11 a.m. - 1:00 p.m.)

N/A this application is for administration expenses only.

If you have more than one site, please provide a listing with time.

Days: Monday, Tuesday, Wednesday, Thursday, Friday

Hours: 8:00 am – 12:15 pm, 1:00 pm – 3:45 pm

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SPONSORING AGENCY MANAGEMENT

A. Board of Directors:

How often does your Board of Directors meet? Four times per calendar year

What is the average attendance? All Board of Directors meetings have a quorum with a minimum of 7 members in attendance.

Please attach a complete list of your Board of Directors including name, position on Board, years on Board and occupation.

B. Financial Information:

How often are your financial records audited? Once per fiscal year .

By whom? Price, Paige, & Company

Are your financial officers bonded? No


For how much? N/A

C. Proposal written By: Mackenzie Villalobos, Development Director

Telephone: (559) 237-0851 ext. 1105

D. Please make sure that all mandatory attachments, including Certificate of Non-Discrimination, Local Organization Certification Form, List of Board of Directors, and Annual Audit are attached.

I CERTIFY THAT THIS APPLICATION AND THE INFORMATION PROVIDED ARE TRUE AND COMPLETE TO THE BEST OF MY KNOWLEDGE.



Signature

Executive Director

Title



Office of the General Counsel

3211 FOURTH STREET NE • WASHINGTON DC 20017-1194 • 202-541-3300 • FAX 202-541-3337

July 8, 2006

TO: Most Reverend Archbishops and Bishops, Diocesan Attorneys
and State Conference Directors

SUBJECT: 2005 Group Ruling

FROM: Mark E. Chopko, General Counsel
(Staff: Dairdre Dessingue, Associate General Counsel)

Attached is a copy of the Group Ruling issued to the United States Conference of Catholic Bishops on July 1, 2005 by the Internal Revenue Service ("IRS"), with respect to the federal tax status of Catholic organizations listed in the 2005 edition of the Official Catholic Directory ("OCD")¹. As explained in greater detail below, this ruling is important for establishing:

- (1) the exemption of such organizations from:
 - (a) federal income tax;
 - (b) federal unemployment tax (but see ¶5 of "Explanation" below); and
- (2) the deductibility, for federal income, gift and estate tax purposes, of contributions to such organizations.

The 2005 Group Ruling is the latest in a series that began with the original determination of March 25, 1946. In the 1946 document, the Treasury Department affirmed the exemption from federal income tax of all Catholic institutions listed in the OCD for that year. Each year since 1946, in a separate letter, the 1946 ruling has been extended to cover the institutions listed in the current OCD². The language of these rulings has remained relatively unchanged, except to reflect intervening modifications in the Internal Revenue Code ("Code"). The 2005 Group Ruling is consistent with the 2004 ruling.

Annual group rulings clarify important tax consequences for Catholic institutions listed in the OCD, and should be retained for ready reference. Rulings from earlier years are important to establish the tax consequences of transactions that occurred during those years.

¹ A copy of the Group Ruling and this memo may be found on the USCCB website at www.usccb.org/ogc.

² Catholic organizations with independent IRS exemption determination letters are listed in the 2005 OCD with an asterisk (*), which is explained at page A-6 and indicates that such organizations are not covered by the Group Ruling.

Responsibilities under Group Ruling. *Diocesan officials who compile OCD information for transmittal to the OCD publisher are responsible for the accuracy of such information.* This means that they must ensure that only qualified organizations are listed, that organizations that cease to qualify are deleted promptly, and that qualified newly-created organizations are listed as soon as possible. The current application package for inclusion in the Group Ruling and OCD is available at <http://www.usccb.org/bishops/dfl/exemptionruling.htm>.

EXPLANATION

1. Exemption from Federal Income Tax. The latest ruling reaffirms the exemption from federal income tax under section 501(c)(3) of the Code of "the agencies and instrumentalities and educational, charitable, and religious institutions operated, supervised or controlled by or in connection with the Roman Catholic Church in the United States, its territories or possessions appearing in the Official Catholic Directory for 2005" (with the exception of organizations designated in the OCD with an asterisk and foreign organizations).
2. Federal Excise Taxes. Inclusion in the Group Ruling has no effect on an organization's liability for federal excise taxes. Exemption from these taxes is very limited. Please refer to your attorney any questions you may have about excise taxes.
3. State/Local Taxes. Inclusion in the Group Ruling does not automatically establish an organization's exemption from state or local income, sales or property taxes. Typically, separate exemptions must be obtained from the appropriate state or local tax authorities in order to qualify for any applicable exemptions. Please refer to your attorney any questions you may have about state or local tax exemptions.
4. Deductibility of Contributions. The Group Ruling assures donors that contributions to the institutions listed in the 2005 OCD and covered by the Group Ruling are deductible for federal income, gift, and estate tax purposes.
5. Unemployment Tax. The Group Ruling establishes exemption from federal unemployment tax only. Individual states may impose unemployment tax on organizations included in the Group Ruling, even though they are exempt from the federal tax. Please refer to your attorney any questions you may have about state unemployment tax.
6. Social Security Tax. All section 501(c)(3) organizations, including churches, are required to pay taxes under the Federal Insurance Contributions Act (FICA) for each employee who is paid \$100 or more in a calendar year.² Services

² Section 3121(w) of the Code permits certain church-related organizations to make an irrevocable election to avoid payment of FICA taxes, but only if such organizations are opposed for religious reasons to payment of social security taxes.

performed by diocesan priests in the exercise of their ministry are not considered "employment" for FICA (Social Security) purposes,⁴ and FICA should not be withheld from their salaries. For Social Security purposes, diocesan priests are subject to self-employment tax ("SECA") on their salaries as well as on the value of meals and housing or housing allowances provided to them.⁵ Neither FICA nor income tax withholding is required on remuneration paid to religious institutes for members who are subject to vows of poverty and obedience and are employed by organizations included in the Official Catholic Directory.⁶

7. **Form 990.** All organizations included in the OCD must file Form 990, Return of Organization Exempt from Income Tax, unless they are eligible for a mandatory or discretionary exception. There is no automatic exemption from the Form 990 filing requirement simply because an organization is listed in the OCD. Organizations required to file Form 990 must do so by the 15th day of the fifth month after the close of their fiscal year.⁷ Among the organizations not required to file Form 990 under section 6033 of the Code are: churches; integrated auxiliaries of churches⁸; the exclusively religious activities of religious orders; schools below college level affiliated with a church or operated by a religious order; organizations with gross receipts normally not in excess of \$25,000;⁹ and certain church-affiliated

⁴ I.R.C. § 3121(b)(8)(A).

⁵ I.R.C. § 1402(a)(8). See also, Compensation of Priests, at <http://www.usccb.org/bishops/dff/dualtax.htm>.

⁶ Rev. Rul. 77-290, 1977-2 C.B. 25. See also, Compensation of Religious, at <http://www.usccb.org/bishops/dff/religiouscomp.htm>.

⁷ The penalty for failure to file the Form 990 is \$20 for each day the failure continues, up to a maximum of \$10,000 or 5 percent of the organization's gross receipts, whichever is less. However, organizations with annual gross receipts in excess of \$1 million are subject to penalties of \$100 per day, up to a maximum of \$50,000. I.R.C. § 6652(c)(1)(A).

⁸ I.R.C. § 6033(a)(2)(A)(i); Treas. Reg. § 1.6033-2(h). To qualify as an integrated auxiliary of a church, an organization must be described in section 501(c)(3), qualify as other than a private foundation, be affiliated with a church, and qualify as internally supported. An organization will be considered internally supported unless it both:

(1) Offers admissions, goods, services, or facilities for sale, other than on an incidental basis, to the general public (except goods, services, or facilities sold at a nominal charge or substantially below cost), and

(2) normally receives more than 50 percent of its support from a combination of governmental sources; public solicitation of contributions (such as through a community fund drive); and receipts from the sale of admissions, goods, performance of services, or furnishing of facilities in activities that are not unrelated trades or businesses.

⁹ Rev. Proc. 83-23, 1983-1 C.B. 687.

organizations that finance, fund or manage church assets, or maintain church retirement insurance programs, and organizations controlled by religious orders that finance, fund or manage assets used for exclusively religious activities.¹⁰⁷

Organizations that are required to file Form 990 must upon request make a copy of the form and its schedules and attachments (other than contributor lists) available for public inspection during regular business hours at the organization's principal office and at any regional or district offices having three or more employees. Form 990 for a particular year must be made available for a three year period beginning with the due date of the return.¹¹⁷ In addition, organizations that file Form 990 must comply with written or in-person requests for copies of the Form 990. The organization may impose no charge other than a reasonable fee to cover copying and mailing costs. If requested, copies of the Form 990 for the past three years must be provided. In-person requests must be satisfied on the same day. Written requests must be satisfied within 30 days.¹²⁷

8. Revenue Procedure 75-50. Rev. Proc. 75-50¹³⁷ sets forth notice, publication, and recordkeeping requirements regarding racially nondiscriminatory policies that must be complied with by private schools, including church-related schools, as a condition of establishing and maintaining exempt status under section 501(c)(3) of the Code. Under Rev. Proc. 75-50 private schools are required to file an annual certification of racial nondiscrimination with the IRS. For private schools not required to file Form 990, the annual certification must be filed on Form 5578, Annual Certification of Racial Nondiscrimination for a Private School Exempt from Federal Income Tax. This form may be obtained from your local IRS office. Form 5578 must be filed by the 15th day of the fifth month following the close of the fiscal year. Form 5578 may be filed individually or by the diocese on behalf of all schools operated under diocesan auspices. The requirements of Rev. Proc. 75-50 remain in effect and must be complied with by all schools listed in the OCD. *Diocesan or school officials should insure that the requirements of Rev. Proc. 75-50 are met since failure to do so could jeopardize the exempt status of the school*

¹⁰ Rev. Proc. 96-10, 1996-1 C.B. 577.

¹¹ The penalty for failure to permit public inspection of the Form 990 is \$20 for each day during which such failure continues, up to a maximum of \$10,000. I.R.C. § 6652(c)(1)(C).

¹² I.R.C. § 6104(d). Generally, a copy of an organization's exemption application and supporting documents must also be provided on the same basis. However, since Catholic organizations covered under the Group Ruling did not file exemption applications with IRS, nor did USCCB, organizations covered under the Group Ruling should respond to requests for public inspection and written or in-person requests for copies by providing a copy of the page of the current OCD on which they are listed. If a covered organization does not have a copy of the current OCD, it has two weeks within which to make it available for inspection and to comply with in-person requests for copies. Written requests must be satisfied within the general time limits.

¹³ 1975-2 C.B. 527.

and, in the case of a school operated by a church, the exempt status of the church itself.

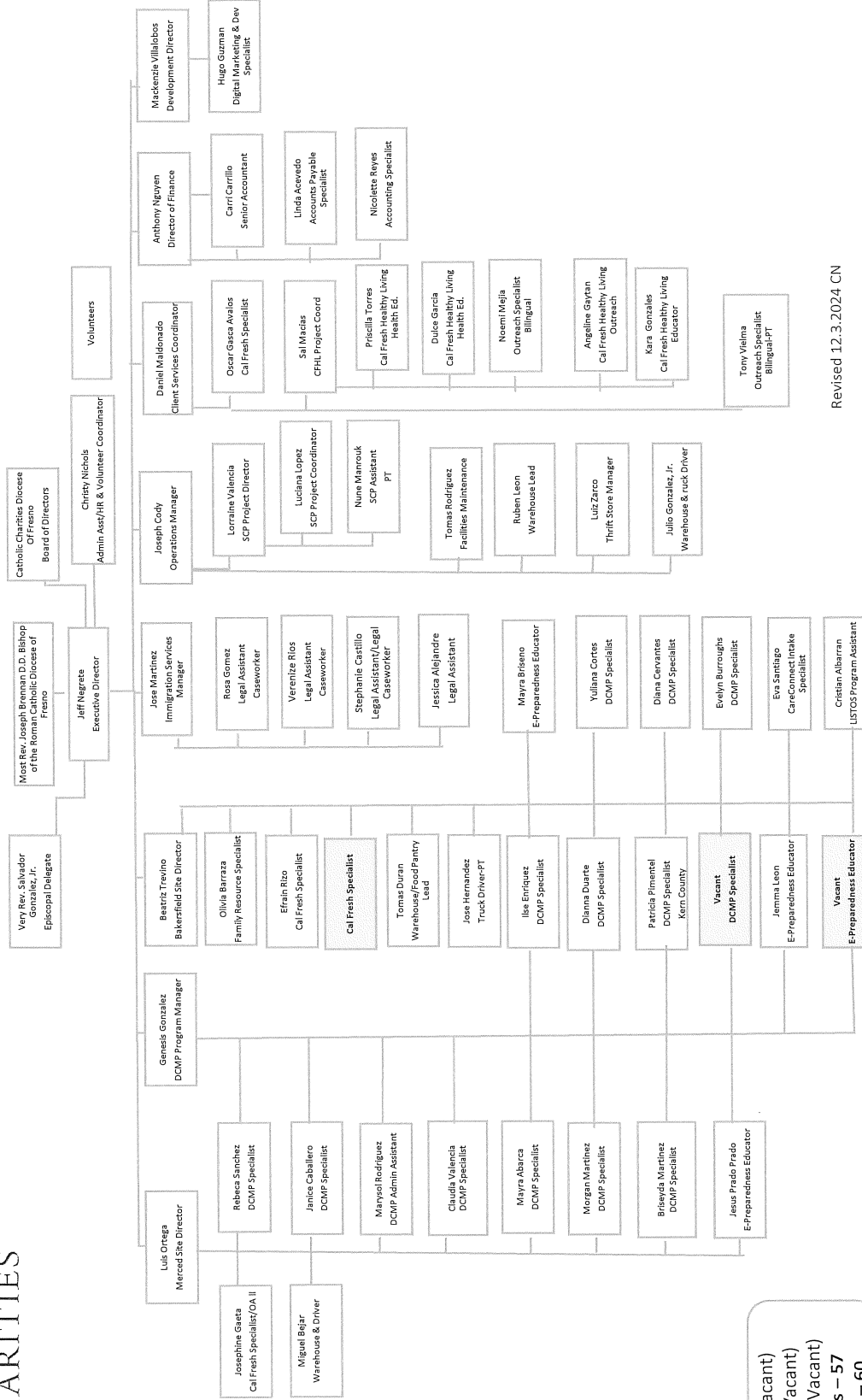
9. Lobbying Activities. Organizations included in the OCD may lobby for changes in the law, provided such lobbying is not more than an insubstantial part of their total activities. Attempts to influence legislation both directly and through grassroots lobbying are subject to this restriction. The term "lobbying" includes activities in support of or in opposition to referenda, constitutional amendments, and similar ballot initiatives. There is no distinction between lobbying activity that is related to an organization's exempt purposes and lobbying that is not. There is no fixed percentage that constitutes a safe harbor for "insubstantial" lobbying. Please refer to your attorney any questions you may have about permissible lobbying activities.

10. Political Activities. Organizations included in the Group Ruling may not participate or intervene in any political campaign on behalf of or in opposition to any candidate for public office. Violation of the prohibition against political activity can jeopardize the organization's tax-exempt status. In addition to revoking exempt status, IRS may also impose excise taxes on an exempt organization and its managers on account of political expenditures. Where there has been a flagrant violation, IRS has authority to seek an injunction against the exempt organization and immediate assessment of taxes due. Political Campaign Activity Guidance for Catholic Organizations (March 15, 2004) available at www.usccb.org/ocg, contains detailed information regarding the political activity prohibition. If you have any questions in this regard, please refer them to your attorney.

11. Public Charity Status. The latest Group Ruling affirms that organizations included in the OCD are not private foundations under section 509(a) of the Code. However, the Group Ruling does not identify the subsection of section 509(a) under which a particular organization is classified as a public charity. Organizations must determine for themselves whether they qualify for such status under the provisions of section 509(a)(1), (a)(2) or (a)(3). Newly-created or newly-affiliated organizations must establish that they are not private foundations as a condition of inclusion in the Group Ruling and OCD.

12. Group Exemption Number. The group exemption number assigned to USOC is 928 or 0928. *This number must be included on each Form 990, Form 990-T, and Form 5578 required to be filed by any organization exempt under the Group Ruling.*³⁴ We recommend against using the group exemption number on Form SS-4, Request for Employer Identification Number, because in the past this has resulted in IRS including USCCB as part of the organization's name when it enters the organization in its database.

³⁴ IRS has expressed concern about organizations covered under the Group Ruling that fail to include the group exemption number, 0928, on their Form 990 filings, particularly the initial filing.



Fresno – 36 (0 vacant)
 Merced – 12 (0 Vacant)
 Bakersfield – 9 (3 Vacant)
Total Employees – 57
Total Positions – 60

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BOARD OF DIRECTORS

NAME	BUSINESS OR HOME ADDRESS	YEARS ON BOARD
Most Rev. Joseph Brennan, D.D. President Bishop, Diocese of Fresno	1550 N. Fresno St. Fresno, CA 93703	6
Bree Comstock, Board Chair President, Ashwood Construction	4941 N. Van Ness Blvd. Fresno, CA 93704	7
Doug Sampson, Treasurer Moss Adams, LLP	255 E River Park Circle, Ste 220 Fresno CA 93720	3
Don Parreira, Vice Chair Ultra Gro Plant Food Company	1222 W. Palo Alto Ave, Fresno, CA 93711	7
Vincent Ricchiuti, Member Owner, P-R Farms	1254 E Glenlake Lane, Fresno CA 93730	1
Tyler Davies, Member CPA, Lyles Diversified	525 W. Alluvial Ave, Ste A, Fresno, CA 93711	2
Rev. Robert Borges, Member Pastor, St. Patrick Parish	671 E Yosemite Ave, Merced, CA 95340	5
Michael Serrano, Member Farm Manager, Serrano Farms	6907 Poole Road, Le Grand, CA 95333	2
Patrick Collins, Member Broker, Sunbelt Business Brokers	2008 Norwich Way, Bakersfield, CA 93311	3
Myka Chambers, Member Principal, St. Anthony of Padua	1335 W Celeste Ave, Fresno, CA 93711	0
Kevin Conway, Member Managing Director, IDEAL Capital Group	3128 Willow Ave Suite 101, Clovis, CA 93612	2
Michael Spencer, Member Harris Construction	4533 N Wilson Ave, Fresno CA 93704	0
Cat Figura, Member Jeffrey Scott Advertising, Inc.	5094 W. Cromwell Ave Fresno, CA 93722	1

Board of Directors Roster 2024

President

Most Rev. Joseph Brennan, D.D., Bishop of Fresno
1550 N. Fresno St., Fresno, CA 93703
Office: (559) 488-7410
msenteno@dioceseoffresno.org

Episcopal Delegate

Very Rev. Salvador Gonzalez, Jr., Moderator of the Curia
1150 N. Fresno St., Fresno, CA 93703
Office: (559) 488-7409
solquin@dioceseoffresno.org

Board Chair

Mrs. Bree Comstock
Ashwood Development
2nd 3-year Term ending 12/23 (two yr extension to '25)
4941 N. Van Ness Blvd, Fresno, CA 93704
Office: (559) 253-7240; Cell: (559) 647-7854
bcomstock@ashwoodco.com

Treasurer

Mr. Doug Sampson (FC Member)
Moss Adams LLP
1st 3-year term ending 12/25
255 E River Park Circle, Ste 220 Fresno, CA 93720
Office: (559) 835-0218; Cell: (559) 906-5862
doug.sampson@mossadams.com

Vice Chair

Mr. Don Parreira
Ultra Gro Plant Food Company
2nd 3-year term ending 12/25 (one yr extension to '25)
1222 W Palo Alto Ave, Fresno, CA 93711
Office: (559) 661-0977; Cell: (559) 647-0000
don.parreira@gmail.com

Secretary

Mrs. Cat Figura
Jeffrey Scott Advertising, Inc.
1st 3-year Term ending 12/26
5094 W. Cromwell Ave., Fresno, CA 93722
Office: (559) 268-9741; Cell: (559) 269-3182
cfigura@jsaweb.com

Members at Large

Mr. Vincent Ricchiuti

P-R Farms
1st 3-year Term ending 12/26
1254 E. Glenlake Lane, Fresno, CA 93730
Office: (559) 299-0201; Cell: (559) 289-0201
vincent@prfarms.com

Rev. Robert Borges

St. Patrick's Parish
2nd 3-year term ending 12/25
671 E Yosemite Ave, Merced, CA 95340
Office: (209) 383-3924; Cell: (559) 213-1452
frrobert@olmstpatrick.org

Mr. Patrick (Pat) Collins

Sunbelt Business Brokers
1st 3-year term ending 12/24
2008 Norwich Way, Bakersfield, CA 93311
Office: (661) 323-2358 x210; Cell: (661) 342-3436
patrick.collins@sunbeltnetwork.com

Mr. Kevin Conway (FC Member)

IDEAL Capital Group
1st 3-year term ending 12/25
3128 Willow Ave Ste 101, Clovis, CA 93612-4746
Office: (559) 347-6980 x121; Cell: (559) 904-6072
kevin@idealcapgroup.com

Mr. J. Tyler Davies (FC Member)

Lyles Diversified, Inc.
1st 3-year Term ending 12/25
525 W Alluvial Ave, Ste.A Fresno, CA 93711
Office: (559) 441-1900; Cell: (559) 978-5962
tdavies@ldico.com

Mr. Michael Serrano

Serrano Farms
1st 3-year term ending 12/25
6907 Poole Road, Le Grand, CA 95333
Office: to be provided; Cell: (209) 485-1935
michael@serranofarms.com

Mrs. Myka Chambers

St. Anthony of Padua School
1st 3-year term ending 12/28
1335 W Celeste Ave, Fresno CA 93711
Office: 559-435-0700 Cell: (661) 817-3251
mchambers@sasfresno.com

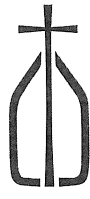
Mr. Michael Spencer

Harris Construction
1st 3-year term ending 12/28
4533 N Wilson Ave Fresno, CA 93704
Office: (559) 251-0301 Cell: to be provided
m Spencer@harrisconstruction.com

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Certification of Non-Discrimination



CATHOLIC *Diocese of Fresno* CHARITIES

DISCRIMINATION AND RETALIATION

APPROVED BY BOARD OF DIRECTORS ON 7/1/16

Catholic Charities of the Diocese of Fresno (CCDOF) trusts that all employees will continue to act responsibly to establish a pleasant working environment free of discrimination and retaliation. All employees are expected to be sensitive to the individual rights of their co-workers.

01. Equal Employment Opportunity

CCDOF is an equal opportunity employer and is committed to an active Nondiscrimination Program. We cultivate a work environment that encourages fairness, teamwork, and respect among all employees. We are firmly committed to maintaining a work atmosphere where people of diverse backgrounds and lifestyles may grow personally and professionally.

It is the stated policy of CCDOF that all employees and applicants shall receive equal consideration and treatment. All recruitment, hiring, placements, transfers, and promotions will be on the basis of qualifications of the individual for the positions being filled regardless of race, color, religion, ancestry, national origin, age, sex, marital status, sexual orientation, disability, veteran status, medical condition, pregnancy and related medical conditions, or known disability.

The objective of CCDOFs' Nondiscrimination Program is, wherever possible, to actively recruit and include for consideration for employment members of minority groups, females, and persons with disabilities. All decisions on employment and promotions must be made solely on the individual's qualifications (merit), bona fide occupational qualifications for the job in question, and the feasibility of any necessary job accommodations.

02. Americans with Disabilities Act Compliance

It is the policy of CCDOF to be in compliance with the Americans with Disabilities Act. CCDOF shall observe the law and its amendments by prohibiting discrimination on the basis of known disability, and protects qualified applicants and employees with known disabilities from discrimination in recruitment, application procedures, hiring, promotion, compensation, job assignment, leave of absence, fringe benefits, training opportunities, employer-sponsored social and recreational programs, layoffs and termination. CCDOF reserves the right to select the most qualified individual based on bona fide occupational qualifications and not on "generalizations, misperceptions or irrational fears."

Providing Help Creating Hope

149 North Fulton Street • Fresno, California 93701
Phone: (559) 237-0851 • Facsimile: (559) 237-7050 • www.ccdof.org

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SECTION II - DEMONSTRATE EFFECTIVENESS

A. Briefly describe your agency's past services in the areas of food, shelter, and related services for the poor. Describe the impact and effectiveness of your effort.

Catholic Charities of the Diocese of Fresno serves as a lifeline for individuals and families in need, guided by our mission to serve, advocate for, and empower our community. We proudly welcome all, regardless of race, religion, or zip code, and operate without residency requirements at our main site on Fulton Street in Fresno or in the communities we serve. With a commitment to meeting people where they are, we address critical needs through programs like emergency food assistance, rural outreach, disaster case management, immigration services, the Senior Companion Program, just to name a few—ensuring that help extends to even the most remote and underserved areas.

Our Rural Outreach Program exemplifies our commitment to addressing food insecurity in isolated communities. At each outreach event, we distribute up to 300 bags of food, with some events supporting as many as 1,200 people. These distributions are intentionally low-barrier, ensuring that anyone in need can access food without special requirements. This program goes beyond simply distributing food—it is designed to meet the diverse and unique needs of rural communities. What sets the Rural Outreach Program apart is its cultural sensitivity through the food that is provided. Items such as beans, rice, corn masa flour, and protein are carefully selected to cater to the preferences of Hispanic/Latino clients, reflecting our commitment to honoring the dignity and diversity of every individual and family. We also strive to offer fresh, high-quality foods that promote health and well-being, recognizing that rural communities often face limited access to grocery stores and nutritious options.

In 2023, over 30% of all food assistance from Catholic Charities was delivered through the Rural Outreach Program, facilitated by our Fresno site. Events like the Blessings of Hope Resource Fair in Chowchilla and outreach efforts in Ripperdan allowed us to bring essential resources directly to families in need in 2024. These efforts are possible through grant funding, such as Emergency Shelter and Food Program (EFSP) funding, which plays a vital role in addressing food insecurity throughout Madera County.

Grant funding also supports the Senior Companion Program (SCP), a federally funded initiative that has served Madera County since the mid-1980s. SCP companions provide critical support to seniors, ranging from one-on-one companionship and respite care to assistance with daily activities and engagement at senior centers. Currently, four SCP companions serve six clients in Madera County, with an additional companion set to serve two clients beginning in January. This program fosters independence and alleviates isolation for seniors, particularly in rural areas where access to services is limited.

Our Disaster Case Management Program (DCMP) further demonstrates how grant-funded initiatives drive tangible, life-changing results. With support from state and federal disaster recovery grants, we've provided personalized, long-term recovery assistance to Madera County residents affected by natural disasters. Our case managers have worked in communities like North Fork, Oakhurst, and Ahwahnee, helping survivors navigate FEMA appeals and providing direct support, such as delivering food boxes from the Madera Food Bank. These efforts have led to successful outcomes, including a North Fork client securing \$25,000 in FEMA funding for home repairs and an Oakhurst survivor receiving \$50,000 in

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combined FEMA and state funding for critical road repairs.

Our collaborative approach amplifies our impact. We've partnered with organizations like the Madera Food Bank, the American Red Cross, and the Madera County Department of Public Health to extend our reach. By participating in initiatives like the county's Emergency Preparedness Sub-Advisory Committee and the recurring "One-Stop-Shop" outreach events, we ensure that our services remain responsive to the needs of Madera County residents. These partnerships allow us to stay engaged with the community, providing services ranging from emergency preparedness education to ongoing disaster relief.

Despite not having a physical location in Madera County, our presence is deeply felt. Through programs like DCMP, the Senior Companion Program, and Rural Outreach, we are able to reach every corner of the 2,137 square miles in Madera County and meet people where they are—whether in remote mountain communities or underserved rural areas. This is the direct outcome of investing grant funding into impactful, community-centered programs. Additional funding would allow us to extend our reach even further. EFSP funding is key to increasing our outreach to even more communities in need throughout Madera County.

At Catholic Charities, we remain committed to serving everyone with dignity and compassion. Whether through emergency response, food assistance, or any of our programs and services, we strive to embody our mission of serving, advocating for, and empowering those in need. Our work in Madera County demonstrates that effective service doesn't require a physical building; it requires heart, collaboration, and the strategic use of resources to ensure that no one is left behind.

FEMA PHASE 42 APPLICATION

Contract date will be shared once the date has been determined

SECTION III - ACCOUNTING AND FISCAL REPORTING ABILITY

- A. Does the agency have an operating accounting system? Yes No
- B. Attach the most recent financial report available and the final report/audit, if available, for your most recent fiscal year completed. Attached
- C. Who handles the accounting system for the agency? Specify name of staff, professional title, volunteer, or accounting firm.
Anthony Nguyen, Finance Director, Catholic Charities of the Diocese of Fresno
- D. Describe the administrative procedures you will employ to ensure accurate reports and fiscal control and alleviate duplication of services offered by other agencies.
Catholic Charities of the Diocese of Fresno has the financial infrastructure to ensure accurate reporting and fiscal control. Our accounting team, consisting of three accounting specialists and a Finance Director, utilizes industry-standard accounting software and internal controls to track expenses, allocate grant funds appropriately, and generate detailed financial reports. Monthly reconciliations, regular audits, and collaboration between program managers and the Finance Director ensure compliance with grant requirements and transparency in all financial operations.

To avoid duplicating services, Catholic Charities actively collaborates with community partners such as the Madera Food Bank, the American Red Cross, and the Madera County Department of Public Health. Participation in coalitions and recurring meetings, like the Emergency Preparedness Sub-Advisory Committee, allows us to identify service gaps and adjust our programming accordingly. Our programs, such as Disaster Case Management and Senior Companion, are designed to complement rather than replicate the services offered by other agencies, providing targeted support tailored to community needs.

By combining responsible financial oversight with a collaborative and community-centered approach, Catholic Charities ensures that resources are used effectively to fill critical gaps in services and make a meaningful impact.

Catholic Charities of the Diocese of Fresno | CA

Financial Statements

For the Years Ended June 30, 2023 and 2022



PRICE PAIGE & COMPANY
Certified Public Accountants

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Catholic Charities of the Diocese of Fresno
Fresno, California

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Catholic Charities of the Diocese of Fresno (the Organization), a nonprofit organization, which comprise the statements of financial position as of June 30, 2023 and 2022, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Catholic Charities of the Diocese of Fresno as of June 30, 2023 and 2022, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits 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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Organization and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. 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 the Organization's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's 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 auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will

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always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards 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 March 26, 2024, on our consideration of the Organization'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 Organization'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 Organization's internal control over financial reporting and compliance.

Price Pange & Company

Clovis, California
March 26, 2024

FINANCIAL STATEMENTS

CATHOLIC CHARITIES OF THE DIOCESE OF FRESNO | JUNE 30, 2023 AND 2022
 Statements of Financial Position

	<u>2023</u>	<u>2022</u>
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 3,174,298	\$ 3,653,557
Investments	1,483,083	1,355,257
Grants receivable	1,727,202	1,213,391
Inventory	200,582	151,806
Prepaid expenses	<u>6,988</u>	<u>10,618</u>
Total current assets	6,592,153	6,384,629
Cash - trust funds	423,429	437,130
Deposits	3,250	-
Property and equipment, net	<u>2,399,675</u>	<u>1,826,060</u>
Total assets	<u>\$ 9,418,507</u>	<u>\$ 8,647,819</u>
 LIABILITIES AND NET ASSETS		
Current liabilities:		
Accounts payable	\$ 156,017	\$ 315,312
Accrued expenses	144,971	97,432
Unearned revenue	<u>122,311</u>	<u>31,184</u>
Total current liabilities	423,299	443,928
Trust funds payable	<u>423,429</u>	<u>437,130</u>
Total liabilities	<u>846,728</u>	<u>881,058</u>
 Net assets:		
With donor restrictions	319,741	373,812
Without donor restrictions	<u>8,252,038</u>	<u>7,392,949</u>
Total net assets	<u>8,571,779</u>	<u>7,766,761</u>
Total liabilities and net assets	<u>\$ 9,418,507</u>	<u>\$ 8,647,819</u>

See Independent Auditor's Report and Notes to the Financial Statements.

CATHOLIC CHARITIES OF THE DIOCESE OF FRESNO | FOR THE YEAR ENDED JUNE 30, 2023

Statement of Activities

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues and support:			
Contributions:			
Cash and other financial assets	\$ 1,301,594	\$ 180,000	\$ 1,481,594
Nonfinancial assets	4,357,607	-	4,357,607
Grant revenue	4,460,097	-	4,460,097
Thrift shop sales	196,413	-	196,413
Program service fees	150,624	-	150,624
Special events, net of direct expenses of \$200,832	1,037,390	-	1,037,390
Other income	46,137	-	46,137
Investment gains (losses), net	134,265	-	134,265
	<u>11,684,127</u>	<u>180,000</u>	<u>11,864,127</u>
Total revenues and support before net assets released from restrictions	11,684,127	180,000	11,864,127
Net assets released from restrictions	<u>234,071</u>	<u>(234,071)</u>	<u>-</u>
	<u>11,918,198</u>	<u>(54,071)</u>	<u>11,864,127</u>
Total revenues and support after reclassification of net assets released from restrictions	11,918,198	(54,071)	11,864,127
Expenses:			
Program services:			
Social services	8,782,237	-	8,782,237
Payee services	-	-	-
Senior companion services	526,443	-	526,443
Thrift shop	154,299	-	154,299
Career and Education Center	-	-	-
Disaster management	777,598	-	777,598
Total program services	<u>10,240,577</u>	<u>-</u>	<u>10,240,577</u>
Supporting services:			
Management and general	554,016	-	554,016
Fundraising	264,516	-	264,516
Total supporting services	<u>818,532</u>	<u>-</u>	<u>818,532</u>
Total expenses	<u>11,059,109</u>	<u>-</u>	<u>11,059,109</u>
Changes in net assets	859,089	(54,071)	805,018
Net assets, beginning of year	<u>7,392,949</u>	<u>373,812</u>	<u>7,766,761</u>
Net assets, end of year	<u>\$ 8,252,038</u>	<u>\$ 319,741</u>	<u>\$ 8,571,779</u>

See Independent Auditor's Report and Notes to the Financial Statements.

CATHOLIC CHARITIES OF THE DIOCESE OF FRESNO | FOR THE YEAR ENDED JUNE 30, 2022

Statement of Activities

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues and support:			
Contributions:			
Cash and other financial assets	\$ 1,503,657	\$ 80,000	\$ 1,583,657
Nonfinancial assets	2,733,029	-	2,733,029
Grant revenue	2,725,019	-	2,725,019
Thrift shop sales	173,688	-	173,688
Program service fees	205,194	-	205,194
Special events, net of direct expense of \$134,500	940,268	-	940,268
Other income	19,218	-	19,218
Investment gains (losses), net	(240,727)	-	(240,727)
	<u>8,059,346</u>	<u>80,000</u>	<u>8,139,346</u>
Total revenues and support before net assets released from restrictions			
Net assets released from restrictions	<u>97,230</u>	<u>(97,230)</u>	<u>-</u>
Total revenues and support after reclassification of net assets released from restrictions	<u>8,156,576</u>	<u>(17,230)</u>	<u>8,139,346</u>
Expenses:			
Program services:			
Social services	5,446,745	-	5,446,745
Payee services	497,908	-	497,908
Senior companion services	502,072	-	502,072
Thrift shop	121,831	-	121,831
Career and Education Center	16,651	-	16,651
Disaster management	615,236	-	615,236
Total program services	<u>7,200,443</u>	<u>-</u>	<u>7,200,443</u>
Supporting services:			
Management and general	444,953	-	444,953
Fundraising	313,622	-	313,622
Total supporting services	<u>758,575</u>	<u>-</u>	<u>758,575</u>
Total expenses	<u>7,959,018</u>	<u>-</u>	<u>7,959,018</u>
Changes in net assets	197,558	(17,230)	180,328
Net assets, beginning of year	<u>7,195,391</u>	<u>391,042</u>	<u>7,586,433</u>
Net assets, end of year	<u>\$ 7,392,949</u>	<u>\$ 373,812</u>	<u>\$ 7,766,761</u>

See Independent Auditor's Report and Notes to the Financial Statements.

CATHOLIC CHARITIES OF THE DIOCESE OF FRESNO | FOR THE YEAR ENDED JUNE 30, 2023
Statement of Functional Expenses

	Program Services - 93%					Supporting Services - 7%			Total
	Social Services	Payee Services	Senior Companion Services	Thrift Shop	Career and Education Center	Disaster Management	Management and General	Fundraising	
Expenses:									
Personnel expenses:									
Salaries	\$ 1,748,888	\$ -	\$ 104,116	\$ 81,868	\$ -	\$ 511,736	\$ 309,155	\$ 128,399	\$ 2,884,162
Payroll taxes and benefits	480,169	-	30,780	31,287	-	120,615	64,612	40,264	767,727
Total personnel expenses	2,229,057	-	134,896	113,155	-	632,351	373,767	168,663	3,651,889
Depreciation	102,993	-	-	8,733	-	-	26,028	-	137,754
Equipment rent	12,485	-	857	580	-	2,705	3,402	-	20,029
Food and other assistance	5,705,515	-	49,133	-	-	-	-	15	5,754,663
Maintenance and repairs	36,366	-	2,574	3,420	-	5,823	7,400	178	55,761
Materials and supplies	240,080	-	21,581	11,670	-	35,558	22,644	3,031	334,564
Meals	1,198	-	320	-	-	23	6,974	1,873	10,388
Occupancy and telephone	162,454	-	5,718	3,964	-	38,394	1,138	1,625	213,293
Other expenses	31,750	-	4,817	6,779	-	1,430	39,785	14,891	99,452
Postage	1,265	-	1,210	-	-	58	1,537	7,062	11,132
Printing	31,905	-	-	-	-	3,405	-	11,713	47,023
Professional services	49,932	-	3,331	1,868	-	6,087	62,443	46,169	169,830
Scholarships	8,000	-	-	-	-	-	-	-	8,000
Security	121,602	-	5,689	3,908	-	20,928	8,286	3,076	163,489
Stipends	-	-	272,537	-	-	-	-	-	272,537
Travel and conferences	47,635	-	23,780	222	-	30,836	612	6,220	109,305
Total expenses	\$ 8,782,237	\$ -	\$ 526,443	\$ 154,299	\$ -	\$ 777,598	\$ 554,016	\$ 264,516	\$ 11,059,109

See Independent Auditor's Report and Notes to the Financial Statements.

CATHOLIC CHARITIES OF THE DIOCESE OF FRESNO | FOR THE YEAR ENDED JUNE 30, 2022
Statement of Functional Expenses

	Program Services - 90%					Supporting Services - 10%			Total
	Social Services	Payee Services	Senior Companion Services	Thrift Shop	Career and Education Center	Disaster Management	Management and General	Fundraising	
Expenses:									
Personnel expenses:									
Salaries	\$ 681,131	\$ 275,835	\$ 90,649	\$ 61,404	\$ 6,593	\$ 394,560	\$ 247,539	\$ 174,132	\$ 1,931,843
Payroll taxes and benefits	210,939	88,054	34,433	25,029	734	94,680	57,470	38,028	549,367
Total personnel expenses	892,070	363,889	125,082	86,433	7,327	489,240	305,009	212,160	2,481,210
Depreciation	91,318	1,773	-	8,773	36	-	25,171	-	127,071
Equipment rent	7,562	4,558	1,129	673	-	3,329	4,735	-	21,986
Food and other assistance	4,038,645	-	15,230	-	-	-	-	-	4,053,875
Maintenance and repairs	37,009	6,251	2,004	3,196	-	5,834	2,250	-	56,544
Materials and supplies	141,271	22,333	22,670	5,704	1,236	22,586	2,613	6,591	225,004
Meals	197	-	1,417	-	-	-	5,577	770	7,961
Occupancy and telephone	81,227	40,059	14,135	8,468	52	49,577	16,886	5,220	215,624
Other expenses	23,287	7,076	4,332	2,929	-	2,409	39,796	15,212	95,041
Postage	576	4,437	1,544	-	-	89	810	6,397	13,853
Printing	8,137	18	6	4	-	692	-	21,688	30,545
Professional services	31,716	4,959	3,859	2,071	-	6,075	33,602	40,628	122,910
Scholarships	-	-	-	-	8,000	-	-	-	8,000
Security	77,318	36,947	5,917	3,528	-	17,412	6,872	2,710	150,704
Stipends	-	-	244,683	-	-	-	-	-	244,683
Travel and conferences	16,412	5,608	60,064	52	-	17,993	1,632	2,246	104,007
Total expenses	\$ 5,446,745	\$ 497,908	\$ 502,072	\$ 121,831	\$ 16,651	\$ 615,236	\$ 444,953	\$ 313,622	\$ 7,959,018

See Independent Auditor's Report and Notes to the Financial Statements.

CATHOLIC CHARITIES OF THE DIOCESE OF FRESNO | FOR THE YEARS ENDED JUNE 30, 2023 AND 2022
 Statements of Cash Flows

	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES:		
Changes in net assets	\$ 805,018	\$ 180,328
Adjustments to reconcile change in net assets to net cash provided in operating activities:		
Depreciation	137,754	127,071
Unrealized (gain)/loss on investments	13,442	(23,062)
Change in operating assets and liabilities:		
Decrease (increase) in:		
Grants receivable	(513,811)	(789,422)
Inventory	(48,776)	57,770
Prepaid expenses	3,630	(9,984)
Deposits	(3,250)	-
Increase (decrease) in:		
Accounts payable	(159,295)	211,003
Accrued expenses	47,539	29,198
Unearned revenue	91,127	(48,415)
Net cash provided by (used in) operating activities	<u>373,378</u>	<u>(265,513)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of property and equipment	(711,369)	(217,509)
Purchase of marketable securities	(1,096,353)	(36,953)
Sales of marketable securities	<u>955,085</u>	<u>292,226</u>
Net cash provided by (used in) investing activities	<u>(852,637)</u>	<u>37,764</u>
Net increase (decrease) in cash	(479,259)	(227,749)
Cash and cash equivalents, beginning of year	<u>3,653,557</u>	<u>3,881,306</u>
Cash and cash equivalents, end of year	<u>\$ 3,174,298</u>	<u>\$ 3,653,557</u>

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1 – ORGANIZATION AND OPERATIONS

Catholic Charities of the Diocese of Fresno (the Organization) is a not-for-profit organization established to provide various programs to help individuals in need. The programs operate in the San Joaquin Valley of California in Fresno, Kern, and Merced counties.

The following summary provides an overview of program services:

Social Services – The Social Services Programs provide for the poor and vulnerable individuals that are in need. The help provided to these individuals is far-reaching and diverse. The various social service departments provide for needs not covered by other programs. Some of the services include emergency assistance such as food baskets to individuals living at or below the federal poverty level, clothing and shelter, rent and utility assistance. Funds for emergency travel, help with certain prescriptions, ID's, burial assistance, and referral services are also provided.

Payee Services – Representative Payee Program provides assistance to any person needing help with the management of their monthly resources. The program was discontinued as of March 31, 2022.

Senior Companion Program – The Senior Companion Program provides senior companions (volunteers aged 60 and over) who provide assistance and friendship to other seniors who have difficulty with their daily living tasks. The services these companions provide help the weak and frail elderly live independently in their own homes instead of moving to institutional care. Eligible senior companions earn a small tax-free stipend to cover the cost of serving. They also receive reimbursement for transportation, an annual physical examination and supplemental accident and liability coverage while they are serving.

Thrift Shop – The Thrift Shops accept donations of clothing, furniture, utensils and other household items from the community. These goods are sold to the public and the proceeds used to carry out the Organization's mission. Clothing is given to people in need that are referred to the Organization by other agencies and churches at no cost.

Career and Education Center – The Career and Education Center provides clients with courses taught by certified instructors such as General Educational Diploma preparedness and vocational skills, including computer, time and life management, communication, and customer service. The courses are provided at no charge to clients and with no eligibility requirements in order to further encourage success and self-sufficiency and help broaden their knowledge and education. The Career and Education Center was closed on July 1, 2022.

Disaster Management – The Disaster Relief Center at the Organization is currently serving survivors of the January 2023 flooding in Merced County and the September 2020 Creek Fire in Fresno County. This program is focused on disaster case management that works alongside survivors of natural disasters to create a recovery plan while connecting them with available resources for an achievable and successful long-term recovery.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

New Accounting Pronouncement

Effective July 1, 2022, the Organization adopted Accounting Standards Update (ASU) No. 2016-02, *Leases*, which requires lessees to recognize leases on the Statements of Financial Position and disclose key information about leasing arrangements. The Organization elected not to reassess at adoption (i) expired or existing contracts to determine whether they are or contain a lease, (ii) the lease classification of any existing leases, or (iii) initial direct costs for existing leases. There were no significant changes that resulted from the adoption of this ASU. The Organization does not expect the adoption of the new lease standard to have a material impact on its net assets on an ongoing basis.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Presentation

The financial statements of the Organization have been prepared on the accrual basis of accounting and in accordance with U.S. generally accepted accounting principles (US GAAP), which require the Organization to report information regarding its financial position and activities according to the following net asset classifications:

Net assets without donor restrictions – Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. These net assets may be used at the discretion of the Organization’s management and the Board of Directors.

Net assets with donor restrictions – Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Cash and Cash Equivalents

Cash consists of various demand and interest-bearing accounts on deposit with an insured financial institution. The Organization considers cash equivalents to include all investments available for current use with an original maturity of three months or less. All cash and cash equivalents are deemed available for operations and classified as current assets.

Concentration of Credit Risk

The Organization maintains cash balances with various financial institutions insured by the Federal Deposit Insurance Corporation. The uninsured portions of these balances were \$1,543,760 and \$3,466,418 as of June 30, 2023 and 2022, respectively.

Grants Receivable

Grants receivable primarily represent amounts due under government contracts and grants. Grants receivable are stated at the amount management expects to collect. Balances that are still outstanding after management has used reasonable collection efforts are deemed uncollectible. The Organization had no write-offs for the years ended June 30, 2023 and 2022.

Inventory

Inventory consists of donated and purchased food. Purchased inventory is valued at cost on the FIFO (first-in, first-out) method.

Property and Equipment

Property and equipment are stated at cost or, if donated and placed into service, at their estimated fair value at the date donated. All assets acquired by the Organization whose individual initial value or cost exceeds \$1,500 are capitalized and depreciated. Routine repairs and maintenance are expensed when incurred. Depreciation is computed using straight-line method over the following estimated useful lives:

<u>Type of Asset</u>	<u>Estimated Useful Lives</u>
Buildings and improvements	7-39 years
Furniture and equipment	3-7 years
Vehicles	5 years

See Independent Auditor’s Report.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fair Value of Financial Instruments

The Organization considers its cash, grants receivable, prepaid expenses, accounts payable and accrued expenses to be short-term in nature, and therefore their fair values approximate their carrying values.

Investment Securities

Investment securities are stated at their estimated fair value based on quoted closing prices. Investment income, including unrealized gains and losses, interest, dividends, and related items are recognized in the Statements of Activities as they are incurred.

Revenue Recognition

The Organization recognizes revenue when services are rendered. A receivable is recorded to the extent the amount earned exceeds cash advances. Conversely, a liability is recorded when cash advances exceed amounts earned.

Funding sources may, at their discretion, request reimbursement for expenses or return of funds, or both, as a result of noncompliance by the Organization with the terms of the grants or contracts. Additionally, if the Organization terminates its activities, all unearned amounts are to be returned to the funding sources.

A portion of the Organization's revenue is obtained through the fees received from administering the payee services program. Administrative fees from payee services are recognized at a point in time.

The Organization also operates a thrift store. Revenue is recognized from the thrift store at a point in time.

Contributions

Contributions are generally recorded when received. All contributions are available for unrestricted use unless specifically restricted by the donor. The Organization reports gifts of cash and other assets as with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the Statements of Activities. Restricted contributions whose restrictions are met in the same reporting period are recorded as unrestricted contributions.

Thrift Store

Contributions of clothing, household goods and other items to the Organization's thrift store are recognized as thrift store revenues, when, and if, sold. Inventories of such items in the thrift store are not included as assets in the Statements of Financial Position.

Contributed Nonfinancial Assets

The Organization recognizes contributed nonfinancial assets within revenue, including donated materials, assets, land, space, and professional services. A substantial number of volunteers have made significant contributions of their time to the Organization's programs and supporting services. The value of this contributed time is not reflected in these financial statements since it does not require a specialized skill.

Donated materials were used in various programs within the Organization. The Organization estimates the value based on the fair value that would be paid for similar items in the Central Valley.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Contributed Nonfinancial Assets (Continued)

Land and assets can be contributed to the Organization. The Organization will determine whether to sell or utilize the contributed land and assets based on the current needs of the organization. The Organization assigns values based on fair market value of the land or asset.

Contributed services recognized comprise of professional services varying from media design, video production, marketing collateral, and website design. Contributed services are valued and reported at their estimated fair value based on current rates for similar services.

Donated food is valued as the approximate average wholesale value of one pound of donated product at the national level, which was determined to be \$1.93 and \$1.92 during 2023 and 2022, respectively. The average wholesale value was based upon a study performed by Feeding America.

Functional Allocation of Expenses

The costs of providing the Organization’s programs and supporting services have been summarized on a functional basis in the accompanying Statements of Activities. Certain overhead and indirect costs have been allocated to program services and fundraising based on management’s estimate of the actual personnel and facilities used in such activities. Management and general include those expenses that are not directly identifiable with any specific program but provide for the overall support and direction of the Organization.

The expenses allocated consist of the following:

Expenses	Method of Allocation
Salaries	Time and effort
Payroll taxes and benefits	Time and effort
Equipment rent	Time and effort
Maintenance and repairs	Time and effort
Materials and supplies	Time and effort
Meals	Time and effort
Occupancy and telephone	Time and effort
Other expenses	Time and effort
Postage	Time and effort
Printing	Time and effort
Professional services	Time and effort
Security	Time and effort
Travel and conferences	Time and effort

Accrued Compensated Absences

The Organization provides its employees with vacation, sick and other leave benefits in accordance with its policies. The Organization’s costs for these benefits are expensed as they are vested in the employee. Sick leave is not vested and therefore, not paid or accrued.

Advertising

The Organization expenses all advertising costs as incurred. Total advertising expenses were \$360 and \$6,127 for the years ended June 30, 2023 and 2022, respectively.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Leases

The Organization determines if an arrangement is or contains a lease at inception. Leases are included in right-of-use (ROU) assets and lease liabilities in the Statements of Financial Position. ROU assets and lease liabilities reflect the present value of the future minimum lease payments over the lease term if material. Operating expense is recognized on a straight-line basis over the lease term. The Organization does not report ROU assets and lease liabilities for its short-term leases (leases with a term of 12 months or less). Instead, the lease payments of those leases are reported as equipment rent expense on a straight-line basis over the lease term in the Statements of Functional Expenses.

Income Tax Status

The Organization has qualified as a not-for-profit organization and has been granted tax-exempt status pursuant to Internal Revenue Code Section 501(c)(3) and California Revenue and Taxation Code Section 23701(d) and is exempt from Federal and State of California income taxes.

Generally accepted accounting principles provide accounting and disclosures guidance about positions taken by an organization in its tax returns that might be uncertain. Management has considered its tax positions and believes that all the positions taken in its federal and state exempt organization tax returns are more likely than not to be sustained upon examination. The Organization's returns are subject to examination by federal and state taxing authorities, generally for three years and four years, respectively, after they are filed.

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 and disclosures. Accordingly, actual results could differ from those estimates.

Reclassifications

Certain prior year amounts have been reclassified to conform to the current year presentation. These reclassifications had no impact on previously reported net assets at June 30, 2022.

NOTE 3 – CASH: TRUST FUNDS

The Organization holds cash in trust for participants in various programs. The use of these funds is limited to the uses defined by the Social Security Administration and Veteran's Administration.

CATHOLIC CHARITIES OF THE DIOCESE OF FRESNO | JUNE 30, 2023 AND 2022

Notes to the Financial Statements

NOTE 4 – AVAILABILITY AND LIQUIDITY

The following represents the Organization’s financial assets as of June 30:

	<u>2023</u>	<u>2022</u>
Cash and cash equivalents	\$ 3,174,298	\$ 3,653,557
Investments	1,483,083	1,355,257
Grants receivable	<u>1,727,202</u>	<u>1,213,391</u>
 Total financial assets	 6,384,583	 6,222,205
 Less amounts not available to be used within one year:		
Donor-restricted with liquidity horizons greater than one year	<u>319,741</u>	<u>373,812</u>
 Financial assets available to meet general expenditures over the next twelve months	 <u>\$ 6,064,842</u>	 <u>\$ 5,848,393</u>

As part of the Organization’s liquidity management, the Organization consistently identifies financial assets and assesses the availability of each financial asset to meet cash needs for general expenditures and to identify liquidity risks and strategies and actions taken to manage liquidity needs, including certain board-designated funds, donor restricted funds, donor-advised funds, cash restrictions for capital projects and investments held. The Organization’s goal is to maintain enough cash and cash equivalents and marketable securities to cover 180 days of operational expenses.

NOTE 5 – INVESTMENTS

Investments consist of the following at June 30:

	<u>Fair Value</u>	
	<u>2023</u>	<u>2022</u>
Domestic equity funds	\$ 591,314	\$ 592,330
International equity funds	310,956	252,957
Fixed income	<u>580,813</u>	<u>509,970</u>
 Total investments	 <u>\$ 1,483,083</u>	 <u>\$ 1,355,257</u>

The following schedule summarizes the investment gains and losses, net, as reflected in the Statements of Activities at June 30:

	<u>2023</u>	<u>2022</u>
Investment earnings	\$ 173,086	\$ (246,102)
Unrealized gain/(loss)	(13,442)	23,062
Investment expense	<u>(25,379)</u>	<u>(17,687)</u>
 Investment gains (losses), net	 <u>\$ 134,265</u>	 <u>\$ (240,727)</u>

See Independent Auditor’s Report.

NOTE 6 – FAIR VALUE MEASUREMENTS

In accordance with generally accepted accounting principles, fair value is defined as the price that the Organization would receive upon selling an asset or pay to transfer a liability at the reporting date. Generally accepted accounting principles established a three-tier hierarchy to maximize the use of observable market data and minimize the use of unobservable inputs, and to establish classification of fair value measurements for disclosure purposes. Inputs refer broadly to the assumptions that market participants would use in pricing an asset or liability, including assumptions about risk. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing an asset or liability based on market data obtained from sources independent of the reporting entity. Unobservable inputs are those that reflect the Organization’s own assumptions about the factors market participants would use in pricing the asset or liability, developed based on the best information available.

The three-tier hierarchy of inputs are as follows:

Level 1 – Inputs are quoted market prices (unadjusted) in active markets for identical assets or liabilities. Valuations are for assets and liabilities traded in active exchange markets. Valuations are obtained from readily available pricing sources for market transactions involving identical assets or liabilities.

Level 2 – Inputs other than quoted prices within Level 1 that are observable, either directly or indirectly. Valuations are for assets and liabilities traded in less active dealer or broker markets. Valuations are obtained from third party pricing services for identical or similar assets or liabilities. The Organization has no financial assets or liabilities of this category.

Level 3 – Inputs are unobservable. Valuations are for assets and liabilities that are derived from other valuation methodologies, including option pricing models, discount cash flow models and similar techniques, and not based on market exchange, dealer, or broker traded transactions. Level 3 valuations incorporate certain assumptions and projections in determining fair value assigned to such assets or liabilities. The Organization has no financial assets or liabilities in this category.

The table below presents the level within the fair value hierarchy at which investments are measured at June 30, 2023:

Description	Level 1	Level 2	Level 3
Domestic equity funds	\$ 591,314	\$ -	\$ -
International equity funds	310,956	-	-
Fixed income	<u>580,813</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 1,483,083</u>	<u>\$ -</u>	<u>\$ -</u>

The table below presents the level within the fair value hierarchy at which investments are measured at June 30, 2022:

Description	Level 1	Level 2	Level 3
Domestic equity funds	\$ 592,330	\$ -	\$ -
International equity funds	252,957	-	-
Fixed income	<u>509,970</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 1,355,257</u>	<u>\$ -</u>	<u>\$ -</u>

CATHOLIC CHARITIES OF THE DIOCESE OF FRESNO | JUNE 30, 2023 AND 2022

Notes to the Financial Statements

NOTE 7 – PROPERTY AND EQUIPMENT, NET

Property and equipment consist of the following at June 30:

	<u>2023</u>	<u>2022</u>
Land	\$ 781,444	\$ 532,444
Construction in progress	-	199,025
Buildings and improvements	2,911,592	2,287,252
Vehicles	315,687	315,687
Equipment, furniture and computers	<u>358,792</u>	<u>321,738</u>
	4,367,515	3,656,146
Accumulated depreciation	<u>(1,967,840)</u>	<u>(1,830,086)</u>
Property and equipment, net	<u>\$ 2,399,675</u>	<u>\$ 1,826,060</u>

Total depreciation expense for the years ended June 30, 2023 and 2022 was \$137,754 and \$127,071, respectively.

NOTE 8 – NET ASSETS

The detail of the Organization’s net asset categories is as follows at June 30:

	<u>2023</u>	<u>2022</u>
With donor restrictions:		
Purpose restricted	<u>\$ 319,741</u>	<u>\$ 373,812</u>
Total net assets with donor restrictions	<u>319,741</u>	<u>373,812</u>
Without donor restrictions:		
Undesignated	<u>8,252,038</u>	<u>7,392,949</u>
Total net assets without donor restrictions	<u>8,252,038</u>	<u>7,392,949</u>
Total net assets	<u>\$ 8,571,779</u>	<u>\$ 7,766,761</u>

NOTE 9 – NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions consist of the following at June 30:

	<u>2023</u>	<u>2022</u>
Pusateri - Bakersfield	\$ 294,158	\$ 300,808
Career and Ed Center - Fresno	16,610	16,610
Rental Assistance for Victims of Domestic Abuse	8,973	50,000
Rent and Utilities Assistance - Bakersfield	<u>-</u>	<u>6,394</u>
Total net assets with donor restrictions	<u>\$ 319,741</u>	<u>\$ 373,812</u>

See Independent Auditor’s Report.

NOTE 10 – FOOD AND OTHER ASSISTANCE

Food and other assistance included in the Statements of Functional Expenses consists of the following at June 30:

	<u>2023</u>	<u>2022</u>
Food	\$ 5,200,366	\$ 3,488,197
Lodging and rent	414,982	353,575
Utilities	118,767	123,888
Transportation	10,751	62,863
Miscellaneous (gas, vouchers, ID cards, prescriptions)	<u>9,797</u>	<u>25,352</u>
Total food and other assistance	<u>\$ 5,754,663</u>	<u>\$ 4,053,875</u>

NOTE 11 – CONTRACTS WITH CUSTOMERS

Revenue from performance obligations satisfied at a point in time consists of fees assessed for administering the immigration services program and sales of merchandise from the thrift store. The total amount of revenue recognized from the assessment of these fees and sales from the thrift store was \$347,037 and \$378,882 for the years ended June 30, 2023 and 2022, respectively.

NOTE 12 – CONTRIBUTED NONFINANCIAL ASSETS

Contributed nonfinancial assets recognized within the Statements of Activities included the following at June 30:

	<u>2023</u>	<u>2022</u>
Materials	\$ 49,133	\$ 15,083
Professional services	45,095	39,264
Food	<u>4,263,379</u>	<u>2,678,682</u>
Total nonfinancial assets	<u>\$ 4,357,607</u>	<u>\$ 2,733,029</u>

NOTE 13 – RELATED PARTY TRANSACTIONS

Related parties include members of management, the Board of Directors and their immediate families; substantial contributors; entities controlled by the Organization; and entities controlled by members of the Board of Directors, management and their immediate families.

Included in the expenses of the Organization for the years ended June 30, 2023 and 2022, were amounts paid to the Diocese of Fresno of \$687,321 and \$414,654, respectively, for workers compensation, general liability and property insurance, auto insurance, and health benefits.

NOTE 14 – SUBSEQUENT EVENTS

Management has evaluated and concluded that there are no subsequent events that have occurred from June 30, 2023 through the date the financial statements were available to be issued at March 26, 2024 that would require additional disclosure or adjustment.

SUPPLEMENTARY INFORMATION

CATHOLIC CHARITIES OF THE DIOCESE OF FRESNO | FOR THE YEAR ENDED JUNE 30, 2023

Schedule of Expenditures of Federal Awards

Federal Grantor/Program or Cluster Title	Assistance Listing Number	Pass-Through Entity Identifying Number	Federal Expenditures
Corporation for National and Community Service:			
Direct Program:			
Foster Grandparents/Senior Companion Cluster:			
Senior Companion Program	94.016	N/A	\$ 416,485
Total Corporation for National and Community Service			<u>416,485</u>
U.S. Department of Health and Human Services:			
Pass Through Program:			
California Department Social Services:			
Medical Assistance Program	93.778	NP 2022-2026	559,829
Total U.S. Department of Health and Human Services			<u>559,829</u>
U.S. Department of Agriculture:			
Pass Through Program:			
California Department Social Services:			
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	* 20-7008	671,621
Total U.S. Department of Agriculture			<u>671,621</u>
U.S. Department of Homeland Security:			
Direct Program:			
Emergency Food and Shelter National Board Program	97.024	* N/A	777,307
Disaster Assistance Projects	97.088		7,379
Pass Through Program:			
California Department Social Services:			
Disaster Grant - Public Assistance	97.036	20-STD-7032	669,935
Total U.S. Department of Homeland Security		STD 22-3085	<u>1,454,621</u>
		STD 22-3099	
Total Expenditures of Federal Awards			<u>\$ 3,102,556</u>

*Denotes a major program per Uniform Guidance.

NOTE 1 – GENERAL

The accompanying Schedule of Expenditures of Federal Awards (SEFA) presents the activity of all federal award programs of the Catholic Charities of the Diocese of Fresno (the Organization). Federal awards received directly from federal agencies, as well as federal awards passed through other government agencies are included in the schedule. The information in this SEFA is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

NOTE 2 – BASIS OF ACCOUNTING

The accompanying SEFA is presented using the accrual basis of accounting, which is described in Note 2 of the Organization's financial statements.

NOTE 3 – RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

Federal award expenditures agree or can be reconciled with the amounts reported in the Organization's financial statements.

NOTE 4 – INDIRECT COST RATE

The Organization has elected not to use the 10 percent *de minimis* indirect cost rate as allowed under the Uniform Guidance.

NOTE 5 – PASS-THROUGH ENTITY IDENTIFYING NUMBER

The SEFA will reflect an identifying number for federal awards received from a pass-through entity. An identifying number will not be reflected when the Organization determines no identifying number has been assigned for the program or the Organization was unable to obtain from the pass-through entity.

OTHER INDEPENDENT AUDITOR'S REPORTS



**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
Catholic Charities of the Diocese of Fresno
Fresno, California

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 Catholic Charities of the Diocese of Fresno, (the Organization), a nonprofit organization, which comprise the statement of financial position as of June 30, 2023, 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 26, 2024.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Organization's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Organization'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 Organization'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 or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Organization'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*.

570 N. Magnolia Avenue, Suite 100
Clovis, CA 93611

tel 559.299.9540
fax 559.299.2344

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.

Price Pugh & Company

Clovis, California
March 26, 2024



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

To the Board of Directors of
Catholic Charities of the Diocese of Fresno
Fresno, California

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Catholic Charities of the Diocese of Fresno's (the Organization) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the Organization's major federal programs for the year ended June 30, 2023. The Organization's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Organization 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, 2023.

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 Auditor's Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the Organization's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Organization's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and

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therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Organization's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the Organization's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Organization's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Organization'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 Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might 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, as defined above. 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.

Price Pange & Company

Clovis, California
March 26, 2024

FINDINGS AND QUESTIONED COSTS

CATHOLIC CHARITIES OF THE DIOCESE OF FRESNO | FOR THE YEAR ENDED JUNE 30, 2023

Schedule of Findings and Questioned Costs

SECTION I – SUMMARY OF AUDITOR’S RESULTS

Financial Statements

Type of auditor's report issued:	<u>Unmodified</u>	
Internal control over financial reporting:		
Material weaknesses identified?	_____ Yes	_____ X _____ No
Significant deficiencies identified - not considered to be material weaknesses?	_____ Yes	_____ X _____ None reported
Noncompliance material to financial statements noted?	_____ Yes	_____ X _____ No

Federal Awards

Internal control over major programs:		
Material weaknesses identified?	_____ Yes	_____ X _____ No
Significant deficiencies identified - not considered to be material weaknesses?	_____ Yes	_____ X _____ None reported
Type of auditor's report issued on compliance for major programs:	<u>Unmodified</u>	
Any audit findings disclosed that are required to be reported in accordance with 2CFR Section 200.516(a)?	_____ Yes	_____ X _____ No

Identification of Major Programs

<u>Assistance Listing Number</u>	<u>Name of Federal Program or Cluster</u>
10.561	Supplemental Nutrition Assistance Program
97.024	Emergency Food and Shelter National Board Program

Dollar threshold used to distinguish between Type A and Type B programs:	\$ 750,000
Auditee qualified as low-risk auditee?	_____ Yes _____ X _____ No

SECTION II – FINANCIAL STATEMENT FINDINGS

None reported.

SECTION III – FEDERAL AWARD FINDINGS

None reported.

CATHOLIC CHARITIES OF THE DIOCESE OF FRESNO | FOR THE YEAR ENDED JUNE 30, 2023

Summary Schedule of Prior Audit Findings

FINANCIAL STATEMENT FINDINGS

None reported.

FEDERAL AWARD FINDINGS

None reported.

Internal Revenue Service

Department of the Treasury
P. O. Box 2508
Cincinnati, OH 45201

Date: August 28, 2003

Person to Contact:
Steve Brown 31-07422
Customer Service Representative
Toll Free Telephone Number:
8:00 a.m. to 6:30 p.m. EST
877-829-5500
Fax Number:
513-263-3756
Federal Identification Number:
94-1678938
Group Exemption Number:
0928

Catholic Charities of the Diocese
of Fresno
149 N. Fulton St
Fresno, CA 93701

Dear Sir or Madam:

This is in response to your request of August 28, 2003 regarding your organization's tax-exempt status.

Our records indicate your organization is exempt under section 501(c)(3) of the Internal Revenue Code. Your organization is included in the group ruling issued to the United States Conference of Catholic Bishops, which is not a private foundation within the meaning of 509(a) of the Code because it is described in sections 509(a)(1) and 170(b)(1)(A)(i).

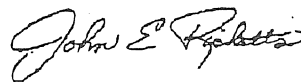
The United States Conference of Catholic Bishops is listed in Publication 78. Donors may deduct contributions to your organization under section 170 of the code.

As your organization is included in a group ruling, there is not an individual exemption letter for it. The group exemption letter applies to all of the subordinate organizations on whose behalf the United States Conference of Catholic Bishops has applied for recognition of exemption. If you want a copy of the group exemption letter, please contact your central organization.

If you are operating an educational organization that normally maintains a regular faculty and curriculum and normally has a regularly enrolled body of pupils or students in attendance at the place where its educational activities are regularly carried on, you are required to file Form 5578, *Annual Certification of Racial Nondiscrimination for a Private School Exempt From Federal Income Tax*. Form 5578 is due annually by the 15th day of the 5th month following the end of the organization's accounting period.

If you have any questions, please call us at the telephone number shown in the heading of this letter.

Sincerely,



John E. Ricketts, Director, TE/GE
Customer Account Services

FEMA PHASE 42 APPLICATION

Contract date will be shared once the date has been determined

LOCAL RECIPIENT ORGANIZATION CERTIFICATION FORM (To be retained by Local Board)

As a recipient of Emergency Food and Shelter National Board Program funds made available for Phase 42 and as the duly authorized representative of (Name of LRO) Catholic Charities of the Diocese of Fresno, I certify that my public or private organization:

- Is not debarred or suspended from receiving Federal Funds,
- Has the capability to provide emergency food and / or shelter services,
- Will use funds to supplement / extend existing resources and not to substitute or reimburse ongoing programs and services,
- Is not-for-profit or an agency of government, possess a 501(c) (3),
- Has an accounting system, and will pay all vendors by LRO check, LRO vendor issued credit card or LRO debit card,
- Will conduct an independent annual review / audit if receiving \$50,000 or more in EFSP funds.
- Understands that **cash payments** (including petty cash) are **not eligible** under EFSP.
- Has a Federal Employer Identification Number (FEIN),
- Has a Dun & Bradstreet (DUNs) Number,
- Practices non-discrimination (LROs with a religious affiliation will not refuse service to an applicant based on religion, nor engage in religious proselytizing in any program receiving Emergency Food and Shelter Program funds),
- Will not charge a fee to clients for EFSP funded services,
- Has a voluntary board if private, not-for-profit,
- Will comply with the Phase 42 Responsibilities & Requirements Manual, particularly the Eligible and Ineligible Costs section, and **will** inform appropriate staff or volunteers of EFSP requirements,
- **Will provide all required reports to the Local Board in a timely manner;** (e.g., Second Payment/Interim and Final Reports),
- Will expend monies only on eligible costs and keep complete documentation (copies of front and back, invoices, receipts, etc.) on all expenditures for a minimum of three years after end of program, and for compliance issues until resolved,
- Will spend all funds and close-out the program by my jurisdiction's selected end-of-program and return any unused funds to the National Board (\$5.00 or more; make checks payable to the United Way Worldwide/Emergency Food and Shelter National Board Program),
- Will provide complete documentation of expenses to the Local Board, if requested; no later than one month following my jurisdiction's selected end-of-program date,
- Will comply with the Office of Management and Budget Circular A-133 if expending \$500,000 or more in Federal funds,
- Will comply with lobbying prohibition certification and disclosure of lobbying activities if receiving \$100,000 or more in EFSP funds, if applicable, and
- Has no known EFSP compliance exceptions in this or any other jurisdiction.

Please check: Have read, understand, and agree to abide by the EFSP Responsibilities and Requirements Manual

Signature:  _____

Print Name: Jeff Negrete

Title: Executive Director Date: 12/27/2024

LRO ID#: 076000

FEIN#: 94-1678938

Unique Entity Identifier KJ7NN8SAXC45

ADDRESS: 149 N. Fulton St City: Fresno State: CA Zip: 93701

Phone #: 559-237-0851 Email: jnegrete@ccdof.org