

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)

**(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.**

Madera Coalition for Community Justice
(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

Print Name and Title

Baldwin Moy, Grant Manager

Please Use this Form as Your Cover Page With Your Application

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Agency Name: _____

APPLICATION SUMMARY

FEMA Funding Service Plan

Total Amount Requested \$25,000

A. SERVED MEALS

Amount Requested	<u>\$25,000</u>
# of Meals Served	<u>50,000</u>
Cost Per Meal Served	<u>\$0.50</u>

B. OTHER FOOD

Amount Requested	<u>\$</u>
# of Meals Served	<u>#</u>
Cost Per Meal Served	<u>\$</u>

C. MASS SHELTER

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

D. OTHER SHELTER

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

E. SUPPLIES/EQUIPMENT (check one)

Food Shelter Both

Amount Requested	<u>\$</u>
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F. RENT/MORTGAGE ASSISTANCE

Amount Requested	<u>\$</u>
# of Families Served	<u>#</u>

G. UTILITIES

Amount Requested	<u>\$</u>
# of Families Served	<u>#</u>

H. ADMINISTRATION

\$

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SECTION I – GENERAL

Total FEMA funds requested (should equal total on cover): **\$25,000**

Agency Name: Madera Coalition for Community Justice

Address: 219 S. D St.

City: Madera, CA 93638

Telephone Number: 559-661-1879

Executive Director: Linette Lomeli

Telephone Number: 559-661-1879

Board Chair: Ofelia Abundez

Telephone Number: 559-661-1879

Contact Person: Noe Hernandez

Telephone Number: 559-661-1879

Year the Agency was founded? 1993

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:

Amount: \$

Breakdown:	Served Meals	\$
	Other Food	\$
	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:

77-0391942

What is your UEI (Unique Entity Identifier):

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

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: M-F (Weekends when necessary, e.g., emergencies)

Hours: 8am – 5 pm (evenings when necessary, e.g., emergencies)

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SPONSORING AGENCY MANAGEMENT

A. Board of Directors:

How often does your Board of Directors meet? Monthly
What is the average attendance? 6-7.

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? Craig Accountancy.

By whom?

Are your financial officers bonded? No.

For how much? \$.

C. Proposal written By: Baldwin Moy.

Telephone:

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.



Title

Grant Manager
Title

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BOARD OF DIRECTORS

NAME	BUSINESS OR HOME ADDRESS	YEARS ON BOARD
Ofelia Abundez	2350 E. Alluvial, Fresno, CA 93720	3
Laura Hadjis	POB 1283, Madera, CA	19
Sue Kern	POB Box 580, North Fork, CA 93643	
Ana Rodriguez	6310 Huntington Ave., Fresno, CA 93727	7
Yvette Garcia	7161 N. Howard, Ste. 202, Fresno, CA	4
Sulman Yanez	26764 Frisco Way, Madera, CA 93638	3
Omar Javid	17149 Rd. 400, Madera CA 93636	3
Jackie Rodriguez	2412 W. Cleveland, Madera, CA 93637	2
Estevan Gutierrez	1808 Sundance Lane, Madera, CA 93637	5

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Certification of Non-Discrimination

Commodities and services are provided to all eligible recipients without regard to race, color, religion, national origin, citizenship, gender, sexual preference, age disability, military status, military status, and other protected class status.

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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.

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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.
- C. Who handles the accounting system for the agency? Specify name of staff, professional title, volunteer, or accounting firm.
- D. Describe the administrative procedures you will employ to ensure accurate reports and fiscal control and alleviate duplication of services offered by other agencies.

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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) Madera Coalition for Comm. Justice 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: [Handwritten Signature]

Print Name: Baldwin May

Title: Grant manager

Date: 12/30/24

LRO ID#: 076000

FEIN#: 77-0391942

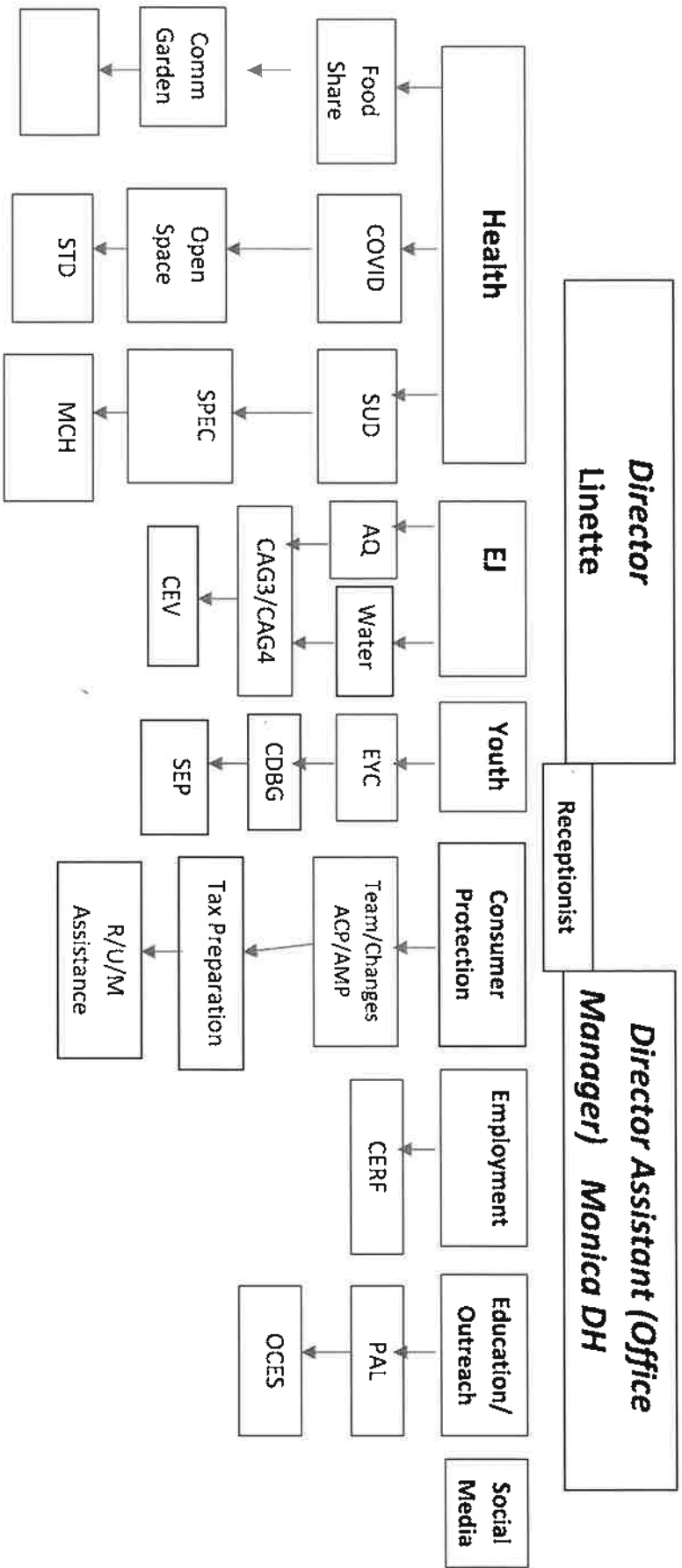
Unique Entity Identifier _____

ADDRESS: 219 S. D St. City: Madera

State: CA Zip: 93638

Phone #: 559 661-1879

Email: bmay@crla.org



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FINANCIAL STATEMENTS

TABLE OF CONTENTS - Continued

Page	Supplementary Information - continued:
36	Schedule of Expenditures of Federal and State Awards
37	Notes to Schedule of Expenditures of Federal and State Awards
38-39	Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>
40	Schedule of Findings and Questioned Costs

Financial Statements With Supplementary
Information
On Federal and State Financial Awards

For The Year Ended June 30, 2022

TABLE OF CONTENTS

Page
I-II

Table of Contents

Financial Statements:

1-3	Independent Auditors' Report
4	Statement of Financial Position
5	Statement of Activities
6	Statement of Functional Expenses
7	Statement of Cash Flows
8-15	Notes to the Financial Statements

DRAFT

Supplementary Information:

16-17	Independent Auditors' Report on Supplementary Information Required by the State of California Department of Education
18	Combining Statement of Activities
19	Combining Schedule of Expense Reconciliation - GAAP vs CDE
20	Combining Schedule of Expenditures by State Categories
21	Combining Schedule of Administrative Costs
22	Combining Statement of Renovation & Repairs
23	Combining Statement of Equipment Expenditures
24-32	Audited Final Attendance and Fiscal Report for Child Development Programs
B-1	Audited Reserve Account Activity Report-Center Based Programs
B-2	Notes to Supplementary Information Required by the State of California Department of Education
34	Independent Auditors' Report on Schedule of Expenditures of Federal and State Awards
35	

Schedule

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*Madera Coalition for Community Justice, Inc.
Financial Statements With Supplementary
Information
On Federal and State Financial Awards
For The Year Ended June 30, 2022
(With Independent Auditors' Report Thereon)*

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 Madera Coalition for Community Justice, Inc.'s ability to continue as a going concern for one year after the date that the financial statements are issued.

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, 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.

Responsibilities of Management for the Financial Statements

As described in Note 2 to the financial statements, the Organization adopted new accounting guidance ASU 2020-07, Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets. Our opinion is not modified with respect to this matter.

Change in Accounting Principle

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). 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 Madera Coalition for Community Justice, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Opinion

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

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We have audited the accompanying financial statements of the Madera Coalition for Community Justice, Inc. (a nonprofit organization) which comprise the statement of financial position as of June 30, 2022, and the related statement of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

Opinion

The Honorable Board of Directors
Madera Coalition for Community Justice, Inc.
Madera, California

Independent Auditors' Report

Our audit was made primarily for the purpose of forming our opinion on the basic financial statements of the Madera Coalition for Community Justice, Inc. taken as a whole. The supplementary information, as listed in the table of contents (Schedules A-1 through B-2, is presented for the purposes of additional analysis as required by the Guide for Auditing Child Development, Nutrition and Adult Basic Education Programs issued by the State of California Department of Education, and the Audit Guide issued by the California Department of Social Services is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Matters
Other Information

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.

- 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 Madera Coalition for Community Justice, Inc.'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 Madera Coalition for Community Justice, Inc.'s ability to continue as a going concern for a reasonable period of time.

In performing an audit in accordance with GAAS, we:

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

Auditor's Responsibilities for the Audit of the Financial Statements

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated *December 12, 2022*, on our consideration of Madera Coalition for Community Justice, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and on compliance and the results of that testing, and not to provide an opinion on 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 Madera Coalition for Community Justice, Inc.'s internal control over financial reporting and compliance.

Craig Accountancy

December 12, 2022
Orange, CA

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ASSETS

	Current Assets:
	Cash and Cash Equivalents (note 2)
108,972	State of California
17,010	City of Madera
78,445	County of Madera
32,810	Madera USD
46,657	Other Agencies
88,172	Madera Coalition for Community Justice, Inc.
100	Prepays
<u>889,922</u>	Total Current Assets
	Non-Current Assets:
	Due From Harvest Valley Church (note 11)
9,471	Furniture, Facility, Fixtures & Equipment, Net (note 8)
<u>224,594</u>	Total Non-Current Assets
<u>\$1,123,987</u>	Total Assets

LIABILITIES AND NET ASSETS

	Liabilities:
	Accounts Payable/Accrued Expenses
\$ 39,064	Compensated Absences
4,810	Due to Madera Coalition for Community Justice, Inc.
102,410	Deferred Revenue (note 2)
<u>88,172</u>	Total Liabilities
	Commitments (note 9)
	Net Assets: (note 4)
	Without Donor Restriction:
	Undesignated
664,937	Designated by the Board
<u>224,594</u>	Total Without Donor Restriction
889,531	With Donor Restriction:
	Purpose Restricted
0	Time Restricted for Future Periods
0	Total With Donor Restriction
<u>889,531</u>	Total Net Assets
<u>\$1,123,987</u>	Total Liabilities and Net Assets

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

Statement of Activities

For the Year Ended June 30, 2022

	Without Donor Restriction	With Donor Restriction	Total
Contributions, Revenues and Reclassifications:			
State Contracts	\$1,050,988	\$	\$1,050,988
Subcontracts - Other Agencies	20,000	0	20,000
Other Youth Programs	154,171	0	154,171
Grants	0	601,542	601,542
Food Share Program	34,416	0	34,416
Contractual Services	133,851	0	133,851
Contributions	4,510	0	4,510
Use of Money	56	13	69
Net Assets Released From Restriction:	601,555	(601,555)	0
Satisfaction of Program Restrictions	1,999,547	0	1,999,547
Total Support and Revenue			
Expenses:			
Program Services:			
CDE Programs	1,066,380	0	1,066,380
MCCI Programs	752,291	0	752,291
Supporting Services:			
Management and General	1,933	0	1,933
Total Expenses	1,820,604	0	1,820,604
Changes In Net Assets	178,943	0	178,943
Net Assets at Beginning of Year	710,588	0	710,588
Net Assets at End of Year	\$ 889,531	\$	\$ 889,531

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

Program Services		Management & General Expenses		Total Expenses	
CDE Programs	MCCJ Programs	Program Services	Management & General	Total	Total
\$ 374,361	\$ 0	\$ 374,361	\$ 0	\$ 374,361	\$ 374,361
313,750	357,194	670,944	0	670,944	670,944
165,121	43,102	208,223	0	208,223	208,223
44,363	43,045	87,408	0	87,408	87,408
154,450	308,950	463,400	1,933	465,333	465,333
14,335	0	14,335	0	14,335	14,335
<u>\$1,066,380</u>	<u>\$752,291</u>	<u>\$1,818,671</u>	<u>\$1,933</u>	<u>\$1,820,604</u>	<u>\$1,820,604</u>

Certified Salaries
Classified Salaries
Employee Benefits
Books & Supplies
Services/Other Operating
Depreciation
Total

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	Cash Flows from Operating Activities:
	Changes in Net Assets
	\$ 178,943
	Adjustments to Reconcile Change in Net Assets to Net Cash Used
	by Operating Activities:
	Depreciation
	Changes in Operating Assets and Liabilities:
	Accounts Receivable:
	State of California
	City of Madera
	County of Madera
	Other Agencies
	Quality Children's Services, Inc.
	Prepays
	Accounts Payable
	Compensated Absences
	Due to Quality Children's Services, Inc.
	Deferred Revenue
	Total Adjustments
	(96,800)
	(6,592)
	(78,445)
	113,110
	(6,782)
	5,871
	25,953
	(10,177)
	90,764
	6,782
	58,019
	Net Cash Provided by Operating Activities
	236,962
	Cash Flows From Investing Activities:
	Purchase of facilities improvements
	Net Cash Utilized by Investing Activities
	(13,760)
	0
	(13,760)
	Cash Flows From Financing Activities:
	Principal payments received from Harvest Valley Church
	Net Cash Provided by Financing Activities
	2,108
	2,108
	Net Increase in Cash and Cash Equivalents
	225,310
	Cash and Cash Equivalents at Beginning of Period
	292,446
	Cash and Cash Equivalents at End of Period
	<u>\$ 517,756</u>

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

1. General Information

Madera Coalition for Community Justice, Inc. (the "Coalition") is a California Public Benefit Nonprofit Corporation. It was incorporated August 3, 1994 in order to provide affordable nutritional and public services to low and moderate income individuals and families. Additionally, the Coalition has instituted preschool and general child care and development programs funded by the California Department of Education (CDE).

The Coalition is both publicly and privately funded, having program contracts with the California Department of Education (CDE) and local units of local government.

2. Significant Accounting Policies

(a) Basis of Presentation

The Coalition utilizes the accrual basis of accounting. These financial statements, except as noted below, are presented in conformity with the standards enumerated in the AICPA Audit and Accounting Guide, *Not-For-Profit-Organizations*.

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(b) Financial Statement Presentation

The classification of a not-for-profit organization's net assets and its support, revenue and expenses is based on the existence or absence of donor-imposed restrictions. It requires the amounts for each of the classes of net assets be displayed in the Statement of Financial Position and the amounts of change in each of those classes of net assets be displayed in the Statement of Activities.

In accordance with U.S. Generally Accepted Accounting Principles (U.S. GAAP), The Madera Coalition for Community Justice, Inc. reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restriction and net assets with donor restriction.

Net Assets Without Donor Restriction - net assets that are available for general use to support operations. The only limits on their use are the broad limits resulting from the nature of the Coalition, the environment in which it operates, and the purposes specified in its corporate documents.

The Coalition's Board of Directors has designated a portion of its net assets without donor restrictions as a board designation for the acquisition and improvement of its land and improvements.

Net Assets With Donor Restriction - net assets that are subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or programmatic purposes specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity.

(c) Cash and Cash Equivalents

For purposes of the Statement of Cash Flows, all highly liquid investments with an initial maturity of three months or less are considered to be cash equivalents. The balance of Cash and Cash Equivalents for the year ended June 30, 2022 was \$517,756.

(d) Investments

In accordance with FASB ASC 958, *Not-for-Profit Entities*, investments are at fair market value with contributed investments recorded at their fair market value on the date of contribution. Unrealized gains and losses are included in the change of net assets. These effects are included in changes in net assets without donor restrictions because gains and losses are unrestricted. As of June 30, 2022, the Coalition did not maintain any investments.

(e) Furniture, Fixtures & Equipment

Certain furniture and equipment purchases are made with grant funds. Under the terms of certain grant agreements, fixed asset purchases are considered to be the property of the grantor and are expensed herein. At the end of the grant period all fixed assets could be reclaimed by the grantor. Accordingly, furniture and equipment acquired by purchase through these grants are not reflected in the accompanying balance sheet.

(f) Donated Services

Contributions of services are recognized in the financial statements if the services received meet the following criteria:

- (1) Create or enhance nonfinancial or require specialized skill;
- (2) Are provided by individuals possessing those skills and;
- (3) Would typically need to be purchased if not provided by donation.

Other volunteer services that do not meet these criteria are not recognized in the financial statements as there is no objective basis for deriving their value.

(g) Donated Use of Land

Donated use of land is reflected in the accompanying financial statements at their estimated market value.

(h) Expense Allocation

The costs of providing various programs and other activities have been summarized on a functional basis in the *Statement of Activities* and in the *Statement of Functional Expenses*. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

(i) Use of Estimates

The preparation of these financial statements requires management to make estimates and assumptions. Those estimates and assumptions affect the reported amounts of assets, liabilities, revenues, and expenses, as well as contingent assets and liabilities. Actual results could differ from those estimates. Management also determines the accounting principles to be used in the preparation of financial statements.

2. Significant Accounting Policies - continued.

(j) Deferred Revenue

Deferred revenues are those where asset recognition has been met, but for which the revenue recognition criteria has not. As of June 30, 2022 the Coalition had deferred revenue for its Child Development Program, comprising of \$81,403, along with \$6,769 in ARPA funding, for a total balance of \$88,172.

(k) Recently Adopted Accounting Standards

In January 2020, the Organization adopted Financial Accounting Standards Board ("FASB") Accounting Standards Update ("ASU") 2018-13, *Fair Value Measurement* (Topic 820): *Changes to the Disclosure Requirements for "Fair Value Measurement"*. ASU 2018-13 modifies the disclosure requirements in Topic 820, "Fair Value Measurement." The adoption of this guidance did not have a material impact on the Madera Coalition for Community Justice Inc.'s financial statements.

In May 2014, The Financial Accounting Standards Board (FASB) issued Accounting Standards Update ASU 2014-09, *Revenue from Contracts with Customers* (Topic 606), which provides a five-step analysis of contracts to determine when and how revenue is recognized and replaces most existing revenue recognition guidance in U.S. GAAP. The core principle of the new guidance is that an entity should recognize revenue to reflect the transfer of goods and services to customers in an amount equal to the consideration the entity receives or expects to receive. Revenue from contributions and investments are not impacted by this new standard. The Coalition adopted ASU 2014-09 with a date of the initial application of July 1, 2019, using the full retrospective method. The adoption of ASU 2014-09 did not have an impact on the Madera Coalition for Community Justice Inc.'s financial statements.

In June 2018 the FASB issued ASU 2018-08, *Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made* (Topic 958), which clarifies the criteria for evaluating whether a transaction is a contribution or an exchange transaction and whether a contribution is conditional or unconditional. The Coalition adopted ASU 2018-08 with a date of the initial application of July 1, 2019, using the modified prospective method. The adoption of ASU 2018-08 did not have a significant impact on the Madera Coalition for Community Justice Inc.'s financial position, results of operations, or cash flows. The Coalition has evaluated contributions received and has determined there is no change as a result of the adoption of the standard.

In September 2020, the FASB issued ASU No. 2020-07, *Not-for-Profit Entities* (Topic 958): *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*, which is designed to improve generally accepted accounting principles by increasing the transparency of contributed nonfinancial assets for not-for-profit entities through enhancements to presentation and disclosure. The amendments in the new guidance improve financial reporting by providing new presentation and disclosure requirements about contributed nonfinancial assets for not-for-profits, including additional disclosure requirements for recognized contributed services, covered in FASB ASC Topic 958 ("ASC 958") *Not-for-Profit Entities - Revenue Recognition*. The amendments in this update have been applied on a retrospective basis and are effective for annual periods beginning after June 15, 2021. The Coalition has evaluated contributions received and has determined there is no change as a result of the adoption of the standard.

(l) Reconciliation of Supplementary Schedules and Generally

Accepted Accounting Principles (GAAP) Expense Reporting

The supplementary Combining Statement of Activities and basic financial statements present financial data in conformity with GAAP. The supplementary financial data presented in the audit, including data in the Schedule of Expenditures by State Categories, present expenditures according to CDE reporting requirements. However, reporting differences arise. To address such reporting differences, included in the Supplementary Section is the Combining Schedule of Expense Reconciliation - GAAP vs CDE.

2. Significant Accounting Policies - continued:

(m) Revenue Recognition

Contributions/grants are recognized as revenue when they are received or unconditionally promised as cash, grants and other assets as support with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor stipulation expires, that is, when a stipulated time restriction ends or the purpose is accomplished, net assets with donor restriction are reclassified to net assets without donor restrictions and reported as net assets released from restriction. Conditional promises to give are not recorded as contributions until they become unconditional, that is when the barrier has been overcome and right of release/right of return no longer exists.

Donor restricted funds whose restrictions are met within the same accounting period as its receipt are recorded and reported as revenue with donor restrictions and net assets released from restriction, as the donor restrictions have been met.

(n) Reclassifications

Certain reclassifications of amounts previously reported have been made to the accompanying financial statements to maintain consistency between periods presented. The reclassifications had no impact on previously reported net assets.

3. Income Taxes

The Coalition has received a determination letter from the Internal Revenue Service indicating the organization meets the requirements of Section 501 (c)(3) of the Internal Revenue Code. It has received a similar determination from the California Franchise Tax Board under Section 23701(d). As a result, it is exempt from both federal and state income taxes. As such, no provision for income taxes are provided for in the financial statements.

4. Net Assets

During the year ended June 30, 2022 net assets with donor restrictions were released for the following:

Satisfaction of program restrictions:

Central Calif Asthma Col	\$ 25,000
SJVHF	271,827
CDBG COVID-19	34,473
Madera County CARES	132,568
Use of Money	13
MCPHF	91,497
Other	46,177
	<u>\$601,555</u>

As of June 30, 2022 there were no Donor Restricted Net Assets.

5. Liquidity and Availability

Total financial assets at year-end:	
Cash and cash equivalents	\$517,756
Receivables:	
State of California	108,972
City of Madera	17,010
County of Madera	78,445
Madera USD	32,810
Other Agencies	46,657
Quality Children's Services, Inc.	88,172
Due From Valley Harvest Church	9,471
Total financial assets at year-end	899,293
Less amounts not available to be used within one year:	
Due From Valley Harvest Church - long term	(7,305)
Total amounts not available to be used	(7,305)
Within one year	
Financial assets available to meet cash needs	(7,305)
for general expenditures within one year	\$891,988

The Coalition receives contributions/grants which are restricted by donors/grantors. It considers revenues restricted for programs which are ongoing, major, and central to its annual operations to be available to meet cash needs for general expenditures.

The Coalition manages its liquidity and reserves following three guiding principles: operating within a prudent range of financial soundness and stability, maintaining adequate liquid assets to fund near-term operating needs, and maintaining sufficient reserves to provide reasonable assurance that long-term obligations will be discharged. The Coalition operates with a balanced budget and anticipates collecting sufficient revenue to cover general expenditures not covered by donor-restricted resources.

6. Concentrations

The Coalition receives a substantial amount of its financial support from State and Federal government funded grants. A significant reduction in the level of this support, if this were to occur, would have a significant effect on services and activities. Financial instruments, which potentially subject the Coalition to concentration of credit risk, consist primarily of cash and cash equivalents. At times, The Coalition has cash deposits at financial institutions which exceed the Federal Deposit Insurance Corporation (FDIC) insurance limits.

7. Contingency

Financial assistance from federal, state and local governmental entities in the form of grants are subject to financial and compliance audits. Such audits could result in claims against the Coalition for disallowed costs or noncompliance with grantor restrictions. No provision has been made for any liabilities that may arise from such audits since the amounts, if any, cannot be determined at this date.

8. Furniture, Facility, Fixtures & Equipment

A summary of Furniture, Fixtures & Equipment, Facility, Building and Land is as follows:

	Balance July 1, 2021	Additions	Deletions	Balance June 30, 2022
Furniture, Fixtures & Equipment	\$ 15,281	\$ 0	\$ 0	\$ 15,281
Improvements	0	13,760	0	13,760
Facility	198,206	0	0	198,206
Building	50,886	0	0	50,886
Land	101,787	0	0	101,787
Less:				
Accumulated Depreciation	(140,991)	(14,335)	0	(155,326)
Net Furniture, Fixtures & Equipment	\$ 225,169	\$ (575)	\$ 0	\$ 224,594

9. Lease Commitments

The Coalition amended its lease agreement dated April 21, 2001, with the Valley Harvest Church, for its daycare facility. The Sixth amended Lease Agreement, executed on November 8, 2019, extended the agreement for an additional term of 7 years, expiring on June 30, 2027. Additionally, it provides for an option to extend the rental period for up to an additional seven years. The aforementioned lease arrangement is handled as operating lease.

The future minimum lease payments as of June 30, 2022 are as follows:

Year ending June 30,	Lease	Total
2023	\$ 27,000	\$ 27,000
2024	27,200	27,200
2025	27,400	27,400
2026	27,600	27,600
2027	27,800	27,800
Total	\$137,000	\$137,000

10. Due From Harvest Valley Church

The Coalition entered into a loan agreement on November 8, 2019 with its landlord, Valley Harvest Church, in the amount of \$15,000. The purpose of the loan is to provide the landlord with funds in order to make improvements to classrooms and other structures utilized by the Coalition's leased childcare facility.

The terms of the agreement allow for a \$200 monthly rent offset, commencing November 1, 2019. Furthermore, the agreement calls for 82 monthly payments, followed by a single last payment of \$38. The loan bears an approximate annual interest rate of 2.753%. As of June 30, 2022, the balance outstanding was \$9,471.

Fair Value Measurements

11.

The Coalition has adopted Financial Accounting Standards Board ASC 820-10-05, *Fair Value Measurements*. This defines fair value, establishes a framework of measurement under GAAP and enhances disclosures. Fair value is defined as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principle or most advantageous market between market participants on the measurement date.

The fair values of investments are based on the framework established in ASC 820-10-05 which establishes a three-level hierarchy for determining fair value. The valuations for each of these levels are determined as follows:

Level 1 - Quoted prices for identical instruments traded in active markets.

Level 2 - Quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in inactive markets or model-based valuations where significant assumptions are observable.

Level 3 - Model-based techniques using significant assumptions that are not observable. These unobservable assumptions reflect estimates of assumptions that market participants would use.

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

Significant Other	Significant Observable	Quoted Prices	In-Active Markets for Identical Assets	Cash and Cash Equivalents	Due From Valley Harvest Church
(Level 2)	(Level 3)	(Level 1)	Total		
\$ 0	\$ 0	\$517,756	\$517,756	9,471	9,471
\$ 0	\$ 9,471	\$517,756	\$527,227		

Subcontract Agreement

12.

The Coalition entered into a subcontract agreement for the operation of its general center child care program with Quality Children's Services, Inc. (QCS), Vendor No. Q8620, for the fiscal year ended June 30, 2022. The Coalition has a direct contract (CSPF - 1280) with the California Department of Education (CDE) under Vendor No. Q9760. QCS was a subrecipient of child development contract funds. This is more fully described in the Notes to the Schedule of Expenditures of Federal and State Awards, on page 36 herein.

Subsequent Events

13.

The Coalition has evaluated subsequent events through December 12, 2022, the date on which the financial statements were available to be issued.

14. Upcoming Accounting Pronouncements

Accounting Standards Update 2016-02, Leases:

In February 2016, FASB released ASU 2016-02, Leases (Topic 842): Amendments to the FASB Accounting Standards Codification, that changes how an organization classifies its leases, as well as the information it presents in the financial statements and notes about leases. Under ASU 2016-02, a reporting entity will be required to bring substantially all leases onto their balance sheets by recording a "right-of-use" asset and lease liability. Expense will be recognized on a straight-line basis for an operating lease. Recognition of expense for a finance lease will be similar to the current treatment of capital leases. The requirements of ASU 2016-02 will be effective for the fiscal year fiscal years beginning after December 15, 2021. Early implementation is permitted. The Coalition is currently evaluating the effect the new standard will have on its financial statements.

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SUPPLEMENTAL INFORMATION

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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 GAAP will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are

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 Madera Coalition for Community Justice, Inc.'s ability to continue as a going concern for one year after the date that the financial statements are issued.

Responsibilities of Management for the Financial Statements
Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, 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.

Basis for Opinion
We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAP). 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 Madera Coalition for Community Justice, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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

Opinion
We have audited the accompanying financial statements of the Madera Coalition for Community Justice, Inc. (a nonprofit organization) which comprise the statement of financial position as of June 30, 2022, and the related statement of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

The Honorable Board of Directors
Madera Coalition for Community Justice, Inc.
Madera, California

Independent Auditors' Report on
Supplementary Information Required by
the State of California Department of Education

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 GAAP, 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 Madera Coalition for Community Justice, Inc.'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 Madera Coalition for Community Justice, Inc.'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.

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Other Matters

Other Information

Our audit was made primarily for the purpose of forming our opinion on the basic financial statements of the Madera Coalition for Community Justice, Inc. taken as a whole. The supplementary information, as listed in the table of contents (Schedules A-1 through B-2, is presented for the purposes of additional analysis as required by the Guide for Auditing Child Development, Nutrition and Adult Basic Education Programs issued by the State of California Department of Education, and the Audit Guide issued by the California Department of Social Services is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Craig Accountancy

December 12, 2022
Orange, CA

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Madera Coalition for Community Justice, Inc.

Schedule A-1

Combining Statement of Activities
For the Year Ended June 30, 2022

	Child Development Programs				MCCJ	
	CSP-1280		Reserve	Subtotal	Other Programs	Total
	MCCJ	OCS				
Revenues						
State Contracts	\$ 42,040	\$1,008,948	\$ 0	\$1,050,988	\$ 0	\$1,050,988
Subcontracts - Other Agency	0	0	0	0	20,000	20,000
Other Youth Programs	0	0	0	0	154,171	154,171
Grants	0	14,817	0	14,817	586,725	601,542
Food Share Program	0	0	0	0	34,416	34,416
Contractual Services	0	0	0	0	133,851	133,851
Contributions	0	0	0	0	4,510	4,510
Use of Money	0	0	13	13	56	69
Total Revenue	<u>42,040</u>	<u>1,023,765</u>	<u>13</u>	<u>1,065,818</u>	<u>933,729</u>	<u>1,999,547</u>
Expenses						
Certified Salaries	0	374,361	0	374,361	0	374,361
Classified Salaries	42,040	271,710	0	313,750	357,194	670,944
Employee Benefits	0	165,121	0	165,121	43,102	208,223
Books & Supplies	0	44,363	0	44,363	43,045	87,408
Services/Operating Expenses	0	154,450	0	154,450	310,883	465,333
Depreciation	14,335	0	0	14,335	0	14,335
Total Expenses	<u>56,375</u>	<u>1,010,005</u>	<u>0</u>	<u>1,066,380</u>	<u>754,224</u>	<u>1,820,604</u>
Changes In Net Assets	<u>(14,335)</u>	<u>13,760</u>	<u>13</u>	<u>(562)</u>	<u>179,505</u>	<u>178,943</u>
Net Assets - Beginning of Year	0	0	0	0	710,588	710,588
Operating Program Transfers	<u>14,335</u>	<u>(13,760)</u>	<u>(13)</u>	<u>562</u>	<u>(562)</u>	<u>0</u>
Net Assets - End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$889,531</u>	<u>\$ 889,531</u>

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Madera Coalition for Community Justice, Inc.
 Combining Schedule of Expense Reconciliation - GAAP vs CDE
 For the Year Ended June 30, 2022

Schedule A-2

<u>Description</u>	<u>Child Development Programs</u>		<u>Total</u>
	<u>CSP-1280</u>		
	<u>MCCJ</u>	<u>OCS</u>	
Schedule of Expenditures by State CDE Categories	\$42,040	\$1,123,997	\$1,166,037
Adjustments:			
Nutrition Expenditures Paid by Subcontractor for the Benefit of Child Development Program	0	(100,232)	(100,232)
Capitalized CDE Funded Assets	0	(13,760)	(13,760)
Depreciation on Facilities	14,335	0	14,335
Combining Statement of Activities - GAAP Basis	<u>\$56,375</u>	<u>\$1,010,005</u>	<u>\$1,066,380</u>

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Madera Coalition for Community Justice, Inc.
 Combining Schedule of Expenditures by State Categories
 For the Year Ended June 30, 2022

Schedule A-3

	Child Development Programs		Total	
	MCCI	OCS	Reimbursed	Not- Reimbursed
1000 Certifies Salaries	\$ 0	\$ 374,361	\$ 374,361	\$ 0
2000 Classified Salaries	42,040	328,533	370,573	0
3000 Employee Benefits	0	165,121	165,121	0
4000 Books, Supplies and Equipment	0	87,772	87,772	0
5000 Services/Other Operating Expenses	0	154,450	154,450	0
6100/6200 Other Approved Capital Outlay	0	0	0	0
6400 New Equipment (Program Related)	0	0	0	0
6500 Equipment Replacement(Program Related)	0	13,760	13,760	0
Start-Up/Close-Down Expenses	0	0	0	0
Depreciation or Use Allowance	0	0	0	0
Indirect Costs	0	0	0	0
Non-Reimbursable Expenses	0	0	0	0
Total	\$42,040	\$1,123,997	\$1,166,037	\$ 0

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We have examined the claims filed for reimbursement and the original records supporting the transactions recorded under the contracts listed above to an extent considered necessary to assure ourselves that the amounts claimed by the contractor were eligible for reimbursement, reasonable, necessary, and adequately supported, according to governing laws, regulations, and contract provisions.

Madera Coalition for Community Justice, Inc.

Schedule A-4

Combining Statement of Administrative Costs
For the Year Ended June 30, 2022

Current Year	Child Development Program		
	MCCI	OCS	Total
Bank Fees	\$ 0	\$ 329	\$ 329
Dues & Subscriptions	0	295	295
Employee Benefits	0	1,216	1,216
Miscellaneous	0	1,871	1,871
Occupancy Costs	0	7,703	7,703
Postage & Shipping	0	271	271
Professional Fees	0	34,007	34,007
Salaries	42,040	15,266	57,306
Repairs	0	491	491
Staff Training	0	632	632
Supplies	0	905	905
Telephones	0	1,170	1,170
Total	<u>\$42,040</u>	<u>\$64,156</u>	<u>\$106,196</u>

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Madera Coalition for Community Justice, Inc.
 Combining Statement of Renovation & Repairs
 For the Year Ended June 30, 2022

	<u>Child Development Programs</u>		<u>Total</u>
	<u>CSP-1280</u>		<u>Costs</u>
	<u>MCCJ</u>	<u>QCS</u>	
<u>Unit Cost Under \$10,000 Per Item</u>	\$ 0	\$ 0	\$ 0
Subtotal	0	0	0
<u>Unit Cost of \$10,000 or More Per Item</u> <u>With Prior CDE Approval</u>	0	0	0
Subtotal	0	0	0
<u>Unit Cost of \$10,000 or More Per Item</u> <u>Without Prior CDE Approval</u>	0	0	0
Subtotal	0	0	0
Total Renovation & Repairs	\$ 0	\$ 0	\$ 0

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Madera Coalition for Community Justice, Inc.

Schedule A-6

Combining Statement of Equipment Expenditures
For the Year Ended June 30, 2022

	<u>Child Development Program</u>		
	<u>CSP-1280</u>		
	<u>MCCJ</u>	<u>QCS</u>	<u>Total</u>

Capitalized Equipment Expensed on
the AUD Without Prior Written Approval

N/A	\$ 0	\$ 0	\$ 0
Total	<u>0</u>	<u>0</u>	<u>0</u>

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Capitalized Equipment Expensed on
the AUD With Prior Written Approval

5 Ton Bard Style HVAC Heat Pump System	<u>0</u>	<u>13,760</u>	<u>0</u>
Total	<u>0</u>	<u>13,760</u>	<u>0</u>
Total Equipment Expenditures	<u>\$ 0</u>	<u>\$13,760</u>	<u>\$ 0</u>

Contractor Name: Madera Coalition for Community Justice, Inc.

Contract Number: CSCP 1280

Fiscal Year Ended: June 30, 2022

Vendor Code: Q9760

**California Department of Education
Audited Enrollment, Attendance and Fiscal
Report for California State Preschool Program**

Section 1 – Number of Counties Where Services are Provided

Number of counties where the agency provided services to certified children (Form 1):

Number of counties where the agency provided mental health consultation services to certified children (Form 2):

Number of counties where the agency provided services to non-certified children (Form 3):

Number of counties where the agency provided mental health consultation services to non-certified children (Form 4):

Total enrollment and attendance forms to attach: 0

Note: For each of the above categories, submit one July-December form and one form for each service county for January-June.

Section 2 – Days of Enrollment, Attendance and Operation

Enrollment and Attendance Form Summary	Column A Cumulative FY per CPARIS	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjusted Days per Audit
Total Certified Days of Enrollment	19,423		19,423	
Total Certified Days of Enrollment with Mental Health Consultation Services			0	
Days of Attendance (including MHCS)	19,121		19,121	N/A
Total Non-Certified Days of Enrollment			0	
Total Non-Certified Days of Enrollment with Mental Health Consultation Services			0	
Days of Operation	251		251	N/A

Other				0
Other				0
Unrestricted Income: Head Start				0
Fees for Non-Certified Children				0
Payments				0
Interest Earned on Child Development Apportionment				0
Waived Family Fees for Certified Children				0
Other Income	Column A - Cumulative FY per CPARIS	Column B - Audit Adjustments	Column C - Cumulative FY per Audit	
Transfer from Reserve	Column A - Cumulative FY per CPARIS	Column B - Audit Adjustments	Column C - Cumulative FY per Audit	0
Transfer from Reserve	Column A - Cumulative FY per CPARIS	Column B - Audit Adjustments	Column C - Cumulative FY per Audit	0
TOTAL RESTRICTED INCOME	115,049	0		115,049
Other				0
Other ARPA	14,817			14,817
County Maintenance of Effort (EC Section 8279)				0
Child Nutrition Programs	100,232			100,232
Restricted Income	Column A - Cumulative FY per CPARIS	Column B - Audit Adjustments	Column C - Cumulative FY per Audit	

Section 3 - Revenue

Contractor Name: Madera Coalition for Community Justice, Inc.
 Contract Number: CSP 1280

Contract Number: CSP 1280

AUD 8501 Page 3 of 6
 NO SUPPLEMENTAL REVENUE / EXPENSES Check this box and omit page 4.

Specific Items of Reimbursable Expenses	Column A – Cumulative FY per CPARIS	Column B – Audit Adjustments	Column C – Cumulative FY per Audit
Total Administrative Cost (included in Reimbursable Expenses)	106,198	(2)	106,196
Total Staff Training Cost (included in Reimbursable Expenses)			2,386

Approved Indirect Cost Rate:

Does the agency have an indirect cost rate approved by its cognizant agency (Select YES or NO)? Yes No

Cost Category	Column A – Cumulative FY per CPARIS	Column B – Audit Adjustments	Column C – Cumulative FY per Audit
Direct Payments to Providers (FCH only)			0
1000 Certificated Salaries	374,361		374,361
2000 Classified Salaries	328,534		328,534
3000 Employee Benefits	165,122		165,122
4000 Books and Supplies	87,771		87,771
5000 Services and Other Operating Expenses	149,375	5,074	154,449
6100/6200 Other Approved Capital Outlay			0
6400 New Equipment (program-related)	5,074	(5,074)	0
6500 Equipment Replacement (program-related)	13,760		13,760
Depreciation or Use Allowance			0
Start-up Expenses (service level exemption)			0
Indirect Costs (include in Total Administrative Cost)			0
TOTAL REIMBURSABLE EXPENSES	1,123,997	0	1,123,997

Section 4 - Reimbursable Expenses

Contractor Name: Madera Coalition for Community Justice, Inc.

Contact Number: CSP 1280

Description	Column A - Cumulative FY per CPARIS	Column B - Audit Adjustments	Column C - Cumulative FY per Audit
Total Certified Days of Enrollment (including MHCS)	19,423	0	19,423
Days of Operation	251	0	251
Days of Attendance (including MHCS)	19,121	0	19,121
Total Certified Adjusted Days of Enrollment	N/A	N/A	0.0000
Total Non-Certified Adjusted Days of Enrollment	N/A	N/A	0.0000
Restricted Program Income	115,049	0	115,049
Transfer from Reserve	0	0	0
Interest Earned on Apportionment Payments	0	0	0
Direct Payments to Providers	0	0	0
Start-up Expenses (service level exemption)	0	0	0
Total Reimbursable Expenses	1,123,997	0	1,123,997
Total Administrative Cost	106,198	(2)	106,196
Total Staff Training Cost	0	2,386	2,386
Non-Reimbursable Cost (State Use Only)	N/A	N/A	

Section 5 - Summary

Contractor Name: Madera Coalition for Community Justice, Inc.

Contract Number: C5PP 1280

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Include any comments in the comment box. If necessary, attach additional sheets to explain adjustments.

Section 8 – Comments

Reimbursable expenses claimed in Section 4 are eligible for reimbursement, reasonable, necessary, and adequately supported (Select YES or NO): Yes NO

Eligibility, enrollment and attendance records are being maintained as required (Select YES or NO): Yes No

Independent auditor's assurances on agency's compliance with the contract funding terms and conditions and program requirements of the California Department of Education, Early Education Division:

Section 7 – Auditor's Assurances

Contractor Name: Madera Coalition for Community Justice, Inc. Contract Number: CSP 1280

Enrollment Description	Column A Cumulative FY per CPARIS December Report	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
Three Years and Older Full-time-plus	141	0	141	1.0000	141.0000
Three Years and Older Full-time	1	1	1	0.7500	0.7500
Three Years and Older Three-quarters-time	3,819	3,819	0.6193	2,365.1067	0.0000
Three Years and Older One-half-time	0	0	1.8172	0.0000	0.0000
Exceptional Needs Full-time-plus	0	0	1.5400	0.0000	0.0000
Exceptional Needs Three-quarters-time	0	0	1.1550	0.0000	0.0000
Exceptional Needs One-half-time	0	0	0.9537	0.0000	0.0000
Limited and Non-English Proficient Full-time-plus	1,105	1,105	1.2980	1,434.2900	0.0000
Limited and Non-English Proficient Full-time	4,076	4,076	1.1000	4,483.6000	0.0000
Limited and Non-English Proficient Three-quarters-time	262	262	0.8250	216.1500	0.0000
Limited and Non-English Proficient One-half-time	0	0	0.6193	0.0000	0.0000

Pilot Program: None

California State Preschool Program - Form 1A
 Certified Children Days of Enrollment and Attendance from July 2021 - December 2021

Contract Number: CSPA 1280

Contractor Name: Madera Coalition for Community Justice, Inc.

Contractor Name: Madera Coalition for Community Justice, Inc. Contract Number: C\$PP 1280

Enrollment Description	Column A Cumulative FY per CPARIS December Report	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
At Risk of Abuse or Neglect Full-time-plus	0		0	1.2980	0.0000
At Risk of Abuse or Neglect Full-time	0		0	1.1000	0.0000
At Risk of Abuse or Neglect Three-quarters-time	0		0	0.8250	0.0000
At Risk of Abuse or Neglect One-half-time	0		0	0.6193	0.0000
Severely Disabled Full-time-plus			0	2.2774	0.0000
Severely Disabled Full-time			0	1.9300	0.0000
Severely Disabled Three-quarters-time			0	1.4475	0.0000
Severely Disabled One-half-time			0	1.1952	0.0000
TOTAL CERTIFIED DAYS OF ENROLLMENT	9,404	0	9,404	N/A	8,640.8967

Attendance	Column A Cumulative FY per CPARIS December Report	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
DAYS OF ATTENDANCE	9,359		9,359	N/A	N/A

Enter the sum of Total Certified Days of Enrollment from all Form 1s in the Total Certified Days of Enrollment line of AUD 8501, Section 2.
Enter the sum of Days of Attendance from all Form 1s and Form 2s in the Days of Attendance line of AUD 8501, Section 2.

Contract Number: CSP 1280

Contractor Name: Coalition for Community Justice, Inc.

**California State Preschool Program – Form 1B
Certified Children Days of Enrollment and Attendance from January 2022 – June 2022
Service County: Madera**

Enrollment Description	Column A Cumulative FY per CPARIS June Report	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
Three Years and Older Full-time-plus	0	0	1,180	0.0000	0.0000
Three Years and Older Full-time	254	254	1,000	1.0000	254.0000
Three Years and Older One-half-time	4,170	4,170	0.6193	2,582.4810	0.0000
Exceptional Needs Full-time-plus	0	0	1.8172	0.0000	0.0000
Exceptional Needs Full-time	0	0	1.5400	0.0000	0.0000
Exceptional Needs One-half-time	0	0	0.9537	0.0000	0.0000
Dual Language Learner Full-time-plus	254	254	1.2980	329.6920	0.0000
Dual Language Learner Full-time	5,169	5,169	1.1000	5,685.9000	0.0000
Dual Language Learner One-half-time	172	172	0.6193	106.5196	0.0000
At Risk of Abuse or Neglect Full-time-plus	0	0	1.2980	0.0000	0.0000
At Risk of Abuse or Neglect Full-time	0	0	1.1000	0.0000	0.0000
At Risk of Abuse or Neglect One-half-time	0	0	0.6193	0.0000	0.0000

Enter the sum of Total Certified Days of Enrollment from all Form 1s in the Total Certified Days of Enrollment line of AUD 8501, Section 2.
 Enter the sum of Days of Attendance from all Form 1s and Form 2s in the Days of Attendance line of AUD 8501, Section 2.

Enrollment Description	Column A Cumulative FY per CPARIS June Report	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
Severely Disabled Full-time-plus			0	2.2774	0.0000
Severely Disabled Full-time			0	1.9300	0.0000
Severely Disabled One-half-time			0	1.1952	0.0000
TOTAL CERTIFIED DAYS OF ENROLLMENT	10,019	0	10,019	N/A	8,958,5926
DAYS OF ATTENDANCE	9,762	9,762	9,762	N/A	N/A

Contract Number: CSP 1280

Contractor Name: Coalition for Community Justice, Inc.

California Department of Education
Audited Preschool Reserve Account Activity Report

Fiscal Year Ending: June 30, 2022
Vendor Code: 09760

Contractor Name: Madera Coalition for Community Justice, Inc.

Section 1 - Prior Year Reserve Account Activity

1. Beginning Balance (2020-21 AUD 9530A Ending Balance): 81,390

2. Plus Transfers to Reserve Account:

2020-21 Contract No.	
Per 2020-21 Post-Audit CDFS 9530	

3. Less Excess Reserve to be Billed:

Total Transferred from 2020-21 Contracts	0
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4. 2020-21 CDFS 9530 Reserve Balance After Billing:

81,390

Section 2 - Current Year Reserve Account Activity

5. Plus Interest Earned This Year on Reserve:

Description	Column A per CPARIS	Column B Audit Adjustments	Column C Total per Audit
Interest Earned	13		13

6. Less Transfers to Contracts from Reserve:

2021-22 Contract No.	Column A per CPARIS	Column B Audit Adjustments	Column C Total per Audit
	0		0

Total Transferred to Contracts	0	0	0
			0
			0

7. Ending Balance:

Ending Balance on June 30, 2022	81,403	0	81,403
Description	Column A per CPARIS	Column B Audit Adjustments	Column C Total per Audit

COMMENTS - If necessary, attach additional sheets to explain adjustments.

1 The attendance records are being maintained in accordance with the requirements of the California State Department of Education, Child Development Division.

2 In accordance with the Funding Terms and Conditions (FT&C's) any indirect costs related to administrative activities fall within the ten percent (10%) maximum limitation, if incurred.

3 No property has been purchased with the State of California Department of Education contract funds during fiscal year 2021-2022 that would require it to be separately accounted for in the property management system.

4 In accordance with the Funding Terms and Conditions (FT&C's) interest expense is only allowable as a reimbursable cost in certain circumstances. Specifically, when it has been pre-approved by the administering state department, or relates to the lease purchase, acquisition, or repair/renovation of early learning and care facilities owned or leased by the Coalition. There was no allowable interest expense claimed for the year ended June 30, 2022.

5 In accordance with the Funding Terms and Conditions (FT&C's) all expenses claimed for reimbursement under a related party rent transaction must be supported by a fair market rental estimate from an independent appraiser, licensed by the California Office of Real Estate Appraisers. There was no related party rent expense claimed as a reimbursable expense for the year ended June 30, 2022.

6 Bad debt expense is unallowable unless it relates to uncollected family fees where documentation of adequate collection attempts exists. There was no bad debt expense claimed to a child development contract for the year ended June 30, 2022.

DRAFT
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DEPARTMENT OF THE TREASURY

INTERNAL REVENUE SERVICE
DISTRICT DIRECTOR
2 COPPINIA CIRCLE
MONTEREY PARK, CA 91755-7406

Date: MAY 30 1995

MADERA COALITION FOR COMMUNITY

JUSTICE

P.O. BOX 817

MADERA, CA 93639

Employer Identification Number: 77-0392942
Case Number: 955065145
Contact Person: JOSEPH PAN
Contact Telephone Number: (818) 441-6841
Accounting Period Ending: June 30
Foundation Status Classification: 170(b)(1)(A)(vi)
Advance Ruling Period Begins: August 31, 1994
Advance Ruling Period Ends: June 30, 1999
No addendum applies:

Dear Applicant:

Based on information you supplied, and assuming your operations will be as stated in your application for recognition of exemption, we have determined you are exempt from Federal income tax under section 501(a) of the Internal Revenue Code as an organization described in section 501(c)(3).

Because you are a newly created organization, we are not making a final determination of your foundation status under section 509(a) of the Code. However, we have determined that you can reasonably expect to be a publicly supported organization described in sections 509(a)(2) and 170(b)(1)(A)(vi).

Accordingly, during an advance ruling period you will be treated as a publicly supported organization, and not as a private foundation. This advance ruling period begins and ends on the dates shown above.

Within 90 days after the end of your advance ruling period, you must send us the information needed to determine whether you have met the requirements of the applicable support test during the advance ruling period. If you establish that you have been a publicly supported organization, we will classify you as a section 509(a)(2) or 509(a)(1) organization as long as you continue to meet the requirements of the applicable support test. If you do not meet the public support requirements during the advance ruling period, we will classify you as a private foundation for future periods. Also, if we classify you as a private foundation, we will treat you as a private foundation from your beginning date for purposes of section 507(d) and 4940.

Grantors and contributors may rely on our determination that you are not a private foundation until 90 days after the end of your advance ruling period. If you send us the required information within the 90 days, grantors and contributors may continue to rely on the advance determination until we make a final determination of your foundation status.

If we publish a notice in the Internal Revenue Bulletin stating that we

Letter 1045 (09/09)

Att. 2

If you are required to file a return you must file it by the 15th day of the fifth month after the end of your annual accounting period. We charge a penalty of \$10 a day when a return is filed late, unless there is reasonable cause for the delay. You are not required to file Form 990, Return of Organization Exempt from Income Tax, if your gross receipts each year are normally \$25,000 or less. If you receive a Form 990 package in the mail, simply attach the label provided, check the box in the heading to indicate that your annual gross receipts are normally \$25,000 or less, and sign the return.

Donors may deduct contributions to you only to the extent that their contributions are gifts, with no consideration received. Ticket purchases and similar payments in conjunction with fundraising events may not necessarily qualify as deductible contributions, depending on the circumstances. Revenue Ruling 67-246, published in Cumulative Bulletin 1967-2, on page 104, gives guidelines regarding when taxpayers may deduct payments for admission to, or other participation in, fundraising activities for charity. Donors may deduct contributions to you as provided in section 170 of the Internal Revenue Code. Bequests, legacies, devises, transfers, or gifts to you or for your use are deductible for Federal estate and gift tax purposes if they meet the applicable provisions of sections 2055, 2106, and 2522 of the Code.

Organizations that are not private foundations are not subject to the private foundation excise taxes under Chapter 42 of the Internal Revenue Code. If you have any questions about excise, employment, or other Federal taxes, please let us know. However, you are not automatically exempt from other Federal excise taxes. Internal Revenue Code. Donors may deduct contributions to you as provided in section 170 of the Internal Revenue Code. Bequests, legacies, devises, transfers, or gifts to you or for your use are deductible for Federal estate and gift tax purposes if they meet the applicable provisions of sections 2055, 2106, and 2522 of the Code.

As of January 1, 1984, you are liable for social security taxes under the Federal Insurance Contributions Act on amounts of \$100 or more you pay to each of your employees during a calendar year. You are not liable for the tax imposed under the Federal Unemployment Tax Act (FUTA). If you change your sources of support, your purposes, character, or method of operation, please let us know so we can consider the effect of the change on your exempt status and foundation status. If you amend your organizational document or bylaws, please send us a copy of the amended document or bylaws. Also, let us know all changes in your name or address.

will no longer treat you as a publicly supported organization, grantors and contributors may not rely on this determination after the date we publish the notice. In addition, if you lose your status as a publicly supported organization, and a grantor or contributor was responsible for, or was aware of, the act or failure to act, that resulted in your loss of such status, that person may not rely on this determination from the date of the act or failure to act. Also, if a grantor or contributor learned that we had given notice that you would be removed from classification as a publicly supported organization, then that person may not rely on this determination as of the date he or she acquired such knowledge.

MADARA COALITION FOR COMMUNITY

Because this letter could help us resolve any questions about your exempt status and foundation status, you should keep it in your permanent records. If we said in the heading of this letter that an addendum applies, the addendum enclosed is an integral part of this letter.

If you distribute funds to individuals, you should keep case histories showing the recipients' names, addresses, purposes of awards, manner of selection, and relationship (if any) to members, officers, trustees or donors of funds to you, so that you can substantiate upon request by the Internal Revenue Service any and all distributions you made to individuals. (Revenue Ruling 56-304, C.B. 1956-2, page 306.)

The recipient will use the funds for those purposes. Evidence that the funds will remain dedicated to the required purposes and that recipient organization is not exempt under section 501(c)(3), you must have show whether they are exempt under section 501(c)(3). In cases where the purposes. If you distribute funds to other organizations, your records should exemption, you should keep records to show that funds are spent only for those the purposes listed in section 501(o)(3) of the code. To assure your continued this determination is based on evidence that your funds are dedicated to

service. all returns you file and in all correspondence with the Internal Revenue If an employer identification number was not entered on your application, we will assign a number to you and advise you of it. Please use that number on you need an employer identification number even if you have no employees.

related trade or business as defined in section 513 of the Code. not determining whether any of your present or proposed activities are unrelated 990-T, exempt organization business income tax return. In this letter we are subject to the tax on unrelated business income under section 513 of the Code. If you are not required to file federal income tax returns unless you are

Your return is complete before you file it. may also charge this penalty if a return is not complete. So, please be sure cause for the delay. However, the maximum penalty we charge cannot exceed \$5,000 or 5 percent of your gross receipts for the year, whichever is less. We

NADERA COALITION FOR COMMUNITY

