CASA MYRNA VAZQUEZ, INC.
AND AFFILIATES

CONSOLIDATED FINANCIAL STATEMENTS

with

INDEPENDENT AUDITORS' REPORT

YEARS ENDED JUNE 30, 2021 AND 2020

Smith Sullivan & Brown PC
CERTIFIED PUBLIC ACCOUNTANTS

80 Flanders Road, Suite 200 Westborough, Massachusetts 01581
Tel: 508.871.7178 Fax: 508.871.7179 www.ssbcpa.com

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REPORT ON CONSOLIDATED FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2021 AND 2020

casa myrna

until every relationship is safe and healthy

Mission

Delivering solutions to end domestic and dating violence through intervention, awareness and prevention.

www.casamyrna.org

CASA MYRNA VAZQUEZ, INC.
AND AFFILIATES

REPORT ON CONSOLIDATED FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2021 AND 2020

C O N T E N T S

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Casa Myrna Vazquez, Inc. and Affiliates
Boston, Massachusetts

We have audited the accompanying consolidated financial statements of Casa Myrna Vazquez, Inc. (a Massachusetts nonprofit organization) and Affiliates (collectively, the "Organization"), which comprise the consolidated statements of financial position as of June 30, 2021 and 2020, and the related consolidated statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Consolidated Financial Statements

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

Auditors' Responsibility

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

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

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

Opinion

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Casa Myrna Vazquez, Inc. and Affiliates as of June 30, 2021 and 2020 and the changes in their net assets and their cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

To the Board of Directors
Casa Myrna Vazquez, Inc. and Affiliates

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 17, 2022 on our consideration of Casa Myrna Vazquez, Inc. and Affiliates' 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 solely 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 Casa Myrna Vazquez, Inc. and Affiliates' 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 Casa Myrna Vazquez, Inc. and Affiliates' internal control over financial reporting and compliance.

Smith, Sullivan & Brown, PC

Westborough, Massachusetts
May 17, 2022

CASA MYRNA VAZQUEZ, INC. AND AFFILIATES

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS OF JUNE 30, 2021 AND 2020

ASSETS

	2021	2020
CURRENT ASSETS:		
Cash	$ 429,768	$ 364,756
Accounts Receivable, Net	2,002,747	1,492,836
Gifts and Grants Receivable, Current	180,325	99,813
Prepaid Expenses	21,113	11,377
Total Current Assets	2,633,953	1,968,782
PROPERTY AND EQUIPMENT, NET	5,927,393	6,007,295
LONG-TERM INVESTMENTS:		
Board Designated Investments	1,198,620	1,076,041
Endowment Investments	737,903	612,258
Total Long-Term Investments	1,936,523	1,688,299
OTHER ASSETS:		
Program Initiative Reserves	200,000	200,000
Gifts and Grants Receivable, Non-Current	15,000	-
Total Other Assets	215,000	200,000
TOTAL ASSETS	$ 10,712,869	$ 9,864,376

LIABILITIES AND NET ASSETS

	2021	2020
CURRENT LIABILITIES:		
Current Portion of Long-Term Debt	$ 86,032	$ 82,761
Accounts Payable and Accrued Expenses	580,376	195,377
Accrued Payroll and Related Costs	350,128	287,011
Tenant Security Deposits	10,908	10,908
Deferred Revenue	52,702	-
Conditional Grant Advance	-	674,279
Total Current Liabilities	1,080,146	1,250,336
LONG-TERM DEBT, NET OF CURRENT PORTION	4,400,563	4,484,969
TOTAL LIABILITIES	5,480,709	5,735,305
NET ASSETS:		
Without Donor Restrictions:		
Operating	1,076,784	511,586
Program Initiative Reserves	200,000	200,000
Board Designated	1,198,620	1,076,041
Invested in Property and Equipment	1,440,798	1,439,565
Total Without Donor Restrictions	3,916,202	3,227,192
With Donor Restrictions	1,315,958	901,879
Total Net Assets	5,232,160	4,129,071
TOTAL LIABILITIES AND NET ASSETS	$ 10,712,869	$ 9,864,376

CASA MYRNA VAZQUEZ, INC. AND AFFILIATES

CONSOLIDATED STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

	2021			2020		
	WITHOUT DONOR RESTRICTIONS	WITH DONOR RESTRICTIONS	TOTAL	WITHOUT DONOR RESTRICTIONS	WITH DONOR RESTRICTIONS	TOTAL
SUPPORT, REVENUES AND RECLASSIFICATIONS:						
Support and Revenues:						
Government Contracts and Grants	$ 6,998,415	$ -	$ 6,998,415	$ 4,906,308	$ -	$ 4,906,308
Other Program Revenues	116,431	-	116,431	25,404	-	25,404
Gifts, Grants and Contributions	626,706	2,179,564	2,806,270	574,410	1,026,430	1,600,840
Special Event Proceeds	149,047	-	149,047	160,944	-	160,944
Donated Goods and Services	403,997	-	403,997	265,668	-	265,668
Net Investment Return	274,889	141,025	415,914	35,463	25,925	61,388
Rental Income, Net	59,535	-	59,535	4,577	-	4,577
Interest Income	112	-	112	4,631	-	4,631
Reclassification of Net Assets - Released from Restrictions:						
Program Restrictions	1,835,130	(1,835,130)	-	1,063,476	(1,063,476)	-
Lapse of Time Restrictions	56,000	(56,000)	-	21,500	(21,500)	-
Endowment Appropriation	15,380	(15,380)	-	-	-	-
TOTAL SUPPORT, REVENUES AND RECLASSIFICATIONS	**10,535,642**	**414,079**	**10,949,721**	**7,062,381**	**(32,621)**	**7,029,760**
EXPENSES:						
Program Services:						
Residential	3,685,180	-	3,685,180	2,031,844	-	2,031,844
The EVA Center	1,100,048	-	1,100,048	1,243,628	-	1,243,628
Supportive Services	3,061,830	-	3,061,830	2,074,158	-	2,074,158
Safelink, Education and Prevention	1,047,604	-	1,047,604	886,127	-	886,127
Total Program Services	8,894,662	-	8,894,662	6,235,757	-	6,235,757
Supporting Services:						
Administrative	524,958	-	524,958	293,967	-	293,967
Fund Raising	427,012	-	427,012	445,034	-	445,034
Total Supporting Services	951,970	-	951,970	739,001	-	739,001
TOTAL EXPENSES	**9,846,632**	**-**	**9,846,632**	**6,974,758**	**-**	**6,974,758**
CHANGE IN NET ASSETS	**689,010**	**414,079**	**1,103,089**	**87,623**	**(32,621)**	**55,002**
NET ASSETS - BEGINNING OF YEAR	**3,227,192**	**901,879**	**4,129,071**	**3,139,569**	**934,500**	**4,074,069**
NET ASSETS - END OF YEAR	**$ 3,916,202**	**$ 1,315,958**	**$ 5,232,160**	**$ 3,227,192**	**$ 901,879**	**$ 4,129,071**

CASA MYRNA VAZQUEZ, INC. AND AFFILIATES

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2021

(With Summarized Comparative Totals for 2020)

	PROGRAM SERVICES					SUPPORTING SERVICES			TOTAL FUNCTIONAL EXPENSES	
	RESIDENTIAL	THE EVA CENTER	SUPPORTIVE SERVICES	SAFELINK, EDUCATION AND PREVENTION	TOTAL PROGRAM SERVICES	ADMINIS-TRATIVE	FUND-RAISING	DIRECT COSTS OF RENTAL INCOME	2021	2020
PERSONNEL AND RELATED COSTS:										
Salaries	$ 1,030,836	$ 592,094	$ 1,152,086	$ 565,952	$ 3,340,968	$ 196,732	$ 251,295	$ 19,240	$ 3,808,235	$ 3,697,470
Payroll Taxes and Fringe Benefits	234,236	148,411	293,515	130,903	807,065	45,738	57,884	4,417	915,104	819,758
Total Personnel and Related Costs	1,265,072	740,505	1,445,601	696,855	4,148,033	242,470	309,179	23,657	4,723,339	4,517,228
OCCUPANCY:										
Rent	1,385	692	25,436	16,564	44,077	8,615	12,308	-	65,000	71,571
Donated Residential Space	-	120,000	-	-	120,000	-	-	-	120,000	120,000
Utilities	33,385	13,548	9,123	5,949	62,005	14,534	780	5,269	82,588	83,350
Depreciation Expense	75,404	2,323	46,660	9,403	133,790	1,829	133	21,449	157,201	157,116
Mortgage Interest	17,771	2,320	53,753	48,129	121,973	6,852	13,868	35,000	177,693	181,273
Repairs and Maintenance	56,555	5,924	36,378	20,253	119,110	2,891	5,816	9,086	136,903	136,572
Taxes and Insurance	28,422	9,729	38,176	27,436	103,763	4,705	3,538	15,450	127,456	131,827
Total Occupancy	212,922	154,536	209,526	127,734	704,718	39,426	36,443	86,254	866,841	881,709
OTHER EXPENSES:										
Direct Care Subcontractors	-	-	72,734	-	72,734	-	-	-	72,734	26,478
Professional Fees	141,097	92,919	17,236	160,030	411,282	96,986	25,815	-	534,083	113,759
Volunteer Services	-	-	66,925	-	66,925	-	-	-	66,925	34,340
Community Outreach	-	-	-	17,315	17,315	-	956	-	18,271	2,503
Supplies and Materials	205,160	20,635	122,839	12,540	361,174	6,677	427	-	368,278	204,188
Telephone and Communications	21,458	16,877	27,381	13,150	78,866	2,816	2,659	-	84,341	91,606
Rental Assistance	775,536	-	5,075	-	780,611	-	-	-	780,611	431,142
Direct Client Assistance	1,011,273	24,302	1,004,537	-	2,040,112	-	-	-	2,040,112	625,130
Small Equipment and Equipment Rental	12,044	7,997	13,253	4,025	37,319	2,586	1,391	-	41,296	101,190
Insurance	-	-	6,288	-	6,288	8,115	-	-	14,403	19,239
Interest and Finance Charges	2,419	1,404	2,183	1,955	7,961	447	563	-	8,971	6,836
Printing and Postage	403	357	1,494	749	3,003	433	3,527	-	6,963	14,812
Travel	7,705	8,919	3,214	-	19,838	405	-	-	20,243	59,272
Dues and Subscriptions	4,172	4,976	13,868	3,951	26,967	22,143	10,508	-	59,618	47,793
Training	21,749	24,641	43,579	5,929	95,898	1,597	-	-	97,495	81,646
Development	-	-	500	300	800	-	34,425	-	35,225	22,767
Bad Debt Expense	-	-	-	-	-	86,991	-	-	86,991	3,898
Miscellaneous	4,170	1,980	5,597	3,071	14,818	13,866	1,119	-	29,803	19,469
Total Other Expenses	2,207,186	205,007	1,406,703	223,015	4,041,911	243,062	81,390	-	4,366,363	1,906,068
Total Functional Expenses	**3,685,180**	**1,100,048**	**3,061,830**	**1,047,604**	**8,894,662**	**524,958**	**427,012**	**109,911**	**9,956,543**	**7,305,005**
Less: Costs of Rental Income	-	-	-	-	-	-	-	(109,911)	(109,911)	(330,247)
Total Expenses Per Statement of Activities	**$ 3,685,180**	**$ 1,100,048**	**$ 3,061,830**	**$ 1,047,604**	**$ 8,894,662**	**$ 524,958**	**$ 427,012**	**$ -**	**$ 9,846,632**	**$ 6,974,758**

CASA MYRNA VAZQUEZ, INC. AND AFFILIATES

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2020

	PROGRAM SERVICES					SUPPORTING SERVICES			
	RESIDENTIAL	THE EVA CENTER	SUPPORTIVE SERVICES	SAFELINK, EDUCATION AND PREVENTION	TOTAL PROGRAM SERVICES	ADMINIS-TRATIVE	FUND-RAISING	DIRECT COSTS OF RENTAL INCOME	TOTAL FUNCTIONAL EXPENSES
PERSONNEL AND RELATED COSTS:									
Salaries	$ 939,270	$ 660,617	$ 996,602	$ 639,872	$ 3,236,361	$ 140,051	$ 281,839	$ 39,219	$ 3,697,470
Payroll Taxes and Fringe Benefits	201,664	139,538	244,954	132,328	718,484	24,203	68,688	8,383	819,758
Total Personnel and Related Costs	1,140,934	800,155	1,241,556	772,200	3,954,845	164,254	350,527	47,602	4,517,228
OCCUPANCY:									
Rent	1,852	909	28,041	19,383	50,185	8,687	12,699	-	71,571
Donated Residential Space	-	120,000	-	-	120,000	-	-	-	120,000
Utilities	30,287	12,062	9,215	4,060	55,624	1,151	1,335	25,240	83,350
Depreciation Expense	65,076	1,206	24,217	4,880	95,379	950	69	60,718	157,116
Mortgage Interest	22,559	1,743	35,011	7,055	66,368	2,997	100	111,808	181,273
Repairs and Maintenance	35,887	10,542	35,767	11,113	93,309	2,255	1,820	39,188	136,572
Taxes and Insurance	21,071	9,378	26,070	14,745	71,264	11,327	3,545	45,691	131,827
Total Occupancy	176,732	155,840	158,321	61,236	552,129	27,367	19,568	282,645	881,709
OTHER EXPENSES:									
Direct Care Subcontractors	-	418	26,060	-	26,478	-	-	-	26,478
Professional Fees	4,062	14,148	31,924	3,052	53,186	33,022	27,551	-	113,759
Volunteer Services	34,340	-	-	-	34,340	-	-	-	34,340
Community Outreach	-	-	-	1,533	1,533	-	970	-	2,503
Supplies and Materials	77,757	87,310	21,297	7,446	193,810	7,312	3,066	-	204,188
Telephone and Communications	20,011	19,552	28,522	17,284	85,369	2,527	3,710	-	91,606
Rental Assistance	431,142	-	-	-	431,142	-	-	-	431,142
Direct Client Assistance	84,165	99,543	427,850	650	612,208	6,002	6,920	-	625,130
Small Equipment and Equipment Rental	32,668	11,128	41,320	8,083	93,199	6,564	1,427	-	101,190
Insurance	2,168	1,249	13,401	1,745	18,563	176	500	-	19,239
Interest and Finance Charges	-	-	-	-	-	6,836	-	-	6,836
Printing and Postage	1,480	1,366	8,229	2,120	13,195	655	962	-	14,812
Travel	15,068	20,114	18,813	2,525	56,520	2,336	416	-	59,272
Dues and Subscriptions	5,734	4,176	15,112	3,052	28,074	18,244	1,475	-	47,793
Training	3,813	28,629	38,962	4,484	75,888	5,545	213	-	81,646
Development	-	-	-	-	-	-	22,767	-	22,767
Bad Debt Expense	-	-	-	-	-	-	3,898	-	3,898
Miscellaneous	1,770	-	2,791	717	5,278	13,127	1,064	-	19,469
Total Other Expenses	714,178	287,633	674,281	52,691	1,728,783	102,346	74,939	-	1,906,068
Total Functional Expenses	**2,031,844**	**1,243,628**	**2,074,158**	**886,127**	**6,235,757**	**293,967**	**445,034**	**330,247**	**7,305,005**
Less: Costs of Rental Income	-	-	-	-	-	-	-	(330,247)	(330,247)
Total Expenses Per Statement of Activities	**$ 2,031,844**	**$ 1,243,628**	**$ 2,074,158**	**$ 886,127**	**$ 6,235,757**	**$ 293,967**	**$ 445,034**	**$ -**	**$ 6,974,758**

CASA MYRNA VAZQUEZ, INC. AND AFFILIATES

CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in Net Assets	$ 1,103,089	$ 55,002
Adjustments to Reconcile the Above to Net Cash Provided by Operating Activities:		
Depreciation Expense	157,201	157,116
Net Investment Return	(415,194)	(61,388)
(Increase) Decrease in Current Assets:		
Accounts Receivable	(509,911)	(551,567)
Gifts and Grants Receivable	(80,512)	36,500
Prepaid Expenses	(9,736)	8,687
Increase (Decrease) in Current Liabilities:		
Accounts Payable and Accrued Expenses	384,999	82,418
Accrued Payroll and Related Costs	63,117	110,045
Deferred Revenue	52,702	-
Conditional Grant Advance	(674,279)	674,279
(Increase) Decrease in Non-Current Assets:		
Gifts and Grants Receivable	(15,000)	100,000
Security Deposit	-	10,000
Net Adjustment	(1,046,613)	566,090
NET CASH PROVIDED BY OPERATING ACTIVITIES	**56,476**	**621,092**
CASH FLOWS FROM INVESTING ACTIVITIES:		
Net Proceeds from Sales/Purchases of Investments	166,970	(94,023)
Net Cash Outlay for Purchase of Building Improvements	(77,299)	(48,018)
Net Cash Flows from Investing Activities	89,671	(142,041)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Principal Repayments on Notes Payable	(81,135)	(73,803)
Net Cash Flows from Financing Activities	(81,135)	(73,803)
NET INCREASE IN CASH BALANCES	**65,012**	**405,248**
CASH BALANCES - BEGINNING OF YEAR	**564,756**	**159,508**
CASH BALANCES - END OF YEAR	**$ 629,768**	**$ 564,756**
Cash Balances :		
Cash	*$ 429,768*	*$ 364,756*
Program Initaitive Reserve	*200,000*	*200,000*
Total Cash Balances	*$ 629,768*	*$ 564,756*
Supplemental Disclosures :		
Interest Paid	*$ 186,665*	*$ 188,111*

NOTE 1 ORGANIZATION AND AFFILIATIONS

Casa Myrna Vazquez, Inc. ("Casa Myrna", "CMV" or the "Organization") was incorporated in 1976 under the provisions of Massachusetts General Laws Chapter 180 and qualifies as a tax-exempt not-for-profit corporation under Section 501(c)(3) of the Internal Revenue Code ("IRC"). Casa Myrna Vazquez, Inc. has been classified as an organization which is not a private foundation under IRC Section 509(a); accordingly, contributions made to this Organization qualify for the maximum charitable deduction for federal income tax purposes.

CMV is the sole beneficiary of certain trusts which hold certain land and buildings and the related liabilities *(See Note 3)*.

NOTE 2 PROGRAM SERVICES

Casa Myrna was founded in 1977 as a volunteer-run shelter in Boston's South End for abused women and their children. The agency added residential and programmatic capacity over the years in response to emerging needs. Today, Casa Myrna serves over 2,000 survivors a year and answers nearly 30,000 calls by multilingual advocates at our SafeLink hotline, the Massachusetts statewide domestic violence hotline. In addition, Casa Myrna provides domestic and dating violence awareness and prevention by educating teens and adults across the state through workshops, seminars, trainings, social media, engagement with the media and annual ad campaigns on mass transit systems. Because we believe every relationship should be safe and healthy, *Casa Myrna's mission is to deliver solutions to end domestic and dating violence through intervention, awareness and prevention.*

Casa Myrna's programs include:

Housing Programs:

Casa Myrna operates three shelter programs and a transitional "rapid rehousing" program.

Shelter Programs

Casa Myrna's three shelter programs are congregate, home-like environments. Each family/individual has their own room, and shares the kitchens, bathrooms, living, dining and children's play space areas. All participants receive comprehensive supportive services. Each night, Casa Myrna can house up to 26 survivors and 35 children.

The **Mary L. Foreman Emergency Program** is Casa Myrna's first shelter, opened at our founding in 1977 to respond to the needs of domestic violence survivors in the South End neighborhood of Boston. Survivors work with agency staff and community-based service providers to plan their next steps, including moving on to transitional and permanent housing. The **Teen Parenting Program** ("TPP") is a program for pregnant and parenting young adults homeless due to domestic and family violence. While at TPP, young parents receive intensive support, complete their education, attend job training or other professional skills-building programs, and participate in nightly group meetings on topics ranging from parenting and nurturing to understanding the dynamics of abusive relationships. The **EVA Center House** is a survivor-led housing program for victims of commercial sexual exploitation.

NOTE 2 *(Continued)*

Rapid Rehousing Program

In recent years, Casa Myrna has expanded our housing services to include a Rapid Rehousing Program where survivors move quickly from homelessness to permanent housing with rental support from Casa Myrna.

Supportive Domestic Violence Services:

Through our comprehensive provision of supportive services, Casa Myrna helps survivors acquire safety, overcoming the trauma they have experienced and developing skills for long-term economic stability. Being independent, physically, financially and emotionally from their abusers signifies to survivors that they have moved beyond the trauma in their lives. We provide a comprehensive range of supports, free of charge and available in Spanish, English and other languages, to help survivors reach their short and long-term goals, as they define them. Supportive services are available to all survivors in Casa Myrna's residential programs and to survivors living in the community. Supports include:

Legal Advocacy Program

The Legal Advocacy Program ("LAP") seeks to address the unmet legal needs of survivors of domestic violence by serving as a culturally competent point of access for survivors who, due to linguistic, cultural, and economic barriers, would not be able to access representation through traditional mainstream channels. Initially established to provide emergency legal services, the program has expanded its capacity to include full representation in Probate and Family Court matters related to abuse prevention/order of protection, child custody, divorce, and housing. In addition, LAP provides immigration services, community legal clinics, and operates a Legal HelpLine available to advocates and survivors throughout the Commonwealth.

Counseling Services

Counseling Services provides individual counseling and group support to survivors of domestic violence, as well as referrals to outside therapeutic resources. Counselors provide trainings on the issue of domestic violence to other stakeholders, including social service provider groups, faith-based organizations, and community health centers. The program is staffed by a licensed social worker, counseling advocates and graduate interns majoring in social work or clinical psychology from area universities.

Housing Advocacy and Stabilization

Housing Specialists work with survivors who have been made homeless by domestic violence or who are at risk of ongoing abuse in their current living situations. Specialists help survivors assess their housing needs, and provide support in identifying, applying for, securing and maintaining safe permanent, affordable housing. The program also provides financial assistance to remedy utility and housing arrearages, support with first/last/security and moving expenses, and helps secure donations of household item.

NOTE 2 *(Continued)*

SOAR (Stability, Opportunity, Achievement, Results)

Casa Myrna's economic development program helps survivors set and pursue educational, vocational and employment goals, and supports them in budgeting, saving and planning for their economic stability. In addition to individual support, Economic Stability Specialists provides financial coaching and six-session workshop series throughout Boston that help survivors review their credit histories, repair bad credit, open savings or checking accounts, and master the realities of budgeting and sound financial planning. The program also helps secure funding for expenses related to education and training and manages a match program for participants in shelter and our rapid rehousing programs that save money, pay off debt, and increase their credit scores.

Community Advocacy

Through the Community Advocacy Program, Community Advocacy Specialists provide an immediate point of access for survivors throughout Boston. Specialists connect with survivors in our office and at partner sites, including health centers, district courts, homeless shelters, schools, and the Boston Family Justice Center. Specialists provide safety planning, advocacy, access to Casa Myrna's other supports, and linkages to other resources. Community Advocacy Specialists are also a critical source of information and support to staff at these organizations to help them identify warning signs and risk factors related to domestic violence. In addition to advocacy generalists, the Community Advocacy Program includes a Youth Specialist who provides advocacy for and support to young survivors of dating and domestic violence.

Children's Services

The Children's Services Program works to address the complex needs of children of all ages who have witnessed the abuse of their parent, helping them heal and recover from the trauma they have experienced. The program is based on the belief that strengthening the bond between parent and child is critically important to the healing process in the aftermath of domestic violence.

EVA Center:

In 2016, the EVA Center became a project of Casa Myrna. The EVA Center is a survivor led, social justice oriented organization whose mission is to empower women who have experienced sexual exploitation (prostitution, sex trafficking) to find solutions to the issues they face and exit the commercial sex industry. The EVA Center also works to challenge public perceptions and strongly advocate for specialized, survivor led, strength based programming that increases awareness of the many socio-economic and situational factors contributing to women and girls' entry into the sex trade. In 2017, Casa Myrna and the EVA Center partnered to create a housing program and additional advocacy and legal services to survivors of commercial sexual exploitation.

NOTE 2 *(Continued)*

SafeLink Hotline:

SafeLink is Massachusetts' statewide, 24/7, toll-free domestic violence hotline. Answering an average of 70-90 calls a day, or nearly 28,000 calls annually, SafeLink's multi-lingual advocates provide survivors with information, crisis intervention, safety planning and referrals to domestic violence organizations in their own communities. They also assist callers who may be friends, family, co-workers and human service providers, by providing education and resources about domestic violence. A critical component of SafeLink is the statewide Bed Update, which provides real-time information on the availability of space in domestic violence shelters across the state.

Education, Outreach and Awareness:

By raising the visibility of the issue, Casa Myrna hopes to increase attention, awareness, understanding and discussion - all of which are vital to eradicating domestic and dating violence. Casa Myrna works with youth, college students, and adults in a variety of settings to discuss topics such as patterns of control that lead to abuse, gender stereotypes, racism, poverty, community violence, the media's influence in promoting violence and disrespect, how language can contribute to the problem, and domestic violence in the family. Through public education, work with the media, engaging presentations and interactive workshops, Casa Myrna teaches the public how to recognize the warning signs of controlling, abusive and potentially dangerous intimate relationships, and provides resources on supporting survivors and ending domestic violence. Since 2008, our education and outreach work has included bi-annual statewide ad campaigns on mass transit systems throughout Massachusetts in both Spanish and English.

Casa Myrna's prevention and education initiatives also include our Peer Leader Program to raise awareness about the issue and educate Boston youth on healthy relationships and dating abuse. Peer leaders are paid Casa Myrna staff, and undergo full-time training during the summer and provide education during the school year.

Boston Region Domestic Violence Partnership:

In response to the growing need for access to safe shelter and other resources for domestic violence survivors affected by the global coronavirus pandemic, Casa Myrna created the Boston Region Domestic Violence Partnership. The Partnership is a growing collaboration between eight Boston area domestic violence organizations, four hospital-based domestic violence programs, and one university law clinic. As the lead partner, Casa Myrna applied for government and private funding to support the partners in: expanding shelter units to allow for physical distancing outside of our congregate shelters and expand emergency housing options for survivors who are unable to access shelter; providing personal protective equipment and food vouchers to survivors; providing rapid rehousing resources to move survivors from the temporary shelter units to housing; and to share resources and expertise. Through this collaboration, the partners are piloting creative ways to address survivors' needs for safe emergency housing beyond congregate shelter, to move to permanent housing, and to access support and expertise of different programs throughout our region - all having a lasting impact on the provision of domestic violence supports beyond the pandemic.

For more, see Note 16 on the impact of COVID-19.

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting:

The Organization's policy is to maintain its books and prepare its consolidated financial statements on the accrual basis of accounting in accordance with generally accepted accounting principles. Consequently, revenues and gains are recognized when earned, and expenses and losses are recognized when a liability has been incurred.

Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates; however, adherence to generally accepted accounting principles has, in management's opinion, resulted in reliable and consistent financial reporting by the Organization.

Principles of Consolidation:

These consolidated financial statements include the accounts of CMV and certain trusts in which CMV is the sole beneficiary. These trusts hold certain land and buildings and the related liabilities. The trusts are under common control by the Board of Directors of CMV. For the years presented, there were no financial transactions within the trusts and all activities represent the activities of Casa Myrna Vazquez, Inc.

Fair Value of Financial Instruments:

The Organization reports its fair value measures by using a three-level hierarchy that prioritizes the inputs used to measure fair value. This hierarchy, established by generally accepted accounting principles, requires that entities maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The three levels of inputs used to measure fair value are as follows:

Level 1 - Quoted prices for identical assets or liabilities in active markets to which the Organization has access at the measurement date.

Level 2 - Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly. Level 2 inputs include quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets in markets that are not active; observable inputs other than quoted prices for the asset or liability (for example, interest rate and yield curves); and inputs derived principally from, or corroborated by, observable market data by correlation or by other means.

Level 3 - Unobservable inputs for the asset or liability. Unobservable inputs should be used to measure the fair value to the extent that observable inputs are not available.

NOTE 3 *(Continued)*

The primary use of fair value measures in the Organization's consolidated financial statements are:

- Initial measurement of noncash gifts, including gifts of investment assets and unconditional promises to give
- Recurring measurement of investments

There have been no changes to this valuation methodology.

Financial Statement Presentation:

The Organization reports information regarding its consolidated financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions. These classifications are related to the existence or absence of donor-imposed restrictions as follows:

Net Assets Without Donor Restrictions - consists of assets, public support and program revenues which are available and used for operations and programs. Net assets without donor restrictions represents the portion of net assets of the Organization that are not restricted by donor-imposed stipulations. Contributions are considered available for use unless specifically restricted by the donor. In addition, net assets within this classification include funds which represent resources designated by the Board of Directors for specific purposes.

Net Assets With Donor Restrictions - includes funds with donor-imposed restrictions which permit the donee organization to expend the assets as specified and is satisfied either by the passage of time or by actions of the Organization. Resources of this nature originate from gifts, grants or bequests and may include investment income earned on restricted funds. These net assets may also include resources which have a donor-imposed restriction which stipulates that a portion of the assets are to be maintained in perpetuity, but permits the Organization to expend part or all of the income derived from the donated assets.

Accounts Receivable:

Accounts Receivable, Net represents amounts which are primarily due from government funded program service contracts and subcontracts and rent due from tenants. On a periodic basis, Management evaluates receivables and establishes an allowance for doubtful accounts, based on past collections and current credit conditions. A receivable is considered past due if payment has not been received within stated terms. The Organization will then exhaust all methods to collect the receivable. Once all practical resources to collect the receivable have been utilized without success, the receivable is deemed uncollectible and charged to the allowance for doubtful accounts. *Accounts Receivable, Net* are reported net of the estimated uncollectible balance of $52,325 as of June 30, 2021. In addition to the amounts charged to the provision for uncollectible accounts, *Bad Debt Expense* for the year ended June 30, 2021 includes $34,666 of receivables related to non-reimbursable costs on program service contracts that were written off during FY 2021.

NOTE 3 *(Continued)*

Gifts and Grants Receivable:

Gifts and Grants Receivable reflects the balance due on grant commitments, some of which are restricted for specific program purposes and/or time-restricted. The portion of grants receivable which is scheduled for payment in the coming fiscal year is classified as current, while commitments that exceed one year are classified as non-current. As of June 30, 2021, the non-current portion of grants receivable represents the final installment of a multi-year grant commitment that is due in FY 2023, and there were no non-current grants receivable as of June 30, 2020. Management considers these grant commitments to be fully collectible and therefore, has not established a reserve for uncollectible grants. For the years presented, Casa Myrna did not report any losses on unpaid grant commitments.

Property and Equipment:

Property, equipment, furnishing and improvement purchases in excess of $5,000 are capitalized at cost, if purchased, or if donated, at fair value at the date of receipt. Expenditures for maintenance, repairs and renewals are charged to expense as incurred, whereas major betterments are capitalized as additions to property and equipment.

Depreciation of property and equipment is computed using the straight-line method and is charged to activities over the following estimated useful lives of the assets, as expressed in terms of years.

Asset Category	Life
Buildings	40
Building Improvements	5 - 40
Furniture and Equipment	3 - 7

The Organization reviews its investments in real estate for impairment whenever events or changes in circumstances indicate that the carrying value of such property may not be recoverable. Recoverability is measured by a comparison of the carrying amounts of the real estate to the future net undiscounted cash flow expected to be generated by the rental property and any estimated proceeds from the eventual disposition of the real estate. If the real estate is considered to be impaired, the impairment to be recognized is measured at the amount by which the carrying amount of the real estate exceeds the fair value of the property. There were no impairment losses recognized in each of the years presented.

Investments:

The Organization maintains an investment portfolio which may include money market funds, equity securities and corporate bonds that are reported at fair value. Investment purchases are recorded at cost, or if donated at fair value on the date of donation. Thereafter, investments are reported at their fair values in the Consolidated Statements of Financial Position. Net investment return (loss) is reported in the Consolidated Statements of Activities and consists of interest and dividend income, realized and unrealized capital gains and losses, less external and direct internal investment expenses.

NOTE 3 *(Continued)*

Investments are classified as short or long-term depending upon the nature of the investments and the intentions of management. *Board Designated Investments* are intended for capital expenditures, including real estate acquisitions, and other long-term purposes, and therefore, are presented as long-term, non-current assets. *Endowment Investments* represent net assets with donor restrictions held in perpetuity; accordingly, the investments are classified as long-term regardless of the investment liquidity.

Endowment Funds:

As required by the Commonwealth of Massachusetts, the Organization follows the guidance of the Uniform Prudent Management of Institutional Funds Acts ("UPMIFA"). UPMIFA establishes law for the management of investment of donor-restricted endowment funds.

The Organization's spending policy for endowment funds provides that up to 3% of the fair value of such investments may be released annually for purposes of general operating spending. The 3% is calculated using the average market value of the pool over the last 20 calendar quarters, or as many periods as are available, in order to help to reduce the volatility of this income stream.

Pursuant to this policy, the amount which may be released is determined during the year and funds are disbursed from the investment funds to the Organization's operating accounts. Management's interpretation of state law is that the Organization may appropriate as much of the net appreciation as is prudent considering the Organization's long and short-term needs, present and anticipated financial requirements, expected total return on its investments, price level trends, and general economic conditions. In accordance with UPMIFA, the Organization considers the following factors in making a determination of whether to invest or appropriate donor-restricted endowment funds:

- The duration and preservation of the fund
- The purposes of the Organization and the donor-restricted endowment fund
- General economic conditions
- The possible effect of inflation and deflation
- The expected total return from income and the appreciation of investments
- Other resources of the Organization
- The investment policies of the Organization

Income and appreciation earned on endowment investments are classified as Net Assets With Donor Restrictions until appropriated for expenditure by the Board of Directors. From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or Massachusetts law requires the Organization to retain as a fund of perpetual duration. For the years presented, there were no funds of this nature. When applicable, deficiencies of this nature are reported in net assets without donor restrictions.

The Organization takes a conservative approach to investing its endowment funds, which are maintained in publicly traded mutual funds and cash equivalents.

NOTE 3 *(Continued)*

Debt Issuance Costs:

Debt issuance costs are presented as a reduction of the carrying amount of the debt rather than as an asset. Accordingly, costs incurred in connection with debt issuance are deferred and amortized on a straight-line basis over the life of the respective debt. These expenses are included in *Mortgage Interest* in the Consolidated Statements of Functional Expenses. Long-term debt is presented net of unamortized debt issuance costs in the accompanying Consolidated Statements of Financial Position.

Revenue Recognition:

Unit-Rate Agreements

As more fully detailed in Note 9, a significant portion of Casa Myrna's revenue is derived from unit-rate agreements with the Massachusetts Department of Public Health ("DPH") to provide funding for domestic violence programs. These programs are funded under DPH agreements pursuant to statewide rates for residential and community-based services. Residential services are billed on a monthly basis as services are provided based upon established rates per room night. Community-based services are also billed on a monthly basis as services are provided based upon a tiered accommodations basis rate which provides for a fixed monthly payment for a specified staffing pattern. Revenue is recognized as the services are provided and invoiced upon completion of the service delivery. The service period coincides with Casa Myrna's fiscal reporting period and, as the contracts were billed in full within each respective fiscal year end, there were no conditional balances at each year end presented. These agreements are subject to an annual renewal process and future funding is not guaranteed.

Cost-Reimbursement Agreements

Also disclosed in Note 9, Casa Myrna receives revenue from cost-reimbursement grants through the Massachusetts Office for Victim Assistance ("MOVA"), the U.S. Department of Justice Office on Violence Against Women ("OVW"), Federal Emergency Management Agency ("FEMA") (administered by the Commonwealth of Massachusetts) and the City of Boston which are conditional upon certain performance requirements and the incurrence of allowable qualifying expenses. Several grants administered by MOVA and the City of Boston also require a non-federal match as a condition to funding. Amounts received are recognized as revenue when Casa Myrna has incurred expenditures in compliance with specific contract or grant provisions. Casa Myrna invoices governmental agencies for reimbursement after such expenses have been incurred and does not receive payment in advance of service delivery. Therefore, as of June 30, 2021 and 2020, there was no obligation for conditional grant advances arising from these agreements in the accompanying financial statements. These agreements are subject to an annual renewal process and future funding is not guaranteed.

NOTE 3 *(Continued)*

Rental Income

In June 2019, the Organization purchased two adjacent buildings for its future headquarters that had existing commercial leases with various terms through May 2023. Rental revenue is recognized as earned. Rental income is presented net of allocable expenses, which include depreciation, interest and facility costs attributed to the rented property in the accompanying Consolidated Statements of Activities *(See Note 12).*

Contributions, Gifts and Grants:

Contributions are required to be recorded as receivables and revenues, and the Organization is required to distinguish between contributions received for each net asset category in accordance with donor-imposed restrictions.

The Organization recognizes contributions when cash, securities or other assets; an unconditional promise to give; or a notification of a beneficial interest is received. Conditional promises to give - that is, those with a measurable performance or other barrier and right of return - are not recognized until the conditions on which they depend have been met. Contributions of assets other than cash are reported at their estimated fair value.

Unconditional, multi-year commitments are recognized in the year during which the initial commitment was made. Contributions to be received after one year are discounted at an appropriate discount rate commensurate with the risk involved, when such amounts are considered material.

Support that is restricted by the donor is reported as an increase in net assets with donor restrictions until the restrictions expire, at which time the assets are reclassified to net assets without donor restrictions.

Donated Goods and Services:

Casa Myrna maintains a policy whereby contributions of donated non-cash assets are recorded at their fair value in the period received. Contributions of donated services that create or enhance nonfinancial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation, are recorded at their fair value in the period received.

Functional Expenses:

CMV allocates its expenses on a functional basis among its various programs and support services. Expenses that can be identified with a specific program and support service are allocated directly according to their natural expenditure classification. For the years presented, *Salaries, Payroll Taxes and Fringe Benefits* are allocated based on employee time and effort. *Rent, Utilities, Deprecation Expense, Mortgage Interest, Repairs and Maintenance,* and *Taxes and Insurance* are allocated based on square footage. Supporting services are those related to operating and managing Casa Myrna's and its programs on a day-to-day basis.

NOTE 3 *(Continued)*

Supporting services have been sub-classified as follows:

Administrative - includes all activities related to Casa Myrna's internal management and accounting for program services.

Fund Raising - includes all activities related to maintaining contributor information, writing grant proposals, distribution of materials and other similar projects related to the procurement of funds for Casa Myrna's programs.

Direct Costs of Rental Income - includes the occupancy costs allocated to the properties subject to the Organization's commercial leases *(See Note 12)*.

Tax Position:

The Organization currently evaluates all tax positions and makes a determination regarding the likelihood of those positions being upheld under review. The primary tax position made by CMV is the existence of Unrelated Business Income Tax and the Organization's status as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code.

The Organization does incur a liability for both federal and state income taxes on the income, if any, related to the operations of its leased commercial properties, which is classified as unrelated business income, as defined by IRC Section 512(a)(1). For the years presented, there were no income taxes due from the rental of commercial real estate. When applicable, the Organization recognizes the tax expense for unrelated business income when paid.

Recent Accounting Guidance:

Recently Implemented Standards

In June 2018, the FASB issued ASC Update No. 2018-08, (Topic 958) *Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made*. This ASU provides a more robust framework for determining whether a transaction should be accounted for as a contribution or as an exchange transaction. The ASU also provides additional guidance to help determine whether a contribution is conditional or unconditional. This standard was adopted by the Organization effective July 1, 2019.

In May 2014, the FASB issued ASC Update No. 2014-09, (Topic 606) *Revenue from Contracts with Customers*. This ASU is a comprehensive new revenue recognition model that requires an organization to recognize revenue to depict the transfer of goods or services to a customer at an amount that reflects the consideration it expects to receive in exchange for those goods or services. This updated guidance impacts not-for-profit entities that have revenue transactions other than contributions. In August 2015, the FASB deferred the effective date of ASC Update No. 2014-09 by one year when it issued ASC Update No. 2015-14, (Topic 606) *Revenue from Contracts with Customers*. This standard was adopted by the Organization effective July 1, 2020. Analysis of various provisions of this standard resulted in no significant changes in the way the Organization recognized revenue, and therefore no changes in the previously issued financial statements were required on a retrospective basis.

NOTE 3 *(Continued)*

Reclassifications:

Certain amounts in the FY 2020 comparative information have been reclassified to conform to the current year presentation. Reclassifications made to the prior year information have no impact on total net assets or changes in net assets.

NOTE 4 INVESTMENTS

As of June 30, 2021 and 2020, CMV's investment portfolio consists of the following:

	June 30, 2021		
Investment Type	Total Fair Value	Quoted Prices In Active Markets For Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)
Money Market Funds	$ 26,810	$ 26,810	$ -
Common Stock	1,390,412	1,390,412	-
Government, Agency and Corporate Bonds	519,301	-	519,301
Total	$1,936,523	$1,417,222	$519,301

	June 30, 2020		
Investment Type	Total Fair Value	Quoted Prices In Active Markets For Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)
Money Market Funds	$ 274,771	$ 274,771	$ -
Common Stock	1,004,272	1,004,272	-
Government, Agency and Corporate Bonds	409,256	-	409,256
Total	$1,688,299	$1,279,043	$409,256

Financial Statement Classification:	2021	2020
Board Designated Investments	$1,198,620	$1,076,041
Endowment Investments	737,903	612,258
Total	$1,936,523	$1,688,299

NOTE 4 *(Continued)*

Investment gains and losses consist of the following:

	2021	2020
Net Unrealized Gains (Losses) on Investments	$339,456	$ 50,132
Net Realized Gains (Losses) on Investments	67,613	(2,317)
Interest and Dividends	26,912	28,230
Investment Fees	(18,067)	(14,657)
Net Investment Return	$415,914	$ 61,388

The Organization uses the following ways to determine the fair value of its investments:

Money Market Funds: Determined by the published net asset value ("NAV") per unit at the end of the last trading day of the year, which is the basis for transactions at that date.

Common Stock: Traded on national securities exchanges and are determined by the published closing price on the last business day of the fiscal year.

Government, Agency and Corporate Bonds: Valued at the market quotations provided by brokers and dealers who used quotations for similar securities in active markets, which represents a market approach.

NOTE 5 PROPERTY AND EQUIPMENT

The following is a summary of the Organization's property and equipment as of June 30, 2021 and 2020:

Asset Category	Cost	Accumulated Depreciation	Net Book Value 2021
Land	$1,529,269	$ -	$1,529,269
Buildings and Improvements	6,033,379	1,687,349	4,346,030
Furniture and Equipment	38,548	38,548	-
Construction in Process	52,094	-	52,094
Total	$7,653,290	$1,725,897	$5,927,393

Asset Category	Cost	Accumulated Depreciation	Net Book Value 2020
Land	$1,529,269	$ -	$1,529,269
Buildings and Improvements	6,008,174	1,530,148	4,478,026
Furniture and Equipment	38,548	38,548	-
Total	$7,575,991	$1,568,696	$6,007,295

NOTE 6 LINE-OF-CREDIT

In June 2019, Casa Myrna obtained a line-of-credit with Cambridge Trust Company, that is due on demand, with a maximum available amount of $250,000 *(See Note 7).* During the year ended June 30, 2021, the maximum available amount on the line was increased to $1,000,000. The line-of-credit is secured by all business assets and the real estate located at Blue Hill Avenue and Warren Street, Dorchester, MA. Interest is calculated at the prime rate plus 0.5%, but not less than 3.75%. As of June 30, 2021 and 2020, the interest rate was 3.75%, and the line-of-credit carried a zero balance.

NOTE 7 MORTGAGE DEBT

City of Boston:

Casa Myrna has an interest only note payable to the City of Boston's Department of Neighborhood Development in the amount of $202,783. Interest of 3% is payable annually through April 2023, at which time any unpaid principal and interest are due. This note is secured by a first mortgage on land and a building which houses the Teen Parenting Program, located in Dorchester, MA.

Revenue Bonds:

The Organization secured financing for a portion of its building purchase with proceeds from tax-exempt bonds in the amount of $3,250,000, which were issued by the Massachusetts Development Finance Agency and purchased by Cambridge Trust Company. These bonds were issued on June 1, 2019, and the loan was fully advanced at closing. The bond bears interest at a fixed rate of 3.6%. Beginning July 2019, the repayment for the bonds will be over a 10-year term and consists of monthly interest and principal payments of $14,868, based on a 30-year mortgage-style amortization schedule.

Mortgage Note:

In addition to the revenue bonds, the Organization secured a mortgage in the amount of $1,250,000 from Cambridge Trust Company with a fixed interest rate of 4.56% per annum. Beginning July 2019, the repayment for the note will be over a 10-year term and consists of monthly interest and principal payments of $6,194, based on a 30-year amortization schedule.

The revenue bonds and mortgage note payable to Cambridge Trust Company are guaranteed by a security interest in substantially all assets of the Organization. The Organization is subject to certain financial and non-financial covenants as detailed in the financing agreements with Cambridge Trust.

As of June 30, 2021 and 2020, the outstanding balance on the preceding debt was $4,499,595 and $4,582,355, respectively. The principal portion scheduled for payment in FY 2022 is $86,032 and the remaining non-current portion due in subsequent years is presented on the following table.

NOTE 7 *(Continued)*

Fiscal Year Ending	Amount
June 30, 2023	$ 292,217
June 30, 2024	92,533
June 30, 2025	96,634
June 30, 2026	100,459
Thereafter*	3,818,720
Total Long-Term Debt	$4,400,563

*Net of Unamortized Debt Issuance Costs of $13,000.

NOTE 8 NET ASSETS WITH DONOR RESTRICTIONS

As of June 30, 2021 and 2020, net assets with donor restrictions consisted of the following balances:

Nature of Restriction	2021	2020
Appreciation on Endowment Investments	$ 347,903	$222,258
Endowment Assets Restricted in Perpetuity	390,000	390,000
Housing Programs	150,000	77,954
COVID-19 Operational Relief	155,561	-
Community-Based Programs	96,952	-
The EVA Center and Exit Program	91,667	191,667
Time Restricted, General Operations	38,750	20,000
Teen Parenting Program	30,000	-
Community Outreach and Advocacy	15,125	-
Total	$1,315,958	$901,879

For the years presented, net assets were released from restriction for the following programs and purposes:

Nature of Restriction	2021	2020
COVID-19 Operational Relief	$ 716,299	$ 331,280
Paycheck Protection Program	674,279	-
The EVA Center and Exit Program	139,550	440,100
Teen Parenting Program	112,000	91,850
Housing Programs	97,954	88,246
Legal Advocacy	57,000	53,500
Time Restricted, General Operations	56,000	21,500
Community Outreach and Advocacy	32,500	48,500
Endowment Appropriation	15,380	-
Community-Based Programs	5,548	-
SafeLink Hotline	-	10,000
Total	$1,906,510	$1,084,976

NOTE 8 *(Continued)*

In FY 2020, the Organization received a $250,000 donation for the EVA Center. A portion of the funds were used for operations during that fiscal year. The remaining funds were used to establish the EVA Center Fund in accordance with the donor's intention. These monies have been placed in a separate account to be used as needed to support the EVA Center Program and is reported as *Program Initiative Reserves*, representing net assets without donor restrictions in the accompanying Consolidated Statements of Financial Position.

The composition of and changes in donor-designated endowment net assets for the years ended June 30, 2021 and 2020 were as follows:

	With Donor Restrictions		Total
	Original Gift Amount	Net Appreciation	Endowment Net Assets
Endowment Net Assets, July 1, 2019	$390,000	$196,333	$586,333
Investment Return	-	25,925	25,925
Endowment Net Assets, June 30, 2020	390,000	222,258	612,258
Appropriation	-	(15,380)	(15,380)
Investment Return	-	141,025	141,025
Endowment Net Assets, June 30, 2021	$390,000	$347,903	$737,903

NOTE 9 GOVERNMENT FUNDED CONTRACTS AND GRANTS

Commonwealth of Massachusetts - Department of Public Health ("DPH"):

For many years, Casa Myrna has contracted with the Commonwealth of Massachusetts in several purchase-of-service arrangements under domestic violence programs that provided funding for the emergency shelter, the teen residential program, the SafeLink Hotline program, and community-based service programs, which are currently administered by the DPH. The aggregate funding these from contracts amounted to $2,358,358 in FY 2021 and $1,950,990 in FY 2020. The contract for the SafeLink Hotline program is administered on a cost reimbursement basis while the residential program is administered on unit rates per bed/room nights, and the community-based contract is payable at fixed monthly rates within a tiered system based upon the level of staffing committed to the program.

NOTE 9 *(Continued)*

U.S. Department of Justice ("DOJ"):

During the years presented, Casa Myrna was the recipient of three direct federal awards through the DOJ Office on Violence Against Women ("OVW"). The first award supports CMV's Legal Advocacy Program and was funded under the federal *Legal Assistance for Victims Grant Program* with a three-year term expiring September 30, 2022 and a maximum budget of $600,000. The second award is funded under the *Grant Program to Address Children and Youth Experiencing Domestic and Sexual Assault and Engage Men and Boys as Allies* with a three-year budget of $750,000 expiring September 30, 2021. The third award relates to OVW's Trial Court Program, which is funded under the federal program, *Justice System's Response to Families*, with total funding of $240,767 through September 30, 2021. This grant supports staffing for a legal advocate at the EVA Center.

CMV receives additional DOJ funds under the Victims of Crime Act ("VOCA") under cost-reimbursement agreements through the Massachusetts Office for Victim Assistance ("MOVA"). These grants significantly expanded Casa Myrna's programming capacity for legal advocacy, community-based advocacy and an exit program for survivors of commercial sexual exploitation. Additional funds were received for emergency support in response to the COVID-19 pandemic. These grants provided funding totaling $2,187,180 and $2,106,548, respectively, for the years ended June 30, 2021 and 2020.

Total revenue received through DOJ funded programs was $2,453,947 and $2,303,650 for the years ended June 30, 2021 and 2020, respectively.

U.S. Department of Housing and Urban Development ("HUD"):

Casa Myrna received funding from HUD through the City of Boston for Rapid Rehousing, under two contracts which renew annually on November 1, with maximum two-year funding of $2,039,520 that expire on October 31, 2021. During the year ended June 30, 2021, Casa Myrna received additional funding from HUD and the City of Boston related to the Rapid Rehousing programs, including emergency rehousing services during the COVID-19 pandemic for an additional forty families as well as implementing a new Rapid Rehousing and Peer Navigation program to serve 18-24 year olds experiencing homelessness. The terms of these contracts run through June 30, 2022 with a maximum obligation of $1,276,020. Contracts with HUD related to Rapid Rehousing provided funding totaling $1,019,429 and $525,302, respectively, for the years ended June 30, 2021 and 2020.

In FY 2021 and FY 2020, additional contract funding of approximately $35,000 per year was received under the Community Development Block Grant Program, also administered by the City of Boston, and provided funding for Casa Myrna's economic development program.

NOTE 9 *(Continued)*

Total funds received through HUD sources amounted to $1,054,429 and $560,273 for the years ended June 30, 2021 and 2020, respectively.

Federal Emergency Management Agency ("FEMA"):

On March 10th, 2020, Governor Baker issued a State of Emergency in response to COVID-19, recognizing the need to facilitate and expedite the use of Commonwealth resources to protect people from the impacts of the spread of COVID-19. On this date, DHCD requested that their existing vendors providing emergency shelter services begin tracking increased expenses related to providing safe shelter during the pandemic. Additionally, on March 15, 2020, DHCD released written requirements to emergency shelters across Massachusetts with expectations for precautionary social distancing and safe sheltering in accordance with DPH and CDC COVID-19 health and safety precautions. In response to the State of Emergency, the FEMA funds were provided for the primary purpose of depopulating congregate living shelters and relocating people to hotels and similar extended stay short term rentals during the COVID-19 pandemic.

As the lead agent for the Boston Region Domestic Violence Partnership described in Note 2, CMV received and coordinated the reimbursement of FEMA funds. These funds must be used to prevent, prepare for, and respond to coronavirus among individuals and families who are homeless or receiving homeless assistance and to support additional homeless assistance and homelessness prevention activities to mitigate the impacts created by coronavirus. The Massachusetts Department of Housing and Community Development ("DHCD"), who administered FEMA funds, awarded Casa Myrna a FEMA grant with a maximum obligation of $2,000,000. The term of the grant is July 1, 2020 through September 30, 2021 and allowed reimbursement retroactive to March 13, 2020. Total funds received through FEMA amounted to $1,033,696 for the year ended June 30, 2021.

NOTE 10 CONDITIONAL GRANTS AND COMMITMENTS

During the year ended June 30, 2021, the Organization was awarded a three-year grant totaling $187,500 from Massachusetts General Hospital ("MGH"). The first installment of $62,500 was recognized in FY 2021 as *Gifts, Grants and Contributions* in the accompanying Consolidated Statement of Activities. The remaining installments of $62,500 per year in FY 2022 and FY 2023 are subject to specific conditions. Since the terms of the conditional components of the grant commitment had not been met as of June 30, 2021, the aggregate conditional commitment of $125,000 has not been recognized in the accompanying consolidated financial statements.

As of June 30, 2021 and 2020, the aggregate conditional funding remaining on the government funded grants as disclosed in Note 9 was $2,109,854 and $672,577, respectively.

NOTE 11 DONATED GOODS AND SERVICES

For the years presented, the Organization recognized the following in-kind contributions in the consolidated financial statements:

Description	2021	2020
EVA House Rent	$120,000	$120,000
Legal Interns	31,535	5,440
Mental Health Interns	35,390	25,300
Program Supplies	213,472	111,328
Other Services	3,600	3,600
Total	$403,997	$265,668

NOTE 12 RENTAL INCOME

Rental Income, Net consists of the following amounts for the years ended:

	2021	2020
Rental Income	$ 169,446	$ 334,824
Less: Rental Expenses	(109,911)	(330,247)
Rental Income, Net	$ 59,535	$ 4,577

As of June 30, 2021, the aggregate minimum rental payments due under non-cancelable commercial leases are scheduled below.

Fiscal Year Ending	Amount
June 30, 2022	$114,536
June 30, 2023	109,383
June 30, 2024	18,792
Total	$242,711

NOTE 13 OPERATING LEASES

In June 2019, the Organization signed a one-year operating lease for temporary program and administrative office space which began on June 15, 2019, with a base annual rent of $60,000, payable in monthly installments of $5,000. At the conclusion of the one-year term, the lease agreement converted to a month-to-month arrangement, and Casa Myrna continues to occupy the temporary space as of June 30, 2021.

NOTE 14 EMPLOYEE BENEFIT PLAN

Casa Myrna Vazquez, Inc. maintains a 403(b) retirement savings plan covering all eligible employees. The plan allows eligible employees of the Organization to defer a percentage of their earnings from current taxation by investing in mutual funds. For the years ended June 30, 2021 and 2020, the Board of Directors authorized a match of 50%, up to 4% of eligible compensation; therefore, an expense of $60,585 and $69,226, respectively, was recognized and reported as *Payroll Taxes and Fringe Benefits* in the accompanying Consolidated Statements of Functional Expenses.

NOTE 15 CONCENTRATIONS

Cash and Investments:

The Organization is subject to concentrations in credit risk relating to cash and investments. For each of the years presented, the Organization's cash deposits are held primarily in one bank. Cash balances are insured by the Federal Deposit Insurance Corporation ("FDIC") up to $250,000 per institution. The Organization had $316,090 and $505,382 in excess of federally insured limits as of June 30, 2021 and 2020, respectively; however, the Organization has not experienced any losses on such accounts and management considers credit risk on cash to be low.

The Organization invests in professionally managed money market funds, bonds, and mutual funds. The Organization's investments are exposed to various risks, such as fluctuations in market value, and credit risk. Thus, it is at least reasonably possible that changes in the near term could materially affect investment balances. The brokerage service is a member of the Securities Investor Protection Corporation ("SIPC") which protects securities customers of its members up to $500,000, including $250,000 for claims of cash. The Organization's investment performance is reviewed by the Board of Directors on a periodic basis.

Contract Revenue and Accounts Receivable, Program Services:

Approximately 20% and 30% of total support and revenues and 31% and 64% of accounts receivable from program services are related to VOCA funded contracts through MOVA as of and for the years ended June 30, 2021 and 2020, respectively.

Approximately 21% and 28% of total support and revenues are related to contracts with the Commonwealth of Massachusetts DPH for the years ended June 30, 2021 and 2020, respectively.

Approximately 35% of accounts receivable from program services are related to FEMA assistance administered by DHCD as of June 30, 2021.

These contracts are subject to possible audit by the appropriate government agencies. In the opinion of Management, the results of such audits, if any, will not have a material effect on the consolidated financial position of CMV as of June 30, 2021 and 2020, or on its change in net assets for the years then ended.

Gifts and Grants Receivable:

As of June 30, 2021, amounts due from two funders accounted for 46% of *Gifts and Grants Receivable.*

As of June 30, 2020, amounts due from one funder accounted for 100% of *Gifts and Grants Receivable*.

NOTE 16 CONTINGENCIES

Surplus Revenue Retention:

The Commonwealth of Massachusetts Operational Services Division's ("OSD") regulation, 808 CMR 1.19(3), *Not-for-Profit Surplus Revenue Retention*, allows social service providers to retain a surplus up to twenty percent of total revenues attributable to or generated by Commonwealth agreements for the provision of social services to clients of the Commonwealth and to use such surplus revenue for charitable purposes of the Organization. Amounts that exceed the threshold may be subject to recoupment by the Commonwealth. Management concludes that Casa Myrna is in compliance with the OSD requirements.

Legal Matters:

In the ordinary course of the Organization's business, the Organization is from time-to-time involved in lawsuits. The Organization denies any wrongdoing in these cases and is taking the appropriate legal steps in defense of these disputes. It is the Organization's position that any potential settlement would not be material to the accompanying consolidated financial statements.

Impact of COVID-19:

In early 2020, an outbreak of a novel strain of coronavirus (COVID-19) emerged globally. As a result, events have occurred including mandates from federal, state and local authorities leading to an overall decline in economic activity which could result in a loss of grants, contributions, revenue and other material adverse effects to the Organization's financial position, change in net assets and cash flows. Simultaneously, the Organization experienced a dramatic increase in its provision of financial support for domestic violence survivors affected by the pandemic. The Organization is not able to estimate the length of severity of this outbreak and the related financial impact. Management plans to adjust its operations accordingly and will continue to assess and monitor the situation as it evolves.

In order to prevent the spread of the virus in congregate settings and assist survivors fleeing abuse when shelter was unavailable, Casa Myrna secured additional residential units in hotels and apartments during the years ended June 30, 2021 and 2020, including 22 units in executive apartment buildings in the Boston area. The funding for these additional units was made possible with COVID-related funding from government and private sources and, in part, through the Organization's creation of a Boston Region Domestic Violence Partnership to expand emergency shelter support for survivors. Boston Resiliency Funds were received to pay for temporary shelter unit expenses through December 31, 2021, with Casa Myrna as the lead agent in charge of disbursing funds to the collaboration members. In addition to the temporary shelter expenses, Casa Myrna also provided financial assistance and resources to its participants, which included food vouchers, rental assistance, utility assistance, personal protective equipment and cleaning supplies, transportation, clothing, diapers, and other basic needs. Casa Myrna was able to retain all staff members, providing premium pay for staff working on-site in the shelter programs, and provide services and financial assistance to meet the needs of survivors.

NOTE 16 *(Continued)*

Paycheck Protection Program Loan:

Casa Myrna received a loan in the amount of $674,279 from Cambridge Trust Company through the Paycheck Protection Program established by the U.S. CARES Act (the "PPP Loan") on April 14, 2020. The loan was uncollateralized and was fully guaranteed by the Federal government. As permitted by the AICPA, the Organization elected to account for the expected forgivable portion of this loan as a conditional grant commitment and use a 24-week covered period which expired on September 29, 2020. As of June 30, 2020, the Organization recorded the loan as a *Conditional Grant Advance*, a current liability. As of June 30, 2021, CMV has incurred $674,279 of qualifying costs, which has been recognized as grant revenue for the fiscal year then ended. Subsequent to year end, the loan forgiveness application was approved by the SBA on July 28, 2021.

NOTE 17 LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The following table reflects the Organization's financial assets as of June 30, 2021 and 2020, reduced by amounts not available for general expenditure within one year. Financial assets are considered unavailable when illiquid or not convertible to cash within one year or because the governing board has set aside the funds for a specific contingency reserve, capital investment or other long-term investments or when restricted by donors for purposes more limited than general expenditures.

	2021	2020
Financial Assets:		
Cash	$ 629,768	$ 564,756
Investments	1,936,523	1,688,299
Accounts Receivable	2,002,747	1,492,836
Gifts and Grants Receivable	195,325	99,813
Total Financial Assets as of June 30th	4,764,363	3,845,704
Less Amounts Not Available to be Used Within One Year:		
Program Initiative Reserves	(200,000)	(200,000)
Board Designated Funds, Net of Estimated Appropriation	(1,198,620)	(1,076,041)
Endowment Investments	(737,903)	(612,258)
Gifts and Grants Receivable, Non-Current	(15,000)	-
Financial Assets Available to Meet General Expenditures Within One Year	$ 2,612,840	$ 1,957,405

As part of the Organization's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. Additionally, the Organization is subject to certain liquidity covenants as part of the financing agreements with Cambridge Trust Company *(See Note 7)*. To help manage unanticipated liquidity needs, the Organization has a committed line of credit of $1,000,000, which it could draw upon. See Note 6 for information about the Organization's line-of-credit.

For purposes of analyzing resources available to meet general expenditures over a twelve-month period, the Organization considers all expenditures related to its ongoing activities of operating programs as well as the conduct of services undertaken to support those activities to be general expenditures.

NOTE 18 SUBSEQUENT EVENTS

Management is required to consider events subsequent to the financial statement date for potential adjustment to or disclosure in the consolidated financial statements. Therefore, Management has evaluated subsequent events through May 12, 2022, the date which the consolidated financial statements were available for issue and noted the following event which met the disclosure criteria.

Forgiveness of PPP Loan:

As disclosed in Note 16, on July 28, 2021, the SBA forgave the PPP Loan in full.