CASA MYRNA VAZQUEZ, INC.
AND AFFILIATES

CONSOLIDATED FINANCIAL STATEMENTS

with

INDEPENDENT AUDITORS' REPORT

YEARS ENDED JUNE 30, 2023 AND 2022

Smith Sullivan
& Brown PC
CERTIFIED PUBLIC ACCOUNTANTS
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CASA MYRNA VAZQUEZ, INC.
AND AFFILIATES

REPORT ON CONSOLIDATED FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2023 AND 2022

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, 2023 AND 2022

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

Opinion

We have audited the accompanying consolidated financial statements of Casa Myrna Vazquez, Inc. (a Massachusetts nonprofit organization) and Affiliates, which comprise the consolidated statements of financial position as of June 30, 2023 and 2022, and the related consolidated statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the 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, 2023 and 2022, and the changes in their net assets and their cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America ("GAAS") and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Casa Myrna Vazquez, Inc. and Affiliates and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Casa Myrna Vazquez, Inc. and Affiliates' ability to continue as a going concern within one year after the date that the consolidated financial statements are available to be issued.

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will 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, including omissions, 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 consolidated financial statements.

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the consolidated 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 consolidated 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 Casa Myrna Vazquez, Inc. and Affiliates' 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 consolidated financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Casa Myrna Vazquez, Inc. and Affiliates' 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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 14, 2023 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of 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, P.C.

Westborough, Massachusetts
November 14, 2023

CASA MYRNA VAZQUEZ, INC. AND AFFILIATES

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS OF JUNE 30, 2023 AND 2022

ASSETS

	2023	2022
CURRENT ASSETS:		
Cash	$ 48,965	$ 469,599
Accounts Receivable, Net	1,720,055	1,601,235
Gifts and Grants Receivable, Current	419,218	69,250
Prepaid Expenses	142,646	60,492
Total Current Assets	2,330,884	2,200,576
PROPERTY AND EQUIPMENT, NET	5,641,578	5,816,529
LONG-TERM INVESTMENTS:		
Board Designated Investments	1,003,887	994,952
Endowment Investments	706,371	643,331
Total Long-Term Investments	1,710,258	1,638,283
OTHER ASSETS:		
Program Initiative Reserves	200,000	200,000
Gifts and Grants Receivable, Non-Current	315,000	22,500
Total Other Assets	515,000	222,500
TOTAL ASSETS	$ 10,197,720	$ 9,877,888

LIABILITIES AND NET ASSETS

	2023	2022
CURRENT LIABILITIES:		
Current Portion of Long-Term Debt	$ 92,533	$ 292,217
Accounts Payable and Accrued Expenses	472,578	286,375
Accrued Payroll and Related Costs	350,188	385,200
Tenant Security Deposits	10,908	10,908
Deferred Revenue	4,698	-
Total Current Liabilities	930,905	974,700
LONG-TERM DEBT, NET OF CURRENT PORTION	4,221,849	4,109,970
TOTAL LIABILITIES	5,152,754	5,084,670
NET ASSETS:		
Without Donor Restrictions:		
Operating	1,067,512	1,337,371
Program Initiative Reserves	200,000	200,000
Board Designated	1,003,887	994,952
Invested in Property and Equipment	1,327,196	1,414,342
Total Net Assets Without Donor Restrictions	3,598,595	3,946,665
With Donor Restrictions	1,446,371	846,553
Total Net Assets	5,044,966	4,793,218
TOTAL LIABILITIES AND NET ASSETS	$ 10,197,720	$ 9,877,888

CASA MYRNA VAZQUEZ, INC. AND AFFILIATES

CONSOLIDATED STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

	2023			2022		
	WITHOUT DONOR RESTRICTIONS	WITH DONOR RESTRICTIONS	TOTAL	WITHOUT DONOR RESTRICTIONS	WITH DONOR RESTRICTIONS	TOTAL
SUPPORT, REVENUES AND RECLASSIFICATIONS:						
Support and Revenues:						
Government Grants and Subgrants	$ 7,202,234	$ -	$ 7,202,234	$ 7,304,763	$ -	$ 7,304,763
Program Service Revenues	15,688	-	15,688	184,986	-	184,986
Gifts, Grants and Contributions	735,347	1,076,321	1,811,668	779,472	655,321	1,434,793
Special Event Proceeds	143,346	-	143,346	189,757	-	189,757
Donated Goods and Services	403,281	-	403,281	499,614	-	499,614
Net Investment Return (Loss)	108,935	63,040	171,975	(139,872)	(78,356)	(218,228)
Rental Income, Net	62,493	-	62,493	21,328	-	21,328
Interest Income	20	-	20	25	-	25
Reclassification of Net Assets - Released from Restrictions:						
Program Restrictions	524,543	(524,543)	-	988,904	(988,904)	-
Lapse of Time Restrictions	15,000	(15,000)	-	41,250	(41,250)	-
Endowment Appropriation	-	-	-	16,216	(16,216)	-
TOTAL SUPPORT, REVENUES AND RECLASSIFICATIONS	**9,210,887**	**599,818**	**9,810,705**	**9,886,443**	**(469,405)**	**9,417,038**
EXPENSES:						
Program Services:						
Residential	3,807,068	-	3,807,068	3,804,327	-	3,804,327
The EVA Center	975,860	-	975,860	1,031,919	-	1,031,919
Supportive Services	2,211,695	-	2,211,695	3,112,535	-	3,112,535
Safelink, Education and Prevention	1,406,479	-	1,406,479	1,000,780	-	1,000,780
Total Program Services	8,401,102	-	8,401,102	8,949,561	-	8,949,561
Supporting Services:						
Administrative	685,764	-	685,764	496,644	-	496,644
Fund Raising	472,091	-	472,091	409,775	-	409,775
Total Supporting Services	1,157,855	-	1,157,855	906,419	-	906,419
TOTAL EXPENSES	**9,558,957**	**-**	**9,558,957**	**9,855,980**	**-**	**9,855,980**
CHANGE IN NET ASSETS	**(348,070)**	**599,818**	**251,748**	**30,463**	**(469,405)**	**(438,942)**
NET ASSETS - BEGINNING OF YEAR	**3,946,665**	**846,553**	**4,793,218**	**3,916,202**	**1,315,958**	**5,232,160**
NET ASSETS - END OF YEAR	**$ 3,598,595**	**$ 1,446,371**	**$ 5,044,966**	**$ 3,946,665**	**$ 846,553**	**$ 4,793,218**

CASA MYRNA VAZQUEZ, INC. AND AFFILIATES

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2023
(With Summarized Comparative Consolidated Totals for 2022)

	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 2023	TOTAL FUNCTIONAL EXPENSES 2022
PERSONNEL AND RELATED COSTS:										
Salaries	$ 1,181,772	$ 385,593	$ 1,209,853	$ 670,879	$ 3,448,097	$ 348,630	$ 298,306	$ -	$ 4,095,033	$ 4,052,697
Payroll Taxes and Fringe Benefits	222,792	84,495	300,202	138,266	745,755	83,642	52,060	-	881,457	883,092
Total Personnel and Related Costs	1,404,564	470,088	1,510,055	809,145	4,193,852	432,272	350,366	-	4,976,490	4,935,789
OCCUPANCY:										
Donated Residential Space	-	120,000	-	-	120,000	-	-	-	120,000	120,000
Utilities	33,944	14,336	13,646	6,539	68,465	21,925	2,353	-	92,743	81,944
Depreciation Expense	80,745	2,676	53,738	10,830	147,989	2,106	154	24,702	174,951	175,952
Mortgage Interest	22,234	2,109	48,852	43,741	116,936	7,852	12,604	33,629	171,021	174,420
Repairs and Maintenance	58,842	7,530	32,850	28,946	128,168	9,341	8,336	-	145,845	125,971
Taxes and Insurance	25,899	8,153	35,534	26,314	95,900	3,897	3,621	13,211	116,629	143,762
Total Occupancy	221,664	154,804	184,620	116,370	677,458	45,121	27,068	71,542	821,189	822,049
OTHER EXPENSES:										
Direct Care and Programmatic Subcontractors	-	-	32,794	433,080	465,874	-	-	-	465,874	291,341
Professional Fees	26,629	20,761	32,641	5,651	85,682	95,211	50,287	-	231,180	265,735
Volunteer Services	-	-	162,982	-	162,982	-	-	-	162,982	162,982
Supplies and Materials	105,275	12,233	56,613	16,895	191,016	15,057	1,450	-	207,523	311,731
Telephone and Communications	22,150	17,454	19,659	8,438	67,701	3,595	2,891	-	74,187	83,705
Rental Assistance	1,442,943	550	-	-	1,443,493	-	-	-	1,443,493	1,555,825
Other Direct Client Assistance	543,375	172,454	93,730	3,597	813,156	131	226	-	813,513	1,195,823
Small Equipment and Equipment Rental	19,594	14,179	13,517	3,064	50,354	17,467	921	-	68,742	54,683
Insurance	-	-	10,115	-	10,115	11,665	-	-	21,780	9,154
Printing and Postage	780	507	1,600	372	3,259	465	207	-	3,931	10,123
Travel	8,563	14,771	6,746	404	30,484	471	382	-	31,337	38,729
Dues and Subscriptions	4,458	4,836	8,037	5,470	22,801	31,656	10,959	-	65,416	59,039
Training	4,383	72,483	74,321	2,882	154,069	7,861	27	-	161,957	100,563
Community and Fundraising Events	-	53	406	-	459	5,116	14,589	-	20,164	34,724
Interest Expense	802	-	-	-	802	12,308	-	-	13,110	-
Miscellaneous	1,888	20,687	3,859	1,111	27,545	7,368	12,718	-	47,631	35,057
Total Other Expenses	2,180,840	350,968	517,020	480,964	3,529,792	208,371	94,657	-	3,832,820	4,209,214
Total Functional Expenses	**3,807,068**	**975,860**	**2,211,695**	**1,406,479**	**8,401,102**	**685,764**	**472,091**	**71,542**	**9,630,499**	**9,967,052**
Less: Costs of Rental Income	-	-	-	-	-	-	-	(71,542)	(71,542)	(111,072)
Total Expenses Per Statement of Activities	**$ 3,807,068**	**$ 975,860**	**$ 2,211,695**	**$ 1,406,479**	**$ 8,401,102**	**$ 685,764**	**$ 472,091**	**$ -**	**$ 9,558,957**	**$ 9,855,980**

CASA MYRNA VAZQUEZ, INC. AND AFFILIATES

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2022

	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	$ 1,197,370	$ 476,337	$ 1,269,502	$ 586,081	$ 3,529,290	$ 255,715	$ 252,238	$ 15,454	$ 4,052,697
Payroll Taxes and Fringe Benefits	227,156	110,624	307,282	117,507	762,569	70,577	46,088	3,858	883,092
Total Personnel and Related Costs	1,424,526	586,961	1,576,784	703,588	4,291,859	326,292	298,326	19,312	4,935,789
OCCUPANCY:									
Donated Residential Space	-	120,000	-	-	120,000	-	-	-	120,000
Utilities	32,994	13,724	10,061	6,453	63,232	16,345	422	1,945	81,944
Depreciation Expense	72,567	1,950	39,169	7,894	121,580	29,106	112	25,154	175,952
Mortgage Interest	27,101	3,309	65,108	17,983	113,501	14,952	11,639	34,328	174,420
Repairs and Maintenance	55,617	15,405	23,176	14,624	108,822	2,797	169	14,183	125,971
Taxes and Insurance	32,956	12,054	42,590	31,302	118,902	4,255	4,455	16,150	143,762
Total Occupancy	221,235	166,442	180,104	78,256	646,037	67,455	16,797	91,760	822,049
OTHER EXPENSES:									
Direct Care and Programmatic Subcontractors	-	-	121,341	170,000	291,341	-	-	-	291,341
Professional Fees	142,108	18,123	13,487	14,409	188,127	48,044	29,564	-	265,735
Volunteer Services	-	-	162,982	-	162,982	-	-	-	162,982
Supplies and Materials	184,259	28,303	75,142	8,459	296,163	12,718	2,850	-	311,731
Telephone and Communications	25,614	17,218	22,145	12,011	76,988	3,603	3,114	-	83,705
Rental Assistance	1,554,575	1,250	-	-	1,555,825	-	-	-	1,555,825
Other Direct Client Assistance	207,241	127,510	861,022	50	1,195,823	-	-	-	1,195,823
Small Equipment and Equipment Rental	7,286	15,094	18,938	3,436	44,754	8,939	990	-	54,683
Insurance	-	-	-	-	-	9,154	-	-	9,154
Printing and Postage	497	502	2,696	834	4,529	1,014	4,580	-	10,123
Travel	12,924	20,259	5,253	78	38,514	176	39	-	38,729
Dues and Subscriptions	18,541	4,997	13,821	3,490	40,849	13,625	4,565	-	59,039
Training	2,133	41,974	50,341	4,313	98,761	1,802	-	-	100,563
Community and Fundraising Events	-	-	-	500	500	-	34,224	-	34,724
Miscellaneous	3,388	3,286	8,479	1,356	16,509	3,822	14,726	-	35,057
Total Other Expenses	2,158,566	278,516	1,355,647	218,936	4,011,665	102,897	94,652	-	4,209,214
Total Functional Expenses	**3,804,327**	**1,031,919**	**3,112,535**	**1,000,780**	**8,949,561**	**496,644**	**409,775**	**111,072**	**9,967,052**
Less: Costs of Rental Income	-	-	-	-	-	-	-	(111,072)	(111,072)
Total Expenses Per Statement of Activities	**$ 3,804,327**	**$ 1,031,919**	**$ 3,112,535**	**$ 1,000,780**	**$ 8,949,561**	**$ 496,644**	**$ 409,775**	**$ -**	**$ 9,855,980**

CASA MYRNA VAZQUEZ, INC. AND AFFILIATES

CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in Net Assets	$ 251,748	$ (438,942)
Adjustments to Reconcile the Above to Net Cash Provided (Used) by Operating Activities:		
Depreciation Expense	174,951	175,952
Net Investment (Return) Loss	(171,975)	218,228
(Increase) Decrease in Current Assets:		
Accounts Receivable	(118,820)	401,512
Gifts and Grants Receivable	(349,968)	111,075
Prepaid Expenses	(82,154)	(39,379)
Increase (Decrease) in Current Liabilities:		
Accounts Payable and Accrued Expenses	186,203	(294,001)
Accrued Payroll and Related Costs	(35,012)	35,072
Deferred Revenue	4,698	(52,702)
(Increase) Decrease in Non-Current Assets:		
Gifts and Grants Receivable	(292,500)	(7,500)
Net Adjustment	(684,577)	548,257
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	**(432,829)**	**109,315**
CASH FLOWS FROM INVESTING ACTIVITIES:		
Net Proceeds from Sales of Investments	100,000	80,012
Net Cash Outlay for Purchase of Building Improvements	-	(65,088)
Net Cash Flows from Investing Activities	100,000	14,924
CASH FLOWS FROM FINANCING ACTIVITIES:		
Principal Repayments on Notes Payable	(87,805)	(84,408)
Net Cash Flows from Financing Activities	(87,805)	(84,408)
NET INCREASE (DECREASE) IN CASH BALANCES	**(420,634)**	**39,831**
CASH BALANCES - BEGINNING OF YEAR	**669,599**	**629,768**
CASH BALANCES - END OF YEAR	**$ 248,965**	**$ 669,599**
Cash Balances :		
Cash	*$ 48,965*	*$ 469,599*
Program Initaitive Reserves	*200,000*	*200,000*
Total Cash Balances	*$ 248,965*	*$ 669,599*
Supplemental Disclosure :		
Interest Paid	*$ 171,021*	*$ 174,420*

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 28,000 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 are described below.

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. Survivors work with 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 for up to two years from Casa Myrna.

Supportive Domestic Violence Service:

Through our comprehensive provision of supports, survivors acquire safety, overcoming the trauma they have experienced and develop 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. 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 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 items.

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 a six-session workshop series 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

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, and schools. Specialists provide safety planning, advocacy, access to Casa Myrna's other supports, and linkages to other resources. Specialists are also a critical source of information and support to staff at those 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 multilingual 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.

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.

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting:

The consolidated financial statements of Casa Myrna Vazquez, Inc. and Affiliates have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles ("GAAP") and accordingly, reflect all significant receivables, payables and other liabilities.

Estimates:

The preparation of consolidated financial statements in conformity with GAAP 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

Financial Statement Presentation:

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

Net Assets Without Donor Restrictions - Net assets without donor restrictions are resources available to support operations and not subject to donor restrictions. 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 - Some restrictions are temporary in nature, such as those that are restricted by a donor for use for a particular purpose or in a particular future period. Other restrictions may be perpetual in nature; such as those that are restricted by a donor that the resources be maintained in perpetuity. For the years presented, Casa Myrna has an endowment fund which is required to be maintained in perpetuity, but the Organization is permitted to expend part of the income derived from this asset as outlined in the endowment policy. The Organization's unspent contributions are reported in net assets with donor restrictions if the donor limited their use, as are promised contributions that are not yet due. Contributions of property and equipment or cash restricted to acquisition of property and equipment are reported as net assets with donor restrictions if the donor has restricted the use of the property or equipment to a particular program. These restrictions expire when the assets are placed in service.

Accounts Receivable:

Accounts Receivable, Net represents amounts which are primarily due from government funded program service grants and subgrants 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, 2023 and 2022. There was no bad debt expense for the years ended June 30, 2023 and 2022.

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, 2023 and 2022, the non-current portion of grants receivable are due within three and two years, respectively. 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.

Leases:

The Organization determines if an arrangement is a lease at inception. When the standards apply, operating leases are included in operating lease right-of-use (“ROU”) assets and operating lease liabilities in the Consolidated Statements of Financial Position. ROU assets represent the right to use an underlying asset for the lease term and lease liabilities represent the obligation to make lease payments arising from the lease. Operating lease ROU assets and liabilities are recognized at the lease commencement date based on the present value of lease payments over the lease term.

The operating lease ROU asset includes any lease payments made and excludes lease incentives. The lease terms may include options to extend or terminate the lease when it is reasonably certain that the Organization will exercise that option. Lease expense for lease payments is recognized on a straight-line basis over the lease term.

NOTE 3 *(Continued)*

The Organization has elected the short-term lease exemption for all leases with a term of 12 months or less for both existing and ongoing operating leases to not recognize the asset and liability for these leases. Lease payments for short-term leases are recognized on straight-line basis.

For the years presented, there were no arrangements which met the criteria for application of the lease accounting standards.

Investments:

The Organization maintains an investment portfolio which may include money market funds, equity securities, government agency 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.

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 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.

NOTE 3 *(Continued)*

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 equities, government, agency and corporate bonds and cash equivalents.

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 and are considered to be conditional grants. 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.

NOTE 3 *(Continued)*

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") and the City of Boston which are conditional upon certain performance requirements and the incurrence of allowable qualifying expenses. Several grants administered by 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, 2023 and 2022, there was no obligation for conditional grant advances arising from these agreements in the accompanying consolidated financial statements.

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 includes depreciation, interest and facility costs attributed to the rented property in the accompanying Consolidated Statements of Activities *(See Note 11)*.

Gifts, Grants and Contributions:

The Organization is the beneficiary of contributions in the form of grants from other organizations, governmental agencies, donations of cash and financial assets from individuals and contributions of nonfinancial assets. Contributions, including promises to give, without donor conditions are recognized as revenue at their estimated fair value at the date of donation and classified as either with or without donor restrictions depending on the donor's stipulations or lack thereof. Unconditional, multi-year commitments are recognized in the year during which the initial commitment is made at the amount that the Organization reasonably expects to collect. 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. Amounts receivable from donors are evaluated yearly for collectability and an allowance for uncollectible pledges is recorded as necessary. CMV's government funded service agreements fall within this classification.

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

Conditional donations are those that have a measurable performance or other barrier and include a right of return of the assets or right of release of the donor from further obligation if the conditions are not met. Conditional donations are not recognized until the associated barriers are met. Any cash received before the conditions or barriers are met is reported as a refundable grant advance. When the conditions are met the revenue is reported as contributions without donor restrictions unless there are further restrictions over and above those associated with the donor conditions. In such cases, when the conditions and restrictions are met within the same reporting period, the support is recognized as contributions or grants without donor restrictions. CMV's government funded service agreements fall within this classification.

NOTE 3 *(Continued)*

Special Event Proceeds is comprised of an exchange element based upon the direct benefits donors receive and a contribution element for the difference. The Organization recognizes special events revenue equal to the fair value of direct benefits to donors when the special event takes place. The Organization recognizes the contribution element of special event revenue immediately, unless there is a right of return if the special event does not take place.

Donations of Nonfinancial Assets:

Contributed nonfinancial assets include donated professional services, facility usage and program supplies. Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization. CMV relies heavily upon volunteer involvement in direct service, to program participants. CMV also relies upon donations from the general public of program supplies, materials, clothing, food and personal items for program participants. CMV may also receive contributions in the form of publicly traded securities, which are converted to cash upon receipt; otherwise, in-kind donations are not monetized.

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* and *Payroll Taxes and Fringe Benefits* are allocated based on employee time and effort. *Rent, Utilities, Depreciation 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.

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 11)*.

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 IRC Section 501(c)(3).

NOTE 3 *(Continued)*

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.

Reclassifications:

Certain amounts in the prior year consolidated financial statements have been reclassified to conform to the current year presentation. Reclassifications made to the prior year consolidated financial statements have no impact on total net assets or changes in net assets.

Recent Accounting Guidance:

Recently Implemented Standards

Effective July 1, 2021, the Organization adopted ASU 2020-07 *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*. This ASU increases transparency in reporting nonprofit gifts-in-kind in the Organization's consolidated financial statements. Although the standard did not change the accounting for contributed nonfinancial assets, the Organization's disclosures have been enhanced to provide qualitative policy information on the techniques and inputs used to determine the valuation of nonfinancial donations.

Effective July 1, 2022, CMV adopted ASC Update No. 2016-02, (Topic 842) *Leases* which establishes a comprehensive new lease accounting model. The new standard clarifies the definition of a lease and causes lessees to recognize leases on the balance sheet as a lease liability with a corresponding right-of-use asset for leases with a lease term of more than one year.

NOTE 4 INVESTMENTS

As of June 30, 2023 and 2022, CMV's investment portfolio consists of the following:

	June 30, 2023		
Investment Type	Total Fair Value	Quoted Prices In Active Markets For Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)
Money Market Funds (at Cost)	$ 33,165	$ -	$ -
Common Stock	1,135,747	1,135,747	-
Government, Agency and Corporate Bonds	541,346	-	541,346
Total	$1,710,258	$1,135,747	$541,346

NOTE 4 *(Continued)*

Investment Type	June 30, 2022 Total Fair Value	Quoted Prices In Active Markets For Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)
Money Market Funds (at Cost)	$ 105,419	$ -	$ -
Common Stock	1,084,023	1,084,023	-
Government, Agency and Corporate Bonds	448,841	-	448,841
Total	$1,638,283	$1,084,023	$448,841

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

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.

Financial Statement Classification:	2023	2022
Board Designated Investments	$1,003,887	$ 994,952
Endowment Investments	706,371	643,331
Total	$1,710,258	$1,638,283

NOTE 5 PROPERTY AND EQUIPMENT

The following is a summary of the Organization's property and equipment as of June 30, 2023 and 2022:

Asset Category	2023	2022
Land	$1,529,269	$ 1,529,269
Buildings and Improvements	6,150,562	6,150,562
Furniture and Equipment	38,548	38,548
Total Property and Equipment	7,718,379	7,718,379
Less: Accumulated Depreciation	(2,076,801)	(1,901,850)
Property and Equipment, Net	$5,641,578	$ 5,816,529

NOTE 6 LINE-OF-CREDIT

Casa Myrna is party to a line-of-credit agreement with Cambridge Trust Company, that is due on demand, with a maximum available borrowing limit of $1,000,000 *(See Note 7)*. The line-of-credit is secured by all business assets and the real estate located at Blue Hill Avenue and Warren Street, Dorchester, MA. The debt covenants require a thirty-day zero balance period annually and liquidity requirements. For the years presented, CMV was in compliance with the debt covenants. Interest is calculated at the prime rate plus 0.5%, but not less than 3.75%. As of June 30, 2023 and 2022, the interest rate was 8.75% and 5.25%, respectively, and the line-of-credit carried a zero balance.

NOTE 7 MORTGAGE DEBT

City of Boston:

Casa Myrna has a note payable to the City of Boston's Department of Neighborhood Development in the amount of $202,783. According to the original loan agreement, interest-only payments of 3% were payable annually through April 2023, at which time any unpaid principal and interest were due. In June 2023, the note was modified to extend the maturity date to May 1, 2053. 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 is 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 is 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 and a mortgage on the underlying real estate. The debt covenants include a debt service coverage ratio of 1.15 and liquidity requirements as detailed in the financing agreements with Cambridge Trust. As of June 30, 2023 and 2022, CMV was in compliance with the debt covenants.

As of June 30, 2023 and 2022, the outstanding balance on the preceding debt was $4,324,132 and $4,413,562, respectively. The principal portion scheduled for payment in FY 2024 is $92,533 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, 2025	$ 96,634
June 30, 2026	100,459
June 30, 2027	104,441
June 30, 2028	108,184
Thereafter*	3,812,131
Total Long-Term Debt	$4,221,849

*Net of Unamortized Debt Issuance Costs of $9,750.

NOTE 8 NET ASSETS WITH DONOR RESTRICTIONS

As of June 30, 2023 and 2022, net assets with donor restrictions consisted of the following balances:

Nature of Restriction	2023	2022
Appreciation on Endowment Investments	$ 316,371	$253,331
Endowment Assets Restricted in Perpetuity	390,000	390,000
The EVA Center and Exit Program	450,000	2,917
Community Outreach and Advocacy	125,000	13,500
Legal Advocacy	50,000	45,000
Community-Based Programs	32,500	-
Safelink	15,000	-
Teen Parenting Program	12,500	38,750
Housing Programs	-	103,055
Time Restricted, General Operations	55,000	-
Total	$1,446,371	$846,553

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

Nature of Restriction	2023	2022
Teen Parenting Program	$138,250	$ 123,250
Housing Programs	108,056	239,866
Community Outreach and Advocacy	96,000	129,125
Community-Based Programs	72,500	163,452
Legal Advocacy	55,000	57,000
The EVA Center and Exit Program	26,417	106,650
Safelink	15,000	-
Capital Projects	13,320	-
COVID-19 Operational Relief	-	169,561
Time Restricted, General Operations	15,000	41,250
Endowment Appropriation	-	16,216
Total	$539,543	$1,046,370

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, 2023 and 2022 were as follows:

	With Donor Restrictions		Total
	Original Gift Amount	Net Appreciation	Endowment Net Assets
Endowment Net Assets, July 1, 2021	$390,000	$347,903	$737,903
Appropriation	-	(16,216)	(16,216)
Investment Loss	-	(78,356)	(78,356)
Endowment Net Assets, June 30, 2022	390,000	253,331	643,331
Investment Return	-	63,040	63,040
Endowment Net Assets, June 30, 2023	$390,000	$316,371	$706,371

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 administered by the DPH. The aggregate funding these from contracts amounted to $3,184,464 in FY 2023 and $2,646,511 in FY 2022. For the years ended June 30, 2023 and 2022, at the request of DPH, Casa Myrna administered supplemental funding through its SafeLink Hotline contract which was subcontracted to Growing a New Heart, an organization in Western Massachusetts, to pilot a new program for potential abusers. The additional funding amounted to $369,878 and $170,000, with offsetting subcontract costs for the years ended June 30, 2023 and 2022, respectively. 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 night, 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 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 *Consolidated Youth Program* under a $1,200,000 grant, which was awarded in FY 2016 and expires September 30, 2024. 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 available funding of $100,000 through January 28, 2024. 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 grants through the Massachusetts Office for Victim Assistance ("MOVA"). These grants provide significant support for Casa Myrna's legal advocacy, community-based advocacy and an exit program for survivors of commercial sexual exploitation. These grants provided funding totaling $1,788,514 and $1,856,003, respectively, for the years ended June 30, 2023 and 2022.

Total revenue received through DOJ funded programs was $2,027,921and $2,226,479 for the years ended June 30, 2023 and 2022, respectively.

City of Boston:

Casa Myrna receives funding from the City of Boston under four grants which includes pass-through funding from the U.S. Department of Housing and Urban Development ("HUD"). The grants provide funding for Rapid Rehousing, Emergency Rehousing services during the pandemic and a Peer Navigation program to serve 18-24 year olds experiencing homelessness. Funding through HUD STEP (Survivors Transitioning to Empowerment Program) and Emergency Solution (ESG-CV) grants provide funding for outreach intake/assessment, goal planning, housing search/placement, rental and move in assistance, housing stabilization and flexible case management to families who were made homeless due to domestic violence. The City of Boston provided funding under the Peer Navigation program to pilot an employment and savings incentive program that serves young people who are enrolled in rapid rehousing. Aggregate funding under these grants amounted to $1,893,415 and $2,020,977 for the years ended June 30, 2023 and 2022, respectively. These grants are administered on a cost-reimbursement basis and are conditioned upon the incurrence of eligible costs as defined in the grant agreements. As of June 30, 2023 and 2022, the aggregate remaining conditional balance was $495,822 and $1,979,058, respectively.

NOTE 10 DONATED GOODS AND SERVICES

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

Description	2023	2022
EVA Center House Rent	$120,000	$120,000
Legal Interns	112,710	112,710
Mental Health Interns	50,272	50,272
Program Supplies	120,299	216,632
Total	$403,281	$499,614

Casa Myrna receives donated residential space for the EVA Center, which provides emergency housing for nine women and their children. Donated space is valued using market rates for similar residential properties.

Contributed legal and mental health assistance for clients is provided by student interns from local universities. Contributed services are recognized at fair value based on current rates for similar legal and psychological services.

Program supplies are valued using estimated pricing for like-kind items while considering the goods' condition and utility for use at the time of contributions. These items include clothing, household goods, and other supplies used in program services for program participants.

All gifts in-kind received during the years ended June 30, 2023 and 2022 were unrestricted.

NOTE 11 RENTAL INCOME

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

	2023	2022
Rental Income	$134,035	$ 132,400
Less: Rental Expenses	(71,542)	(111,072)
Rental Income, Net	$ 62,493	$ 21,328

As of June 30, 2023, the aggregate minimum rental payments due under non-cancelable commercial leases is $18,792, which is due during FY 2024.

NOTE 12 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, 2023 and 2022, the Board of Directors authorized a match of 50%, up to 4% of eligible compensation; therefore, an expense of $61,349 and $65,193, respectively, was recognized and reported as *Payroll Taxes and Fringe Benefits* in the accompanying Consolidated Statements of Functional Expenses.

NOTE 13 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 $91,974 and $379,419 in excess of federally insured limits as of June 30, 2023 and 2022, respectively; however, the Organization has not experienced any losses on such accounts.

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% of total support and revenues in each year and 29% and 42% of accounts receivable from program services are related to VOCA funded contracts through MOVA as of and for the years ended June 30, 2023 and 2022, respectively.

Approximately 32% and 28% of total support and revenues are related to contracts with the Commonwealth of Massachusetts DPH for the years ended June 30, 2023 and 2022, respectively.

Approximately 20% of total support and revenues and 28% of accounts receivable from program services are related to HUD funded contracts as of and for the year ended June 30, 2023.

Approximately 21% of total support and revenues are related to contracts with HUD for the year ended June 30, 2022.

Gifts and Grants Receivable:

As of June 30, 2023 and 2022, amounts due from one funder accounted for 61% and 49%, respectively, of *Gifts and Grants Receivable.*

Expenses and Payables:

Subcontracted services due to Growing a New Heart under the DPH SafeLink contract (further detailed in Note 9) represents 65% and 20% of *Accounts Payable and Accrued Expenses* as of June 30, 2023 and 2022, respectively and 79% and 59% of *Direct Care and Programmatic Subcontractors* for each respective year then ended.

NOTE 14 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.

Government Gants:

Casa Myrna is the recipient of government funded grants which are subject to an annual renewal process; therefore, while the Organization is a long-time grantee with anticipated continued funding, future funding is not guaranteed. These grants 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 financial position of Casa Myrna as of June 30, 2023 and 2022, or on its change in net assets for the years then ended.

In addition, Casa Myrna is carrying an amount due on a DOJ award in the amount of $159,839, which includes retroactive billing for costs incurred between October 1, 2019 through June 30, 2022. Despite management's best efforts, they have been unable to secure collection on these amounts and as of the financial statement release date, were working closely with their DOJ contacts to resolve what appears to be technical difficulties on the part of the DOJ. Management is confider that the award will be fully funded, and that collection is pending. Therefore, Management has not established a reserve for disallowed billing and anticipates full payment within FY 2024.

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:

Casa Myrna secured additional residential units in hotels and apartments during the COVID-19 pandemic in order to prevent the spread of the virus in congregate settings and assist survivors fleeing abuse when shelter was unavailable. 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.

NOTE 14 *(Continued)*

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 providing services and financial assistance to meet the needs of survivors.

NOTE 15 LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The following table reflects the Organization's financial assets as of June 30, 2023 and 2022, 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.

	2023	2022
Financial Assets:		
Cash	$ 248,965	$ 669,599
Investments	1,710,258	1,638,283
Accounts Receivable	1,720,055	1,601,235
Gifts and Grants Receivable	734,218	91,750
Total Financial Assets as of June 30th	4,413,496	4,000,867
Less Amounts Not Available to be Used Within One Year:		
Program Initiative Reserves	(200,000)	(200,000)
Board Designated Funds, Net of Estimated Appropriation	(1,003,887)	(994,952)
Endowment Investments	(706,371)	(643,331)
Gifts and Grants Receivable, Non-Current	(315,000)	(22,500)
Financial Assets Available to Meet General Expenditures Within One Year	$ 2,188,238	$2,140,084

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 16 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 November 14, 2023, the date which the consolidated financial statements were available for issue and noted no events which met the criteria for disclosure or recognition.