

BRADLEY ANGLE
FINANCIAL STATEMENTS AND
SINGLE AUDIT COMPLIANCE REPORTS
YEAR ENDED JUNE 30, 2022



CPAs | CONSULTANTS | WEALTH ADVISORS

CLAAconnect.com

**BRADLEY ANGLE
TABLE OF CONTENTS
YEAR ENDED JUNE 30, 2022**

INDEPENDENT AUDITORS' REPORT	1
FINANCIAL STATEMENTS	
STATEMENT OF FINANCIAL POSITION	4
STATEMENT OF ACTIVITIES	5
STATEMENT OF FUNCTIONAL EXPENSES	6
STATEMENT OF CASH FLOWS	7
NOTES TO FINANCIAL STATEMENTS	8
SINGLE AUDIT REPORTS	
INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i>	16
INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE	18
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	21
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	22
SCHEDULE OF FINDINGS AND QUESTIONED COSTS	23



INDEPENDENT AUDITORS' REPORT

Board of Directors
Bradley Angle
Portland, Oregon

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Bradley Angle, which comprise the statement of financial position as of June 30, 2022, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

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

Basis for Opinion

We conducted our audit 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 Bradley Angle and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

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

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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 GAAS 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 are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

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

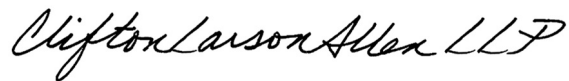
We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Supplementary Information

Our audit was conducted for the purpose of forming opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 13, 2023, on our consideration of Bradley Angle's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Bradley Angle's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Bradley Angle's internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

Bellevue, Washington
March 13, 2023

**BRADLEY ANGLE
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2022**

ASSETS

Cash and Cash Equivalents	\$ 995,805
Grants and Pledges Receivable	360,525
Prepaid Expenses	17,213
Deposits	6,450
Property and Equipment, Net	<u>395,853</u>
Total Assets	<u><u>\$ 1,775,846</u></u>

LIABILITIES AND NET ASSETS

LIABILITIES

Accounts Payable	\$ 26,665
Accrued Payroll	111,881
Paycheck Protection Program Loan	29,624
Capital Lease Obligation	19,254
Deferred Lease Liability	39,638
Deferred Revenue	63,140
Funds Held for Participants	610
Total Liabilities	<u>290,812</u>

NET ASSETS

Without Donor Restrictions:	1,376,871
With Donor Restrictions	<u>108,163</u>
Total Net Assets	<u><u>1,485,034</u></u>
Total Liabilities and Net Assets	<u><u>\$ 1,775,846</u></u>

See accompanying Notes to Financial Statements.

**BRADLEY ANGLE
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2022**

	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUE			
Contributions and Grants	\$ 679,979	\$ 110,683	\$ 790,662
Government Grants	2,530,483	-	2,530,483
Gain on Forgiveness of PPP Loan	252,602	-	252,602
Donated Goods and Services	86,349	-	86,349
Special Event Revenue, Net of Direct Benefit			
Costs of \$3,008	23,588	-	23,588
Interest Income	250	-	250
Other Income	19,912	-	19,912
Net Assets Released from Restrictions:			
Satisfaction of Program Restrictions	252,286	(252,286)	-
Total Support and Revenue	3,845,449	(141,603)	3,703,846
 EXPENSES			
Program	2,554,578	-	2,554,578
Management and General	605,883	-	605,883
Fundraising	187,962	-	187,962
Total Expenses	3,348,423	-	3,348,423
 CHANGE IN NET ASSETS	497,026	(141,603)	355,423
Net Assets - Beginning of Year	879,845	249,766	1,129,611
 NET ASSETS - END OF YEAR	\$ 1,376,871	\$ 108,163	\$ 1,485,034

See accompanying Notes to Financial Statements.

BRADLEY ANGLE
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2022

	<u>Program</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
Salaries and Wages	\$ 1,001,486	\$ 387,420	\$ 123,530	\$ 1,512,436
Payroll Taxes	99,401	34,532	12,309	146,242
Employee Benefits	114,808	35,829	7,461	158,098
Housing Assistance	565,173	-	-	565,173
Participant Assistance	266,889	-	-	266,889
Contract Services	101,888	42,629	14,897	159,414
Supplies Expense	81,257	(5,746)	10,652	86,163
Office Expenses	3,720	2,074	8,547	14,341
Telephone	37,381	1,571	592	39,544
Facilities and Equipment	14,782	1,403	232	16,417
Occupancy	160,060	15,650	4,370	180,080
Depreciation	-	63,112	-	63,112
Auto and Travel	18,879	785	214	19,878
Advertising	4,856	1,310	821	6,987
Donated Goods and Services	66,175	17,026	3,148	86,349
Insurance	17,823	555	1,189	19,567
Interest Expense	-	1,453	-	1,453
Fundraising Event	-	-	3,008	3,008
Other Expenses	-	6,280	-	6,280
Subtotal	<u>2,554,578</u>	<u>605,883</u>	<u>190,970</u>	<u>3,351,431</u>
Less: Direct Benefit Costs Netted with Revenue		<u>-</u>	<u>(3,008)</u>	<u>(3,008)</u>
Total Expenses	<u><u>\$ 2,554,578</u></u>	<u><u>\$ 605,883</u></u>	<u><u>\$ 187,962</u></u>	<u><u>\$ 3,348,423</u></u>

See accompanying Notes to Financial Statements.

**BRADLEY ANGLE
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2022**

CASH FLOWS FROM OPERATING ACTIVITIES	
Change in Net Assets	\$ 355,423
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:	
Depreciation	63,112
Gain on Forgiveness of PPP Loan	(252,602)
Changes in Operating Assets and Liabilities:	
Grants and Pledges Receivable	14,234
Prepaid Expenses	(5,438)
Accounts Payable	(4,516)
Accrued Payroll	10,751
Deferred Lease Liability	-
Deferred Revenue	62,773
Funds Held for Participants	(7,349)
Cash provided by Operating Activities	<u>236,388</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchase of Property and Equipment	(99,536)
CASH FLOWS FROM FINANCING ACTIVITIES	
Principal Payments on PPP Loan	(10,098)
Principal Payments on Capital Lease Obligation	<u>(4,787)</u>
Cash used by Financing Activities	<u>(14,885)</u>
NET INCREASE IN CASH	121,966
Cash and Cash Equivalents - Beginning of Year	<u>873,839</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u><u>\$ 995,805</u></u>

See accompanying Notes to Financial Statements.

BRADLEY ANGLE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 NATURE OF ACTIVITIES

Bradley Angle (the Organization) is a nonprofit organization, incorporated in the state of Oregon in 1975, whose purpose is to provide shelter and related services for any person experiencing or at risk of domestic violence in the Portland, Oregon metropolitan area. The Organization receives funding from government grants and contributions.

The Organization's programs are as follows:

Emergency Shelter

The Bonnie Tinker House provides emergency shelter for up to 60 days for survivors of domestic violence and their children fleeing abusive situations. Residents receive help with immediate needs and work with a trained advocate to find a housing solution, explore legal options, and access other needed support. The Bonnie Tinker House is a confidential location.

Housing Assistance

Housing assistance services are available to survivors who are not in immediate danger and are feeling stable enough to move forward. Services are designed to foster financial independence and long-term stability through rental assistance for up to one year, supportive case management, and skill-building and educational opportunities. The Organization serves up to 20 families at a time in the Housing Assistance Program.

Youth and Family Support Services

Domestic violence affects every member of the family, including the children. Growing up in a violent home can be a terrifying and traumatic experience that can affect every aspect of a child's life, growth, and development. Youth services are designed to create a sense of safety, to assess and address trauma symptoms, and provide nurturing support to children of all ages. The Organization also provides supportive parenting education and volunteers help with after-school tutoring and group activities.

Healing Roots

The Healing Roots program offers culturally specific services for African American survivors of domestic violence, who are over-represented in domestic violence statistics. Services include advocacy, case management, help with basic needs, and support groups.

Marsha's Folx Program

The Organization is committed to survivors of domestic violence regardless of relationship status, sexual orientation, or gender identity/expression. Services for the LGBTQ community include advocacy, case management, support groups, and our popular Healthy Relationships group. The Organization also trains community groups about the impact of domestic violence in the community.

BRADLEY ANGLE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 NATURE OF ACTIVITIES (CONTINUED)

Economic Empowerment Program

For many survivors of domestic violence, access to their own financial resources and financial management skills are key to getting and staying free of abusive relationships. The Economic Empowerment program is one of a kind. It offers financial education and economic empowerment tools like match-savings accounts to help survivors increase their financial self-sufficiency. The popular Making Cent\$ classes are offered four times a year.

Resource Center

The Healing Roots, Marsha's Folx Program, and Economic Empowerment programs operate out of a Resource Center in Northeast Portland. Participants also attend support groups and educational workshops at the Resource Center and meet with trained and caring advocates.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Net Assets

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions - Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.

Net Assets With Donor Restrictions - Net assets subject to donor- (or certain grantor) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Organization considers all highly liquid investments available for current use with maturities of three months or less at the time of purchase to be cash equivalents. Included in cash and cash equivalents are funds held for participants.

Grants and Pledges Receivable

Grants and pledges receivable are reported at the amount management expects to collect on balances outstanding at year-end. Based on an assessment of the credit history with those having outstanding balances and current relationships with them, management has concluded that realization losses on balances outstanding at year-end will be immaterial.

BRADLEY ANGLE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property and Equipment

Acquisitions of property and equipment in excess of \$5,000 are capitalized. Property and equipment purchased are recorded at cost. Donated assets are reflected as contributions at their estimated values on the date received.

Depreciation

Depreciation of property and equipment is calculated using the straight-line method over the estimated useful lives of the assets which range from 3 to 20 years.

Funds Held for Participants

Funds held for participants represent funds invested by survivors in match-savings accounts.

Deferred Rent

For lease agreements that contain rent holidays and/or rent escalation clauses, the Organization amortizes the lease on a straight-line basis over the term of the lease and records a deferred lease liability as an addition or reduction to rent expense.

Revenue Recognition

Revenues from various sources are recognized as follows:

Contributions and Grants: Contributions, which include unconditional promises to give (pledges), are recognized as revenues in the period the Organization is notified of the commitment. Bequests are recorded as revenue at the time the Organization has an established right to the bequest and the proceeds are measurable. Conditional promises to give, that is, those with a measurable performance or other barrier, and a right of return, are not recognized until the conditions on which they depend have been substantially met.

Government Grants: Government grants are conditioned upon certain performance requirements and/or incurring allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as refundable advances in the statement of financial position totaling \$62,890 at June 30, 2022. The Organization has been awarded cost-reimbursable grants of approximately \$1,106,589 that have not been recognized at June 30, 2022 because qualifying expenditures have not yet been incurred. The Organization has not received any advances on these grants as of June 30, 2022.

Special Events: The Organization records special events revenue equal to the fair value of direct benefits to donors, and contribution income for the excess received when the event takes place. Sponsorships are recorded as revenue at the time of the commitment unless commensurate value is included a part of the agreements. The portion of the sponsorship revenue that relates to commensurate value of the sponsor received in return is recognized when the related events are held and performance obligations are met.

BRADLEY ANGLE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Donated Goods and Services

The Organization receives in-kind contributions from various donors. Contributions of donated goods and services that create or enhance nonfinancial assets or that require specialized skills, 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.

Income Tax Status

Bradley Angle is a nonprofit corporation exempt from income tax under Section 501(c)(3) of the Internal Revenue Code and applicable state law. No provision for income taxes is made in the accompanying financial statements, as the Organization has no activities subject to unrelated business income tax. The Organization is not a private foundation.

The Organization follows the provisions of FASB ASC Topic 740, *Accounting for Uncertainty in Income Taxes*. Management has evaluated the Organization's tax positions and concluded that there are no uncertain tax positions that require adjustment to the financial statements to comply with provisions of this Topic.

Expense Allocation

The costs of providing various programs and other activities have been summarized on a functional basis in the statement of activities and in the statement of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The expenses that are allocated include personnel expenses, contract services, business expenses, office expenses and supplies, meetings, facilities and utilities, rent, depreciation, staff and board development and auto and travel, which are allocated on the basis of estimates of time and effort.

Use of Estimates

The preparation of financial statements in conformity with U.S. 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 financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Adoption of New Accounting Standard

During the year ended June 30, 2022, the Organization adopted FASB Accounting Standards Update (ASU) No. 2020-07, *Presentation and Disclosures by Not-Profit-Entities for Contributed Nonfinancial Assets*, which requires the Organization to present contributed nonfinancial assets on a separate line item in the statement of activities and provide additional disclosures about contributions of nonfinancial assets. There was no material impact on The Organization's financial position and results of its activities upon adoption of the new standard.

Subsequent Events

The Organization has evaluated all subsequent events through March 13, 2023, the date the financial statements were available to be issued.

BRADLEY ANGLE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 3 LIQUIDITY AND AVAILABILITY

The Organization regularly monitors liquidity required to meet its operating needs and other contractual commitments, while also striving to maximize the investment of its available funds. For purposes of analyzing resources available to meet general expenditures over a 12-month period, the Organization considers all expenditures related to its primary operations to be general expenditures. It excludes financial assets with donor or other restrictions limiting their use.

Financial assets of the Organization consist of the following at June 30, 2022:

Cash and Equivalents	\$ 995,805
Accounts Receivable	360,525
Investments	
Subtotal	1,356,330
Less Amounts Unavailable for General Expenditure:	
Net Assets with Donor Restrictions	(108,163)
Funds Held for Participants	(610)
Financial Assets Available for General Expenditure	\$ 1,247,557

NOTE 4 PROPERTY AND EQUIPMENT

Property and equipment consist of the following at June 30, 2022:

Land	15,000
Buildings	1,061,287
Leasehold Improvements	73,401
Furniture and Equipment	111,371
Leased Equipment	25,965
Vehicles	53,720
Subtotal	1,340,744
Less: Accumulated Depreciation	(944,891)
Property and Equipment, Net	\$ 395,853

NOTE 5 DONATED GOODS AND SERVICES

Donated goods and services consisted of the following for the year ended June 30, 2022:

Donated Goods	\$ 69,323
Donated Legal Services	17,026
Total	\$ 86,349

BRADLEY ANGLE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 5 NOTE 5 GOODS AND SERVICES (CONTINUED)

The Organization records donated goods and services in accordance with ASU 2020-07, at the fair value at the date of the gift. Donated goods are valued at the value of the goods if otherwise purchased and donated legal services are valued at the hourly rates of the attorneys providing the pro bono services. These donations are disclosed separately in the

statement of activities as contributions of non-cash assets. The donations did not carry restrictions.

Some volunteer services do not meet the requirements for recognition in the financial statements. During the year ended June 30, 2022, the Organization received approximately \$7,892 of volunteer labor.

NOTE 6 PAYCHECK PROTECTION PROGRAM NOTE PAYABLE

On April 15, 2020, the Organization received a loan from Pacific West Bank in the amount of \$251,702 to fund payroll, rent, utilities, and interest on mortgages and existing debt through the Paycheck Protection Program (the PPP Loan). The original loan agreement was written prior to the PPP Flexibility Act of 2020 (June 5) and was due over 24 months deferred for six months. Subsequent to this, the law changed the loan deferral terms retroactively. The PPP Flexibility Act and subsequent regulations supersede the loan agreement. The PPP Loan bears interest at a fixed rate of 1.0% per annum, has a term of two years, and is unsecured and guaranteed by the U.S. Small Business Administration. Payment of principal and interest is deferred until the date on which the amount of forgiveness is remitted to the lender or, if Organization fails to apply for forgiveness within 10 months after the covered period, then payment of principal and interest shall begin on that date. These amounts may be forgiven subject to compliance and approval based on the timing and use of these funds in accordance with the program.

The Organization spent \$210,712 of the PPP loan on allowable expenses in the required time period and applied for and received forgiveness of that portion of the loan on April 6, 2021. The amount of the forgiven loan is included in Gain on Forgiveness of PPP Loan in the statement of activities. The remaining balance of \$40,990 was converted into a 47-month loan that is included on the statement of financial position. The remaining balance requires monthly payments of \$871 through May 15, 2025.

On February 9, 2021, the Organization received an additional PPP loan from Pacific West Bank in the amount of \$252,602. The PPP Loan bears interest at a fixed rate of 1.0% per annum, has a term of five years, and is unsecured and guaranteed by the U.S. Small Business Administration. Payment of principal and interest begins 30 days after any forgiveness amounts have been received from the SBA, or if no forgiveness has been received or the Organization has not applied for forgiveness, twelve months after the loan date. These amounts may be forgiven subject to compliance and approval based on the timing and use of these funds in accordance with the program. The Organization applied for and received forgiveness of the entire balance on December 8, 2021.

BRADLEY ANGLE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 6 PAYCHECK PROTECTION PROGRAM NOTE PAYABLE (CONTINUED)

The SBA may review funding eligibility and usage of funds for compliance with program requirements based on dollar thresholds and other factors. The amount of liability, if any, from potential noncompliance cannot be determined with certainty; however, management is of the opinion that any review will not have a material adverse impact on the Company's financial position.

NOTE 7 CAPITAL LEASE OBLIGATION

The Organization entered into a capital lease agreement for a copier lease in January 2021 with monthly payments of \$490 through January 2026. The leased equipment has a cost of \$25,965 and accumulated depreciation of \$7,384 as of June 30, 2022. Amortization of the leased equipment is included in depreciation expense.

Future minimum lease payments under the capital lease are as follows as of June 30, 2022:

<u>Year Ending June 30,</u>	<u>Amount</u>
2023	\$ 5,880
2024	5,880
2025	5,880
2026	3,430
Total	21,070
Less Amount Representing Interest	(1,816)
Total	<u>\$ 19,254</u>

NOTE 8 OPERATING LEASE COMMITMENTS

The Organization leases its administrative office space with an operating lease expiring April 2026. The original lease had a monthly base rent of approximately \$7,500, subject to annual increases. Rent expense for the administrative office is recognized on a straight-line basis over the term of the lease, resulting in a deferred lease liability of \$39,638 at June 30, 2022.

The Organization has two copier leases. One has monthly payments of \$90 through March 2025 and the other has monthly payments of \$490 through January 2026. Future minimum lease commitments under noncancelable operating leases are as follows:

<u>Year Ending June 30,</u>	<u>Office</u>	<u>Equipment</u>
2023	\$ 101,494	\$ 6,960
2024	104,539	6,960
2025	107,675	6,690
2026	91,962	3,430
Total	<u>\$ 405,670</u>	<u>\$ 24,040</u>

BRADLEY ANGLE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 9 RETIREMENT PLAN

The Organization has a “Savings Incentive Match Plan for Employees of Small Employers” (SIMPLE) IRA plan. Eligibility is limited to employees who are reasonably expected to receive at least \$5,000 in compensation for the calendar year. An eligible employee may make elective deferrals to the plan and, regardless of whether an employee contributes or not, the Organization contributes 2% of gross wages. The Organization's contributions to the plan for 2022 totaled approximately \$19,805.

NOTE 10 NET ASSETS WITH DONOR RESTRICTIONS

Net assets with expiring donor restrictions consist of the following at June 30, 2022:

Economic Empowerment	\$ 16,409
Other Purpose Restrictions	91,755
Total Net Assets with Expiring Restrictions	<u>\$ 108,164</u>

NOTE 11 CONCENTRATIONS OF CREDIT RISK

The Organization maintains its cash balances in several financial institutions. Balances in each institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. The balances, at times, may exceed the federally insured limit.

The Organization's revenues are concentrated with 38% of total revenues coming from two governmental agencies for the year ended June 30, 2022. Joint Office of Homeless Services (JOHS) generated \$1,027,556 in revenue, making its portion 28% of total support and revenue. Domestic and Sexual Violence Coordination Office (DSVCO) generated \$386,444 in revenue and totaled 10%.

The Organization's credit risk for accounts receivable is concentrated with 63% of the balance coming from two governmental agencies as of June 30, 2022. Joint Office of Homeless Services (JOHS) receivables totaled \$169,193, a 47% portion of grants and pledges receivable. The Department of Housing and Urban Development (HUD) receivables totaled \$59,595 in receivables and was 16%.

NOTE 12 CONTINGENCIES

Amounts received or receivable from various contracting agencies are subject to audit and potential adjustment by the contracting agencies. Any disallowed claims, including amounts already collected, would become a liability of the Organization if so determined in the future. It is management's belief that no significant amounts received or receivable will be required to be returned in the future.



INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Board of Directors
Bradley Angle
Portland, Oregon

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Bradley Angle (the Organization), which comprise the statement of financial position as of June 30, 2022 and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated March 13, 2023.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Bradley Angle's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Bradley Angle's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

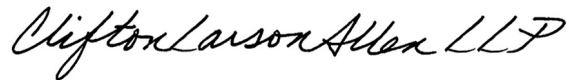
Board of Directors
Bradley Angle

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Bradley Angle’s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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



CliftonLarsonAllen LLP

Bellevue, Washington
March 13, 2023



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

Board of Directors
Bradley Angle
Portland, Oregon

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Bradley Angle's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of Bradley Angle's major federal programs for the year ended June 30, 2022. Bradley Angle's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, Bradley Angle complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

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

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Bradley Angle's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Bradley Angle's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Bradley Angle's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of Bradley Angle's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Bradley Angle's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Board of Directors
Bradley Angle

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

CliftonLarsonAllen LLP

Bellevue, Washington
March 13, 2023

BRADLEY ANGLE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2022

Federal Grantor/Pass Through Grantor Program Title	Contract Number	COVID Funding	Federal Assistance Listing Number	Federal Expenditures
U. S. Department of Housing and Urban Development				
Multnomah County:				
Emergency Solutions Grant Program	JOHS-SVCSGEN-772-2019-conv	No	14.231	\$ 33,215
Continuum of Care Program	OR0020L0E011912	No	14.267	339,658
Continuum of Care Program	JOHS-SVCSGEN-772-2019-conv	No	14.267	<u>124,055</u>
Total U.S. Department of Housing and Urban Development				496,928
U. S. Department of Justice				
Oregon Department of Justice:				
Crime Victim Assistance	Joint-2019-BradleyAngle-00004	No	16.575	53,491
Crime Victim Assistance	Joint-2019-BradleyAngle-00003	No	16.575	50,940
Crime Victim Assistance	VOCA-C-2019-BradleyAngle-00040	No	16.575	93,256
Crime Victim Assistance	VOCA-CS-2021-BradleyAngle-00007	No	16.575	<u>7,788</u>
				205,475
Multnomah County:				
Transitional Housing Assistance for Victims of Domestic Violence, Dating Violence, Stalking, or Sexual Assault	JOHS-SVCSGEN-772-2019-conv	No	16.736	<u>37,383</u>
Total U.S. Department of Justice				242,858
U.S. Department of Treasury				
Multnomah County:				
Coronavirus State and Local Fiscal Recovery Funds	DCHS-SVCSGEN-529-2018-conv	Yes	21.027	82,000
Coronavirus State and Local Fiscal Recovery Funds	DCHS-SVCSGEN-529-2018-conv	Yes	21.027	<u>68,000</u>
Total U.S. Department of Treasury				150,000
U.S. Department of Health and Human Services				
Oregon Department of Health and Human Services:				
Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services	149959	No	93.671	34,236
Free from Violence Project	90EV0467-01-00	No	93.592	91,404
Free from Violence Project	90EV0467-02-00	No	93.592	277,065
ARP Healing Roots	90EV0494-01-C6	No	93.592	<u>8,582</u>
Total U.S. Department of Health and Human Services				<u>411,287</u>
Total Expenditures of Federal Awards				<u>\$ 1,301,073</u>

See accompanying Notes to Schedule of Expenditures of Federal Awards.

BRADLEY ANGLE
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2022

NOTE 1 BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the schedule) includes all federal grant activity of Bradley Angle under programs of the federal government for the year ended June 30, 2022. The information in this schedule is presented in accordance with the requirements of the Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the schedule presents only a selected portion of the operations of Bradley Angle, it is not intended to and does not present the financial position, changes in net assets or cash flows of Bradley Angle

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported in accordance with auditing standards generally accepted in the United States of America. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance. Under these principles, certain types of expenditures are not allowable or are limited as to reimbursement.

NOTE 3 INDIRECT COSTS

The Organization has not elected the 10% de minimus indirect cost rate.

**BRADLEY ANGLE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2022**

Section I – Summary of Auditors’ Results

Financial Statements

1. Type of auditors' report issued: Unmodified
2. Internal control over financial reporting:
- Material weakness(es) identified? _____ yes X
 - Significant deficiency(ies) identified that are not considered to be material weakness(es)? _____ yes X
3. Noncompliance material to financial statements noted? _____ yes X no

Federal Awards

1. Internal control over major programs:
- Material weakness(es) identified? _____ yes X no
 - Significant deficiency(ies) identified that are not considered to be material weakness(es)? _____ yes X none reported
2. Type of auditors' report issued on compliance for for major programs? Unmodified
3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? _____ yes X no

Identification of Major Programs

Federal Assistance Listing Number(s)

Name of Federal Program or Cluster

14.267
21.027

Continuum of Care
Coronavirus State and Local Fiscal Recovery Funds

Dollar threshold used to distinguish between type A and type B programs:

\$750,000

Auditee qualified as low-risk auditee?

_____ yes X no

BRADLEY ANGLE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2022

Section II – Financial Statement Findings

Our audit did not disclose any matters required to be reported in accordance with *Government Auditing Standards*.

**BRADLEY ANGLE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Section III – Major Federal Award Findings and Questioned Costs

Our audit did not disclose any matters required to be reported in accordance with 2 CFR 200.516(a).



CLA (CliftonLarsonAllen LLP) is a network member of CLA Global. See CLAGlobal.com/disclaimer. Investment advisory services are offered through CliftonLarsonAllen Wealth Advisors, LLC, an SEC-registered investment advisor.