



**Community Council of Greater Dallas**

**Financial Statements with Supplementary Information and Compliance Reports**  
**September 30, 2021**

# Community Council of Greater Dallas

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## **Independent Auditors' Report**

To the Board of Directors of  
Community Council of Greater Dallas

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the Community Council of Greater Dallas (Council) (a nonprofit organization), which comprise the statement of financial position as of September 30, 2021 and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America (GAAP); this includes 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.

### ***Auditors' Responsibility***

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

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

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

### ***Opinion***

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Community Council of Greater Dallas as of September 30, 2021, and the changes in its net assets and its cash flows for the year then ended in accordance with GAAP

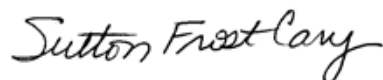
### ***Other Matters***

#### ***Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal and state 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* and the State of Texas *Uniform Grant Management Standards*, 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 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 May 24, 2022 on our consideration of the Council's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Council's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Council's internal control over financial reporting and compliance.



A Limited Liability Partnership

Arlington, Texas  
May 24, 2022

**Community Council of Greater Dallas**  
**Statement of Financial Position**  
**September 30, 2021**

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**Assets**

**Current assets:**

Cash	\$ 496,231
Grants receivable	3,387,728
Prepaid expenses	38,453
Other assets	<u>23,420</u>

<b>Total current assets</b>	<b>3,945,832</b>
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**Noncurrent assets:**

Certificate of deposit	513,237
Property and equipment, net	<u>285,259</u>

<b>Total noncurrent assets</b>	<b><u>798,496</u></b>
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<b>Total assets</b>	<b><u><u>\$ 4,744,328</u></u></b>
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**Liabilities and Net Deficit**

**Current liabilities:**

Accounts payable	\$ 3,497,542
Accrued expenses	384,676
Refundable advances	1,108,737
Current portion of notes payable	<u>108,264</u>

<b>Total current liabilities</b>	<b>5,099,219</b>
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**Noncurrent liabilities:**

Notes payable, net of current portion	<u>784,318</u>
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<b>Total liabilities</b>	<b>5,883,537</b>
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Net deficit without donor restrictions	<u>(1,139,209)</u>
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<b>Total net deficit</b>	<b><u>(1,139,209)</u></b>
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<b>Total liabilities and net deficit</b>	<b><u><u>\$ 4,744,328</u></u></b>
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**Community Council of Greater Dallas**  
**Statement of Activities**  
**Year Ended September 30, 2021**

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**Net assets without donor restrictions:**

**Revenue and support:**

Government grants	\$ 19,102,216
Contributions	240,233
Program service fees	63,500
Investment income	13,280
Other	160

<b>Total revenue and support</b>	<u>19,419,389</u>
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**Expenses:**

Program services	18,151,381
General and administrative	1,309,532
Fundraising	110,359

<b>Total expenses</b>	<u>19,571,272</u>
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<b>Change in net deficit</b>	(151,883)
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<b>Net deficit at beginning of year</b>	<u>(987,326)</u>
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<b>Net deficit at end of year</b>	<u><u>\$ (1,139,209)</u></u>
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**Community Council of Greater Dallas**  
**Statement of Functional Expenses**  
**Year Ended September 30, 2021**

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	Program Services	General and Administrative	Fundraising	Total Expenses
Salaries and employee benefits	\$ 4,317,004	\$ 1,118,415	\$ 97,434	\$ 5,532,853
Funds passed through to subrecipients	6,453,298	-	-	6,453,298
Subcontractors	2,205,238	-	-	2,205,238
Professional fees and consulting	179,574	40,487	153	220,214
Supplies and equipment	79,711	11,419	319	91,449
Telephone	54,528	8,290	-	62,818
Postage and shipping	10,861	1,049	306	12,216
Occupancy	311,274	16,077	-	327,351
Printing	39,594	2,573	-	42,167
Travel and meetings	12,498	452	1,283	14,233
Interest	-	42,596	-	42,596
Insurance	19,040	18,798	-	37,838
Dues and subscriptions	22,683	1,110	3,347	27,140
Information technology	226,928	38,683	3,349	268,960
Marketing	5,523	2,058	1,368	8,949
Miscellaneous	1,424	3,926	2,800	8,150
Client services	4,142,531	-	-	4,142,531
Depreciation	69,672	3,599	-	73,271
Total expenses	<u>\$ 18,151,381</u>	<u>\$ 1,309,532</u>	<u>\$ 110,359</u>	<u>\$ 19,571,272</u>

See notes to financial statements.

**Community Council of Greater Dallas**  
**Statement of Cash Flows**  
**Year Ended September 30, 2021**

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**Cash flows from operating activities:**

Change in net deficit	\$ (151,883)
Adjustments to reconcile change in net deficit to net cash provided by operating activities:	
Depreciation	73,271
Unrealized gains on investments	(13,237)
Changes in assets and liabilities:	
Grants receivable	249,499
Prepaid expenses	32,342
Other assets	(5,115)
Accounts payable	929,904
Accrued expenses	42,305
Refundable advances	340,205
	<hr/>
<b>Net cash provided by operating activities</b>	<b>1,497,291</b>

**Cash flows from financing activities**

Decrease in outstanding checks	(545,688)
Proceeds from issuance of notes payable	781,647
Payments on notes payable	(917,726)
Payments on line of credit	(320,712)
	<hr/>
<b>Net cash used by financing activities</b>	<b>(1,002,479)</b>

**Net increase in cash** 494,812

**Cash at beginning of year** 1,419

**Cash at end of year** \$ 496,231

**Supplemental cash flow information:**

Cash paid during the year for interest	<u><u>\$ 42,596</u></u>
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# Community Council of Greater Dallas

## Notes to Financial Statements

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### 1. Organization

Community Council of Greater Dallas (Council) is a nonprofit, citizen-controlled organization, incorporated to work for human improvement and community betterment. The Council provides planning for voluntary and governmental health, welfare, recreation and other programs of human services. The Council is supported primarily by government grants.

### 2. Summary of Significant Accounting Policies

#### *Basis of Accounting*

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (GAAP).

#### *Financial Statement Presentation*

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

*Net assets without donor restrictions* - Net assets not subject to donor-imposed stipulations. Net assets without donor restrictions may be designated for specific purposes by action of the board of directors.

*Net assets with donor restrictions* - Net assets subject to donor stipulations that will be met by actions of the Council and/or the passage of time. As of September 30, 2021, no such net asset restrictions existed.

Some net assets with donor restrictions include a stipulation that assets provided be maintained permanently (perpetual in nature) while permitting the Council to expend the income generated by the assets in accordance with the provisions of additional donor-imposed stipulations or a board of directors approved spending policy. As of September 30, 2021, no such net asset restrictions existed.

Gains or losses on investments and other assets are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulation or by law.

Net assets with donor restrictions whose restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the same year as the revenue is recognized are classified as revenue without donor restrictions in the statement of activities.

# **Community Council of Greater Dallas**

## **Notes to Financial Statements**

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### ***Financial Instruments and Concentrations of Risk***

Financial instruments which are potentially subject to concentrations of credit and market risk consist principally of cash, a certificate of deposit and grants receivable. The Council maintains cash balances and the certificate of deposit at financial institutions located in Texas. Accounts at each institution are insured by the Federal Deposit Insurance Corporation up to \$250,000. At September 30, 2021, the Council's uninsured balances totaled \$1,184,511. Management has placed these funds with high credit quality financial institutions to minimize risk. The Council has not experienced any losses on such assets.

Grants receivable are unsecured and are primarily due from government agencies. The Council continually evaluates the collectability of grants receivable and maintains allowances for potential losses, if considered necessary. Approximately 75% of grants receivable were due from one government agency.

### ***Certificate of Deposit***

The Council has a certificate of deposit totaling \$513,237 with 27 months to maturity at September 30, 2021.

### ***Grants Receivable***

The Council maintains receivables due from government agencies for services performed. For government grants and contracts, the excess of reimbursable expenditures over cash receipts is included in grants receivable. Management considers grants receivable to be fully collectible within one year.

### ***Property and Equipment***

Property and equipment purchased by the Council are recorded at cost or if acquired by gift, fair market value at the date of the gift. The Council follows the practice of capitalizing all expenditures for property and equipment in excess of \$5,000; the fair value of donated property and equipment is similarly capitalized. Depreciation is calculated using the straight-line method based upon the estimated useful lives of 5 to 10 years.

### ***Revenue Recognition***

The Council recognizes contributions when cash, securities or other assets or an unconditional promise to give is received. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of the amounts expected to be collected. All contributions are considered available for unrestricted use unless specifically restricted by the donor.

## **Community Council of Greater Dallas**

### **Notes to Financial Statements**

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Conditional contributions are subject to one or more barriers that must be overcome before the Council is entitled to receive or retain funding. Conditional contributions are recognized as revenue at fair value when the conditions have been met. A portion of the Council's revenue is derived from cost-reimbursable federal and state contracts and grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Council has incurred expenditures in compliance with specific contract or grant provisions. The Council received cost reimbursable conditional grants of approximately \$7,640,836 that have not been recognized at September 30, 2021, because qualifying expenditures have not been incurred.

Contributions of services are recorded at estimated fair value if the services received create or enhance nonfinancial assets or require specialized skills, are performed by people with those skills, and would typically need to be purchased if not provided by donation.

#### ***Functional Allocation of Expenses***

The financial statements report categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include occupancy, office expenses, information technology, and insurance which are allocated on a square footage basis, as well as salaries and wages, benefits, payroll taxes, and professional services which are allocated on the basis of estimates of time and effort.

#### ***Compensated Absences***

Employees of the Council are entitled to paid vacation, paid sick days and personal days off, depending on job classification, length of service and other factors. The Council recognizes the cost of compensated absences when the vacation, sick days, and personal days are earned by the employees.

#### ***Federal Income Tax***

The Council is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code (IRC) and has not been classified as a private foundation under Section 509(a) of the IRC. However, income generated from activities unrelated to the Council's exempt purpose is subject to tax under IRC Section 511. The Council did not conduct any unrelated business activities that would be subject to federal income taxes during the year ended September 30, 2021. Accordingly, no provision for income taxes is made in the accompanying financial statements.

GAAP requires the evaluation of tax positions taken in the course of preparing the Council's tax return and recognition of a tax liability or (asset) if the Council has taken an uncertain position that more likely than not would be sustained upon examination by the Internal Revenue

## Community Council of Greater Dallas

### Notes to Financial Statements

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Service. Management has analyzed the tax positions taken by the Council and as concluded that as of September 30, 2021, there are no uncertain tax positions taken or expected to be taken that would require recognition of a liability (or asset) or disclosure in the financial statements.

#### ***Estimates and Assumptions***

The preparation of 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 financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimated.

#### ***New Accounting Pronouncements***

Changes to GAAP are established by the Financial Accounting Standards Board (FASB) in the form of accounting standards updates (ASUs) to the FASB's Accounting Standards Codification. The Council considers the applicability and impact of all ASUs. ASUs not listed below were assessed and determined to be either not applicable or are expected to have minimal impact on the Council's financial position and change in net assets.

In 2016, the FASB issued its leasing standard in ASU 2016-02, *Leases* for both lessees and lessors. Under its core principle, a lessee will recognize right-of-use assets and related lease liabilities on the statement of financial position for all lease arrangements with terms longer than 12 months. The pattern of expense recognition in the statement of activities will depend on a lease's classification. For not-for-profit organizations, the standard takes effect for fiscal years beginning after December 15, 2021.

FASB issued ASU 2020-07, *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*, in an effort to increase transparency of contributed nonfinancial assets for not-for-profit (NFP) entities through enhancements to presentation and disclosure. The amendments in this ASU address stakeholders' concerns about the lack of transparency about the measurement of contributed nonfinancial assets recognized by NFPs, as well as the amount of those contributions used in an NFP's programs and other activities. The ASU requires NFPs to present contributed nonfinancial assets (gifts in kind) as a separate line item in the statement of activities.

The ASU also requires the following disclosures:

- Disaggregation of gifts in kind by asset category and corresponding asset value,
- Whether the asset was monetized or used,
- If used a description of the programs or services that used the asset,
- If monetized, information about the reporting entity's monetization policy

## Community Council of Greater Dallas

### Notes to Financial Statements

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- The valuation techniques used to value the asset, including the principal market used to arrive at a fair value measure, and
- A description of any donor-imposed restrictions

The ASU 2020-07 requires the new standard to be applied retrospectively, with amendments taking effect for annual reporting periods beginning after June 15, 2021. The ASU allows for early adoption.

The Council is currently assessing the impact that adopting these new ASU's will have on the financial statements.

### 3. Property and Equipment

Property and equipment consists of the following at September 30, 2021:

Furniture and equipment	\$ 828,936
Accumulated depreciation	<u>(543,677)</u>
	<u><u>\$ 285,259</u></u>

Depreciation expense for the year end September 30, 2021 was \$73,271.

### 4. Notes Payable

Notes payable consist of the following at September 30, 2021:

Note payable to a bank, interest at 4.25%, principal and interest payment of \$9,861 payable monthly until maturity in June 2024 when all unpaid interest and principal is due, secured by assets.	\$ 305,870
Unsecured note payable to a bank, interest at 2.65%, interest payable monthly until maturity in May 2025 when all unpaid interest and principal is due.	436,812
Note payable to a bank, under the Economic Injury Disaster Loan program administered by the Small Business Administration. Interest at 2.75%, with principal and interest payments of \$641 payable monthly until maturity in June 2050 when all unpaid interest and principal is due, secured by assets.	<u>149,900</u>
	<u><u>\$ 892,582</u></u>

**Community Council of Greater Dallas**  
**Notes to Financial Statements**

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Maturities of notes payable are as follows for the years ending September 30:

2022	\$ 108,264
2023	115,684
2024	90,168
2025	440,654
2026	3,743
Thereafter	<u>134,069</u>
	<u>\$ 892,582</u>

## **5. Line of Credit**

The Council had a line of credit with interest at 5.5% which matured in June 2021, at which time all outstanding principal and interest was paid in full.

## **6. Commitments and Contingencies**

In the normal course of business, the Council may become party to various claims, litigations, and assessments. Management is unaware of any such matters that may have a material impact on the financial statements in the event of an unfavorable outcome.

The Council has non-cancelable operating leases for office space and equipment expiring at various dates through 2025. The required minimum payments for these leases are as follows for the years ending September 30:

2022	\$ 250,244
2023	235,327
2024	238,882
2025	<u>99,534</u>
	<u>\$ 823,987</u>

The Council receives government grants that are subject to review and audit by government agencies. These contracts have certain compliance requirements and, should audits by the government disclose any areas of noncompliance, the Council may be required to refund any disallowed costs.

**Community Council of Greater Dallas**  
**Notes to Financial Statements**

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## **7. Indirect Costs**

The computation of the indirect cost rate for the year ended September 30, 2021, is as follows:

	<u>Actual</u>
Indirect costs:	
Personnel, benefits, taxes	\$ 1,101,637
Professional services	40,442
Supplies	3,142
Communications	7,230
Occupancy costs	16,077
Printing/reproduction	3,561
Travel/conferences	452
Dues/subscriptions	31,138
Minor equipment/maintenance	2,795
Other	<u>5,375</u>
Total indirect costs	1,211,849
Basis for allocation	
Direct personnel, benefits, taxes	5,532,850
Indirect cost rate computations:	
Total indirect costs	1,211,849
Total direct program personnel costs	<u>4,286,960</u>
Computed rate	28.27%
Allocation	
Total actual indirect costs	1,211,849
Indirect costs allocated to grants	<u>(1,211,849)</u>
Current year under-allocation	<u><u>\$ -</u></u>

## **8. Employee Benefit Plan**

Effective January 1, 1993, the Council established a 403(b) retirement plan for all full-time employees of the Council with one or more years of service. Under this plan, the Council contributes 3.75% of eligible employees' salaries to the plan. The Council contributed \$115,298 to the plan during the year ended September 30, 2021.

## **9. Credit Concentration and Economic Dependency**

The Council operates entirely within the North Texas area. Therefore, results of operations are subject to the economic conditions of the area.

## **Community Council of Greater Dallas**

### **Notes to Financial Statements**

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A significant portion of support and revenue is received from the Texas Department of Aging and Disability Services. For the year ended September 30, 2021, 82% of total revenue was received from the Texas Department of Health and Human Services. Continued funding from this source at current levels is dependent upon various factors. Such factors include economic conditions, compliance with grant provisions, continued government approval, new legislation, donor satisfaction and public perception of mission effectiveness and relative importance.

#### **10. Liquidity and Availability of Resources**

The Council has \$4,397,196 of financial assets available within one year of the statement of financial position date to meet cash needs for general expenditure consisting of cash of \$496,231, a certificate of deposit of \$513,237, and grants receivable of \$3,387,728. None of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditure within one year of the statement of financial position date. The grants receivable are expected to be collected within three months. The Council has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations become due.

#### **11. Subsequent Events**

The Council evaluated subsequent events through the date the financial statements were available to be issued and concluded that no additional disclosures are required.



**Community Council of Greater Dallas**  
**Schedule of Expenditures of Federal and State Awards**  
**Year Ended September 30, 2021**

Grantor/Pass-through Grantor/ Program Title	ALN #	Grant #	Federal Expenditures	State Expenditures	Passed through to Subrecipients
<b>U.S. Department of Health and Human Services:</b>					
<b>Center for Medicare and Medicaid Services:</b>					
Opioid STR	93.788	1H79TI081729-01	\$ 108,648	\$ -	\$ -
Cooperative Agreement to Support Navigators in Federally-facilitated Exchanges	93.332	NAVCA210434-01-00	9,193	-	-
<b>Texas Health and Human Services Commission:</b>					
<b>Aging Cluster:</b>					
Special Programs for the Aging: Title III, Part B Grants for Supportive Services and Senior Centers					
Physical Fitness, Matter of Balance and Transportation Program	93.044	2101TXOASS/2001TXSSC3 /17AATXT3SS/17AATXT3F	2,917,516	230,118	2,088,721
Special Programs for the Aging: Title III, Part C, Nutrition Services					
Congregate Meal Program	93.045	2101TXOACM/2101TXOAH D/2001TXHDC3	5,285,037	7,822	4,934,605
<b>Total Aging Cluster</b>			8,202,553	237,940	7,023,326
Community Services Block Grant	93.569	61200003214	1,898,119	-	-
Community Services Block Grant	93.569	61210003445	973,761	-	-
COVID-19 Community Services Block Grant	93.569	6120000335	3,109,691	-	-
<b>Total Community Services Block Grant</b>			5,981,571	-	-
National Family Caregiver Support, Title III, Part E	93.052	2101TXO AFC/2001TX FCC3	1,097,649	-	634,443
Nutrition Services Incentive Program	93.053	2101TXOANS	430,541	-	430,541
Ombudsman Services for Older Individuals	93.042	17AATXT3CM/2001TXOM C3/2101TXO AOM	313,559	-	313,559
Medical Assistance Program	93.778	529-16-0006-0002H	248,665	248,665	-
Medical Assistance Program	93.778	HHS000979200001	26,775	26,775	-
<b>Total Medical Assistance Program</b>			275,440	275,440	-
Child Care and Development Block Grant	93.575	529-16-0006-0002H	144,351	-	-
Child Care and Development Block Grant	93.575	HHS000979200001	6,443	-	-
<b>Total Child Care and Development Block Grant</b>			150,794	-	-

See notes to schedule of expenditures of federal and state awards.

**Community Council of Greater Dallas**  
**Schedule of Expenditures of Federal and State Awards**  
**Year Ended September 30, 2021**

Grantor/Pass-through Grantor/Program Title	ALN #	Grant #	Federal Expenditures	State Expenditures	Passed through to Subrecipients
Special Programs for the Aging: Title III, Part D, Disease Prevention and Health Promotion Services	93.043	2101TXOAPH	\$ 137,044	\$ -	\$ -
Special Programs for the Aging: Title VII, Chapter 3, Programs for Prevention of Elder Abuse, Neglect, and Exploitation	93.041	17AATXT3SS	22,546	-	6,746
Special Programs for the Aging: Title VII, Chapter 2, Long Term Care					
State Health Insurance Assistance Program	93.324	90SAPG0095-02-00	69,931	-	-
Children's Health Insurance Program	93.767	529-16-0006-00002H	36,042	10,404	-
Children's Health Insurance Program	93.767	HHS000979200001	2,564	770	-
Total Children's Health Insurance Program			38,606	11,174	-
Medicare Enrollment Assistance Program	93.071	2001TXMIAA	18,676	-	-
Temporary Assistance for Needy Families	93.558	529-16-0006-00002H	5,902	38,384	-
Temporary Assistance for Needy Families	93.558	HHS000979200001	448	292	-
Total Temporary Assistance for Needy Families			6,350	38,676	-
<b>Direct:</b>					
Advancing System Improvements for Key Issues in Women's Health	93.088	6ASTWH190073-02-01	164,114	-	-
Empowering Older Adults and Adults with Disabilities through Chronic Disease Self-Management Education Programs- financed by Prevention and Public Health Funds (PPHF)	93.734	90CSSG0020-01-00	227,617	-	65,310
<b>United Way of Tarrant County:</b>					
Evidence-Based Falls Prevention Programs Financed Solely by Prevention and Public Health Funds (PPHF)	93.761	90FPSG0001-01-00	1,124	-	-
<b>National Institute of Health:</b>					
21st Century Cures Act - Precision Medicine Initiative	93.368	OT2O028404	194,082	-	-
<b>Total U.S. Department of Health and Human Services</b>			17,450,038	563,230	8,473,925

See notes to schedule of expenditures of federal and state awards.

**Community Council of Greater Dallas**  
**Schedule of Expenditures of Federal and State Awards**  
**Year Ended September 30, 2021**

Grantor/Pass-through Grantor/Program Title	ALN #	Grant #	Federal Expenditures	State Expenditures	Passed through to Subrecipients
<b>U.S. Department of Transportation:</b>					
<b>North Central Texas Council of Governments:</b>					
Enhanced Mobility of Seniors and Individuals with Disabilities	20.513	TX-2020-049-00	\$ 241,945	\$ -	\$ -
<b>Total U.S. Department of Transportation</b>			241,945	-	-
<b>U.S. Department of Agriculture:</b>					
<b>SNAP Cluster:</b>					
<b>Texas Health and Human Services Commission:</b>					
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	529-16-0006-00002H	220,953	220,953	-
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	529-16-0006-00002H	21,305	21,305	-
<b>Total U.S. Department of Agriculture</b>			242,258	242,258	-
<b>U.S. Department of Homeland Security</b>					
Emergency Food and Shelter National Board Program	97.024	75-0800631	58,224	-	-
<b>Total U.S. Department of Homeland Security</b>			58,224	-	-
<b>Texas Health and Human Services Commission:</b>					
Kinship	n/a	529-16-0006-0002H	-	72,217	-
COVID-19 OneStar	n/a	529-16-0006-0002H	-	10,110	-
<b>Total expenditures of federal and state awards</b>			<u>\$ 17,992,465</u>	<u>\$ 887,815</u>	<u>\$ 8,473,925</u>

See notes to schedule of expenditures of federal and state awards.

**Community Council of Greater Dallas**  
**Notes to Schedule of Expenditures of Federal and State Awards**  
**Year Ended September 30, 2021**

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**1. Basis of Presentation**

The accompanying schedule of expenditures of federal and state awards (Schedule) includes the federal and state grant activity of Community Council of Greater Dallas (Council). The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and the State of Texas *Uniform Grant Management Standards* (UGMS). Because the Schedule presents only a selected portion of the operations of the Council, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Council.

**2. Summary of Significant Accounting Policies**

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles in the Uniform Guidance or the UGMS, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The Council has not elected to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

**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 *Government Auditing Standards***

To the Board of Directors of  
Community Council of Greater Dallas

We have audited, 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 and the State of Texas *Uniform Grant Management Standards* (UGMS), the financial statements of Community Council of Greater Dallas (Council), which comprise the statement of financial position as of September 30, 2021, 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 May 24, 2022.

***Internal Control over Financial Reporting***

In planning and performing our audit of the financial statements, we considered Community Council of Dallas' (Council) internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Council's internal control. Accordingly, we do not express an opinion on the effectiveness of the Council'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.

### ***Compliance and Other Matters***

As part of obtaining reasonable assurance about whether the Council'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 determination of the financial statement amounts. 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 Council'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 Council's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Sutton Frost Cary". The signature is written in a cursive, flowing style.

A Limited Liability Partnership

Arlington, Texas

May 24, 2022

**Independent Auditors' Report on Compliance for Each Major Program and on Internal Control  
over Compliance Required by the Uniform Guidance and State of Texas *Uniform Grant  
Management Standards***

To the Board of Directors of  
Community Council of Greater Dallas

***Report on Compliance for Each Major Federal and State Program***

We have audited Community Council of Greater Dallas' (Council) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the State of Texas *Uniform Grant Management Standards* (UGMS) that could have a direct and material effect on each of the Council's major federal and state programs for the year ended September 30, 2021. The Council's major federal and state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

***Management's Responsibility***

Management is responsible for compliance with the federal and state statutes, regulations, and the terms and conditions of its federal and state awards applicable to its federal and state programs.

***Auditors' Responsibility***

Our responsibility is to express an opinion on compliance for each of the Council's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with 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) and the State of Texas UGMS. Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal and state program occurred. An audit includes examining, on a test basis, evidence about the Organization's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal and state program. However, our audit does not provide a legal determination of the Council's compliance.

### ***Opinion on Each Major Federal and State Program***

In our opinion, the Council complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended September 30, 2021.

### ***Report on Internal Control over Compliance***

Management of the Council is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Council's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal and state program and to test and report on internal control over compliance in accordance with the Uniform Guidance and the State of Texas UGMS, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Organization's 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 or state program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or 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 or state 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 or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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



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 Uniform Guidance and the State of Texas UGMS. Accordingly, this report is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Sutton Frost Cary".

A Limited Liability Partnership

Arlington, Texas  
May 24, 2022

**Community Council of Greater Dallas**  
**Schedule of Findings and Questioned Costs**  
**Year Ended September 30, 2021**

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**Section I – Summary of Auditors’ Results**

*Financial Statements*

Type of auditors’ report issued:	Unmodified
Internal control over financial reporting:	
• Material weaknesses identified?	No
• Significant deficiency identified?	None reported
Noncompliance material to financial statements noted?	No

***Federal and State Awards***

Internal control over major programs:	
• Material weaknesses identified?	No
• Significant deficiencies identified?	None reported
Type of auditors’ report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance and UGMS?	No

**Identification of Major Federal and State Programs:**

**Federal:**

The Aging Cluster ALN 93.044/93.045

**State:**

The Aging Cluster – State General Revenue  
Medical Assistance Program – State General Revenue

Dollar threshold used to distinguish between type A and type B programs:	\$750,000
Auditee qualified as low-risk auditee?	<u>  </u> yes <u>  X  </u> no

**Section II – Financial Statement Findings**

None

**Community Council of Greater Dallas  
Schedule of Findings and Questioned Costs  
Year Ended September 30, 2021**

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**Section III – Federal and State Award Findings and Questioned Costs**

None

**Section IV – Summary of Prior Year Audit Findings**

*Finding No. 2020-001:* Statement of financial position account reconciliations – material weakness

Summary: CCGD is responsible for presenting financial statements that are fairly stated in accordance with accounting principles generally accepted in the United States of America. Bank accounts, receivables, prepaid expenses, fixed assets, payables, accrued expenses, and deferred revenue were not properly reconciled at year end. Timely reconciliation of these accounts were not taking place, resulting in material adjustments during the prior audit.

Status: This finding was corrected in 2021.