

NEW YORK STATE CASA ASSOCIATION, INC.

FINANCIAL STATEMENTS

DECEMBER 31, 2024 AND 2023

NEW YORK STATE CASA ASSOCIATION, INC.

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CUSACK & COMPANY
Certified Public Accountants LLC

7 AIRPORT PARK BOULEVARD
LATHAM, NEW YORK 12110
(518) 786-3550
FAX (518) 786-1538
E-MAIL ADDRESS: CPAS@CUSACK.CPA
WWW.CUSACK.CPA

MEMBERS OF:
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

MEMBERS OF:
NEW YORK STATE SOCIETY OF
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

Board of Directors
New York State CASA Association, Inc.

Opinion

We have audited the accompanying financial statements of New York State CASA Association, Inc. (a nonprofit organization), which comprise the statements of financial position as of December 31, 2024 and 2023, and the related statements of activities, cash flows and functional expenses for the years 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 New York State CASA Association, Inc. as of December 31, 2024 and 2023, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of New York State CASA Association, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the 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 New York State CASA Association, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted 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 generally accepted 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 New York State CASA Association, Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about New York State CASA Association, Inc.'s ability to continue as a going concern for a reasonable period of time.

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



CUSACK & COMPANY, CPA'S LLC

Latham, New York
June 30, 2025

NEW YORK STATE CASA ASSOCIATION, INC.

STATEMENTS OF FINANCIAL POSITION

DECEMBER 31, 2024 AND 2023

	<u>2024</u>	<u>2023</u>
<u>ASSETS</u>		
Current Assets		
Cash	\$ 575,110	\$ 571,306
Accounts and Grants Receivable	284,163	389,245
Pledges Receivable, Current Portion	-	25,000
Prepaid Expenses	<u>16,048</u>	<u>4,256</u>
Total Assets	<u>\$ 875,321</u>	<u>\$ 989,807</u>
<u>LIABILITIES AND NET ASSETS</u>		
Current Liabilities		
Line of Credit	\$ 304,180	\$ 350,000
Accounts Payable	21,002	12,056
Subgrants Payable	76,242	52,608
Accrued Expenses	22,697	12,011
Deferred Revenues	<u>-</u>	<u>161,768</u>
Total Liabilities	<u>424,121</u>	<u>588,443</u>
Net Assets		
Without Donor Restrictions	451,200	376,364
With Donor Restrictions	<u>-</u>	<u>25,000</u>
Total Net Assets	<u>451,200</u>	<u>401,364</u>
Total Liabilities and Net Assets	<u>\$ 875,321</u>	<u>\$ 989,807</u>

NEW YORK STATE CASA ASSOCIATION, INC.

STATEMENTS OF ACTIVITIES

FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

	<u>2024</u>	<u>2023</u>
Changes in Net Assets Without Donor Restrictions		
Support, Revenue, and Reclassifications		
Grants	\$ 1,603,705	\$ 1,563,406
Contributions	40,028	38,612
Program Revenue	15,380	8,646
Membership Dues	6,000	5,550
Bank Interest	-	22
Net Assets Released from Restrictions	<u>25,000</u>	<u>26,575</u>
Total Support, Revenue, and Reclassifications	<u>1,690,113</u>	<u>1,642,811</u>
Expenses		
Program Services	1,490,266	1,472,409
Management and General	95,202	79,658
Fundraising	<u>29,809</u>	<u>28,042</u>
Total Expenses	<u>1,615,277</u>	<u>1,580,109</u>
Change in Net Assets Without Donor Restrictions	<u>74,836</u>	<u>62,702</u>
Changes in Net Assets With Donor Restrictions		
Net Assets Released from Restrictions	<u>(25,000)</u>	<u>(26,575)</u>
Change in Total Net Assets	49,836	36,127
Net Assets, Beginning of Year	<u>401,364</u>	<u>365,237</u>
Net Assets, End of Year	<u>\$ 451,200</u>	<u>\$ 401,364</u>

NEW YORK STATE CASA ASSOCIATION, INC.

STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

	<u>2024</u>	<u>2023</u>
Cash Flows from Operating Activities:		
Change in Net Assets	\$ 49,836	\$ 36,127
Adjustments to Reconcile Change in Net Assets to Net Cash Provided By Operating Activities:		
Bad Debt Expense	70	-
Changes in Operating Assets and Liabilities:		
(Increase) Decrease in:		
Accounts and Grants Receivable	105,012	166,896
Pledges Receivable	25,000	26,575
Prepaid Expenses	(11,792)	198,264
Increase (Decrease) in:		
Accounts Payable	8,946	(593)
Grants Payable	23,634	(271,235)
Accrued Expenses	10,686	(4,624)
Deferred Revenues	<u>(161,768)</u>	<u>156,761</u>
Net Cash Provided By Operating Activities	49,624	308,171
Cash Flows from Financing Activities:		
Line of Credit Activity, Net	<u>(45,820)</u>	<u>175,000</u>
Net Change in Cash	3,804	483,171
Cash, Beginning of Year	<u>571,306</u>	<u>88,135</u>
Cash, End of Year	<u>\$ 575,110</u>	<u>\$ 571,306</u>
Supplemental Disclosure of Cash Flow Information:		
Interest Paid	<u>\$ 14,548</u>	<u>\$ 12,254</u>

NEW YORK STATE CASA ASSOCIATION, INC.

*STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2024*

	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
Salaries	\$ 195,261	\$ 36,159	\$ 9,643	\$ 241,063
Payroll Taxes	14,935	2,766	738	18,439
Employee Benefits	6,298	1,166	311	7,775
Office and Meeting Space Rent	-	7,085	-	7,085
Professional Fees	155,277	28,755	7,668	191,700
Advertising	10,038	-	-	10,038
Insurance	3,576	662	176	4,414
Office Expense	13,049	2,416	644	16,109
Conferences, Meetings and Events	7,334	-	10,242	17,576
Travel	4,955	-	-	4,955
Miscellaneous	4,088	757	202	5,047
Information Technology	3,744	693	185	4,622
Filing Fees and Taxes	-	125	-	125
Subgrants	1,071,711	-	-	1,071,711
Interest	-	14,548	-	14,548
Bad Debt Expense	-	<u>70</u>	-	<u>70</u>
 Total Expenses	 <u>\$ 1,490,266</u>	 <u>\$ 95,202</u>	 <u>\$ 29,809</u>	 <u>\$ 1,615,277</u>

NEW YORK STATE CASA ASSOCIATION, INC.

STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
Salaries	\$ 201,666	\$ 15,102	\$ 11,573	\$ 228,341
Payroll Taxes	15,428	1,155	885	17,468
Employee Benefits	8,230	671	551	9,452
Office and Meeting Space Rent	310	6,425	-	6,735
Professional Fees	148,266	35,543	50	183,859
Advertising	8,676	274	-	8,950
Insurance	2,950	1,943	178	5,071
Office Expense	8,111	2,162	4,031	14,304
Conferences, Meetings and Events	17,833	-	9,926	27,759
Travel	9,543	518	140	10,201
Miscellaneous	1,627	170	-	1,797
Information Technology	1,105	3,316	708	5,129
Filing Fees and Taxes	-	125	-	125
Subgrants	1,048,664	-	-	1,048,664
Interest	-	<u>12,254</u>	-	<u>12,254</u>
 Total Expenses	 <u>\$ 1,472,409</u>	 <u>\$ 79,658</u>	 <u>\$ 28,042</u>	 <u>\$ 1,580,109</u>

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

The New York State CASA Association, Inc. (“CASA”) is a non-profit corporation organized under the laws of the State of New York principally for the purpose of providing support to New York State Court-Appointed Special Advocates programs which utilize trained community volunteers to advocate on behalf of children in child welfare proceedings. CASA works to promote, assist and support the development, growth, and continuation of CASA programs in the State of New York that agree to follow the standards set by the National CASA Association.

Basis of Accounting

The financial statements of CASA have been prepared in accordance with accounting principles generally accepted in the United States of America, using the accrual basis of accounting. CASA adopted the accounting treatment prescribed by the FASB’s Accounting Standards Codification (ASC). Accordingly, support and revenue are recognized when earned and expenses are recognized when the obligation is incurred.

Receivables

CASA utilizes the allowance method to determine the allowance for doubtful accounts. At December 31, 2024 and 2023 management determined no allowance was necessary based upon their review of specific receivables and prior history.

Deferred Revenue

Deferred revenue primarily consists of grant funds unexpended as of December 31. These are recognized as revenue as soon as the expenses are incurred.

Net Assets

Net assets of CASA, and changes therein, are classified and reported as follows:

Net assets without donor restrictions - Net assets that are not subject to donor-imposed stipulations.

Net assets with donor restrictions - Net assets subject to donor-imposed stipulations that will be met either by actions of CASA and/or the passage of time.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue Recognition

Contributions received and unconditional promises to give are measured at their fair values and reported as an increase in net assets. CASA reports gifts of cash and other assets as donor restricted support if they are received with donor stipulations that limit the use of the donated assets, or if they are designated as support for future periods. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions. Donor-restricted contributions whose restrictions are met in the same reporting period are reported as support without donor restrictions.

Revenue on cost reimbursement grants and contracts is recognized to the extent actual expenditures have been incurred in compliance with the specific grant requirements. Other grant and contract revenue is recognized in the period earned if on a fee for services basis. Program service fees and payments under cost-reimbursable contracts received in advance are deferred to the applicable period in which the related services are performed or expenditures are incurred.

Revenue from Contracts with Customers

Revenue from contracts with customers is recognized in accordance with a five-step model as follows:

- Identify the contract with the customer
- Identify the performance obligation(s) in the contract
- Determine the transaction price
- Allocate the transaction price to the performance obligation(s) in the contract
- Recognize revenue when earned or as performance obligation(s) are satisfied

Contract Assets

Amounts related to services provided to customers which have not been billed and that do not meet the conditions of an unconditional right to payment at the end of the reporting period are contract assets. Contract asset balances consist primarily of services provided to customers who are still receiving services at the end of the year. There were no contract assets at December 31, 2024 and 2023.

Contract Liabilities

Contract liabilities represent revenue that has been deferred for the funds advanced by third party payors for CASA's contracts received related to services that have not yet been provided to customers. Contract liabilities consist of payments made by funding and other sources for CASA's contracts for services not yet performed that are expected to be performed within the next fiscal year. Contract liabilities at December 31, 2024 and 2023 totaled \$0 and \$161,768, respectively, and consist of grant funds received but unexpended.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Advertising Expense

CASA uses advertising to promote its programs among the audiences it serves. Advertising costs are expensed as incurred. Advertising expense for the years ended December 31, 2024 and 2023 were \$10,038 and \$8,950, respectively.

Functional Allocation of Expenses

The costs of providing CASA's programs and supporting services have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs benefitted. Salaries are allocated based on estimates of total time spent, while other expenses are allocated based on estimates of the resources used.

Tax Exempt Status

CASA is a not-for-profit organization and is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code, and has been designated a publicly supported organization which is not a private foundation under Section 509(a) of the Code. Accordingly, no provision for income taxes has been made in these financial statements.

Use of Estimates

The preparation of financial statements in accordance with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of 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.

Fair Value Measurements

For assets and liabilities measured at fair value on a recurring basis, the ASC requires expanded disclosures about fair value measurements and establishes a three-level hierarchy for fair value measurements based on the observable inputs to the valuation of an asset or liability at the measurement date. Fair value is defined as the price that CASA would receive upon selling an asset or pay to transfer a liability in an orderly transaction between market participants. It prioritizes the inputs to the valuation techniques used to measure fair value by giving the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements), and the lowest priority to measurements involving significant unobservable inputs (Level 3 measurements).

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Accounting for Uncertainty in Income Taxes

The ASC requires entities to disclose in their financial statements the nature of any uncertainty in their tax position. CASA has not recognized any benefits or liabilities from uncertain tax positions in 2024 and believes it has no uncertain tax positions for which it is reasonably possible that will significantly increase or decrease net assets. Generally, federal and state authorities may examine CASA’s tax returns for three years from the date of filings; consequently, income tax returns for the years prior to 2021 are no longer subject to examination by tax authorities.

Subsequent Events

Management has evaluated subsequent events or transactions as to potential material impact on operations or financial position occurring through June 30, 2025, the date the financial statements were available to be issued. No such events or transactions were identified.

2. PLEDGES RECEIVABLE

Unconditional promises to give as of December 31, 2024 and 2023 are classified as net assets with donor restrictions. Pledges receivable are not restricted. Unconditional promises to give are not reflected at the present value of estimated future cash flows as the discount amount was deemed immaterial for financial statement purposes.

3. LINE OF CREDIT

CASA has a line of credit with the Community Loan Fund of the Capital Region for \$350,000 with an interest rate of 6.5%. Requirements include current assets greater than current liabilities, positive net revenue excluding depreciation and all tax payments up-to-date. Amounts owed to the Community Loan Fund of the Capital Region as of December 31, 2024 and 2023 were \$304,180 and \$350,000, respectively.

4. NET ASSETS WITH DONOR RESTRICTION

Net assets with donor restrictions represent amounts received and restricted by donors for the following specific purposes or time restrictions. When the restriction has been met, the amounts will be released from net assets with donor restrictions and reclassified to net assets without donor restrictions. A summary of contributions with donor restrictions is as follows:

	<u>2024</u>	<u>2023</u>
Time Restricted:		
Pledges Receivable	\$ <u>-</u>	\$ <u>25,000</u>

NEW YORK STATE CASA ASSOCIATION, INC.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 2024 AND 2023

5. NET ASSETS RELEASED FROM RESTRICTIONS

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose.

	<u>2024</u>	<u>2023</u>
Time Restrictions Accomplished:		
Pledges Receivable	\$ <u>25,000</u>	\$ <u>26,575</u>

6. OPERATING LEASES

CASA rents office space in Albany, NY on a month-to-month basis from an unrelated organization. Rental expense amounted to \$6,000 for each of the years 2024 and 2023, and is included in office and meeting room rent expenses on the statement of functional expenses.

7. CONTINGENCY

CASA participates in various grant programs. These programs are subject to financial and compliance audits by the grantors or their representatives. Accordingly, CASA's compliance with applicable grant/contract requirements will be established at some future date. The amount, if any, of any expenditures or funding which may be disallowed by the granting agencies cannot be determined at this time, although management expects such amounts, if any, to be immaterial.

8. CONCENTRATIONS

CASA is dependent on grant revenues received from the New York State Office of Court Administration (OCA) and the New York State Office of Victim Services (OVS). Significant concentrations of revenue included the following at December 31, 2024 and 2023:

<u>Source</u>	<u>2024 Percent of Total Support and Revenue</u>	<u>2023 Percent of Total Support and Revenue</u>
OCA	51%	43%
OVS	45%	52%

NEW YORK STATE CASA ASSOCIATION, INC.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 2024 AND 2023

9. LIQUIDITY

CASA has \$859,273 of financial assets available within one year of the statement of financial position date to meet cash needs for general expenditures consisting of \$575,110 in cash and \$284,163 in accounts and grants receivable. None of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditures within one year of the statement of financial position date. CASA has a goal to maintain financial assets, which consist of cash and accounts and grants receivable, on hand to meet 60 days of normal operating expenses, which are, on average, approximately \$270,000. CASA has a policy to structure its financial assets to be available as its general expenditures and other obligations become due. Should an unforeseen liquidity need arise, CASA could also draw upon a \$350,000 line of credit (\$304,180 was drawn as of December 31, 2024).