

LONE STAR CASA, INC.
AUDITED FINANCIAL STATEMENTS
AUGUST 31, 2023

MURREY PASCHALL & CAPERTON, P.C.
Certified Public Accountants

LONE STAR CASA INC.
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LONE STAR CASA, INC.
PRINCIPAL OFFICIALS
AUGUST 31, 2023

BOARD OF DIRECTORS

Ashley Holman
Mark Cross
Scott Dodson
Sandra Ownby

President
Vice President
Treasurer
Secretary

BOARD MEMBERS

Brenda Avenetti
Cariann Bradford
Donald Prentiss
Judy Kunhardt

Kim Campbell
Stephen Colon
Suzanne Duvall
Helen Zahnd Schlensker

MANAGEMENT

Lauren Rowe

Executive Director

M **Murrey Paschall & Caperton PC**
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Lone Star CASA, Inc.
Rockwall, Texas

OPINION

We have audited the accompanying financial statements of Lone Star CASA, Inc. (a nonprofit organization), which comprise the statement of financial position as of August 31, 2023, the related statement of activities, statement of functional expenses, and the statement of cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Lone Star CASA, Inc. as of August 31, 2023, and the changes in its statement of activities, its functional expenses 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. 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 Lone Star CASA, Inc. 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 these 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 Lone Star CASA, 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, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

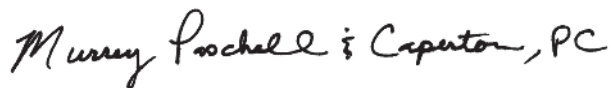
In performing an audit in accordance with generally accepted auditing standards, we:

- 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 Lone Star CASA, 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 Lone Star CASA, 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.

REPORT ON SUPPLEMENTARY INFORMATION

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedule of federal/state financial assistance 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 auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.



Murrey Paschall & Caperton, P.C.
Forney, Texas
October 27, 2023

LONE STAR CASA, INC.
STATEMENT OF FINANCIAL POSITION
AUGUST 31, 2023

ASSETS

Current Assets:	
Cash and Cash Equivalents	\$ 1,262,960
Grants Receivable	76,347
Other Assets - Security Deposit	<u>1,707</u>
Total Current Assets	<u>1,341,014</u>
Fixed Assets: (Note 2)	
Building	800
Equipment	27,663
Less Accumulated Depreciation - Building	(800)
Less Accumulated Depreciation - Equipment	<u>(26,052)</u>
Total Fixed Assets	<u>1,611</u>
ROU Asset - Rockwall Building (net amortization) (Note 6)	215,940
Total Assets	<u>\$ 1,558,565</u>

LIABILITIES AND NET ASSETS

Liabilities:	
Accounts Payable	\$ 2,340
Payroll Liabilities	3,847
Credit Card Liability	8,464
Lease Liability (4 years remaining)	<u>215,940</u>
Total Liabilities	<u>230,591</u>
Net Assets:	
Without Donor Restrictions	1,322,576
With Donor Restrictions	<u>5,398</u>
Total Net Assets	<u>1,327,974</u>
Total Liabilities and Net Assets	<u>\$ 1,558,565</u>

The accompanying notes are an integral part of the financial statements.

LONE STAR CASA, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED AUGUST 31, 2023

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE:			
Public Support and Revenue			
Contributions	\$ 140,055	\$ -	\$ 140,055
County Contributions	63,304	-	63,304
Fundraising Events	239,180	-	239,180
Grants	398,242	72,315	470,557
In-Kind Contributions	218,967	-	218,967
Interest Income	6,042	-	6,042
Miscellaneous	825	-	825
Gain/(Loss) on Investment	18,215	-	18,215
Net Assets Released from Restrictions:			
Satisfaction of Program Restrictions	<u>77,546</u>	<u>(77,546)</u>	<u>-</u>
 Total Revenue	 <u>1,162,376</u>	 <u>(5,231)</u>	 <u>1,157,145</u>
OPERATING EXPENSE:			
Child Advocacy Program	828,028	-	828,028
Fundraising	48,629	-	48,629
Administration And General	<u>21,065</u>	<u>-</u>	<u>21,065</u>
 Total Expenses	 <u>897,722</u>	 <u>-</u>	 <u>897,722</u>
 INCREASE IN NET ASSETS	 264,654	 (5,231)	 259,423
 Net Assets, Beginning of Year	 <u>1,057,922</u>	 <u>10,629</u>	 <u>1,068,551</u>
 NET ASSETS, END OF YEAR	 <u>\$ 1,322,576</u>	 <u>\$ 5,398</u>	 <u>\$ 1,327,974</u>

The accompanying notes are an integral part of the financial statements.

LONE STAR CASA, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED AUGUST 31, 2023

EXPENSES	Child Advocacy		Administration	Total
	Program	Fundraising	and General	
Salaries, Payroll Taxes, and Benefits	\$ 368,357	\$ -	\$ 10,494	\$ 378,851
Contract Labor	4,484	-	128	4,612
Training	8,035	-	229	8,263
Travel & Entertainment	21,550	-	614	22,164
Repairs & Maintenance	57,632	-	1,642	59,273
Professional Fees	19,315	-	550	19,865
Rent	47,535	-	1,354	48,890
Utilities	5,905	-	168	6,073
Information Technology	10,880	-	310	11,190
Insurance	9,869	-	281	10,150
Other Office Expenses	23,849	3,151	769	27,769
Dues & Subscriptions	15,671	-	446	16,117
Telecommunications	7,733	-	220	7,954
Printing & Copying	2,904	-	83	2,987
Special Events Expenses	1,366	45,479	422	47,267
Advertisement	3,978	-	113	4,094
Total Expenses Before Depreciation & In-Kind	<u>609,062</u>	<u>48,629</u>	<u>17,825</u>	<u>675,516</u>
Depreciation	-	-	3,240	3,240
In-Kind	<u>218,966</u>	<u>-</u>	<u>-</u>	<u>218,966</u>
Total Depreciation & In-Kind	<u>218,966</u>	<u>-</u>	<u>3,240</u>	<u>222,206</u>
TOTAL FUNCTIONAL EXPENSES	<u>\$ 828,028</u>	<u>\$ 48,629</u>	<u>\$ 21,065</u>	<u>\$ 897,722</u>

The accompanying notes are an integral part of the financial statements.

LONE STAR CASA, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED AUGUST 31, 2023

	Total
CASH FLOWS FROM OPERATING ACTIVITIES	
Change in Net Assets	\$ 259,423
Adjustments to Reconcile Decrease in Net Assets to Net Cash Used by Operating Activities:	
Depreciation	3,240
Changes in Assets and Liabilities:	
(Increase) Decrease in Accounts Receivable and Prepays	(13,674)
Increase (Decrease) in Accounts Payable and Accrued Comp	(12,906)
NET CASH PROVIDED/(USED) BY OPERATING ACTIVITIES	236,083
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchase of Property & Equipment	-
NET CASH PROVIDED/(USED) BY INVESTING ACTIVITIES	-
CASH FLOWS FROM FINANCING ACTIVITIES	
Principal Payments on Notes Payable	-
NET CASH PROVIDED/(USED) BY FINANCING ACTIVITIES	-
INCREASE (DECREASE) IN CASH	\$ 236,083
CASH AT BEGINNING OF YEAR	\$ <u>1,026,877</u>
CASH AT END OF YEAR	\$ <u><u>1,262,960</u></u>
SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION:	
Cash Paid During the Year for Interest:	\$ -

The accompanying notes are an integral part of the financial statements.

LONE STAR CASA, INC.
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Lone Star CASA, Inc. (The Organization) is a not-for-profit corporation exempt from federal income tax under Section 501(c)(3) of the U.S. Internal Revenue Code. The Organization is not classified as a private foundation by the Internal Revenue Service. The organization adopted the provisions of FASB ASC Topic 740-10, Income Taxes (previously known as FASB Interpretation No. 48, Accounting for Uncertainty in Income Taxes). Management believes it has no uncertain tax positions, and accordingly there is no liability recorded for unrecognized tax positions at August 31, 2023.

The Organization files IRS Form 990 annually with the Internal Revenue Service and is still open to examination by taxing authorities for tax years 2020 and later.

The Organization was organized to provide a voice for children who are under the protection of the State and to help provide them a safe, permanent environment. The goals of the organization are to provide trained community volunteers to advocate for the best interests of children who come into the court system primarily as a result of abuse or neglect; to recruit, screen, train and supervise the volunteers to serve wither as Guardian ad Litem for children, assist attorney Guardians ad Litem in this representation, or serve as an independent third party “friend of the court”; and to promote and enhance mutual coordination, cooperation, and communication among foster parents, the Texas Health and Human Services Commission, and the biological families of foster children in Rockwall and Kaufman Counties, Texas.

Additional background information about the Organization can be found at their website: www.lonestarcasa.org.

Basis of Presentation

The financial statements of Lone Star CASA, Inc. have been prepared on the accrual basis of accounting and in accordance with the American Institute of Certified Public Accountants Audit and Accounting Guide Audits of Not-for-Profit Organizations. The Organization has adopted Accounting Standards Update (ASU) 2016-14, Presentation of Financial Statements of Not-for-Profit Entities. Contributions received are recorded as either with or without donor restrictions and further detailed by unrestricted, board restricted, purpose restricted, or endowment funding. All donor-restricted support is reported as an increase in purpose or endowment restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), donor designated net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. There are, at this time, no permanently restricted ‘endowment’ assets.

Cash and Cash Equivalents

For the purpose of the Statement of Cash Flows, the Organization considers as cash equivalents all highly liquid investments which can be converted into known amounts of cash and have a maturity period of ninety days or less at the time of purchase. Included in this definition of cash equivalents are such amounts that represent funds that have been designated by the Board for investment.

LONE STAR CASA, INC.
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2023

The Organization maintains several accounts that are FDIC insured up to \$250,000. At times during the year an account, or combination of accounts at a single institution, may exceed the insured limits. However, the Organization has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk related to cash. The carrying amount of the Organization's deposits with its various financial institutions at August 31, 2023 was \$1,262,960.

Grants Receivable

The Organization has multiple Federal and State grant awards that are funded on a reimbursement basis. Revenue is recognized as the expenses are incurred and a receivable set up for the payment due. The drawdown for these funds typically takes place within 90 days.

Grants receivable at year end August 31, 2023 was \$76,347 and comprised the following:

Texas CASA, Inc. (HHSC)	\$ 32,439
Texas CASA, Inc. (VOCA)	33,119
OVAG – Other Victim Assistance Grants	<u>10,789</u>
Total Receivables	<u>\$ 76,347</u>

Provision for Uncollectible Promises Receivable

No provision for uncollectible promises has been provided since management considers all amounts to be collectible.

Income Taxes

The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code; therefore, no provision for federal income tax is made. The Organization's Forms 990, *Return of Organization Exempt from Income Tax*, for the years ending 2020, 2021, and 2022 are subject to examination by the IRS, generally for three years after they were filed.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires that management make estimates and assumptions that affect the reported amounts of assets and liabilities and the amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates.

Advertising Costs

The Organization expenses advertising costs as incurred. Advertising expense for the year ended August 31, 2023 was \$4,094.

LONE STAR CASA, INC.
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2023

Property and Equipment

Property, plant and equipment are recorded at cost, unless contributed, and then the asset is recorded at fair market value at the date of contribution. Such donations are reported as ‘without donor’ restrictions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as ‘with donor’ restrictions. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Organization reclassifies ‘with donor’ restricted net assets to ‘without donor’ restricted net assets at that time. Depreciation is computed using primarily the straight-line method over estimated useful lives. Depreciation expense for the year ending August 31, 2023 was \$3,240. Typically, maintenance and repairs are charged to expense as incurred and major additions to property or betterments that would extend the useful life are capitalized. The Organization follows the practice of capitalizing all expenditures for property and equipment in excess of \$2,500.

Impairment of Long-lived Assets

The Organization reviews potential impairments of long-lived assets when there is evidence that events or changes in circumstances have made the recovery of an asset’s carrying value unlikely. An impairment loss is recognized if the sum of the expected, undiscounted future cash flows is less than the net book value of the asset. Generally, the amount of the impairment loss is measured as the excess of the net book value of the assets over the estimated fair value. As of August 31, 2023, no impairment of long-lived assets is necessary.

Concentration of Revenue Sources

The Organization is largely supported by the Texas Court Appointed Special Advocates for Children, Inc. (Texas CASA) and from contributions and other grants. The Organization receives two major grants from Health & Human Services (HHSC) and the Victims of Crime Act of 1984 (VOCA) that are administered and passed through Texas CASA. In total, grant revenue from Federal and State entities was \$366,279, as broken down in the supplementary information schedule following these notes, representing approximately 32% of the Organization’s total revenue for FY2023.

These contributions are derived from grants and contracts from the Federal government passed through by the State of Texas and from state contracts and grants. The contracts are renewable at expiration dates and the operations of the Organization would be impacted if funding from these sources were not renewed. We noted the Organization is also subject to compliance audits by the Texas CASA which are performed every 5 years.

Contributed Services

Volunteers have donated significant time to the Organization’s operations. The value of donated volunteer services is recorded as an in-kind donation. Necessary services donated by persons with specialized skills are reported as unrestricted support (and offsetting expense) at the fair value of those services during the period the services are provided. The total recorded for 2023 was \$218,967.

LONE STAR CASA, INC.
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2023

Current Liabilities

Invoices, including the Organization's credit card, are received and paid in a timely manner. Currently the cards are paid in full monthly with no interest expense. The August 2023 balance was \$8,464 and was paid in full in September. Other current liabilities were normal operating items such as payroll liabilities.

Grants and Contracts

In 2023, the organization administered multiple Federal and State award programs.

- The primary Federal grant that is now awarded every year is called VOCA – Victims of Crime Act (Texas CASA, Inc). The organization was awarded up to \$182,310 for the program year October 1, 2022 – September 30, 2023. The organization has already been awarded the same amount \$188,607 for the upcoming FY2024.
- The primary State contract is awarded every year and is called Texas CASA, Inc, funded by the Health and Human Services Commission (HHSC). The organization was awarded up to \$146,097 for the program year September 1, 2022 – August 31, 2023. The organization has already been awarded the amount of \$150,104 for the upcoming FY2024.
- Another State program is awarded every year and is called OVAG – Other Victim Assistance Grant. The Organization was awarded up to \$44,998 for the 2022-23 program year. The time period for this grant is September 1, 2022 – August 31, 2023. The organization has already been awarded \$49,419 for the upcoming FY2024.

All of these grant funds are collected as reimbursement for costs allocated to the grant and approved by the grantor. Several other grants are received from local agencies or foundations.

The Organization will undergo an extensive program and financial review by Texas CASA, Inc. for the 2024-2025 grant awards. The Organization remains in compliance with Texas CASA, Inc.

Net Assets

Net assets are classified based on the existence or absence of donor-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 restrictions. The governing board has the option to internally designate funds.
- Net Assets With Donor Restrictions
 - Net assets subject to donor-imposed restrictions. Some donor 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.

LONE STAR CASA, INC.
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2023

NOTE 2 – CHANGES IN FIXED ASSETS

Purchased assets are capitalized at cost and depreciated over the estimated useful life of the asset on a straight-line basis. A breakdown of Property and Equipment is as follows:

	<u>Balance</u> <u>8/31/22</u>	<u>Additions</u>	<u>Dispositions</u>	<u>Balance</u> <u>8/31/23</u>
Buildings and Improvements	\$ 800	-	-	\$ 800
Equipment	<u>27,663</u>	<u>-</u>	<u>-</u>	<u>27,663</u>
Accum. Depreciation	<u>(23,612)</u>	<u>(3,240)</u>	<u>-</u>	<u>(26,852)</u>
	<u>\$ 4,851</u>	<u>\$ (3,240)</u>	<u>\$ -</u>	<u>\$ 1,611</u>

Depreciation on furniture and equipment is calculated using the straight-line method over estimated lives of five years. Depreciation expense recorded for the year end was \$ 3,240.

NOTE 3 – NET ASSETS

Net Assets Without Donor Restrictions – Lone Star CASA, Inc. has a policy and budget in place to ensure all unrestricted funds received from donors are tracked and spent in accordance with the mission and purpose of the Organization. As of August 31, 2023 the remaining balance of these funds were as follows:

	<u>WITHOUT DONOR</u> <u>RESTRICTIONS</u>
Unrestricted	\$ 1,322,576

Net Assets With Donor Restrictions - Lone Star CASA, Inc. has a policy in place to ensure all funds received from donors are tracked and spent for their designated purpose. As of August 31, 2023 the remaining balance of these funds were as follows:

	<u>WITH DONOR RESTRICTIONS</u>	
	<u>Beginning</u> <u>Purpose</u> <u>Designated</u>	<u>Ending</u> <u>Purpose</u> <u>Designated</u>
Designated Foundation Giving	\$ 10,629	\$ 5,398

Purpose Designated – Typically net assets that are received are released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of other events specified by donors. During the year ended August 31, 2023, a portion of various designated foundation gifts remained unspent for child services. Management indicated these balances are expected to be spent before the calendar year end.

LONE STAR CASA, INC.
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2023

NOTE 4 – LIQUIDITY

As part of Lone Star CASA Inc.'s liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due. The policy is that monthly revenues are to cover monthly expenses. Monthly revenues and expenditures are deposited in and deducted from the operating accounts.

Any excess cash for the year is to be used for projects in the upcoming years. These funds are invested in savings and money market accounts with short term maturities. The board has approved a list of financial institutions for which it may deposit funds. Limits were set at each of the financial institutions, so monies are transferred when needed to stay within the guidelines.

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use within one year of the statement of net position date, comprise the following:

	<u>August 31, 2023</u>
<u>Financial Assets:</u>	
Cash and cash equivalents	\$ 1,262,960
Grants receivable	<u>76,347</u>
	<u>1,339,306</u>
Less those unavailable for general expenditures within one year due to:	
Donor-imposed restrictions	<u>(5,398)</u>
Financial assets available within one year to meet cash needs for general expenditures	<u>\$ 1,333,908</u>

NOTE 5 – FUNCTIONAL ALLOCATION OF EXPENSES

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. The Organization allocates certain costs between programs, support services, and fundraising based on the budgeted percentage of personnel attributed to each area as estimated by management.

NOTE 6 – OPERATING LEASE

Lone Star CASA, Inc. entered into an operating lease agreement for an office building in Rockwall with Saint Matthias-Kenway Plaza in 2022 with option to lease up-to a 60-month lease term with a fixed monthly minimum payment (\$4,050) Four Thousand Fifty Dollars per month beginning September 1, 2022, until August 31, 2023. The amount of (\$4,275) Four Thousand Two Hundred Seventy-Five Dollars per month beginning September 1, 2023, until August 31, 2024. The amount of (\$4,450) Four Thousand Four Hundred Fifty Dollars per month beginning September 1, 2024, until August 31, 2025. The amount of (\$4,570) Four Thousand Five Hundred Seventy-Five Dollars per month beginning September 1, 2025, until August 31, 2026. The amount of (\$4,700) Four Thousand Seven Hundred Dollars per month beginning September 1, 2026, until August 31, 2027. Total rent for the 60-month period will be (\$264,540) Two-Hundred Sixty-Four

LONE STAR CASA, INC.
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2023

Thousand Five Hundred Forty Dollars. The lease has been included as a ROU Asset and Lease Liability on the audited financial statements with 4 years remaining as of August 31, 2023.

Lone Star CASA, Inc. also entered into an operating lease agreement for an office building with Wells Fargo Bank in 2015 to lease an office space in Kaufman. The third amendment of the lease took place in 2023 and the lease will expire on June 30, 2026. The office space is leased at \$0, the lease expense is booked as in-kind contributions of \$10 to \$12 per square meter on the statement of activities.

NOTE 7 – SUBSEQUENT EVENTS

The date through which subsequent events have been evaluated was the date of issuance, October 27, 2023.

LONE STAR CASA, INC
SCHEDULE OF FEDERAL/STATE FINANCIAL ASSISTANCE
YEAR ENDED AUGUST 31, 2023

Program Title	Grant Number	Award Amount	Revenue	Disbursement	Grant Receivable
TEXAS CASA, INC. (HHSC)	CVC-2023-67 (FY8/31/23)	\$ 146,097	\$ 146,097	\$ 146,097	\$ 32,439
TEXAS CASA, INC. (VOCA)	VOCA-2022-67 (FY9/30/22)	160,905	11,222	11,222	-
TEXAS CASA, INC. (VOCA)	VOCA-2023-67 (FY9/30/23)	182,310	164,709	164,709	33,118
OVAG – Other Victim Assistance Grants	OVAG - C003385 (FY8/31/23)	44,998	44,251	44,251	10,789
		<u>\$ 534,310</u>	<u>\$ 366,279</u>	<u>\$ 366,279</u>	<u>\$ 76,346</u>