



LONDON & COMPANY, LLC

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INDEPENDENT ACCOUNTANTS' REVIEW REPORT

Board of Directors
Coram Deo, Inc.
New Britain, Connecticut 06052

We have reviewed the accompanying financial statements of Coram Deo, Inc., which comprise the statement of financial position as of June 30, 2021, the related statements of activities and changes in net assets, functional expenses and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility 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; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statements that are free from material misstatement whether due to fraud or error.

Accountant's Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our report.

Accountant's Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We previously reviewed Coram Deo Inc's June 30, 2020 financial statements and in our conclusion dated February 28, 2021, stated that based on our review, we were not aware of any material modifications that should be made to the June 30, 2020 financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America. We are not aware of any material modifications that should be made to the summarized comparative information presented herein as of and for the year ended June 30, 2020, for it to be consistent with the reviewed financial statements from which it has been derived.

Very truly yours,

London & Company, LLC

London & Company, LLC
Certified Public Accountants
August 10, 2021

CORAM DEO, INC.
NEW BRITAIN, CONNECTICUT
JUNE 30, 2021

I. Independent Accountants' Report.

II. Financial Statements:

Exhibit A - Comparative Statement of Financial Position as of June 30, 2021 and June 30, 2020.

Exhibit B - Statement of Activities and Changes in Net Assets for the Year Ended June 30, 2021 with Comparative Totals for the Year Ended June 30, 2020.

Exhibit C - Statement of Functional Expenses for the Year Ended June 30, 2021 with Comparative Totals for the Year Ended June 30, 2020.

Exhibit D - Comparative Statement of Cash Flows for the Year Ended June 30, 2021 and the Year Ended June 30, 2020

Notes to Financial Statements.

CORAM DEO, INC.
NEW BRITAIN, CONNECTICUT
COMPARATIVE STATEMENT OF FINANCIAL POSITION

	<u>June 30,</u>	
	<u>2021</u>	<u>2020</u>
<u>ASSETS</u>		
<u>Current Assets:</u>		
Cash	\$ 42,399	\$ 204,798
Accounts Receivable	2,800	4,981
Prepaid expenses	750	10,586
Total Current Assets	<u>45,949</u>	<u>220,365</u>
<u>Property and Equipment:</u>		
Land	260,000	260,000
Building and Improvements	1,762,725	1,707,981
Leasehold Improvements	85,120	85,120
Vehicle	39,655	60,920
Furniture and Fixtures	12,919	13,237
Total Cost	<u>2,160,419</u>	<u>2,127,258</u>
Less: Accumulated Depreciation	<u>377,385</u>	<u>308,485</u>
Net Property and Equipment	<u>1,783,034</u>	<u>1,818,773</u>
<u>Other Asset:</u>		
Deposit	<u>1,500</u>	<u>-</u>
<u>TOTAL ASSETS</u>	<u>\$ 1,830,483</u>	<u>\$ 2,039,138</u>
<u>LIABILITIES AND NET ASSETS</u>		
<u>Current Liabilities:</u>		
Accounts payable	\$ 2,421	\$ 12,750
Accrued payroll and taxes	11,275	11,007
Deposits	-	1,000
Refundable advance	-	166,334
Accrued interest and taxes	5,850	114,686
Lease Payable	39,530	37,720
Notes Payable	10,169	6,089
Total Current Liabilities	<u>69,245</u>	<u>349,586</u>
<u>Long-Term Debt</u>		
Lease payable	1,693,715	1,760,040
Note payable	219,200	28,786
Total Long-Term Debt	<u>1,912,915</u>	<u>1,788,826</u>
<u>Net Assets:</u>		
With Out Donor Restrictions (Deficit)	(151,677)	(99,274)
With Donor Restrictions	-	-
Total Net Assets	<u>(151,677)</u>	<u>(99,274)</u>
<u>TOTAL LIABILITIES AND NET ASSETS</u>	<u>\$ 1,830,483</u>	<u>\$ 2,039,138</u>

See Accompanying Notes and Independent Accountants' Review Report

CORAM DEO, INC.
NEW BRITAIN, CONNECTICUT
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2021, WITH COMPARATIVE
TOTALS FOR THE YEAR ENDED JUNE 30, 2020

	<u>With Out</u> <u>Donor</u> <u>Restrictions</u>	<u>With</u> <u>Donor</u> <u>Restrictions</u>	<u>2021</u>	<u>Totals</u> <u>2020</u>
<u>Revenue and Support:</u>				
Client Service Revenue	\$ 371,964	\$ -	\$ 371,964	\$ 383,171
Grants	152,349	-	152,349	189,974
Contributions	59,526	-	59,526	60,726
Corporate Sponsors	10,193	-	10,193	11,450
Other Revenue	58	-	58	-
Net assets released from restrictions:				
Satisfaction of Program Restrictions	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Total Revenue and Support</u>	<u>594,090</u>	<u>-</u>	<u>594,090</u>	<u>645,321</u>
<u>Expenses:</u>				
Program	570,207	-	570,207	592,125
Management & General	32,641	-	32,641	53,716
Development & Fundraising	<u>43,899</u>	<u>-</u>	<u>43,899</u>	<u>63,510</u>
<u>Total Expenses</u>	<u>646,747</u>	<u>-</u>	<u>646,747</u>	<u>709,351</u>
<u>Change in Net Assets</u>	(52,657)	-	(52,657)	(64,030)
<u>Gain on Sale of Property</u>	254	-	254	1,539
<u>Net Assets - Beginning</u>	(99,274)	<u>-</u>	(99,274)	<u>(36,783)</u>
<u>Net Assets - Ending</u>	\$ (<u>151,677</u>)	\$ <u>-</u>	\$ (<u>151,677</u>)	\$ (<u>99,274</u>)

See Accompanying Notes and Independent Accountants' Review Report

CORAM DEO, INC.
NEW BRITAIN, CONNECTICUT
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2021, WITH COMPARATIVE
TOTALS FOR THE YEAR ENDED JUNE 30, 2020

	Program Expenses	Management & General	Development & Fundraising	Totals	
	2021	2021	2021	2021	2020
Salaries	\$ 148,974	\$ 14,092	\$ 38,250	\$ 201,316	\$ 225,742
Payroll taxes and Fringe	16,386	1,268	3,442	21,096	22,368
Total Salaries and Fringe Benefits	<u>165,360</u>	<u>15,360</u>	<u>41,692</u>	<u>222,412</u>	<u>248,110</u>
Occupancy	10,500	5,250	-	15,750	10,500
Communication expense	5,471	966	-	6,437	11,708
Property Repairs and Maintenance	30,777	-	-	30,777	31,227
Office supplies	13,651	1,199	149	14,999	17,433
Postage	891	71	-	962	4,010
Utilities	68,201	-	-	68,201	61,432
Bank fees	37	2,624	-	2,661	6,451
Vehicle expense	4,894	258	-	5,152	7,730
Insurance	35,877	3,154	394	39,425	34,856
Printing	45	-	-	45	6,897
Technology costs	3,610	636	-	4,246	5,552
Conferences, conventions & meetings	-	404	-	404	3,030
Food share	-	-	-	-	50
Professional fees and consultants	14,320	822	1,316	16,458	4,362
Bookkeeping Services	4,789	897	299	5,985	18,295
Furniture and equipment	1,635	-	-	1,635	7,443
Interest	114,689	-	-	114,689	105,892
Client Care and Assistance	3,846	-	-	3,846	8,254
Client Recreation	3,533	-	-	3,533	9,252
Drug Testing	2,766	-	-	2,766	4,569
Property taxes	4,897	-	-	4,897	16,018
Training, Education and Books	91	-	-	91	3,721
Depreciation	79,537	-	-	79,537	80,400
Advertising and Promotions	790	1,000	49	1,839	2,159
Total Expenses	<u>570,207</u>	<u>\$ 32,641</u>	<u>\$ 43,899</u>	<u>\$ 646,747</u>	<u>\$ 709,351</u>

See Accompanying Notes and Independent Accountants' Review Report

CORAM DEO, INC.
 NEW BRITAIN, CONNECTICUT
COMPARATIVE STATEMENT OF CASH FLOWS
Increase (Decrease) in Cash

	<u>For the Years Ended</u>	
	<u>June 30,</u>	
	<u>2021</u>	<u>2020</u>
<u>Cash Flows From Operating Activities:</u>		
Change in net assets	\$ (52,403)	\$ (62,491)
Adjustments to reconcile excess of revenues over expenses to net cash used in operating activities:		
Depreciation and Amortization	79,537	80,400
Book value of assets sold	9,628	5,850
Change in assets and liabilities:		
Increase Decrease in Assets and Liabilities:		
Accounts receivable	2,181	47,145
Other receivables	-	239
Prepaid expenses	9,836	102
Security Deposit	(1,500)	-
Accounts payable	(10,329)	(26,787)
Accrued payroll and taxes	268	2,164
Deferred revenue	-	(33,870)
Accrued interest and taxes	(108,836)	68,083
Refundable advance	(166,334)	166,334
Depoists	(1,000)	(3,610)
Total Adjustments	(186,549)	306,050
Net Increase (Decrease) in Cash	(238,952)	243,559
<u>Cash Flows Used In Investing Activities:</u>		
Purchase of property and equipment	(54,426)	(39,655)
<u>Cash Flows Provided By Financing Activities:</u>		
Loan Proceeds	201,583	38,655
Principal payments	(70,604)	(45,366)
Net Cash Provided By (Used In) Financing Activities	130,979	(6,711)
<u>Increase (Decrease) in Cash</u>	(162,399)	197,193
<u>Cash at the Beginning of Year</u>	204,798	7,605
<u>Cash at the End of Year</u>	\$ 42,399	\$ 204,798
<u>Supplemental Disclosure of Cash Flow Information:</u>		
Cash paid during the year:		
Interest	\$ 62,624	\$ 53,827
Income taxes	\$ -	\$ -

See Accompanying Notes and Independent Accountants' Review Report

CORAM DEO, INC.
NEW BRITAIN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS

Note 1 - Organization:

Coram Deo, Inc. (the "Organization") is a non-profit organization, established in the State of Connecticut in 2007. The Organization operates a Christ-centered transitional living and supportive housing program for women over 18 in the Greater Central Connecticut area.

Note 2 - Accounting Policies:

Comparative Financial Statements:

The financial statements include certain prior-year summarized comparative information in total, however, not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Organization's financial statement for the year ended June 30, 2020, from which the summarized information was derived.

Depreciation:

Equipment and property acquired by the Organization has been capitalized at cost, or at estimated fair market value at the date of donation. Depreciation is provided for over three, five and ten years, utilizing the straight-line method. For the years ended June 30, 2021 and June 30, 2020, depreciation expense was \$79,537 and \$80,400, respectively. The total cost and related accumulated depreciation for the years ended June 30, 2021 and June 30, 2020 are as follows:

	<u>2021</u>	<u>2020</u>
Land	\$ 260,000	\$ 260,000
Buildings and improvements	1,762,725	1,707,981
Leasehold improvements	85,120	85,120
Vehicle	39,655	60,920
Furniture, fixtures and equipment	<u>12,919</u>	<u>13,237</u>
Total Cost	2,160,419	2,127,258
Less: Accumulated depreciation	<u>375,726</u>	<u>308,485</u>
Total (net)	\$ <u>1,784,693</u>	\$ <u>1,818,773</u>

The Organization capitalizes, at cost, all expenditures for equipment and improvements in excess of \$2,000.

Use of Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

CORAM DEO, INC.
NEW BRITAIN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
(Continued)

Note 2 - Accounting Policies (Continued):

Tax Status:

The Organization is a not-for-profit voluntary health and welfare agency exempt from income tax under Section 501(c)(3) of the U. S. Internal Revenue Code. In addition, the Organization has been determined by the Internal Revenue Service not to be a "private foundation" within the meaning of Section 509(a) of the U.S. Internal Revenue Code. There was no unrelated business income for 2021 and 2020. Management annually reviews its tax positions and has determined that there are no material uncertain tax positions that require recognition in the financial statements. The federal information returns of the Organization are subject to examination by the Internal Revenue Service, generally for three years after they were filed.

Basis of Presentation:

The accompanying financial statements of the Organization have been prepared utilizing the accrual basis method of accounting in accordance with generally accepted accounting principles. Net assets and revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization, as well as changes therein, are classified and reported as follows:

Without Donor Restrictions

Net assets that are not subject to donor-imposed stipulations.

With Donor Restrictions

Net assets subject to donor-imposed stipulations that may, or will be met, either by actions of the Organization and/or the passage of time. When a restriction expires, net assets are reclassified to net assets without donor restrictions and are reported in the statement of activities as "net assets released from restrictions."

Recognition of Restricted Grant Revenues:

Revenues restricted by the donor, grantor, board of directors or any other outside party for particular operating purposes, are deemed to be earned and are reported as revenues currently. Funds available at year-end, which are to be carried over into the subsequent fiscal year, are reflected as Temporarily Restricted Net Assets.

Advertising:

The Organization's policy is to expense advertising costs as the costs are incurred.

Deferred Revenue and Deposits:

Amounts recorded as deferred revenue and deposits consist of fees received in advance of billings.

CORAM DEO, INC.
NEW BRITAIN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
(Continued)

Note 3 - Cash and Cash Equivalents:

For purposes of the statements of cash flows, the Organization considers all highly liquid investments available for current use, with an initial maturity of three months or less when purchased, to be cash equivalents.

Note 4 - Method Used For Allocation of Expenses:

The Organization general approach to cost allocations is as follows: allowable direct costs are charged directly to programs, grants, activity, etc. Costs that can be identified to more than one program are prorated individually as direct costs using a base most appropriate to the cost being prorated. All other costs (i.e. general and administrative) are allocated using a base that results in an equitable distribution.

Note 5 - Donated Facility and Services:

The Organization receives, at times, donated food, materials and volunteer assistance from various sources. For donated food, materials and services where no objective basis of valuation exists for all such items and hours, they are not reflected in the accompanying financial statements. Management estimates it received donated services valued at approximately \$10,000.

Note 6 - Evaluation of Subsequent Events:

Management has evaluated subsequent events through August 10, 2021, the date which the financial statements were available to be issued.

Note 7 - Liquidity and Availability of Financial Assets:

The Organization is funded by contributions from donors that contain restrictions. Those restrictions require that resources be used in a certain manner or in a future period. Therefore, the Organization must maintain adequate resources to meet those responsibilities to its donors and certain financial assets may not be available for general expenditures within one year. The Organization has approximately \$45,949 of financial assets available within one year of the statement of financial position to meet cash needs for general expenditures, consisting of cash of \$42,399, \$2,800 in accounts receivable and \$750 in prepaid expenses. \$0 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. As part of liquidity management, the Organization structures its financial assets to be available as general expenditures, liabilities and other obligations become due.

CORAM DEO, INC.
NEW BRITAIN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
(Continued)

Note 8 - Capital Lease Payable:

	<u>2021</u>	<u>2020</u>
Note payable 6.0% interest in monthly payments of principal and interest totaling \$1,920.42 through April 2044. The note is secured by a building.	\$ 286,152	\$ 295,449
Note payable, 6.0% interest in monthly payments of principal and interest totaling \$1,557.42 through January 2043. The note is secured by a building.	226,243	231,186
Note payable, 6.0% interest in monthly payments of principal and interest totaling \$2,976.41 through April 2035. The note is secured by a building.	335,172	358,689
Note payable, 6.0% interest in monthly payments of principal and interest totaling \$2,389 through April 2048. The note is secured by a building.	381,865	387,439
Note payable to a bank, 6.0% interest in monthly payments of principal and interest totaling \$3,147.62 through April 2048. The loan is secured by a building.	<u>503,813</u>	<u>524,997</u>
Total	1,733,245	1,797,760
Less: Current portion	<u>39,530</u>	<u>37,720</u>
Long-Term Debt	\$ <u>1,693,715</u>	\$ <u>1,760,040</u>

The principal maturities of long term debt as of June 30, 2021 are as follows:

June 30, 2023	\$ 41,375
June 30, 2024	43,265
June 30, 2025	45,439
June 30, 2026	47,650
June 30, 2027	49,310
Thereafter	<u>1,466,676</u>
Total	\$ <u>1,693,715</u>

CORAM DEO, INC.
NEW BRITAIN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
(Continued)

Note 9 - Note Payable:

	<u>2021</u>	<u>2020</u>
Note payable, 3.58% interest in monthly payments of principal and interest totaling \$829.52 starting July 1, 2021 through August 2047.	200,583	-
Note payable to a bank, 8.54% interest in monthly payments of principal and interest totaling \$738.62 through May 2025. The loan is secured by a vehicle.	<u>28,786</u>	<u>34,875</u>
Total	229,369	34,875
Less: Current portion	<u>10,169</u>	<u>6,089</u>
Long-Term Debt	\$ <u>219,200</u>	\$ <u>28,786</u>

The principal maturities of long term debt as of June 30, 2021 are as follows:

June 30, 2023	\$ 11,218
June 30, 2024	12,359
June 30, 2025	12,080
June 30, 2026	5,520
June 30, 2027	6,380
Thereafter	<u>171,643</u>
Total	\$ <u>219,200</u>

Note 10 - Lease Commitment:

In September 2020, the Organization entered into a three year lease for its office space. The lease term is September 12, 2020 – September 12, 2023 The Organization has an option to extend the lease term for an additional three (3) year period.. Rental expense for the years ended June 30, 2021 and 2020 was \$15,750 and \$10,500, respectively.

At June 30, 2021, future minimum lease payments over the term of the lease are as follows

:

June 30, 2022	\$ 18,000
June 30, 2023	18,000
June 30, 2024	<u>3,000</u>
Total	\$ <u>39,000</u>

Note 11 - Refundable Advances:

Refundable advances are revenues from government grants, billed or received, which have not been earned as of June 30, 2021 and 2020 consisted of \$0 and \$166,334, respectively from the Small Business Administration.

Refundable advances include government contract grants that are on a different fiscal year than the Organization.