

# **SAHELI dba Asian Family Support Services of Austin**

**Financial Statements  
with Supplementary Information and Compliance  
Reports  
December 31, 2023 and 2022**



# SAHELI dba Asian Family Support Services of Austin

## Contents

---

|   |    |
|---|----|
| Independent Auditors' Report  | 1  |
| Financial Statements:   |    |
| Statements of Financial Position  | 4  |
| Statements of Activities  | 5  |
| Statements of Functional Expenses   | 7  |
| Statements of Cash Flows  | 9  |
| Notes to Financial Statements   | 10 |
| Supplementary Information and Compliance Reports:   | 19 |
| Schedule of Expenditures of Federal Awards  | 20 |
| Notes to Schedule of Expenditures of Federal Awards   | 21 |
| Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i> | 22 |
| Independent Auditors' Report on Compliance for Each Major Federal Program and on Internal Control over Compliance Required by the Uniform Guidance  | 24 |
| Schedule of Findings and Questioned Costs   | 27 |



## **Independent Auditors' Report**

Board of Directors  
SAHELI dba Asian Family Support Services of Austin

### **Report on the Audit of the Financial Statements**

#### ***Opinion***

We have audited the accompanying financial statements of SAHELI dba Asian Family Support Services of Austin (Organization) (a nonprofit organization), which comprise the statements of financial position as of December 31, 2023 and 2022, the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Organization as of December 31, 2023 and 2022, 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 (GAAP).

#### ***Basis for Opinion***

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Organization 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 opinions.

#### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with GAAP, 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 the Organization's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

### ***Auditors' Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization'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 the Organization's ability to continue as a going concern for a reasonable period of time.

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

### ***Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the schedule of expenditures of federal awards 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 July 29, 2024 on our consideration of the Organization's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, 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 Organization'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 Organization's internal control over financial reporting and compliance.



A Limited Liability Partnership

Arlington, Texas  
July 29, 2024

**SAHELI dba Asian Family Support Services of Austin**  
**Statements of Financial Position**  
**December 31, 2023 and 2022**

|   | 2023         | 2022         |
|---|--------------|--------------|
| <b>Assets</b>                                 |              |              |
| <b>Current assets:</b>                        |              |              |
| Cash  | \$ 575,187   | \$ 569,152   |
| Certificates of deposit                       | 180,386      | -            |
| Pledges receivable                            | 200,000      | 215,000      |
| Grants receivable                             | 614,074      | 682,230      |
| Prepaid expenses                              | 17,624       | 19,509       |
| Other assets                                  | 4,704        | 4,704        |
| <b>Total current assets</b>                   | 1,591,975    | 1,490,595    |
| <b>Noncurrent assets:</b>                     |              |              |
| Certificates of deposit                       | 122,924      | -            |
| Pledges receivable, net                       | 193,704      | 381,312      |
| Right-of-use asset - operating lease, net     | 148,407      | 37,488       |
| <b>Total assets</b>                           | \$ 2,057,010 | \$ 1,909,395 |
| <b>Liabilities and Net Assets</b>             |              |              |
| <b>Current liabilities:</b>                   |              |              |
| Accounts payable                              | \$ 14,548    | \$ 32,733    |
| Accrued expenses                              | 42,093       | 98,217       |
| Right-of-use liability - operating lease      | 55,171       | 37,488       |
| <b>Total current liabilities</b>              | 111,812      | 168,438      |
| <b>Noncurrent liabilities:</b>                |              |              |
| Right-of-use liability - operating lease, net | 93,236       | -            |
| <b>Total liabilities</b>                      | 205,048      | 168,438      |
| <b>Net assets:</b>                            |              |              |
| Without donor restrictions                    | 1,443,257    | 1,119,645    |
| With donor restrictions                       | 408,705      | 621,312      |
| <b>Total net assets</b>                       | 1,851,962    | 1,740,957    |
| <b>Total liabilities and net assets</b>       | \$ 2,057,010 | \$ 1,909,395 |

See notes to financial statements.

**SAHELI dba Asian Family Support Services of Austin**  
**Statement of Activities**  
**Year Ended December 31, 2023**

---

|  | Without<br>Donor<br>Restrictions | With Donor<br>Restrictions | Total               |
|--|----------------------------------|----------------------------|---------------------|
| <b>Revenue and support:</b>                      |                                  |                            |                     |
| Government grants                                | \$ 3,037,935                     | \$ -                       | \$ 3,037,935        |
| Contributions                                    | 232,617                          | 27,393                     | 260,010             |
| Special events (net of direct costs of \$92,780) | 120,063                          | -                          | 120,063             |
| Other income                                     | 7,889                            | -                          | 7,889               |
| Net assets released from restrictions            | 240,000                          | (240,000)                  | -                   |
| <b>Total revenue and support</b>                 | <b>3,638,504</b>                 | <b>(212,607)</b>           | <b>3,425,897</b>    |
| <b>Expenses:</b>                                 |                                  |                            |                     |
| Program services                                 | 2,678,742                        | -                          | 2,678,742           |
| General and administrative                       | 462,653                          | -                          | 462,653             |
| Fundraising                                      | 173,497                          | -                          | 173,497             |
| <b>Total expenses</b>                            | <b>3,314,892</b>                 | <b>-</b>                   | <b>3,314,892</b>    |
| <b>Change in net assets</b>                      | <b>323,612</b>                   | <b>(212,607)</b>           | <b>111,005</b>      |
| <b>Net assets at beginning of year</b>           | <b>1,119,645</b>                 | <b>621,312</b>             | <b>1,740,957</b>    |
| <b>Net assets at end of year</b>                 | <b>\$ 1,443,257</b>              | <b>\$ 408,705</b>          | <b>\$ 1,851,962</b> |

See notes to financial statements.

**SAHELI dba Asian Family Support Services of Austin**  
**Statement of Activities**  
**Year Ended December 31, 2022**

|  | Without<br>Donor<br>Restrictions | With Donor<br>Restrictions | Total               |
|--|----------------------------------|----------------------------|---------------------|
| <b>Revenue and support:</b>                      |                                  |                            |                     |
| Government grants                                | \$ 2,387,968                     | \$ -                       | \$ 2,387,968        |
| Contributions                                    | 268,210                          | 29,670                     | 297,880             |
| Special events (net of direct costs of \$80,782) | 156,792                          | -                          | 156,792             |
| Other income                                     | 3,750                            | -                          | 3,750               |
| Net assets released from restrictions            | 226,000                          | (226,000)                  | -                   |
| <b>Total revenue and support</b>                 | <b>3,042,720</b>                 | <b>(196,330)</b>           | <b>2,846,390</b>    |
| <b>Expenses:</b>                                 |                                  |                            |                     |
| Program services                                 | 2,221,833                        | -                          | 2,221,833           |
| General and administrative                       | 301,275                          | -                          | 301,275             |
| Fundraising                                      | 174,486                          | -                          | 174,486             |
| <b>Total expenses</b>                            | <b>2,697,594</b>                 | <b>-</b>                   | <b>2,697,594</b>    |
| <b>Change in net assets from operations</b>      | <b>345,126</b>                   | <b>(196,330)</b>           | <b>148,796</b>      |
| <b>Non-operating income:</b>                     |                                  |                            |                     |
| Forgiveness of Paycheck Protection Program loan  | 35,932                           | -                          | 35,932              |
| <b>Change in net assets</b>                      | <b>381,058</b>                   | <b>(196,330)</b>           | <b>184,728</b>      |
| <b>Net assets at beginning of year</b>           | <b>738,587</b>                   | <b>817,642</b>             | <b>1,556,229</b>    |
| <b>Net assets at end of year</b>                 | <b>\$ 1,119,645</b>              | <b>\$ 621,312</b>          | <b>\$ 1,740,957</b> |

See notes to financial statements.



**SAHELI dba Asian Family Support Services of Austin**  
**Statement of Functional Expenses**  
**Year Ended December 31, 2023**

|  | Program<br>Services | General and<br>Administrative | Fundraising       | Total               |
|--|---------------------|-------------------------------|-------------------|---------------------|
| Payroll  | \$ 1,886,816        | \$ 387,039                    | \$ 145,140        | \$ 2,418,995        |
| Advertising  | 3,842               | 788                           | 296               | 4,926               |
| Client assistance  | 413,633             | -                             | -                 | 413,633             |
| Miscellaneous  | 64,878              | 13,308                        | 4,991             | 83,177              |
| Occupancy  | 52,202              | 10,708                        | 4,016             | 66,926              |
| Outreach events  | 9,670               | -                             | -                 | 9,670               |
| Professional Development   | 17,069              | 3,501                         | 1,313             | 21,883              |
| Professional services  | 142,678             | 29,267                        | 10,975            | 182,920             |
| Special events   | -                   | -                             | 92,780            | 92,780              |
| Supplies and equipment   | 8,987               | 1,843                         | 691               | 11,521              |
| Telephone and Communication  | 48,510              | 9,951                         | 3,732             | 62,193              |
| Travel   | 30,457              | 6,248                         | 2,343             | 39,048              |
| <b>Total expenses by function</b>  | <b>2,678,742</b>    | <b>462,653</b>                | <b>266,277</b>    | <b>3,407,672</b>    |
| Less: expenses included with revenues<br>on the statement of activities -<br>special events  | -                   | -                             | (92,780)          | (92,780)            |
| <b>Total expenses included in the<br/>expense section on the<br/>statement of activities</b> | <b>\$ 2,678,742</b> | <b>\$ 462,653</b>             | <b>\$ 173,497</b> | <b>\$ 3,314,892</b> |

See notes to financial statements.

**SAHELI dba Asian Family Support Services of Austin**  
**Statement of Functional Expenses**  
**Year Ended December 31, 2022**

|  | Program<br>Services        | General and<br>Administrative | Fundraising              | Total                      |
|--|----------------------------|-------------------------------|--------------------------|----------------------------|
| Payroll  | \$ 1,380,326               | \$ 241,557                    | \$ 103,524               | \$ 1,725,407               |
| Advertising  | 9,302                      | 633                           | 1,931                    | 11,866                     |
| Client assistance  | 441,536                    | -                             | -                        | 441,536                    |
| Miscellaneous  | 51,529                     | 9,021                         | 6,213                    | 66,763                     |
| Occupancy  | 53,203                     | 9,311                         | 3,990                    | 66,504                     |
| Outreach events  | 18,328                     | -                             | -                        | 18,328                     |
| Professional Development   | 19,459                     | 3,405                         | 1,459                    | 24,323                     |
| Professional services  | 136,978                    | 23,279                        | 50,133                   | 210,390                    |
| Special events   | -                          | -                             | 80,782                   | 80,782                     |
| Supplies and equipment   | 49,645                     | 4,008                         | 3,299                    | 56,952                     |
| Telephone and communication  | 35,455                     | 5,499                         | 1,982                    | 42,936                     |
| Travel   | 26,072                     | 4,562                         | 1,955                    | 32,589                     |
| <b>Total expenses by function</b>  | <b>2,221,833</b>           | <b>301,275</b>                | <b>255,268</b>           | <b>2,778,376</b>           |
| Less: expenses included with revenues<br>on the statement of activities -<br>special events  | -                          | -                             | (80,782)                 | (80,782)                   |
| <b>Total expenses included in the<br/>expense section on the<br/>statement of activities</b> | <b><u>\$ 2,221,833</u></b> | <b><u>\$ 301,275</u></b>      | <b><u>\$ 174,486</u></b> | <b><u>\$ 2,697,594</u></b> |

See notes to financial statements.

**SAHELI dba Asian Family Support Services of Austin**  
**Statements of Cash Flows**  
**Years Ended December 31, 2023 and 2022**

|   | 2023              | 2022              |
|---|-------------------|-------------------|
| <b>Cash flows from operating activities:</b>  |                   |                   |
| Change in net assets  | \$ 111,005        | \$ 184,728        |
| Adjustments to reconcile change in net assets to net cash provided by operating activities: |                   |                   |
| Gain on forgiveness of Paycheck Protection Program loan                                     | -                 | (35,932)          |
| Right-of-use asset - operating lease  | 55,751            | 55,748            |
| Change in discount on pledges receivable  | (12,392)          | (19,700)          |
| Changes in assets and liabilities:  |                   |                   |
| Pledges receivable  | 215,000           | 285,250           |
| Grants receivable   | 68,156            | (467,187)         |
| Prepaid expenses  | 1,885             | (18,409)          |
| Accounts payable  | (18,185)          | 6,819             |
| Accrued expenses  | (56,124)          | 77,801            |
| Right-of-use liability - operating lease  | (55,751)          | (55,748)          |
| <b>Net cash provided by operating activities</b>  | <b>309,345</b>    | <b>13,370</b>     |
| <b>Cash flows from financing activities:</b>  |                   |                   |
| Repayments on note payable  | -                 | (12,530)          |
| <b>Net cash used by financing activities</b>  | <b>-</b>          | <b>(12,530)</b>   |
| <b>Cash flows from investing activities:</b>  |                   |                   |
| Purchases of certificates of deposits   | (303,310)         | (12,530)          |
| <b>Net cash used by investing activities</b>  | <b>(303,310)</b>  | <b>(12,530)</b>   |
| <b>Net increase in cash</b>   | <b>6,035</b>      | <b>840</b>        |
| <b>Cash at beginning of year</b>  | <b>569,152</b>    | <b>568,312</b>    |
| <b>Cash at end of year</b>  | <b>\$ 575,187</b> | <b>\$ 569,152</b> |
| <b>Supplemental cash flow information:</b>  |                   |                   |
| Right-of-use asset obtained in exchange for new lease liability                             | \$ 166,670        | \$ 93,236         |

See notes to financial statements.

# SAHELI dba Asian Family Support Services of Austin

## Notes to Financial Statements

---

### 1. Organization

SAHELI dba Asian Family Support Services of Austin (Organization), a Texas non-profit organization, is classified by the Internal Revenue Service (IRS) as a tax-exempt organization under Section 501(c)(3). The Organization's mission is to promote abuse-free Asian communities through advocacy, support, awareness and access to social services. The Organization specifically addresses the cultural and language needs of Asian and other immigrant families affected by domestic violence. The Organization is primarily supported by contributions and government grants.

#### ***Programs***

The Organization's programs include:

- *Domestic Violence Program* provides trauma-informed crisis intervention services for survivors within their own communities, respecting their personal needs and choices.
- *Sexual Assault Program* provides client-centered support and crisis intervention services to Asian and refugee victims of sexual violence.
- *Economic Empowerment Program* assists survivors in employment and education to gain independence and become self-sufficient.
- *Community Education and Outreach Program* provides domestic and sexual violence education and prevention by publishing informational materials in multiple Asian languages, setting up information booths at ethnic community events, and engaging community leaders directly through presentations and social service events.
- *Systems Advocacy and Training Program* provides training to local service providers on best practices when working with the immigrant population, increasing language access for immigrants and cultural competency issues.
- *Language Access Program* recruits language advocates from small and emerging populations to become cultural bridges between community members and the Organization's services.

# SAHELI dba Asian Family Support Services of Austin

## Notes to Financial Statements

---

### 2. Summary of Significant Accounting Policies

#### *Basis of Accounting*

The accompanying financial statements are presented 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 Organization and/or the passage of time.

Some net assets with donor restrictions include a stipulation that assets provided be maintained permanently (perpetual in nature) while permitting the Organization 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 December 31, 2022 and 2021, no such net asset restrictions existed.

Contributions are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Expirations of net assets with donor restrictions (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as reclassifications between the applicable classes of net assets. The Organization chooses to show restricted contributions whose restrictions are met in the same reporting period as net assets without restrictions.

# **SAHELI dba Asian Family Support Services of Austin**

## **Notes to Financial Statements**

---

### ***Financial Instruments and Credit Concentrations***

Financial instruments, which are potentially subject to concentrations of credit risk, consist principally of cash and pledges and grants receivable. Cash is placed with high credit quality financial institutions to minimize risk. Pledges receivable are unsecured and are due from various donors. Grants receivable are unsecured and are due from various grantor agencies under contributory and cost-reimbursement grants. The Organization continually evaluates the collectability of pledges and grants receivable and maintains allowances for potential losses, if considered necessary. As of December 31, 2023 and 2022, no allowances were found necessary.

The Organization maintains cash balances at various financial institutions located in Texas. Accounts at these institutions are insured by the Federal Deposit Insurance Corporation up to \$250,000. At December 31, 2023, the Organization's uninsured balance totaled \$40,718. The Organization has not experienced any losses on such assets.

One funding source accounted for 32% and 41% of total support and revenue for the years ended December 31, 2023 and 2022, respectively.

One donor accounted for 100% and 98% of the net pledges receivable balance at December 31, 2023 and 2022, respectively.

### ***Certificates of Deposit***

Certificates of deposit with original maturities greater than three months and remaining maturities less than one year are classified as current assets. Certificates of deposit with remaining maturities of more than one year are classified as noncurrent assets. The Organization has three certificates of deposit with interest rates between 3.46% and 3.75% maturing through April 16, 2025. The certificates of deposit are carried at cost plus reinvested interest, which approximates fair value.

### ***Revenue Recognition***

The Organization 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.

# SAHELI dba Asian Family Support Services of Austin

## Notes to Financial Statements

---

A portion of the Organization'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 Organization has incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as refundable advances.

The Organization received cost-reimbursable grants totaling \$3,636,369 and \$2,856,984 that have not been recognized at December 31, 2023 and 2022, respectively, because qualifying expenditures have not yet been incurred.

Special event revenue is recognized at the time of the event.

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

The costs of providing the various programs and other activities have been summarized on a functional basis in the statements of activities. The statements of functional expenses presents expenses by function and natural classification. Certain costs are charged directly to the functions they benefit. Other expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include payroll, occupancy, professional services, supplies and equipment, telephone and communication, travel, insurance and miscellaneous which are allocated on the basis of estimates of time and effort.

### ***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.

### ***Contract Compliance***

The Organization is responsible for compliance with provisions of contracts and grant agreements. Noncompliance could result in the disallowance of expenditures and a request for reimbursement. In the opinion of the Organization's management, such disallowance, if any, would not be significant to the Organization's financial statements.

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

The Organization is recognized by the IRS as exempt from federal income tax under section 501(c)(3) of the Internal Revenue Code (IRC) and has not been classified as a private foundation as defined in the IRC. Income generated from activities unrelated to the Organization's exempt

**SAHELI dba Asian Family Support Services of Austin**  
**Notes to Financial Statements**

---

purposes is subject to tax under IRC Section 511. The Organization had no unrelated business income for the years ended December 31, 2023 and 2022. Accordingly, no provision or liability has been reported in the accompanying financial statements.

GAAP requires the evaluation of tax positions taken in the course of preparing the Organization’s tax return and recognition of a tax liability (or asset) if the Organization has taken an uncertain position that more likely than not would not be sustained upon examination by the Internal Revenue Service. Management has analyzed the tax positions taken by the Organization and has concluded that as of December 31, 2023 and 2022, 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.

***Reclassification***

Certain items in the 2022 financial statements have been reclassified to conform to the 2023 presentation, specifically, bank fees on the statement of functional expenses has been reclassified to miscellaneous. Such reclassifications has no effect on previously reported changes in net assets.

**3. Pledges Receivable**

Pledges receivable consist of the following at December 31:

|                                 | 2023       | 2022       |
|---------------------------------|------------|------------|
| Due in less than one year       | \$ 200,000 | \$ 215,000 |
| Due from one year to five years | 200,000    | 400,000    |
| Less discount to present value  | (6,295)    | (18,688)   |
|                                 | \$ 393,705 | \$ 596,312 |

**4. Net Assets With Donor Restrictions**

Net assets with donor restrictions consist of amounts restricted by donors for the following purposes as of December 31:

|   | 2023       | 2022       |
|---|------------|------------|
| Time restricted                         | \$ 393,705 | \$ 581,312 |
| Public policy capacity building program | 15,000     | 30,000     |
| Emotional health programming            | -          | 10,000     |
|   | \$ 408,705 | \$ 621,312 |



# SAHELI dba Asian Family Support Services of Austin

## Notes to Financial Statements

---

### 5. Leases

In evaluating its contracts, the Organization separately identifies lease and nonlease components, such as common area and other maintenance costs, in calculating the right-of-use (ROU) assets and lease liabilities for its office spaces. The Organization has elected the practical expedient to not separate lease and nonlease components and classifies the contract as a lease if consideration in the contract allocated to the lease component is greater than the consideration allocated to the nonlease component.

Leases result in the recognition of ROU assets and lease liabilities on the statements of financial position. ROU assets represent the right to use an underlying asset for the lease term, and lease liabilities represent the obligation to make lease payments arising from the lease, measured on a discounted basis. The Organization determines lease classification as operating or finance at the lease commencement date.

At lease inception, the lease liability is measured at the present value of the lease payments over the lease term. The ROU asset equals the lease liability adjusted for any initial direct costs, prepaid or deferred rent, and lease incentives. The Organization uses the implicit rate when readily determinable. As most of the leases do not provide an implicit rate, the Organization uses the risk-free rate based on the information available at the commencement date to determine the present value of lease payments. Risk-free rates used to determine the present value of lease payments were derived by reference to the interest paid on short-term government debt.

The lease term may include options to extend or to terminate the lease that the Organization is reasonably certain to exercise. Lease expense is generally recognized on a straight-line basis over the lease term. The Organization has elected not to record leases with an initial term of 12 months or less on the statements of financial position.

#### ***Nature of Leases***

In August 2016, the Organization entered into a non-cancelable operating lease arrangement for use of a building for office space. The lease was renewed during the year ended December 31, 2023 and expires August 31, 2026. The lease requires the Organization to pay all executory costs (taxes, utilities, insurance, etc.). Termination of the lease is generally prohibited unless there is a violation under the lease agreement.

**SAHELI dba Asian Family Support Services of Austin**  
**Notes to Financial Statements**

---

Future minimum lease payments and reconciliation to the statement of financial position at December 31, 2023 are as follows for the years ending December 31:

|  | Operating<br>Lease |
|--|--------------------|
| 2024                                     | 56,452             |
| 2025                                     | 56,452             |
| 2026                                     | 37,635             |
| Total future undiscounted lease payments | 150,539            |
| Less present value discount              | (2,132)            |
| Right-of-use liability - operating lease | \$ 148,407         |

The following lease cost and required information for the years ended December 31:

|   | 2023        | 2022        |
|---|-------------|-------------|
| Total operating lease cost  | \$ 55,752   | \$ 56,452   |
| Other information:  |             |             |
| Cash paid for amounts included in<br>the measurement of lease liabilities:      |             |             |
| Operating cash flows from operating leases                                      | \$ (55,752) | \$ (55,748) |
| Right-of-use assets obtained in exchange<br>for new operating lease liabilities | \$ 166,670  | \$ 93,236   |
| Weighted-average remaining lease term:  |             |             |
| Operating lease   | 2.67 years  | 0.67 years  |
| Weighted-average discount rate:   |             |             |
| Operating lease   | 1.04%       | 1.04%       |

**SAHELI dba Asian Family Support Services of Austin**  
**Notes to Financial Statements**

---

**6. Liquidity and Availability of Resources**

The Organization’s financial assets available within one year of the statements of financial position date for general expenditures are as follows as of December 31:

|  | 2023         | 2022         |
|--|--------------|--------------|
| Cash   | \$ 575,187   | \$ 569,152   |
| Certificates of deposit  | 180,386      | -            |
| Pledges receivable, current  | 200,000      | 215,000      |
| Grants receivable  | 614,074      | 682,230      |
| Total financial assets   | 1,569,647    | 1,466,382    |
| Less amounts unavailable for general expenditures within one year due to:                    |              |              |
| Donor-imposed restrictions   | 15,000       | 40,000       |
| Total financial assets available to meet cash needs for general expenditures within one year | \$ 1,554,647 | \$ 1,426,382 |

The Organization has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due.

**7. Related Party Transactions**

Contributions from board members and employees of the Organization totaled \$63,704 and \$120,561 for the years ended December 31, 2023 and 2022, respectively.

**8. Paycheck Protection Program Loan**

On May 11, 2020, the Organization entered into an unsecured forgivable loan agreement (PPP Loan) in the amount of \$35,932, with a bank pursuant to the Paycheck Protection Program, established as part of the Coronavirus Aid, Relief and Economic Security Act. The PPP Loan includes a feature that allows for forgiveness of the loan if the funds are used for eligible purposes, including payroll and benefits, and if the Organization maintains its payroll levels. The Organization recorded the full amount of the PPP Loan as debt at December 31, 2021 and intends to reflect the benefit of any loan forgiveness when the loan forgiveness application is approved by the Small Business Administration. The Organization received formal forgiveness of the PPP Loan in February 2022. The forgiveness of the PPP Loan is included in non-operating income in the accompanying statement of activities for the year ended December 31, 2022.

**SAHELI dba Asian Family Support Services of Austin**  
**Notes to Financial Statements**

---

**9. Subsequent Events**

The Organization has evaluated subsequent events through July 29, 2024, the date the combined financial statements were available to be issued, and concluded no additional disclosures are required.

## **Supplementary Information and Compliance Reports**

**SAHELI dba Asian Family Support Services of Austin**  
**Schedule of Expenditures of Federal Awards**  
**Year Ended December 31, 2023**

| Federal Agency/<br>Pass-through Grantor/Program Title   | ALN #  | Grant #                                 | Federal<br>Expenditures |
|---|--------|---|-------------------------|
| <b>U.S. Department of Health and Human Services:</b>  |        |   |                         |
| <b>Texas Health and Human Services Commission:</b>  |        |   |                         |
| Social Services Block Grant   | 93.667 | HHS000380000047                         | \$ 34,602               |
| COVID-19 Social Services Block Grant  | 93.667 | HHS000380000047                         | 164,279                 |
| <b>Total ALN 93.667</b>   |        |   | <u>198,881</u>          |
| <b>Texas Health and Human Services Commission:</b>  |        |   |                         |
| COVID-19 Family Violence Prevention and Services/Domestic<br>Violence Shelter and Supportive Services                   | 93.671 | HHS000380000047                         | 7,895                   |
| <b>Texas Association Against Sexual Assault:</b>  |        |   |                         |
| COVID-19 Family Violence Prevention and Services/Domestic<br>Violence Shelter and Supportive Services                   | 93.671 | ARP-FY24-AF0129-ERS-1                   | 183,451                 |
| <b>Total ALN 93.671</b>   |        |   | <u>191,346</u>          |
| <b>Total U.S. Department of Health and Human Services</b>   |        |   | 390,227                 |
| <b>U.S. Department of Justice:</b>  |        |   |                         |
| <b>Direct:</b>  |        |   |                         |
| Culturally and Linguistically Specific Services Program   | 16.016 | 15JOVW-22-GG-02982-CSSP                 | 162,025                 |
| Legal Assistance for Victims  | 16.524 | 15JOVW-23-GG-00548-LEGA                 | 8,261                   |
| Sexual Assault Services Culturally Specific Program   | 16.023 | 2016-KS-AX-0009/15JOVW-23-GG-02621-SASP | 118,307                 |
| Transitional Housing Assistance Grants for Victims of Domestic<br>Violence, Dating Violence, Stalking or Sexual Assault | 16.736 | 15JOVW-21-GG-02059-TRAN                 | 131,359                 |
| <b>Texas Association Against Sexual Assault:</b>  |        |   |                         |
| Sexual Assault Services Formula Program   | 16.017 | SASP-FY24-AF0152                        | 87,644                  |
| <b>Texas Office of the Governor-Criminal Justice Division:</b>  |        |   |                         |
| Violence Against Women Formula Grants   | 16.588 | -                                       | 1,570,615               |
| Violence Against Women Formula Grants   | 16.588 | -                                       | 230,137                 |
| <b>Total ALN 16.588</b>   |        |   | <u>1,800,752</u>        |
| <b>Total U.S. Department of Justice</b>   |        |   | <u>2,308,348</u>        |
| <b>Total expenditures of federal awards</b>   |        |   | <u>\$ 2,698,575</u>     |

See notes to schedule of expenditures of federal awards.

**SAHELI dba Asian Family Support Services of Austin**  
**Notes to Schedule of Expenditures of Federal Awards**  
**Year Ended December 31, 2023**

---

**1. Basis of Presentation**

The accompanying schedule of expenditures of federal awards (Schedule) includes the federal grant activity of SAHELI dba Asian Family Support Services of Austin (Organization). The information in this Schedule is presented in accordance with 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). Because the Schedule only presents a selected portion of the operations of the Organization, it is not intended and does not present the financial position, changes in net assets, or cash flows of the Organization.

**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 contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

The Organization has 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***

Board of Directors  
SAHELI dba Asian Family Support Services of Austin

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of SAHELI dba Asian Family Support Services of Austin (Organization) (a nonprofit organization), which comprise the statement of financial position as of December 31, 2023, 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 July 29, 2024.

***Report on Internal Control over Financial Reporting***

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

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

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



### ***Report on Compliance and Other Matters***

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

### ***Purpose of this Report***

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



A Limited Liability Partnership

Arlington, Texas  
July 29, 2024

**Independent Auditors' Report on Compliance for Each Major Federal Program and on Internal Control over Compliance Required by the Uniform Guidance**

Board of Directors  
SAHELI dba Asian Family Support Services of Austin

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

***Opinion on Each Major Federal Program***

We have audited SAHELI dba Asian Family Support Services of Austin's (Organization) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the Organization's major federal programs for the year ended December 31, 2023. The Organization's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Organization 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 programs for the year ended December 31, 2023.

***Basis for Opinion on Each Major Federal Program***

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

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

### ***Responsibilities of Management for Compliance***

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

### ***Auditors' Responsibilities for the Audit of Compliance***

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

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

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

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

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

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

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

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

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



A Limited Liability Partnership

Arlington, Texas  
July 29, 2024

**SAHELI dba Asian Family Support Services of Austin**  
**Schedule of Findings and Questioned Costs**  
**Year Ended December 31, 2023**

---

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

*Financial Statements*

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

*Federal 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 2 CFR 200.516(a)? | No            |
| Identification of major federal program:  |               |
| 16.588 Violence Against Women Formula Grant   |               |
| Dollar threshold used to distinguish between type A and B programs for federal awards:        | \$750,000     |
| Auditee qualified as low-risk auditee?  | Yes           |

**Section II – Financial Statement Findings**

None

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

None

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

None