

***COMMUNITIES IN SCHOOLS  
OF SAN ANTONIO***

***FINANCIAL REPORT***

***FOR THE YEAR ENDED***

***AUGUST 31, 2017***



# Communities In Schools

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San Antonio

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# Communities In Schools

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San Antonio



## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
Communities In Schools of San Antonio  
San Antonio, Texas

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

We have audited the accompanying financial statements of Communities in Schools of San Antonio, which comprise the statement of financial position as of August 31, 2017, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

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

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditor's Responsibility***

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audit contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

### ***Opinion***

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Communities in Schools of San Antonio as of August 31, 2017, and the changes in their net assets and their cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

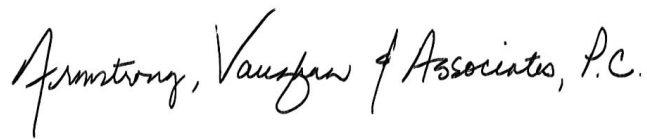
Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the U.S. Code of Federal Regulations (CFR) Part 200 *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance), and is not a required part of the financial statements. The Schedule of Expenditures of Federal Awards is the responsibility of management and was derived from and relate 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 other 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 Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the financial statements as a whole.

## **Report on Summarized Comparative Information**

We have previously audited the Communities in Schools of San Antonio's 2016 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated November 18, 2016. In our opinion, the summarized comparative information presented herein as of and for the year ended August 31, 2016 is consistent, in all material respects, with the audited financial statements from which it has been derived.

## **Report on Other Legal and Regulatory Requirements**

In accordance with *Government Auditing Standards*, we have also issued our report dated November 30, 2017 on our consideration of Communities in Schools of San Antonio's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 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 Communities in Schools of San Antonio's internal control over financial reporting and compliance.



Armstrong, Vaughan & Associates, P.C.  
November 30, 2017

COMMUNITIES IN SCHOOLS OF SAN ANTONIO  
STATEMENTS OF FINANCIAL POSITION  
AUGUST 31, 2017  
(with summarized financial information at August 31, 2016)

| <b>ASSETS</b>   | <b>2017</b>                | <b>2016</b>                |
|---|----------------------------|----------------------------|
| <i>Current Assets:</i>                                  |                            |                            |
| Cash and Cash Equivalents                               | \$ 2,278,169               | \$ 1,779,290               |
| Investments   | 1,014,628                  | 1,012,031                  |
| Government Grants and Other Receivables                 | 637,947                    | 894,966                    |
| Interest Income Receivable                              | 236                        | 219                        |
| Prepaid Insurance and Other Deposits                    | 50,738                     | 39,151                     |
| <i>Total Current Assets</i>                             | <u>3,981,718</u>           | <u>3,725,657</u>           |
| <i>Assets Limited as to Use - Endowment Fund:</i>       |                            |                            |
| Money Market Investments                                | 21,972                     | 19,732                     |
| <i>Total Assets Limited as to Use - Endowment Fund</i>  | <u>21,972</u>              | <u>19,732</u>              |
| <i>Property and Equipment, Net</i>                      | <u>855,927</u>             | <u>872,421</u>             |
| <b>TOTAL ASSETS</b>                                     | <u><u>\$ 4,859,617</u></u> | <u><u>\$ 4,617,810</u></u> |
| <b>LIABILITIES AND NET ASSETS</b>                       |                            |                            |
| <i>Current Liabilities:</i>                             |                            |                            |
| Accounts Payable  | \$ 50,249                  | \$ 62,833                  |
| Salaries and Benefits Payable                           | 258,670                    | 214,765                    |
| Deferred/Unearned Revenues                              | 2,273                      | 34,022                     |
| Current Portion of Debt                                 | 54,267                     | 52,231                     |
| <i>Total Current Liabilities</i>                        | <u>365,459</u>             | <u>363,851</u>             |
| <i>Long Term Debt:</i>                                  |                            |                            |
| Notes Payable - Land and Building                       | 653,567                    | 707,834                    |
| <i>Total Long Term Debt</i>                             | <u>653,567</u>             | <u>707,834</u>             |
| <i>Total Liabilities</i>                                | <u>1,019,026</u>           | <u>1,071,685</u>           |
| <i>Net Assets:</i>                                      |                            |                            |
| Unrestricted:   |                            |                            |
| General Operating                                       | 2,972,186                  | 2,494,832                  |
| Investment in Property & Equipment, Net of Related Debt | 148,093                    | 112,356                    |
| Temporarily Restricted                                  | 707,203                    | 925,828                    |
| Permanently Restricted for Endowment                    | 13,109                     | 13,109                     |
| <i>Total Net Assets</i>                                 | <u>3,840,591</u>           | <u>3,546,125</u>           |
| <b>TOTAL LIABILITIES AND NET ASSETS</b>                 | <u><u>\$ 4,859,617</u></u> | <u><u>\$ 4,617,810</u></u> |

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

COMMUNITIES IN SCHOOLS OF SAN ANTONIO  
STATEMENTS OF ACTIVITIES  
FOR THE YEAR ENDED AUGUST 31, 2017  
(with summarized financial information for the year ended August 31, 2016)

|  | Unrestricted        | Temporarily<br>Restricted | Permanently<br>Restricted<br>for<br>Endowment | 2017<br>Total       | 2016<br>Total       |
|--|---------------------|---------------------------|---|---------------------|---------------------|
| <b>REVENUES, GAINS AND SUPPORT</b>             |                     |                           |   |                     |                     |
| Grants - State Government                      | \$ 1,133,239        | \$ -                      | \$ -  | \$ 1,133,239        | \$ 1,133,247        |
| Grants - Federal Government                    | 773,136             | -                         | -   | 773,136             | 748,865             |
| Grants - Local Government                      | 627,724             | -                         | -   | 627,724             | 589,774             |
| Service Contracts                              | 4,151,127           | -                         | -   | 4,151,127           | 3,278,054           |
| United Way of San Antonio                      | 729,386             | -                         | -   | 729,386             | 738,496             |
| Private Grants, Donations & Contributions      | 365,335             | 1,364,499                 | -   | 1,729,834           | 1,500,384           |
| Special Events, GALA - Net                     | 124,643             | -                         | -   | 124,643             | 161,268             |
| Special Events, Golf Tournament - Net          | 23,005              | -                         | -   | 23,005              | 21,317              |
| Special Events, Stuff The Bus - Net            | 50,289              | -                         | -   | 50,289              | 50,184              |
| Special Events, Other - Net                    | -                   | -                         | -   | -                   | 39,782              |
| In-Kind Revenues                               | 640,931             | -                         | -   | 640,931             | 661,514             |
| Other Income                                   | 24,371              | 2,240                     | -   | 26,611              | 29,633              |
| <i>Total Revenues and Gains</i>                | <u>8,643,186</u>    | <u>1,366,739</u>          | <u>-</u>                                      | <u>10,009,925</u>   | <u>8,952,518</u>    |
| Net Assets Released from<br>Donor Restrictions | <u>1,585,364</u>    | <u>(1,585,364)</u>        | <u>-</u>                                      | <u>-</u>            | <u>-</u>            |
| <b>TOTAL REVENUES, GAINS<br/>AND SUPPORT</b>   | <u>10,228,550</u>   | <u>(218,625)</u>          | <u>-</u>                                      | <u>10,009,925</u>   | <u>8,952,518</u>    |
| <b>EXPENSES</b>                                |                     |                           |   |                     |                     |
| Program Services                               | 8,155,152           | -                         | -   | 8,155,152           | 6,898,333           |
| Supporting Services                            |                     |                           |   |                     |                     |
| Management and General                         | 1,355,784           | -                         | -   | 1,355,784           | 1,335,041           |
| Fundraising                                    | 204,523             | -                         | -   | 204,523             | 113,813             |
| <b>TOTAL EXPENSES</b>                          | <u>9,715,459</u>    | <u>-</u>                  | <u>-</u>                                      | <u>9,715,459</u>    | <u>8,347,187</u>    |
| <b>CHANGE IN NET ASSETS</b>                    | 513,091             | (218,625)                 | -   | 294,466             | 605,331             |
| <b>NET ASSETS - BEGINNING OF YEAR</b>          | <u>2,607,188</u>    | <u>925,828</u>            | <u>13,109</u>                                 | <u>3,546,125</u>    | <u>2,940,794</u>    |
| <b>NET ASSETS - END OF YEAR</b>                | <u>\$ 3,120,279</u> | <u>\$ 707,203</u>         | <u>\$ 13,109</u>                              | <u>\$ 3,840,591</u> | <u>\$ 3,546,125</u> |

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



COMMUNITIES IN SCHOOLS OF SAN ANTONIO  
STATEMENTS OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED AUGUST 31, 2017  
(with summarized financial information for the year ended August 31, 2016)

|                                  | Program<br>Services | Supporting<br>Services<br>Management<br>& General | Fundraising<br>Expenses | 2017<br>Total       | 2016<br>Total       |
|----------------------------------|---------------------|---|-------------------------|---------------------|---------------------|
| <b>FUNCTIONAL EXPENSES</b>       |                     |   |                         |                     |                     |
| <i>Personnel Costs:</i>          |                     |   |                         |                     |                     |
| Personnel Costs                  | \$ 5,625,246        | \$ 872,464  | \$ 163,672              | \$ 6,661,382        | \$ 5,561,242        |
| Fringe Benefits                  | 1,118,756           | 161,035   | 24,517                  | 1,304,308           | 1,062,122           |
| <i>Total Personnel Costs</i>     | <u>6,744,002</u>    | <u>1,033,499</u>                                  | <u>188,189</u>          | <u>7,965,690</u>    | <u>6,623,364</u>    |
| Contractual                      | 30,250              | 69,064  | -                       | 99,314              | 107,421             |
| Communications                   | 5,400               | 14,968  | 987                     | 21,355              | 21,727              |
| Premise Expense                  | 4,357               | 41,932  | 1,291                   | 47,580              | 37,149              |
| Interest Expense                 | -                   | 28,503  | -                       | 28,503              | 30,463              |
| Insurance Expense                | 50,410              | 17,626  | -                       | 68,036              | 58,488              |
| Travel/Training                  | 89,086              | 40,790  | 7,892                   | 137,768             | 103,401             |
| Equipment                        | 27,097              | -   | 1,219                   | 28,316              | 86,610              |
| Maintenance & Repair             | 423                 | 2,034   | -                       | 2,457               | 2,607               |
| Printing and Copying             | 735                 | 17,882  | 446                     | 19,063              | 21,871              |
| Marketing                        | 27,277              | 10,265  | -                       | 37,542              | 33,818              |
| Supplies                         | 18,412              | 37,781  | 813                     | 57,006              | 52,546              |
| Enrichment/Need                  | 443,019             | 76  | 94                      | 443,189             | 400,465             |
| School Supplies                  | 640,931             | -   | -                       | 640,931             | 661,514             |
| Other Expenses                   | 33,749              | 1,361   | 3,592                   | 38,702              | 36,149              |
| Depreciation                     | 40,004              | 40,003  | -                       | 80,007              | 69,594              |
| <b>TOTAL FUNCTIONAL EXPENSES</b> | <u>\$ 8,155,152</u> | <u>\$ 1,355,784</u>                               | <u>\$ 204,523</u>       | <u>\$ 9,715,459</u> | <u>\$ 8,347,187</u> |

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

COMMUNITIES IN SCHOOLS OF SAN ANTONIO  
STATEMENTS OF CASH FLOWS  
FOR THE YEAR ENDED AUGUST 31, 2017  
(with summarized financial information for the year ended August 31, 2016)

|  | <u>2017</u>         | <u>2016</u>         |
|--|---------------------|---------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>  |                     |                     |
| Changes in Net Assets  | \$ 294,466          | \$ 605,331          |
| Adjustments to Reconcile the Change in Net Assets to<br>the Net Cash Used in Operating Activities: |                     |                     |
| Depreciation   | 80,007              | 69,594              |
| Realized & Unrealized (Gain)/Loss on Investments   | (2,104)             | (664)               |
| (Increase) Decrease in Current Assets:   |                     |                     |
| Receivables  | 257,002             | (249,054)           |
| Prepaid Insurance & Other Deposits   | (11,587)            | (8,266)             |
| Increase (Decrease) in Liabilities:  |                     |                     |
| Accounts Payable   | (12,584)            | 1,618               |
| Salaries and Benefits Payable  | 43,905              | 31,193              |
| Deferred/Unearned Revenues   | (31,749)            | (11,705)            |
| <b>NET CASH PROVIDED (REQUIRED) BY<br/>OPERATING ACTIVITIES</b>                                    | <u>617,356</u>      | <u>438,047</u>      |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>  |                     |                     |
| Purchase of Property and Equipment   | (63,513)            | -                   |
| Reinvestment of Income in Investments  | (2,733)             | (1,993)             |
| <b>NET CASH PROVIDED (REQUIRED) BY<br/>INVESTING ACTIVITIES</b>                                    | <u>(66,246)</u>     | <u>(1,993)</u>      |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>  |                     |                     |
| Repayments of Debt   | (52,231)            | (50,272)            |
| <b>NET CASH PROVIDED (REQUIRED) BY<br/>FINANCING ACTIVITIES</b>                                    | <u>(52,231)</u>     | <u>(50,272)</u>     |
| <b>NET INCREASE (DECREASE) IN CASH</b>   | 498,879             | 385,782             |
| <b>CASH AND CASH EQUIVALENTS AT BEGINNING YEAR</b>   | <u>1,779,290</u>    | <u>1,393,508</u>    |
| <b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>  | <u>\$ 2,278,169</u> | <u>\$ 1,779,290</u> |
| <b>SUPPLEMENTAL INFORMATION:</b>   |                     |                     |
| Cash Paid for Interest During the Year   | \$ 28,503           | \$ 30,463           |

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

COMMUNITIES IN SCHOOLS OF SAN ANTONIO  
NOTES TO FINANCIAL STATEMENTS  
AUGUST 31, 2017

NOTE A -- ORDER AND PURPOSE

Communities in Schools of San Antonio (CISSA) (the organization) was organized as a nonprofit corporation on June 3, 1985 for the purpose of providing a positive environment for at-risk students by ensuring their access to all educational opportunities, social services and support services available. By developing positive self-esteem, confidence and respect, CISSA facilitates the ultimate mission of the student graduating from high school and continuing to reach his/her highest potential as a successful citizen, contributor to the community, and participant in building a world-class society.

CISSA is supported primarily by the Texas Education Agency, Federal Department of Education, service delivery agreements with the schools they serve, Bexar County, City of San Antonio, donations from foundations, corporations and individuals, United Way, and to a lesser extent, special events.

NOTE B -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. *Accounting Method*

Communities in Schools of San Antonio uses the accrual method of accounting whereby revenues are recognized when earned and expenses are recognized when they are incurred.

2. *Financial Statement Presentation*

The financial statements of Communities In Schools of San Antonio are presented in accordance with the provisions of Financial Accounting Standards Board (FASB) ASC 958-605-15 and 958-205-05 (Formerly Statements No. 116, *Accounting for Contributions Received and Contributions Made* and No. 117, *Financial Statements of Not-for-profit Organizations*) and the American Institute of Certified Public Accountants Audit and Accounting Guide for Not-for-Profit Organizations (the "Guide").

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

*Unrestricted Net Assets* – net assets that are not subject to donor-imposed stipulations.

*Temporarily Restricted Net Assets* – net assets subject to donor-imposed stipulations that may or will be met either by actions of CISSA and/or passage of time.

*Permanently Restricted Net Assets* – net assets subject to donor-imposed stipulations that may be maintained permanently by CISSA.

Donor-restricted contributions are reported as increases in temporarily restricted net assets depending on the nature of the restriction. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

COMMUNITIES IN SCHOOLS OF SAN ANTONIO  
NOTES TO FINANCIAL STATEMENTS (CONT.)  
AUGUST 31, 2017

NOTE B -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

3. *Income Taxes*

CISSA is a not-for-profit organization exempt from federal income taxes pursuant to Section 501(c)(3) of the Internal Revenue Code, except to the extent it has unrelated business income. As such, no provision for income taxes has been made in the financial statements.

At August 31, 2017 and 2016, the Organization has determined that no income taxes are due for its activities. All significant tax positions have been considered by management. It has been determined that it is more likely than not that all tax positions would be sustained upon examination by taxing authorities. The CISSA's tax years for 2014 through 2016 are open to examination by the Internal Revenue Service as of August 31, 2017.

4. *Cash and Cash Equivalents*

Cash and cash equivalents include interest-bearing checking, savings accounts, and money market funds. All other highly liquid debt instruments with an original maturity of three months or less are also included as cash equivalents on the statement of financial position and statement of cash flows. The cash and cash equivalents do not include the endowment funds.

5. *Investments*

CISSA financial instruments consist primarily of cash and cash equivalents, certificates of deposit, and money market investments. The carrying amount of the cash and cash equivalents approximate their fair market value due to the short-term nature of such instruments (Level 1).

The carrying value of the money market investment fund is the fair market value based upon quoted prices (Level 1).

CISSA uses the following hierarchical disclosure framework:

Level 1 - Measurement based upon quoted prices for identical assets in an active market as of the reporting date.

Level 2 - Measurement based upon marketplace inputs other than Level 1 that are observable, either directly or indirectly, such as quoted prices in active markets for similar assets or liabilities, quoted prices for identical or similar assets or liabilities in inactive markets, or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities.

Level 3 - Measurement based on assumptions about hypothetical marketplace because observable market inputs are not available as of the reporting date.

CISSA uses appropriate valuation techniques based on available inputs to measure the fair value of its assets and liabilities. When available, CISSA measures fair market value using Level 1 inputs because they generally provided the most reliable evidence of fair value. Level 3 inputs have the lowest priority. All of CISSA's investments are according to the fair value hierarchy at Level 1.

COMMUNITIES IN SCHOOLS OF SAN ANTONIO  
NOTES TO FINANCIAL STATEMENTS (CONT.)  
AUGUST 31, 2017

NOTE B -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

6. *Government Grants and Other Receivables*

CISSA provides services that are paid for by federal, state, and local grants. Other receivables consist of service delivery agreements with the schools that CISSA provides services. CISSA has deemed these receivables to be fully collectible.

7. *Contributions Receivable (Promises to Give)*

Unconditional promises to give, less an allowance for uncollectible amounts, are recognized as revenue and a corresponding asset in the period the pledge is received.

8. *Functional Expense Allocations*

Expenses that can be identified with a specific program or support service are allocated directly according to their natural expenditure classification. Other expenses that are common to several functions are allocated by various methods.

9. *Property and Equipment*

Property and equipment is recorded at cost if purchased, or at fair market value if donated. CISSA capitalizes items with useful lives greater than five years and costing more than \$5,000.

10. *Depreciation*

Depreciation on the property, furniture, and equipment owned by CISSA is calculated using the straight-line method. Estimated useful lives for purposes of depreciation are as follows:

|                           | <u>Years</u> |
|---------------------------|--------------|
| Building and Improvements | 6 to 40      |
| Furniture and Equipment   | 5 to 10      |
| Vehicles                  | 6            |

11. *Deferred/Unearned Revenue*

The deferred revenue for the year ended August 31, 2017 was \$2,273 which consisted of \$1,000 collected in advance for the golf event and \$1,273 for the gain on investments to be recognized in fiscal year 2018. The deferred revenue for the year ended August 31, 2016 was \$34,022 which consisted of \$13,600 collected in advance for the golf event, \$2,940 for the loss on investments to be recognized in fiscal year 2017 and \$23,362 for services to be provided in fiscal year 2017.

12. *Use of Estimates*

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

COMMUNITIES IN SCHOOLS OF SAN ANTONIO  
NOTES TO FINANCIAL STATEMENTS (CONT.)  
AUGUST 31, 2017

NOTE B -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

13. *Comparative Totals*

The financial statement and footnote disclosures for the year ended August 31, 2016 are presented only to provide a basis for comparison with the year ended August 31, 2017. The 2016 financial statements and footnote disclosures are not intended to present all information necessary for the fair presentation in accordance with U.S. Generally Accepted Accounting Principles. Accordingly, such information should be used in conjunction with the School's financial statements for the year ended August 31, 2016 from which the summarized information was derived.

14. *Reclassifications*

Certain amounts for the year ended August 31, 2016, have been reclassified for comparative purposes to conform to the presentation used in the August 31, 2017 financial statements. The reclassifications have no effect on net assets for the year ended August 31, 2016.

15. *Compensated Absences*

Employees of CISSA are given up to twenty (20) days Paid Time off (PTO) annually, depending upon employee classification. Unused vacation is not paid upon termination, whether voluntary or involuntary. Therefore, no accruals were made for compensated absences as of fiscal year-ends.

16. *Subsequent Events*

Subsequent events were considered through November 30, 2017, which is the date the financial statements were available to be issued.

NOTE C -- INVESTMENTS

CISSA has an Endowment Fund at the San Antonio Area Foundation Board (Board). The Board manages the funds held in CISSA's name. CISSA decides how the funds will be distributed and used. The Endowment Fund is recorded at Fair Market Value, and is collateralized by insurance contracts in investments above. The value of this investment at August 31, 2017 and 2016 was \$21,972 and \$19,732 respectively.

As of August 31, 2017, CISSA's investment portfolio consisted of the following:

|                         | Year End 2017<br>Cost | Year End 2017<br>Fair Value | Accumulated<br>Gain (loss) |
|-------------------------|-----------------------|-----------------------------|----------------------------|
| Certificates of Deposit | \$ 539,973            | \$ 539,973                  | \$ -                       |
| Money Market            | 474,655               | 474,655                     | -                          |
|                         | <u>\$ 1,014,628</u>   | <u>\$ 1,014,628</u>         | <u>\$ -</u>                |
| Endowment               | <u>\$ 20,699</u>      | <u>\$ 21,972</u>            | <u>\$ 1,273</u>            |

COMMUNITIES IN SCHOOLS OF SAN ANTONIO  
NOTES TO FINANCIAL STATEMENTS (CONT.)  
AUGUST 31, 2017

NOTE C -- INVESTMENTS (CONT.)

As of August 31, 2016, CISSA's investment portfolio consisted of the following:

|                         | Year End 2016<br>Cost | Year End 2016<br>Fair Value | Accumulated<br>Gain (loss) |
|-------------------------|-----------------------|-----------------------------|----------------------------|
| Certificates of Deposit | \$ 538,822            | \$ 538,822                  | \$ -                       |
| Money Market            | 473,210               | 473,210                     | -                          |
|                         | <u>\$ 1,012,032</u>   | <u>\$ 1,012,032</u>         | <u>\$ -</u>                |
| Endowment               | \$ 18,742             | \$ 19,732                   | \$ 990                     |

NOTE D -- DEPOSITORY INSURANCE

Deposits consist of demand deposit accounts and interest bearing accounts and are carried at cost. Investments consist of money market funds (other than restricted), mutual funds, certificates of deposit and corporate bonds and are carried at fair market value. These amounts do not include petty cash of \$500. It is the opinion of management that the solvency of the financial institution is not a particular concern at this time. CISSA continues to monitor the uncollateralized deposits.

|                                    | August 31, 2017     |                     | August 31, 2016     |                     |
|------------------------------------|---------------------|---------------------|---------------------|---------------------|
|                                    | Book<br>Balance     | Bank<br>Balance     | Book<br>Balance     | Bank<br>Balance     |
| Deposits Covered by FDIC Insurance | \$ 1,501,579        | \$ 1,515,453        | \$ 1,621,000        | \$ 1,694,976        |
| Uncollateralized                   | 1,812,690           | 1,886,853           | 1,189,553           | 1,247,834           |
|                                    | <u>\$ 3,314,269</u> | <u>\$ 3,402,306</u> | <u>\$ 2,810,553</u> | <u>\$ 2,942,810</u> |

CISSA has an Endowment Fund at the San Antonio Area Foundation Board (Board). The Board manages the funds held in CISSA's name. CISSA decides how the funds will be distributed and used. The Endowment Fund is recorded at Fair Market Value, and is collateralized by insurance contracts in investments above. The value of this investment at August 31, 2017 and 2016 was \$21,972 and \$19,732 respectively.

NOTE E – GRANT RECEIVABLES AND OTHER RECEIVABLES

Grant receivables and other receivables are comprised of the following as of as of August 31:

|   | 2017              | 2016              |
|---|-------------------|-------------------|
| Federal Agencies                              | \$ 50,164         | \$ 68,382         |
| State Agencies                                | 93,359            | 91,093            |
| Local Agencies and Organizations              | 248,357           | 468,012           |
| Service Delivery Agreements                   | 246,067           | 267,479           |
| Total Grant Receivables and Other Receivables | <u>\$ 637,947</u> | <u>\$ 894,966</u> |

COMMUNITIES IN SCHOOLS OF SAN ANTONIO  
NOTES TO FINANCIAL STATEMENTS (CONT.)  
AUGUST 31, 2017

NOTE F -- PROPERTY AND EQUIPMENT

Property and equipment are comprised of the following as of August 31:

|                                 | <u>2017</u>              | <u>2016</u>              |
|---------------------------------|--------------------------|--------------------------|
| Land                            | \$ 135,000               | \$ 135,000               |
| Buildings and Improvements      | 1,239,060                | 1,239,060                |
| Equipment, Furniture & Fixtures | 122,752                  | 151,965                  |
| Vehicles                        | 36,417                   | 36,417                   |
| Total Property and Equipment    | <u>1,533,229</u>         | <u>1,562,442</u>         |
| Less: Accumulated Depreciation  | <u>(677,302)</u>         | <u>(690,021)</u>         |
| Property and Equipment - Net    | <u><u>\$ 855,927</u></u> | <u><u>\$ 872,421</u></u> |

Land is not depreciated.

NOTE G -- LONG TERM DEBT

In May of 2008, CISSA purchased land and buildings located at 1616 East Commerce, San Antonio, Texas, for \$1,350,000. A \$270,000 payment was made at the time of closing in addition to closing costs of \$14,275. The remaining balance of \$1,080,000 is secured by a 20 year note, with interest at 6% adjustable every 5 years thereafter. The adjustable interest rate is dependent on the treasury rate plus 300 basis points. The interest was adjusted during the fiscal year 2013 to 3.83% for next 5 years. The new monthly installment for the next five years is \$6,728 as compared to previous monthly installment of \$7,793. The annual requirements for principal and interest (based on current 3.83%) payments on the notes payable for the next five years and thereafter is as follows:

|           | <u>For Year Ended 2017</u> |                          |                          |
|-----------|----------------------------|--------------------------|--------------------------|
|           | <u>Principal</u>           | <u>Interest</u>          | <u>Total</u>             |
| 2018      | \$ 54,267                  | \$ 26,467                | \$ 80,734                |
| 2019      | 56,382                     | 24,352                   | 80,734                   |
| 2020      | 58,580                     | 22,154                   | 80,734                   |
| 2021      | 60,864                     | 19,871                   | 80,735                   |
| 2022      | 63,236                     | 17,498                   | 80,734                   |
| 2023-2027 | 355,133                    | 48,539                   | 403,672                  |
| 2028      | 59,372                     | 1,179                    | 60,551                   |
|           | <u><u>\$ 707,834</u></u>   | <u><u>\$ 160,060</u></u> | <u><u>\$ 867,894</u></u> |

NOTE H -- FEDERAL AND GRANT CONTINGENCY

Communities in Schools of San Antonio is funded by various federal and state grant programs which are governed by various rules and regulations of the grantor agencies. Expenses charged to the grant programs are subject to audit and adjustment by the grantor agency. To the extent that CISSA has not complied with the rules and regulations governing the grant, refunds of any money received may be required. It is the opinion of management, that there are no significant contingent liabilities relating to compliance with the rules and regulations governing the grants; therefore, no provision has been made in the accompanying financial statements for such contingencies.



COMMUNITIES IN SCHOOLS OF SAN ANTONIO  
NOTES TO FINANCIAL STATEMENTS (CONT.)  
AUGUST 31, 2017

NOTE I -- IN-KIND CONTRIBUTIONS

Annually CISSA coordinates an event, Stuff the Bus, to solicit donations of school supplies. The supplies are collected and divided amongst CISSA and several other nonprofit agencies serving school-age children. As of August 31, 2016, the fair market value of the supplies was determined to be \$661,514. Various other In-Kind donations occurred during the fiscal year-ended 2016 and each was recorded at fair market value. As of August 31, 2017 the fair market value of supplies was determined to be \$640,931, which is reported as in-kind contributions on the Statement of Activities.

NOTE J -- TAX DEFERRED ANNUITY PLAN

Communities in Schools of San Antonio, Inc. participates in a tax-deferred annuity plan qualified under Section 403(B) of the Internal Revenue Code. The plan covers full-time employees of CISSA. All employees are eligible to make voluntary contributions. CISSA will match a qualified employee contribution up to 3% of their gross pay. CISSA contributed matching contributions of \$65,165 and \$60,134 for the years ended August 31, 2017 and 2016, respectively. The plan requires two years of service, without an intervening break, to be vested in the matching portion of the plan. Additionally, employees must complete 1000 hours of service to receive credit for 1 year of service.

NOTE K -- TEMPORARILY RESTRICTED NET ASSETS

The remaining balances of the temporarily restricted net assets as of August 31, are as follows:

|   | 2017              | 2016              |
|---|-------------------|-------------------|
| Participant Emergency Needs                         | \$ 9,223          | \$ 4,754          |
| Stuff the Bus                                       | 51,130            | 59,166            |
| Arts Program  | -                 | 1,883             |
| Martial Arts/Boxing for Fitness                     | 40,644            | 106,553           |
| Project Access                                      | 104,617           | -                 |
| Parent Involvement                                  | 6,427             | 10,416            |
| Enrichment  | 10,000            | -                 |
| ROPES   | 440               | 434               |
| Emergency Food Program                              | 13,092            | 32,703            |
| XY Zone   | 32,160            | -                 |
| Program Support for Specifically Identified Schools | 344,403           | 452,910           |
| STEM Programs                                       | 11,010            | 136,569           |
| Pre-College Program                                 | 33,905            | 32,276            |
| Mentoring   | 25,000            | 19,631            |
| Technology  | -                 | 41,153            |
| Endowment Fund                                      | 8,863             | 6,623             |
| Various Miscellaneous                               | 16,289            | 20,757            |
|   | <u>\$ 707,203</u> | <u>\$ 925,828</u> |

COMMUNITIES IN SCHOOLS OF SAN ANTONIO  
NOTES TO FINANCIAL STATEMENTS (CONT.)  
AUGUST 31, 2017

NOTE K -- TEMPORARILY RESTRICTED NET ASSETS (CONT.)

The uses of temporarily restricted funds as of August 31, are as follows:

|   | 2017                | 2016              |
|---|---------------------|-------------------|
| Participant Emergency Needs                         | \$ 5,132            | \$ 3,474          |
| Stuff the Bus                                       | 111,685             | 82,236            |
| Arts Program  | 6,883               | 7,119             |
| Martial Arts/Boxing for Fitness                     | 65,919              | 54,447            |
| Project Access                                      | 45,383              | 295               |
| Parent Involvement                                  | 5,030               | 2,646             |
| Enrichment  | 6,081               | 19,729            |
| ROPES   | 354                 | 200               |
| Emergency Food Program                              | 29,611              | 23,920            |
| XY Zone   | 545                 | 29,947            |
| Program Support for Specifically Identified Schools | 1,026,154           | 561,877           |
| Strength Finders and STEM Programs                  | 156,532             | 57,564            |
| Pre-College Program                                 | 18,372              | 24,432            |
| Mentoring   | 23,631              | 18,500            |
| Technology  | 66,152              | 10,878            |
| Various Miscellaneous                               | 17,900              | 45,801            |
|   | <u>\$ 1,585,364</u> | <u>\$ 943,065</u> |

NOTE L -- SPECIAL EVENTS

The following is a summary of special events accomplished during the years ended August 31, 2017 and 2016:

| For Year Ended 2017 |                   |                  |                  |                   |  |
|---------------------|-------------------|------------------|------------------|-------------------|--|
|                     | Gala Lunch        | Stuff the Bus    | Top Golf         | Total             |  |
| Revenues            | \$ 152,522        | \$ 103,644       | \$ 30,807        | \$ 286,973        |  |
| Expenses            | (27,879)          | (53,355)         | (7,802)          | (89,036)          |  |
|                     | <u>\$ 124,643</u> | <u>\$ 50,289</u> | <u>\$ 23,005</u> | <u>\$ 197,937</u> |  |

| For Year Ended 2016 |                   |                  |                  |                  |                   |
|---------------------|-------------------|------------------|------------------|------------------|-------------------|
|                     | Gala Lunch        | Stuff the Bus    | Top Golf         | Other            | Total             |
| Revenues            | \$ 187,931        | \$ 132,420       | \$ 26,109        | \$ 39,782        | \$ 386,242        |
| Expenses            | (26,663)          | (82,236)         | (4,792)          | -                | (113,691)         |
|                     | <u>\$ 161,268</u> | <u>\$ 50,184</u> | <u>\$ 21,317</u> | <u>\$ 39,782</u> | <u>\$ 272,551</u> |

COMMUNITIES IN SCHOOLS OF SAN ANTONIO  
NOTES TO FINANCIAL STATEMENTS (CONT.)  
AUGUST 31, 2017

NOTE M -- ENDOWMENT FUND

The Communities in Schools of San Antonio, Inc. Endowment Fund (Endowment Fund) was created as a permanent endowment fund in 2005, to support Communities in Schools of San Antonio, Inc. The investment objective for the capital fund is the preservation of capital, with the secondary purpose being to provide an income stream. The risk tolerance objective is investments should be made that ensure the preservation of capital in the overall capital and offsets during a twelve-month period. Communities in Schools of San Antonio, Inc. has permanent ownership of the principal portion of the Endowment Fund and in the event of dissolution of Communities in Schools of San Antonio, Inc. it will control the distribution of the funds. The net appreciation from the Endowment Fund is to be used to support the Communities in Schools of San Antonio, Inc.'s operating activities or for specific purpose designated by the donor. As of August 31, 2017, the fair value of the Endowment Fund is \$21,972 (\$19,732 as of August 31, 2016) and is held by the San Antonio Area Foundation. The principal portion of the Endowment Fund in the amount of \$13,109 is not currently available for use by CISSA. The net appreciation of \$8,863 is recorded in the temporarily restricted fund and is available for use by CISSA. The entire endowment fund contribution of \$13,109 is donor restricted.

| <u>Endowment Fund</u>            | <u>2017</u>      | <u>2016</u>      |
|----------------------------------|------------------|------------------|
| Beginning Endowment Fund Balance | \$ 19,732        | \$ 18,877        |
| Investment Return:               |                  |                  |
| Income                           | 246              | 355              |
| Investment Fees                  | (110)            | (164)            |
| Appreciation or Depreciation     | 2,104            | 664              |
| Ending Endowment Fund Balance    | <u>\$ 21,972</u> | <u>\$ 19,732</u> |
| Breakdown of Endowment Fund:     |                  |                  |
| Temporarily Restricted Fund      | \$ 8,863         | \$ 6,623         |
| Permanently Restricted Fund      | \$ 13,109        | \$ 13,109        |

NOTE N -- LITIGATION

Management is not aware of any threatened or pending litigation.

## **FEDERAL AWARD SECTION**



## INDEPENDENT AUDITOR'S REPORT

### REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Board of Directors  
Communities in Schools of San Antonio

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 Communities in Schools of San Antonio, which comprise the statement of financial position as of August 31, 2017, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements and have issued our report thereon dated November 30, 2017.

#### **Internal Control over Financial Reporting**

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

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

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

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

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

## **Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Armstrong, Vaughan & Associates, P.C.".

Armstrong, Vaughan & Associates, P.C.

November 30, 2017



## INDEPENDENT AUDITOR'S REPORT

### REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND EACH MAJOR STATE PROGRAM; AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH UNIFORM GUIDANCE

To the Board of Directors  
Communities in Schools of San Antonio

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

We have audited the compliance of Communities in Schools of San Antonio (CISSA) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Compliance Supplement* that could have a direct and material effect on each of CISSA's major federal programs for the year ended August 31, 2017. Additionally, we have audited the compliance requirements described in the State of Texas Single Audit circular that could have a direct and material effect on each of CISSA's major state programs for the year ended August 31, 2017. CISSA's major state programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

#### ***Management's Responsibility***

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

#### ***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of CISSA'S major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; 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 (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and the State of Texas Single Audit circular. Those standards, Uniform Guidance and the State of Texas Single Audit circular require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about CISSA's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

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

In our opinion, CISSA's 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 and major state programs for the year ended August 31, 2017.

## Report on Internal Control over Compliance

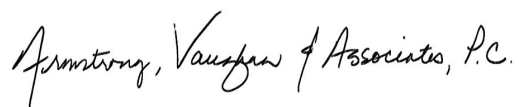
Management is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our compliance audit, we considered CISSA's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program and each major state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program, each major state program and to test and report on internal control over compliance in accordance with Uniform Guidance and the State of Texas Single Audit circular, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of CISSA's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal 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 first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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

Respectfully submitted,



Armstrong, Vaughan & Associates, P.C.  
November 30, 2017



COMMUNITIES IN SCHOOLS OF SAN ANTONIO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED AUGUST 31, 2017

| <b>Federal Grantor/Pass-through<br/>Grantor/Program Title</b>    | <b>Federal<br/>CFDA<br/>Number</b> | <b>Pass-through<br/>Entity<br/>Identifying<br/>Number</b> | <b>Federal<br/>Expenditures</b> |
|--|------------------------------------|---|---------------------------------|
| <b>U.S. DEPARTMENT OF EDUCATION</b>                              |                                    |   |                                 |
| TRIO - Upward Bound  | 84.047                             | P047A120517-16  | \$ 450,646                      |
| <b>PASS THROUGH</b>  |                                    |   |                                 |
| <b>TEXAS EDUCATION AGENCY</b>                                    |                                    |   |                                 |
| Temporary Assistance for Needy Families (TANF)                   | 93.558                             | 173630027120024   | 287,794                         |
| <b>U.S. Department of Justice</b>                                |                                    |   |                                 |
| <b>PASS THROUGH</b>  |                                    |   |                                 |
| <b>OFFICE OF JUVENILE JUSTICE AND<br/>DELINQUENCY PREVENTION</b> |                                    |   |                                 |
| My Brother's Keeper Mentoring                                    | 16.726                             | 2016-JU-FX-0019   | 34,697                          |
| <b>TOTAL FEDERAL AWARDS EXPENDED</b>                             |                                    |   | <u>\$ 773,137</u>               |
|  |                                    |   |                                 |
|  | <b>Federal<br/>CFDA<br/>Number</b> | <b>Pass-through<br/>Entity<br/>Identifying<br/>Number</b> | <b>State<br/>Expenditures</b>   |
| <b>STATE FINANCIAL ASSISTANCE</b>                                |                                    |   |                                 |
| Communities in Schools   | N/A                                | 170958027120024   | \$ 1,133,239                    |
| <b>TOTAL STATE AWARDS EXPENDED</b>                               |                                    |   | <u>1,133,239</u>                |
| <b>TOTAL FEDERAL AND STATE AWARDS EXPENDED</b>                   |                                    |   | <u><u>\$ 1,906,376</u></u>      |

COMMUNITIES IN SCHOOLS OF SAN ANTONIO  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED AUGUST 31, 2017

Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Communities in Schools of San Antonio and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Communities in Schools of San Antonio has not elected to use the 10% de minimus indirect cost rate.

COMMUNITIES IN SCHOOLS OF SAN ANTONIO  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS – FEDERAL AWARDS  
FOR THE YEAR ENDED AUGUST 31, 2017

A. Summary of Auditor's Results

1. Financial Statements

Type of auditor's report issued: Unmodified

Internal Control over Financial Reporting:

One or more material weaknesses identified ☐ Yes ☒ No

One or more significant deficiencies identified that are not considered to be material weaknesses? ☐ Yes ☒ None Reported

Noncompliance material to the financial statements noted? ☐ Yes ☒ No

2. Federal Awards

Internal Control over Major Programs:

One or more material weaknesses identified ☐ Yes ☒ No

One or more significant deficiencies identified that are not considered to be material weaknesses? ☐ Yes ☒ None Reported

Type of auditor's report issued on compliance for Major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with CFR Part 200 of the Uniform Guidance? ☐ Yes ☒ No

Identification of major programs:

CDFA Number(s)  
84.047

Name of Federal Program or Cluster  
TRIO – Upward Bound

Dollar threshold used to distinguish between type A and type B federal program: \$750,000

Auditee qualified as a low-risk auditee? ☐ Yes ☒ No

B. Financial Statement Findings

NONE

C. Federal Awards Findings and Questioned Costs

NONE

COMMUNITIES IN SCHOOLS OF SAN ANTONIO  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS – STATE AWARDS  
FOR THE YEAR ENDED AUGUST 31, 2017

A. State Awards

Internal Control over Major Programs:

One or more material weaknesses identified ☐ Yes ☒ No

One or more significant deficiencies identified that are not considered to be material weaknesses? ☐ Yes ☒ None Reported

Type of auditor's report issued on compliance for Major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of State of Texas Single Audit Circular? ☐ Yes ☒ No

Identification of major programs:

Name of Federal Program or Cluster  
Texas Education Agency

Dollar threshold used to distinguish between type A and type B state program: \$750,000

Auditee qualified as a low-risk auditee? ☒ Yes ☐ No

B. Financial Statement Findings

NONE

C. State Awards Findings and Questioned Costs

NONE

COMMUNITIES IN SCHOOLS OF SAN ANTONIO  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE YEAR ENDED AUGUST 31, 2017

FINDINGS - 2016 - NONE



# Communities In Schools

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San Antonio