

**CASA PROTEGIDA JULIA DE BURGOS, INC.**  
**(A Not-For Profit Organization)**

**AUDITED FINANCIAL STATEMENTS AND  
REQUIRED SUPPLEMENTARY INFORMATION IN  
ACCORDANCE WITH THE UNIFORM GUIDANCE  
FOR THE YEAR ENDED JUNE 30, 2024  
WITH INDEPENDENT AUDITORS' REPORT**

**CASA PROTEGIDA JULIA DE BURGOS, INC.**  
**FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

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## **INDEPENDENT AUDITORS' REPORT ON FINANCIAL STATEMENTS**

To the Board of Directors  
Casa Protegida Julia de Burgos, Inc.  
San Juan, Puerto Rico

### **Opinion**

We have audited the accompanying financial statements of Casa Protegida Julia de Burgos, Inc. (CASA JULIA) (a nonprofit organization), which comprise the statement of financial position as of June 30, 2024, and the related statements of activities and changes in net assets, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Casa Protegida Julia de Burgos, Inc., as of June 30, 2024, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### **Basis for Opinion**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 the report. We are required to be independent of Casa Protegida Julia de Burgos, Inc. organization and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; 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.

**INDEPENDENT AUDITORS' REPORT ON FINANCIAL STATEMENTS**  
**(CONTINUED)**

**Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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 generally accepted auditing standards 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 judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with the generally acceptable auditing standards and Government Auditing Standards, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risk 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 Casa Protegida Julia de Burgos, Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about Casa Protegida Julia de Burgos, Inc.'s ability to continue as 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.

**INDEPENDENT AUDITORS' REPORT ON FINANCIAL STATEMENTS**  
**(CONTINUED)**

**Supplementary Information**

Our audit was conducted for the purposes of forming an opinion on the financial statements taken as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Requirements for Federal Awards (Uniform Guidance)*, is presented for purposes of additional analysis and is not a required part of the financial statements. The Schedule of expenditures of federal awards are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated December 18, 2024 on our consideration of Casa Protegida Julia de Burgos, Inc. 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 Casa Protegida Julia de Burgos, Inc. internal control over financial reporting and compliance.

*Díaz & Candelaria, CPA, PSC*

**Díaz & Candelaria, CPA, PSC**

License No. 34, Expires December 1, 2025

San Juan, Puerto Rico

December 18, 2024



DPSC34-11

Casa Protegida Julia de Burgos, Inc.

**CASA PROTEGIDA JULIA DE BURGOS, INC.**

**STATEMENTS OF FINANCIAL POSITION  
JUNE 30, 2024**

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**ASSETS**

Cash	\$ 967,982
Grants and Contracts Receivable	488,350
Prepayments	10,853
Total Current Assets	<u>1,467,185</u>
Property and Equipment, net	376,268
Deposits	7,474
<b>Total Assets</b>	<b><u>\$ 1,850,927</u></b>

**LIABILITIES AND NET ASSETS**

Liabilities:

Accounts Payable	\$ 32,104
Accrued Expenses	163,782
Deferred Revenue	1,000,324
Notes Payable	140,686
Total Current Liabilities	<u>1,336,896</u>
Total Liabilities	<u>1,336,896</u>

Net Assets:

Without Donor Restrictions	514,031
Total Net Assets	<u>514,031</u>
<b>Total Liabilities and Net Assets</b>	<b><u>\$ 1,850,927</u></b>

The Accompanying Notes are Integral Part of these Financial Statements.

**CASA PROTEGIDA JULIA DE BURGOS, INC.**

**STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS  
FOR THE YEAR ENDED JUNE 30, 2024**

	<u>WITHOUT DONOR RESTRICTIONS</u>	<u>WITH DONOR RESTRICTIONS</u>	<u>TOTAL</u>
<b>REVENUES AND OTHER SUPPORT</b>			
Federal Grants	\$ 16,880	\$ 1,780,921	\$ 1,797,801
State Grants	4,480	295,897	300,377
Private Grants	199,071	203,449	402,520
In-Kind Donated Material and Services	140,281	60,958	201,239
Interest	63	936	999
Fund Raising	7,329	-	7,329
Private Contributions	50,749	-	50,749
Other	30,795	-	30,795
<b>Total Revenues and Other Support</b>	<u>449,648</u>	<u>2,342,161</u>	<u>2,791,809</u>
<b>NET ASSETS RELEASED FROM RESTRICTIONS</b>			
Satisfaction of Program Restrictions	2,342,161	(2,342,161)	-
<b>Total Revenues and Other Support</b>	<u>2,791,809</u>	<u>-</u>	<u>2,791,809</u>
<b>EXPENDITURES</b>			
Ambulatory Services	589,633	-	589,633
Shelter and support to participants	884,531	-	884,531
Housing ( Transition and Permanent)	792,167	-	792,167
General and Administrative	538,141	-	538,141
<b>Total Expenditures</b>	<u>2,804,472</u>	<u>-</u>	<u>2,804,472</u>
<b>Excess of Expenditures Over Revenues</b>	<b>(12,663)</b>	<b>-</b>	<b>(12,663)</b>
<b>Net Assets, Beginning of Year</b>	<u>526,694</u>	<u>-</u>	<u>526,694</u>
<b>Net Assets, End of Year</b>	<u>\$ 514,031</u>	<u>-</u>	<u>\$ 514,031</u>

The Accompanying Notes are Integral Part of these Financial Statements.

**CASA PROTEGIDA JULIA DE BURGOS, INC.**

**STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2024**

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**CASH FLOWS FROM OPERATING ACTIVITIES:**

Changes in Net Assets	\$ (12,663)
Adjustment to reconcile changes in net assets to net cash provided by operating activities:	
Depreciation and amortization	134,781
Decrease (Increase) in:	
Grants and Contracts Receivable	(88,694)
Prepaid and Other Assets	2,531
Increase (Decrease) in:	
Accounts Payable and Accrued Expenses	(52,257)
Due to PR Family Department	(94,815)
Deferred Revenue	210,335
Net Cash Provided by Operating Activities	<u>99,218</u>

**CASH FLOWS FROM INVESTING ACTIVITIES:**

Purchases of equipment	(65,016)
Net Cash Used In Investing Activities	<u>(65,016)</u>

**CASH FLOWS FROM FINANCING ACTIVITIES:**

Principal payments on debt	(9,583)
Net Cash Used In Financing Activities	<u>(9,583)</u>

<b>NET INCREASE IN CASH</b>	24,619
<b>CASH AT BEGINNING OF YEAR</b>	943,363
<b>CASH AT END OF YEAR</b>	<u>\$ 967,982</u>

The Accompanying Notes are Integral Part of these Financial Statements.



**CASA PROTEGIDA JULIA DE BURGOS, INC.**

**STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED JUNE 30, 2024**

	<b>Ambulatory Services</b>	<b>Shelter</b>	<b>Housing</b>	<b>General and Administrative</b>	<b>Total</b>
<b>Personnel:</b>					
Salaries	\$ 330,264	\$ 319,777	\$ 264,792	\$ 211,599	\$1,126,432
Payroll Taxes and Fringe Benefits	43,395	33,635	40,803	44,565	162,398
	<u>373,659</u>	<u>353,412</u>	<u>305,595</u>	<u>256,164</u>	<u>1,288,830</u>
<b>Others Expenses:</b>					
Professional Services - Administrative	38,052	58,288	41,704	27,047	165,091
Professional Services - Programmatic	46,791	160,802	73,937	41,988	323,518
Food	23,843	12,605	23,344	4,971	64,763
Medicines	6,201	4,367	2,531	378	13,477
Programs Supplies	7,622	26,850	19,735	4,083	58,290
Office Supplies	5,207	26,446	10,926	12,261	54,840
Electricity & Gas	14,055	15,678	373	1,977	32,083
Water Sewer	1,446	4,119	148	5	5,718
Telephone	6,525	12,471	1,046	3,052	23,094
Repairs and Maintenance	4,770	17,688	7,358	36,043	65,859
Insurance	1,572	8,395	4,054	1,788	15,809
Rent	3,812	15,250	191,562	13,815	224,439
Support to Participants	9,986	1,114	12,820	845	24,765
Minor Furniture and Fixture	9,046	23,129	13,600	4,878	50,653
Postage and Delivery	-	1,237	-	283	1,520
Training and Seminars	3,072	-	-	807	3,879
Advertising and promotion	500	-	-	-	500
Transportation Expenses	7,370	6,569	12,926	3,505	30,370
Fund Raising Activities	-	-	-	734	734
Other Expenses	2,311	-	-	428	2,739
Bank Services Charges	4,761	250	386	8,240	13,637
Interest Expenses	-	-	-	3,844	3,844
Depreciation and Amortization	19,032	44,965	9,164	61,620	134,781
	<u>215,974</u>	<u>440,223</u>	<u>425,614</u>	<u>232,592</u>	<u>1,314,403</u>
Services - In Kind	-	-	44,422	49,385	93,807
Food and Clothes - In Kind	-	90,896	16,536	-	107,432
<b>Total Expenditures</b>	<b><u>\$ 589,633</u></b>	<b><u>\$ 884,531</u></b>	<b><u>\$ 792,167</u></b>	<b><u>\$ 538,141</u></b>	<b><u>\$2,804,472</u></b>

The Accompanying Notes are Integral Part of these Financial Statements.

# CASA PROTEGIDA JULIA DE BURGOS, INC.

## NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024

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### NOTE A - GENERAL ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Casa Protegida Julia de Burgos, Inc. (CASA JULIA) was incorporated in October 19, 1979 under the laws of the Commonwealth of Puerto Rico as a nonprofit organization. Its main activities consist in providing protection, support and housing to victims of domestic violence and their children. CASA JULIA is supported primary through governmental grants including federal funds and donor contributions.

#### Summary of Significant Accounting Policies

##### (1) Basis of Accounting

Basis of accounting refers to the point at which revenues and expenditures are recognized in the accounts and reported in the statements of activities. It is related to the timing of measurements made, regardless of the measurements focus applied. The accrual basis of accounting is follows by Net Assets without Donor Restrictions. Under this basis revenues are recorded when earned, independently of when they are collected and expenses are recorded when incurred, independently of when they are paid. Continuum of Care Program, Emergency Shelter Grant Program funds and other federal assistance received but not earned are classified as refundable advances until restrictions expired. The amount of restrictions expired in excess of receipts are classified as receivable.

##### (2) Financial Statement Presentation

CASA JULIA Financial statements presentation follows the recommendations of FASB ASC 2016-14 – *Non for Profit Entities* (ASC). Under ASC, the Organization is required to report information regarding its financial position and activities according to two classes of net assets, as follows:

With donor restrictions - Net assets subject to donor-imposed stipulations that may be fulfilled by actions of the Organization pursuant to those stipulations or that expire by the passage of time.

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

# CASA PROTEGIDA JULIA DE BURGOS, INC.

## NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024

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### **NOTE A - GENERAL ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continuation)**

#### **Summary of Significant Accounting Policies**

Revenues from sources other than contribution are reported as increases in without donor restrictions net assets. Expenses are reported as decreases in without donor restrictions net assets. Expirations of temporary restrictions recognized on net assets (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as reclassifications from with donor restrictions net assets to without donor restrictions net assets.

#### **(3) Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles 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 estimates.

#### **(4) Property and Equipment**

CASA JULIA reports gifts of equipment as unrestricted support unless explicit donor stipulation specifies how the donated assets must be used. Donations of property, plant and equipment are recorded as support at their estimated fair value.

Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. In the absence of donor stipulations regarding how long those donated assets must be maintained, CASA JULIA reports expiration of donor restrictions when the donated or acquired assets are placed in service to unrestricted net assets. Property and equipment are recorded at cost and depreciated using the straight-line method as follows: Leasehold Improvements (5), Building and Improvements (40), Furniture and Equipment (3-10) and Motor Vehicles (5).

#### **(5) Cash and Cash Equivalents**

For the purpose of the statement of cash flows, CASA JULIA considers all highly liquid investments with maturity of three months or less to be cash equivalents.

**CASA PROTEGIDA JULIA DE BURGOS, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**JUNE 30, 2024**

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**NOTE A - GENERAL ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(6) Vacations and Sick Leave**

Employees are entitled to 15 days of vacation and up to 30 days based on years of service and 14 days of sick leave annually. Sick leave is not accrued because it does not vest; employees are not paid for any sick leave balance at termination of employment or any other time. At June 30, 2024 the accrued vacations of \$56,276, were included as accrued payroll taxes and benefits in the statement of financial position.

**(7) Interfund Transactions**

CASA JULIA maintains a separate fund accounting for each of its activities of programs. Interfunds transactions are temporarily and/or permanently board approved transfers between funds that subsequently have been eliminated for financial statement purpose. These interfunds transactions and allocations are presented as a transfer of net assets.

**(8) Tax Status**

The Organization have been determined to be exempt from United States income taxes under Section 501(c) (3) of the Internal Revenue Code and from Puerto Rico taxes pursuant to Section 1101.01(a) (2) of the Puerto Rico Income Tax Act of 1954, as amended.

The Organization follows the provision of FASB ASC 740-10 "*Income Taxes*", which clarifies the accounting for uncertainty in income taxes recognized in an Organization's financial statements in accordance with FASB ASC 740. Under the provision for this Interpretation, the Organization is required to evaluate its income tax position each year to determine whether the Organization's tax provision is more-likely-than-not to be sustained if examined by the applicable taxing authority.

Management of the Organization has evaluated its tax position and has concluded that this requirement had no effect on the Organization's financial position or changes in its net assets.

The Organization's policy for interest and penalties related to income tax exposures is to recognize interest and penalties as a component of the provision for income taxes in the Statement of Activities and Changes in Net Assets. As of June 30, 2024, the Organization believes that there are no uncertain tax positions and has no accrued income tax related interest and/or penalties in the Statement of Financial Position.

**CASA PROTEGIDA JULIA DE BURGOS, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**JUNE 30, 2024**

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**NOTE A - GENERAL ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(8) Tax Status (Continued)**

The Organization is potentially subject to income tax audits in the Commonwealth of Puerto Rico for taxable years from 2019 to 2024, until the applicable statute of limitations expires, as well as, the Internal Revenue Services which has a three (3) years of statute of limitations. Tax audits by their nature are often complex and can require several years to complete.

**(9) Impairment of Long-Lived Assets**

CASA JULIA follows the provisions of “*Impairment and Disposal of Long-Lived Assets-Overall – Subsequent Measurement*” which address financial accounting and reporting for such transactions. This topic requires long-lived assets to be reviewed for impairment whenever events or changes in circumstances indicate that carrying amount of an asset may not be recoverable. If the carrying amount of an asset exceeds its estimated future cash flows, an impairment change is recognized by the amount by which the carrying amount of the asset exceeds its fair value. Management has reviewed its long-lived assets according to provisions of this topic and believes that no impairment adjustments is deemed necessary over such assets for the year ended June 30, 2024.

**(10) Federal Grants and Contracts**

The Organization receives its grants and contracts support and revenues primarily from HUD and other federal and state agencies.

All grants and contracts are available for unrestricted use unless specifically restricted by the grantor. Amounts received that are designated for future periods or restricted by the grantor for specific purposes are reported as Net Assets With Donor Restrictions support that increases those net asset classes. When a Donor Restriction expires, Net Assets with Donor Restrictions are reclassified to Net Assets without Donor Restrictions and reported in the Statement of Activities and Changes in Net Assets as net assets released from restrictions.

**CASA PROTEGIDA JULIA DE BURGOS, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**JUNE 30, 2024**

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**NOTE A - GENERAL ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(11) Concentration of Credit Risk**

Financial instruments that potentially subject the Organization to the concentration of credit risk are cash and receivables. Concentration of credit risk concerning receivables is limited because a substantial portion of these balances is due from federal and state governmental agencies.

The Organization may be subject to credit risk to its cash, which is placed with a high credit quality financial institution. The Federal Deposit Insurance Corporation ("FDIC") covers up to \$250,000 per financial institution, for substantially all depository accounts. The Organization has not experienced any losses in cash accounts and believes it is not exposed to any significant credit risk to cash. The Organization's uninsured cash balance amounted to approximately \$772,900 as of June 30, 2024.

**(12) Federal Awards**

For the year ended June 30, 2024, the revenues received from federal awards in the form of grants were 64% of the total revenues and other supports. These funds are received directly from the federal government and pass-through entities and are subject to independent financial and compliance audits under the Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards ("*Uniform Guidance*").

Federal grants are considered conditional gifts due to the strings and conditions attached to them by the federal government. Accordingly, significant federal grants receipts are accounted for as deferred revenue until the conditions imposed by the federal government have been substantially met which includes payment for goods and services.

**(13) Deferred Revenue**

Deferred revenue refers to use of the funds for products or services that are to be expended in the future. The Organization records unearned revenue (Deferred Revenue) as a liability on a statement of financial position because it refers to revenues that has not yet been earned. When the funds will be used for payments for products or services will be recorded as revenues on the statements of activities.

**CASA PROTEGIDA JULIA DE BURGOS, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**JUNE 30, 2024**

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**NOTE A - GENERAL ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(14) Functional Allocation of Expenses**

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. According, certain costs have been allocated among the programs and supporting services benefited.

**NOTE B – LIQUIDITY AND AVAILABILITY**

CASA JULIA’s financial assets available within one year of the statement of financial position date for general expenditures are as follows:

Cash and cash Equivalents	\$ 967,982
Grant Receivable	<u>488,350</u>
Total Financial Assets Available Within One Year	<u>\$ 1,456,332</u>

As part of CASA JULIA’s liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due.

**NOTE C - GRANTS AND PLEDGES RECEIVABLE**

Federal grants and other contributions receivable represent expended amounts (restrictions expired) in excess of receipts. CASA JULIA considers grants and pledges receivable fully collectible; accordingly, no allowance for uncollectible grants and pledges has been provided in the accompanying statement financial position. Federal grants and other contributions receivable consist of the following:

<b>Description</b>	<b>Amount</b>
P.R. Department of Justice	\$ 76,075
Women Advocate Office	63,993
Municipality of Ponce (ESG)	33,837
PR Fiscal Agency and Financial Advisory Authority	227,106
HUD – Continuum of Care	58,020
Esperanza - UNI	7,200
Others	<u>22,119</u>
<b>Total</b>	<b><u>\$ 488,350</u></b>

**CASA PROTEGIDA JULIA DE BURGOS, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**JUNE 30, 2024**

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**NOTE D - PROPERTY AND EQUIPMENT**

The following table summarizes the cost and accumulated depreciation of property and equipment:

<u>Description</u>	<u>Useful Life</u>	<u>Amount</u>
Land	-	\$ 101,260
Building	40 yrs.	723,892
Equipment, Furniture and Fixtures	5 yrs.	434,438
Vehicles	5 yrs.	<u>400,216</u>
		1,659,806
Less: Accumulated Depreciation and Amortization		<u>1,283,538</u>
		<b><u>\$ 376,268</u></b>

**NOTE E – ACCRUED EXPENSES**

Accrued expenses as of June 30, 2024 consist of the following:

<u>Description</u>	<u>Amount</u>
Accrued Interests and Other Charges on Mortgage	\$ 83,720
Accrued Vacations	56,276
Other Payroll Taxes	<u>23,786</u>
<b>Total</b>	<b><u>\$ 163,782</u></b>



**CASA PROTEGIDA JULIA DE BURGOS, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**JUNE 30, 2024**

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**NOTE F – LONG TERM DEBT**

**(1) Notes Payable**

a. Mortgage payable at 3.25% interest due in monthly installments of \$970, including interest, through March 30, 2024 and a final lump-sum payment on April 2024; collateralized with the main office of CASA JULIA. This loan was due on April 2022 and the management is trying to renegotiate the balance.	<u>\$ 140,686</u>
Total	<u><b>\$ 140,686</b></u>
Less: Current Portion of Note Payable	<u>140,686</u>
Long-Term Debt	<u><u>\$ 0</u></u>

Scheduled maturities of notes payable outstanding at June 30, 2024 are as follows:

<u>Years Ending June 30,</u>	<u>Amount</u>
2025	<u>140,686</u>
Total note payable	<u><b>\$ 140,686</b></u>

**NOTE G - TEMPORARILY RESTRICTED NET ASSETS**

Net assets were released from restrictions by incurring expenses satisfying the restricted purposes or by occurrence of other events specified by donors. During the years ended June 30, 2024 the amount of net assets released from restrictions amounted to \$2,342,161. Such net assets were contributed to CASA JULIA through conditional governmental programs and private contribution in the form of grants, awards and contracts, which are recorded as temporarily restricted revenues until specified conditions are met. Temporarily restricted net assets as of June 30, 2024 are available only for the purpose granted by the donor and subject to the terms and condition of the related grants or awards.

**CASA PROTEGIDA JULIA DE BURGOS, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**JUNE 30, 2024**

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**NOTE H - COMMITMENTS AND CONTINGENCIES**

**(1) Operating Leases**

CASA JULIA leases some programs facilities in Ponce and Aguadilla, Puerto Rico. These leases are month to month. Operating leases do not give rise to property rights or lease obligation, and therefore the results of lease agreement are not reflected in the CASA JULIA's property and equipment accounts. Rental expenses for all operating leases for the year ended June 30, 2024 was \$32,877. In addition, CASA JULIA paid rent for some eligible participants as part of support to them, these rents are paid with federal funds assigned for this purpose, rent for participants paid for the year ended June 30, 2024, amounted to \$191,562.

**(2) Federal and State Grants**

CASA JULIA participates in various state and federal grant programs, which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustments by the grantor agencies; therefore, refunds of any money received may be required. However, CASA JULIA's management expects such amounts, if any, to be immaterial.

**NOTE I - SUPPLEMENTAL DISCLOSURE OF CASH FLOW STATEMENT**

Interest Paid

Interest paid - \$3,844

**NOTE J – SUBSEQUENT EVENTS**

Subsequent events were evaluated through December 18, 2024, which was the date the financial statements were available to be issued.

**CASA PROTEGIDA JULIA DE BURGOS, INC.**

**SCHEDULE OF EXPENDITURES OF FEDERAL FINANCIAL ASSISTANCE**

**FOR THE YEAR ENDED JUNE 30, 2024**

<u>Federal Grantor Pass-through Grantor Program Title</u>	<u>Federal CFDA Number</u>	<u>Grantor's Number</u>	<u>Federal Expenditures</u>	<u>Pass-through to Subrecipients</u>
<b>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT:</b>				
<b>Continuum of Care Program</b>	* 14.267			
Rapid Re-Housing		PR0025L4N022215	\$ 412,494	-
Permanent Housing (2022-2023)		PR0051L4N022110	31,739	-
Permanent Housing (2023-2024)		PR0051L4N022211	226,892	-
			<b>671,125</b>	<b>-</b>
<b>Emergency Solutions Grants Program:</b>				
<u>Pass-through the:</u>				
Municipality of Ponce (ESG)	14.231	N/A	60,215	-
			<b>60,215</b>	<b>-</b>
<b>U.S. DEPARTMENT OF JUSTICE</b>				
<u>Pass-through the Puerto Rico Department of Justice</u>				
Crime Victim Assistance	16.575	N/A	218,724	-
<u>Pass-through the Puerto Rico Office of Women Advocate</u>				
Violence Against Women Formula Grants	16.588	N/A	63,055	-
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>				
<u>Pass-through the Puerto Rico Family Department</u>				
Family Violence Prevention and Services Grant for Battered Women's Shelters-Discretionary Grants	* 93.592	N/A	233,582	-
Family Violence Prevention and Services Grant for Battered Women's Shelters-Discretionary Grants. (Testing and Vaccine)	* 93.592	N/A	184,940	-
			418,522	-
Child Care and Development Block Grant (PECC)	93.575	N/A	130,484	-
Child Care and Development Block Grant (PAL)	93.575	N/A	16,582	-
			147,066	
<b>U.S. DEPARTMENT OF THE TREASURY</b>				
<u>Pass-through the Puerto Rico Fiscal Agency and Financial Advisory Authority</u>				
Coronavirus State and Local Fiscal Recovery (AAFAF III)	21.027		62,693	
Coronavirus State and Local Fiscal Recovery (AAFAF II)	21.027		96,033	-
			158,726	-
<b>TOTAL FEDERAL FUNDS</b>			<b>\$ 1,737,433</b>	<b>\$ -</b>
<b>Major Programs</b>			<b>1,089,647</b>	
<b>Non-Major Programs</b>			<b>647,786</b>	
			<b>\$ 1,737,433</b>	

\* Denote Major Programs

The Accompanying Notes are an Integral Part of this Schedule of Expenditures of Federal Awards.

**CASA PROTEGIDA JULIA DE BURGOS, INC.**

**NOTES TO SCHEDULE OF EXPENDITURES FEDERAL FINANCIAL ASSISTANCE  
FOR THE YEAR ENDED JUNE 30, 2024**

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**NOTE A – GENERAL**

The accompanying schedule of expenditures of federal awards presents the expenditures, for the fiscal year ended June 30, 2024, of all the federal assisted programs of Casa Protegida Julia de Burgos, Inc.

**NOTE B – ACCOUNTING BASIS**

The schedule of expenditures of federal awards was prepared following the modified 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 Requirements for Federal Awards* (Uniform Guidance), Audits of States, Local Governments, and Non-Profit Organizations.

**NOTE C – RELATIONSHIP TO FEDERAL FINANCIAL REPORTS**

Amounts reported in the accompanying Schedule of Expenditures of Federal Awards agree with the amounts reported in the related federal financial reports. However, certain federal financial reports are filed based on cash expenditures. As such, certain timing differences may exist in the recognition of revenue and expenditures between the schedule of Expenditures of Federal Awards and the federal financial reports.

**NOTE D – FEDERAL CFDA NUMBER**

The Catalog of Federal Domestic Assistance (CFDA) number is a program identification number. The first two digits identify the federal department or agency that administers the program and the last three numbers are assigned by numerical sequence according with the program name within the corresponding agency.

**NOTE E – PASS-THROUGH GRANTOR'S NUMBER**

State or local government and private entities includes within their federal proposal award the related amount of federal awards granted to CASA JULIA, also known as “pass-through awards”. CASA JULIA should consider these federal funds as though they were received directly from the federal government. The Uniform Guidance requires that the schedule should include the name and the identifying number assigned for federal awards received as a subrecipient. Numbers identified as NA are not applicable or available.

**CASA PROTEGIDA JULIA DE BURGOS, INC.**

**NOTES TO SCHEDULE OF EXPENDITURES FEDERAL FINANCIAL ASSISTANCE**

**FOR THE YEAR ENDED JUNE 30, 2024**

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**NOTE F – RELATIONSHIP TO THE STATEMENT OF ACTIVITIES  
AND CHANGE IN NET ASSETS**

The reconciliation of expenses in the Statement of Activities and Changes in Net Assets to the total expenditures of Federal Awards in the Schedule of Expenditures of Federal Awards is as follows:

Expenses per Statement of Activities and Changes in Net Assets	\$ 2,804,472
Less: Non-Federal Expenditures and Depreciation in Federal Programs	1,118,796
Plus: Federal Expended Capitalized	<u>51,757</u>
Total Expenditures of Federal Awards in the Schedule of Expenditures of Federal Awards	<u><b>\$ 1,737,433</b></u>

**NOTE G – MATCHING COSTS**

Matching costs, such as the nonfederal share of certain program costs, are not included in the accompanying Schedule.

**NOTE H – INDIRECT COSTS**

The federal expenditures reported in the accompanying schedule did not include any indirect costs as defined by the Uniform Guidance.

**NOTE I – PASS-THROUGH**

No Federal grant has been passed-through to sub-recipient.



**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**

To the Board of Directors  
Casa Protegida Julia de Burgos, Inc.  
San Juan, Puerto Rico

We have audited, in accordance with the 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 Casa Protegida Julia de Burgos, Inc. (CASA JULIA) (a nonprofit organization), which comprise the statement of financial position as of June 30, 2024, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated December 18, 2024.

**Internal Control over Financial Reporting**

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

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 charges with governance.

Our consideration of internal control over financial reporting 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.

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**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  
(CONTINUED)**

**Compliance and Other Matter**

As part of obtaining reasonable assurance about whether Casa Protegida Julia de Burgos, Inc.'s financial statements are free of 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 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.

*Diaz & Candelaria, CPA, PSC*

**Diaz & Candelaria, CPA, PSC**

License No. 34, Expires December 1, 2025

San Juan, Puerto Rico

December 18, 2024



DPSC34-12

Casa Protegida Julia de Burgos, Inc.



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE  
WITH REQUIREMENTS THAT COULD HAVE A DIRECT MATERIAL EFFECT ON EACH  
MAJOR PROGRAM AND ON INTERNAL CONTROL  
OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

To the Board of Directors  
Casa Protegida Julia de Burgos, Inc.  
San Juan, Puerto Rico

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

We have audited Casa Protegida Julia de Burgos, Inc. (CASA JULIA) (a nonprofit organization) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Entity's major federal programs for the year ended as of June 30, 2024. The Entity's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

**Management's Reponsability**

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

**Auditor's Reponsability**

Our responsibility is to express an opinion on compliance for each of the CASA JULIA'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 Requirements for Federal Awards* (Uniform Guidance). Those standards and Uniform Guidance 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 the CASA JULIA'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 the Corporation's compliance.



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE  
WITH REQUIREMENTS THAT COULD HAVE A DIRECT MATERIAL EFFECT ON EACH  
MAJOR PROGRAM AND ON INTERNAL CONTROL  
OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE  
(CONTINUED)**

**Opinion on Each Major Federal Program**

In our opinion, CASA JULIA 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 June 30, 2024.

**Report on Internal Control Over Compliance**

Management of the CASA JULIA 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 audit of compliance, we considered the CASA JULIA's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal 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 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the CASA JULIA'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 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.

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE  
WITH REQUIREMENTS THAT COULD HAVE A DIRECT MATERIAL EFFECT ON EACH  
MAJOR PROGRAM AND ON INTERNAL CONTROL  
OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE  
(CONTINUED)**

Our consideration of internal control over compliance was for the limited purpose described in the preceding 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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

*Diaz & Candelaria, CPA, PSC*

**Diaz & Candelaria, CPA, PSC**

License No. 34, Expires December 1, 2025

San Juan, Puerto Rico

December 18, 2024



DPSC34-13

Casa Protegida Julia de Burgos, Inc.

**CASA PROTEGIDA JULIA DE BURGOS, INC.**

**Schedule of Findings and Questioned Costs**  
**For The Year Ended June 30, 2024**

**Section I - Summary of Auditors Results**

**Financial Statements**

Types of auditors' report issued: Unmodified

Internal Control over financial reporting:

➤ Material Weakness (es) identified? No

➤ Significant deficiency (ies) identified that are not considered to be material weaknesses? No

Noncompliance material to financial statements noted? No

**Federal Awards**

Internal control over major programs:

➤ Material Weakness(es) identified? No

➤ Significant deficiency (ies) that are not considered to be material weaknesses? No

Type of auditors' report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR Part 200.516(a) of Uniform Guidance? No

**Mayor Program**

CFDA Number(s)

Name of Federal Program(s)

**14.267**

U.S. Department of Housing and Urban Development:  
**Continuum of Care Program**

**93.592**

U.S. Department of Health and Humen Services  
**Family Violence Prevention and Services Grant**

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

Auditee qualified as low-risk auditee? Yes

**CASA PROTEGIDA JULIA DE BURGOS, INC.**

**Schedule of Findings and Questioned Costs**  
**For The Year Ended June 30, 2024**

**Section II - Financial Statements Findings**

<b><u>Program</u></b>	<b><u>Findings / Non-Compliance</u></b>	<b><u>Questioned Costs</u></b>
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**No findings in this section.**

**CASA PROTEGIDA JULIA DE BURGOS, INC.**

**Schedule of Findings and Questioned Costs**  
**For The Year Ended June 30, 2024**

**Section III - Findings and Questioned Costs for Federal Awards**

<b><u>Program</u></b>	<b><u>Findings / Non-Compliance</u></b>	<b><u>Questioned Costs</u></b>
	<b>No findings in this section.</b>	

**CASA PROTEGIDA JULIA DE BURGOS, INC.**

**Summary Schedule of Prior Audit Findings**  
**For The Year Ended June 30, 2024**

<b><u>Program</u></b>	<b><u>Findings / Non-Compliance</u></b>	<b><u>Questioned Costs</u></b>
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No findings in this section.