

**COMMUNITIES IN SCHOOLS
OF LAREDO, INC.**

AUDITED FINANCIAL STATEMENTS

For the Fiscal Year Ended August 31, 2021

**Communities In Schools of Laredo, Inc.
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Aaron Canales, CPA
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INDEPENDENT AUDITOR'S REPORT

Members of the Board of Directors
Communities in Schools of Laredo, Inc.
Laredo, Texas

We have audited the accompanying financial statements of Communities in Schools of Laredo, Inc. (a nonprofit organization), which comprise the statement of financial position as of August 31, 2021, 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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 Laredo, Inc. as of August 31, 2021, 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.

Other Matters

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of state awards, as required by the *State of Texas Single Audit Circular*, is presented for purpose of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as whole.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated January 24, 2022, on our consideration of Communities in Schools of Laredo, Inc.'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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not provide an opinion on the effectiveness of Communities in Schools of Laredo, Inc.'s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering Communities in Schools of Laredo, Inc.'s internal control over financial reporting and compliance.

Canales, Hargis & Baum, PLLC

Laredo, Texas
January 24, 2022

**Communities in Schools of Laredo, Inc.
Statement of Financial Position
Year Ended August 31, 2021**

ASSETS

	2021
Current Assets	
Cash and Cash Equivalents	\$ 520,413
Certificates of Deposit	528,754
Grant Receivable	161,572
Other Current Assets	91,050
Prepaid Expenses	31,197
Total Current Assets	1,332,986
Non Current Assets	
Property & Equipment, net of Accumulated Depreciation	25,160
Total Non Current Assets	25,160
Total Assets	\$ 1,358,146

LIABILITIES AND NET ASSETS

Current Liabilities	
Accounts Payable	\$ 12,335
Accrued Payroll Liabilities	32,985
Total Current Liabilities	45,320
Total Liabilities	45,320
Net Assets	
Without Donor Restrictions	1,312,826
Total Net Assets	1,312,826
Total Liabilities and Net Assets	\$ 1,358,145

See accompanying notes to financial statements

Communities in Schools of Laredo, Inc.
Statement of Activities
Year Ended August 31, 2021

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>2021 Total</u>
Revenues, Gains, and Other Support			
Grant Revenue	\$ -	\$ 1,189,751	\$ 1,189,751
Fund Raising Income	3,125	-	3,125
Service Fees	525,000	-	525,000
In Kind Rent Income	173,615	-	173,615
In Kind Other	204,712	-	204,712
Interest Income	2,983	-	2,983
Donations	8,574	-	8,574
Other Income	2,221	-	2,221
Net assets released from restrictions:			
Expiration of time restriction on Grant Revenue	<u>1,189,751</u>	<u>(1,189,751)</u>	<u>-</u>
Total Support	2,109,982	-	2,109,982
Expenses			
Program Services	1,591,348	-	1,591,348
Supporting Services			
Management and General	411,705	-	411,705
Fundraising	<u>26,560</u>	<u>-</u>	<u>26,560</u>
Total Expenses	<u>2,029,613</u>	<u>-</u>	<u>2,029,613</u>
Increase (Decrease) in Net Assets	80,369	-	80,369
Net Assets at Beginning of Year	<u>1,138,993</u>	<u>-</u>	<u>1,138,993</u>
Prior Period Adjustment	93,464	-	93,464
Net Assets at End of Year	<u><u>\$ 1,312,826</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,312,826</u></u>

See accompanying notes to financial statements

Communities in Schools of Laredo, Inc.
Statement of Functional Expenses
Year Ended August 31, 2021

	Program Services	Supporting Services		2021 Total Expenses
		Management and General	Fundraising	
Bank Charges	\$ 653	\$ 109	\$ -	\$ 762
Contractual	300	6,108	-	6,408
Dues and Subscriptions	3,285	1,366	-	4,651
Insurance	142,499	3,291	-	145,790
Marketing	2,639	1,700	-	4,339
Meetings and Conferences	317	423	-	740
Miscellaneous Expenses	316	1,275	-	1,591
Participant Enrichment	176,682	5,283	-	181,965
Participant Enrichment - In Kind	143,582	-	-	143,582
Payroll Taxes	84,042	24,677	-	108,719
Personnel	959,326	192,103	-	1,151,429
Postage and Shipping	680	78	-	758
Printing and Reproduction	-	900	-	900
Professional Fees	-	20,000	-	20,000
Professional Development	19,775	3,000	-	22,775
Rent	110	1,210	-	1,320
Rent - In Kind	49,575	124,041	-	173,616
Repairs and Maintenance	488	1,396	-	1,884
Scholarships	-	-	26,500	26,500
Special Events	-	857	60	917
Supplies	179	10,492	-	10,671
Telephone	2,754	5,574	-	8,328
Travel	260	1,613	-	1,873
Utilities	101	5,921	-	6,022
Total Expenses before Depreciation	1,587,563	411,417	26,560	2,025,540
Depreciation	3,785	288	-	4,073
Total Expenses	\$ 1,591,348	\$ 411,705	\$ 26,560	\$ 2,029,613

See accompanying notes to financial statements

Communities in Schools of Laredo, Inc.
Statement of Cash Flows
Year Ended August 31, 2021

Cash Flows From Operating Activities:

Increase (Decrease) in Net Assets	\$ 80,370
Adjustments to Reconcile Increase (Decrease) in Net Assets to Net Cash Provided by Operations:	
(Increase) Decrease in Assets:	
Certificates of Deposit	(2,584)
Grant Receivable	(112,563)
Other Current Assets	(91,050)
Prepaid Expenses	(6,013)
Increase (Decrease) in Liabilities:	
Accounts Payable	7,058
Accrued Payroll Liabilities	(305)
Program Fees Advance	(80,000)
Depreciation	4,073
Prior Period Adjustment	93,464
Total Adjustments	<u>(187,920)</u>
Net Cash Provided (Used) by Operating Activities	<u>(107,550)</u>
Cash Flows From Investment Activities:	
Purchase of Fixed Assets	<u>(7,295)</u>
Net Cash Provided (Used) by Investing Activities	<u>(7,295)</u>
Net Increase (Decrease) in Cash	(114,845)
Cash and Cash Equivalents at Beginning of Year	<u>635,258</u>
Cash and Cash Equivalents at End of Year	<u>\$ 520,413</u>

See accompanying notes to financial statements

Communities In Schools, Laredo, Texas, Inc.
Notes to Financial Statements
August 31, 2021

NOTE 1 – Nature of Activities and Summary of Significant Accounting Policies

Nature of Activities

Communities In Schools, Laredo, Texas, Inc. (“CIS”) was incorporated on January 18, 1996 as a nonprofit corporation. Its purpose is to give technical assistance to educational, social and governmental institutions in order that resources and services to the public can be coordinated and maximized. This involves becoming involved in the school system in order to provide an in-school multidisciplinary approach to decreasing the number of students drop out of area schools. CIS’s goals are to improve participants’ academic, pre-employment/vocational, social and interpersonal training and/or to enable the students to enter the labor force with an improved chance of succeeding.

Basis of Accounting

CIS’s financial statements have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables and other liabilities.

Financial Statement Presentation

Net assets of the Organization are classified based on existence or absence of donor-imposed restrictions. Net assets are classified as follows:

Net Assets Without Donor Restrictions – Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. The Organization’s board may designate assets without restrictions for specific operational purposes from time to time. This class also includes assets previously restricted where restrictions have expired or been met.

Net Assets With Donor Restrictions – Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other restrictions are perpetual in nature, where by the donor has stipulated the funds be maintained in perpetuity.

Earnings related to net assets with donor restrictions will be included in net assets without donor-restrictions unless specifically required to be included in donor restricted net assets by the donor or by applicable state law.

All net assets of the Organization at August 31, 2021 were considered to be net assets without donor restrictions.

Adoption of Accounting Pronouncement

In August 2016, the Financial Accounting Standards Boards (FASB) issued Accounting Standards Update (ASU) No. 2016-14, *Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities*. ASU 2016-14 requires significant changes to the financial reporting model of organizations who follow the not-for-profit reporting model. The changes include reducing the classes of net assets from three classes to two – net assets with donor restrictions and net assets without donor restrictions. The ASU will also require changes in the way certain information is aggregated and reported by the Organization, including required disclosures about liquidity and availability of resources. The new standard is effective for the year ending December 31, 2018 and thereafter and must be applied on a

Communities In Schools, Laredo, Texas, Inc.
Notes to Financial Statements
August 31, 2021

retrospective basis. The Organization adopted the ASU effective September 1, 2018. Adoption of the ASU did not result in any reclassifications or restatements to net assets or changes in net assets.

Liquidity and Availability of Financial Assets

The following reflects the Organization's financial assets as of the balance sheet date, reduced by amounts not available for general use because of board restrictions. Amounts not available include amounts set aside for financial contingencies.

Net assets, at year end	\$ 1,312,826
Less those unavailable due to board designations	
Board designations:	
Scholarships	176,211
Building	<u>300,000</u>
Total Board designations	476,211
Net assets without board designations	<u>\$ 836,615</u>

The Organization has financial assets on hand to meet 60 days of normal operating expense, which are, on average, approximately \$337,590. The Organization is structured so that its financial assets are available as its general expenditures, liabilities and other obligations come due.

Expense Allocation

The costs of providing various programs and other activities have been summarized on a functional basis in the Statement of Activities and in the Statement of Functional Expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Estimates

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

Income Taxes

CIS is a not-for-profit corporation other than a private foundation as described in Section 501(c) (3) of the Internal Revenue Code and is exempt from federal income taxes on related income pursuant to Section 501 (a) of the Code.

Cash and Cash Equivalents

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

Communities In Schools, Laredo, Texas, Inc.
Notes to Financial Statements
August 31, 2021

Promises to Give

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in net assets without restrictions, if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with restrictions.

Property and Equipment

Donations of property and equipment are recorded as support at their estimated fair value. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Organization reclassifies temporarily restricted net assets to unrestricted net assets at that time. Property and equipment are depreciated using the straight-line method.

Donated Services

Donated services are recognized as contributions in accordance with SFAS No. 116, *Accounting for Contributions Received and Contributions Made*, if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization. The value of contributed services meeting these requirements for recognition in the financial statements are recorded if considered material.

NOTE 2 – Cash and Cash Equivalents

Cash and cash equivalents include cash held in bank accounts and other accounts with original maturities of three months or less from date of purchase. Bank balances are insured up to the federal depository insurance corporation limit of \$250,000 at each of the participating financial institutions.

NOTE 3 – Certificates of Deposit

Certificates of deposit includes funds held in bank accounts and other accounts with original maturities of more than three months from date of purchase. Bank balances are insured up to the federal depository insurance corporation limit of \$250,000 at each of the participating financial institutions.

NOTE 4 – Grant Receivable

Grant receivable is comprised of revenues earned to the extent of expenses incurred which have not been collected as of August 31, 2021. Grant receivable as of August 31, 2021 consists of the following:

<u>Granting Agencies</u>	<u>2021</u>
Texas Education Agency	<u>\$ 152,268</u>
Total	<u>\$ 152,268</u>

Communities In Schools, Laredo, Texas, Inc.
Notes to Financial Statements
August 31, 2021

NOTE 5 – Depreciable Assets

Property and Equipment consist of the following:

	Estimated Useful Life (Years)	Cost	Accumulated Depreciation
Equipment	5	\$ 63,733	\$ 63,593
Furniture and Fixtures	5 to 7	62,859	37,839
Total		\$ 126,592	\$ 101,432

Depreciation expense for the year ended August 31, 2021 was \$4,073.

NOTE 6 – In-Kind Rent Income

The value of donated classroom and office space included in the financial statements totals \$173,616 In-kind rent income consists of donated classroom space for twenty-one (21) school campuses for a total of \$84,985 per year. Additionally, office space donated by Commerce Bank amounts to \$88,631 per year.

NOTE 7 – Prior Period Adjustments

The Statement of Activities includes \$93,464 of a Prior Period Adjustment. Such adjustment is related to adjusting the program fee advances.



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**INDEPENDENT AUDITOR'S 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**

Members of the Board of Directors
Communities in Schools of Laredo, Inc.
Laredo, Texas

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 Communities in Schools of Laredo, Inc. (a nonprofit organization), which comprise the statement of financial position as of August 31, 2021, 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 January 24, 2022.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Communities in Schools of Laredo, Inc.'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 the Communities in Schools of Laredo, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of the Communities in Schools of Laredo, Inc.'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 the Communities in Schools of Laredo, Inc.'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.

Camales, Garza & Baum, PLLC

Laredo, Texas
January 24, 2022



Aaron Canales, CPA
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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE STATE OF TEXAS SINGLE AUDIT CIRCULAR

Members of the Board of Directors
Communities in Schools of Laredo, Inc.
Laredo, Texas

Report on Compliance for Each Major State Program

We have audited Communities of Schools of Laredo, Inc. (the "Organization") compliance with the types of compliance requirements described in the *State of Texas Single Audit Circular* that could have a direct and material effect on each of the Organization's major state programs for the year ended August 31, 2021. The Organization'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 state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Organization's major state 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 State of Texas Single Audit Circular. Those standards 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 state program occurred. An audit includes examining, on a test basis, evidence about the Organization'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 state program. However, our audit does not provide a legal determination of the Organization's compliance.

Opinion on Each Major State Program

In our opinion, the Organization complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended August 31, 2021.

Report on Internal Control over Compliance

Management of the Organization 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 Organization's internal control over compliance with the types of requirements that could have a direct and material effect on a 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 state program and to test and report on internal control over compliance in accordance with 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 the Organization'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 state 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 state 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 state 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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Canales, Hargis & Baum, PLLC

Laredo, Texas
January 24, 2022

**Communities in Schools of Laredo, Inc.
Schedule of Expenditures of State Awards
For the Year Ended August 31, 2021**

STATE GRANTOR/ PASS THROUGH GRANTOR/ PROGRAM TITLE	STATE EXPENDITURES
STATE AWARDS	
<u>Texas Education Agency</u>	
Communities in Schools	\$ 889,310
Total Texas Education Agency	889,310
TOTAL EXPENDITURES OF STATE AWARDS	\$ 889,310

NOTES TO SCHEDULE OF EXPENDITURES OF STATE AWARDS

NOTE A - BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the grant activity of Communities in Schools of Laredo and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards and the State of Texas Single Audit Circular, therefore some amounts presented in this schedule may differ from amounts presented in, or used in the presentation of the basic financial statements.

NOTE B - 10% DE MINIMIS INDIRECT COST RATE

Communities in Schools of Laredo did not elect to use the 10% De Minimis Indirect Cost Rate

Communities in Schools of Laredo, Inc.
Schedule of Findings and Questioned Costs
Year Ended August 31, 2021

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued: Unmodified

Internal control over financial reporting:

Material weakness(es) identified? _____ yes X no

Significant deficiencies identified that are
not considered to be material weaknesses? _____ yes X none reported

Noncompliance material to financial statements noted? _____ yes X no

State Awards

Internal Control over major programs:

Material weakness(es) identified? _____ yes X no

Significant deficiencies identified that are
not considered to be material weaknesses? _____ yes X none reported

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

Any audit findings disclosed that are required
to be reported in accordance with the
State of Texas Single Audit Circular? _____ yes X no

Identification of major programs:

<u>Number(s)</u>	<u>Name of State Program or Cluster</u>
None	TEA - Communities in Schools

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

Auditee qualified as low-risk auditee? _____ yes X no

Section II - Financial Statement Findings

None.

Section III - State Award Findings and Questioned Costs

None.

Communities in Schools of Laredo, Inc.
Summary Schedule of Prior Audit Findings
Year Ended August 31, 2021

Summary of Prior Audit Findings

State Award Findings and Questioned Costs

None.