

SOMEONE CARES INC. OF ATLANTA

**FINANCIAL STATEMENTS
AND
SUPPLEMENTAL INFORMATION**

DECEMBER 31, 2020

**TOGETHER WITH INDEPENDENT
AUDITOR'S REPORT**

SOMEONE CARES INC. OF ATLANTA

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O.H. PLUNKETT & CO., P.C.

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Someone Cares Inc. of Atlanta
Marietta, Georgia

We have audited the accompanying financial statements of Someone Cares Inc. of Atlanta (a nonprofit organization), which comprise the statement of financial position as of December 31, 2020, and the related statements of activities and cash flows for the year then ended, and 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 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 Someone Cares Inc. of Atlanta as of December 31, 2020, 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.

Report on Summarized Comparative Information

We have previously audited the Someone Cares Inc. of Atlanta's 2019 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated June 9, 2020. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2019 is consistent, in all material respects, with the audited financial statements from which it has been derived.

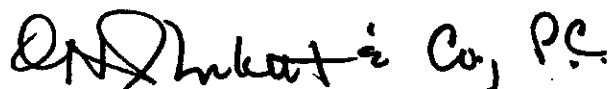
Other Matter

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 federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with 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 June 30, 2021, on our consideration of Someone Cares Inc. of Atlanta'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 to provide an opinion on the effectiveness of Someone Cares Inc. of Atlanta'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 Someone Cares Inc. of Atlanta's internal control over financial reporting and compliance.

Handwritten signature of D. N. Lukatich in black ink.

Atlanta, Georgia
June 30, 2021

SOMEONE CARES INC. OF ATLANTA
Statement of Financial Position
December 31, 2020
With Summarized Financial Information
As of December 31, 2019

	<u>2020</u>	<u>2019</u>
ASSETS		
Current Assets:		
Cash & Cash Equivalents	\$ 3,423,694	\$ 2,058,839
Cash-PPP Loan (Note 4)	316,379	-
Grants Receivable	130,284	320,791
Other receivable (Notes 2)	<u>-</u>	<u>19,200</u>
Total Current Assets	3,870,357	2,398,830
Property & Equipment, (net (Notes 1 and 2))	39,848	53,096
Other Assets	<u>6,123</u>	<u>4,755</u>
Total Assets	<u>\$ 3,916,328</u>	<u>\$ 2,456,681</u>

LIABILITIES AND NET ASSETS

Current Liabilities:		
Accounts Payable	\$ 40,070	\$ 24,238
Accrued Payroll	64,393	62,486
Deferred Revenue	-	34,930
Loan Payable (Notes 4)	<u>316,379</u>	<u>-</u>
Total Current Liability	420,842	121,654
Total Liabilities	<u>420,842</u>	<u>121,654</u>
Net Assets:		
Without Donor Restrictions	<u>3,495,486</u>	<u>2,335,027</u>
Total Net Assets	<u>3,495,486</u>	<u>2,335,027</u>
Total Liabilities and Net Assets	<u>\$ 3,916,328</u>	<u>\$ 2,456,681</u>

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

SOMEONE CARES INC. OF ATLANTA
Statement of Activities and Changes in Net Assets
For the Year Ended December 31, 2020
With Summarized Financial Information
For the Year Ended December 31, 2019

	2020	2019
Support and Revenue:		
<u>Support</u>		
Grants	\$ 1,397,309	\$ 1,533,880
Contributions	<u>22,716</u>	<u>64,736</u>
Total Support	1,420,025	1,598,616
<u>Revenue</u>		
Conference Income	-	19,467
Special Services	2,787,026	1,895,338
Interest Income	<u>358</u>	<u>387</u>
Total Revenue	<u>2,787,384</u>	<u>1,915,192</u>
Total Support and Revenue	4,207,409	3,513,808
<u>Expenses</u>		
Program Services	1,699,810	1,676,903
General and Administrative	<u>1,347,140</u>	<u>714,815</u>
Total Expenses	<u>3,046,950</u>	<u>2,391,718</u>
Changes in Net Assets	1,160,459	1,122,090
Net Assets-Beginning	<u>2,335,027</u>	<u>1,212,937</u>
Net Assets-Ending	<u>\$ 3,495,486</u>	<u>\$ 2,335,027</u>

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

SOMEONE CARES INC. OF ATLANTA
Statement of Functional Expenses
For the Year Ended December 31, 2020
With Summarized Financial Information
For the Year Ended December 31, 2019

	<u>Program Services</u>	<u>General and Administrative</u>	<u>2020 Total</u>	<u>2019 Total</u>
Salaries	\$ 1,005,297	\$ 771,758	\$ 1,777,055	\$ 1,310,122
Payroll Taxes	133,217	11,402	144,619	103,888
Fringe Benefits	<u>81,795</u>	<u>46,443</u>	<u>128,238</u>	<u>79,662</u>
Total Salaries and Benefits	1,220,309	829,603	2,049,912	1,493,672
Professional Fees	9,706	4,179	13,885	21,566
Contractual Services	141,384	120,774	262,158	206,640
Supplies	194,645	23,246	217,891	229,114
Occupancy	80,624	208,056	288,680	192,161
Conference & Travel	17,826	5,944	23,770	26,306
Operating	-	36,651	36,651	85,678
Printing & Reproduction	2,313	13,013	15,326	26,987
Telephone	13,606	14,842	28,448	20,971
Insurance	670	24,895	25,565	16,583
Equipment & Maintenance	2,874	841	3,715	4,949
Postage & Promotion	3,693	4,354	8,047	20,471
Subscription	3,798	35,867	39,665	21,695
Travel	4,112	7,685	11,797	10,015
Training	4,250	3,943	8,193	4,187
Depreciation	<u>-</u>	<u>13,247</u>	<u>13,247</u>	<u>10,723</u>
Sub Total	479,501	517,537	997,038	898,046
Total Expenses	<u>\$ 1,699,810</u>	<u>\$ 1,347,140</u>	<u>\$ 3,046,950</u>	<u>\$ 2,391,718</u>

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

SOMEONE CARES INC. OF ATLANTA
Statement of Cash Flows
For the Year Ended December 31, 2020
With Summarized Financial Information
For the Year Ended December 31, 2019

Cash Flow from Operating Activities:	<u>2020</u>	<u>2019</u>
Change in Net Assets	\$ 1,160,459	\$ 1,122,090
Adjustments to Reconcile Change in Net Assets To		
Net Cash Provided By Operating Activities:		
Depreciation	13,247	10,723
Change in Operating Assets and Liabilities		
Grants Receivable	190,508	(212,122)
Other Receivable	19,200	(19,200)
Other Assets	(1,367)	(679)
Accounts Payable	15,833	15,568
Accrued Expenses	1,906	62,486
Deferred Liabilities	<u>(34,930)</u>	<u>34,930</u>
Net Cash Provided By Operating Activities	<u>1,364,855</u>	<u>1,013,796</u>
Cash Flows from Financing Activities		
Purchase of Fixed Assets	<u>-</u>	<u>(25,248)</u>
Cash Provided By Financing Activities	<u>-</u>	<u>(25,248)</u>
Cash Flows from Financing Activities		
Proceeds from Loan Payable	316,379	-
Payments on Note Payable	<u>-</u>	<u>(34,810)</u>
Net Cash Provided By Financing Activities	<u>316,379</u>	<u>(34,810)</u>
Net Changes in Cash	1,681,234	953,738
Cash, Beginning of Year	<u>2,058,939</u>	<u>1,105,101</u>
Cash End of Year	<u>\$ 3,740,073</u>	<u>\$ 2,058,839</u>

DISCLOSURE OF ACCOUNTING POLICY:

The Organization considers all demand deposits for purposes of the statement of cash flows.

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

SOMEONE CARES INC OF ATLANTA
Notes to the Financial Statements
DECEMBER 31, 2020

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization and Nature of Activities

Someone Cares Inc. of Atlanta (“SIC”) is a nonprofit community-based organization and was incorporated in August 2002, under the laws of the State of Georgia, with two locations in Atlanta, Georgia. SIC was created to bring about change in the growing number of HIV/AIDS cases reported and has since then expanded services to include Behavioral Health, Substance Use, and Opioid Use Disorder.

SIC’s is to eliminate all barriers to health services for all individuals who experience health disparities related to sexual health through prevention and education in the following areas; client advocacy, support services, mental health counseling, clinical research, and primary care services.

Someone Cares Inc. of Atlanta is funded primarily through grants provided by federal, state and local government sources and donor contributions from private and public individuals and organizations.

Financial Statement Presentation

The financial statements of the Organization are prepared on the accrual basis in accordance with accounting principles generally accepted in the United States of America. The financial statements are also in compliance with Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958, and the provisions of the American Institute of Certified Public Accountants (AICPA) “Audit and Accounting Guide for Not-for-Profit Organizations” (the “Guide”), (ASC) 958-205. Under the provisions of the Guide, net assets and revenues, and gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization and changes therein are classified as follows:

Net Assets with Donor Restrictions:

Net assets subject to donor-imposed restrictions or board designation that may or will be met either by actions of the Organization or the passage of time. Items that affect this net asset category are restricted grants, contributions including pledges for which restrictions have not been met, gifts wherein donors stipulate that the corpus is held in perpetuity (primarily gifts of endowment) and only the income is made available for program operations.

SOMEONE CARES INC OF ATLANTA
Notes to the Financial Statements
DECEMBER 31, 2020

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

Financial Statement Presentation (cont'd)

Net Assets without Donor Restrictions:

Net assets that are not subject to donor-imposed restrictions may be expended for any purpose in performing the primary objectives of the Organization. The Organization's Board of Directors may designate identified amounts of net assets without restrictions to be used by management for specific future projects or activities. These designations may be met either by actions of the Board of Directors or the passage of time.

Contributions

S1C receives contributions primarily from individuals and corporations. Contributions received are recorded as net assets with donor restrictions or net assets without donor restrictions depending on the existence and/or nature of any donor-imposed restrictions. When a restriction expires, that is, when a stipulated time restriction ends or a purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Donor-restricted contributions whose restrictions are met in the same reporting period are reported as net assets without donor restriction support.

Donated Materials and Contributed Services

Donated materials are recognized as revenues at their estimated fair value fair value when they are contributed to the Organization.

Contributed services are recognized when they are received, if the services: (1) create or enhance non-financial assets, or (2) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if they were not donated.

For the years ended December 31, 2020 and 2019, there were no amounts for contributed services and donated materials recognized in the accompanying financials statements.

SOMEONE CARES INC. OF ATLANTA
Notes to the Financial Statements
DECEMBER 31, 2020

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

Prior Year Summarized Financial Information

The financial statements include certain prior year summarized comparative information in total not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, this information should be read in conjunction with the previously issued financial statements for the year ended December 31, 2019, from which the summarized information was derived.

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.

Cash and Cash Equivalents

SIC considers all demand accounts, including investments with a maturity of three months or less at the date of purchase to be cash equivalents. At December 31, 2020, cash at financial institutions exceed the federally insured limit.

Grants Receivable

Grants receivable represents commitments to provide economic resources to be employed for current and future programmatic functions. Amounts recorded in the accompanying financial statements are representative of such firm commitments and meets the requirements for recognition under generally accepted accounting principles. Management evaluates grant receivables for collectability within one year.

Property and Equipment

Property and equipment are capitalized at cost, or if donated, at estimated fair value at the date of donation. Repairs and maintenance costs are expenses as incurred. Depreciated is computed using the straight-line method over the estimated useful lives of the asset. Property and equipment are depreciated 5-7 years. Maintenance and repairs cost and leasehold improvements, which do not materially extend the estimated useful lives of the property and equipment, are charged to operations.

SOMEONE CARES INC. OF ATLANTA
Notes to the Financial Statements
DECEMBER 31, 2020

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

Income Tax

The Organization is exempt from federal Income tax under the provisions of Section 501(c) (3) of the Internal Revenue Code (IRC) and corresponding provision of the State of Georgia and, accordingly, is not subject to federal income taxes or state income taxes. The organization has adopted the provisions of FASB ASC 740-10-25, which requires that a tax position be recognized or derecognized based on a "more likely than not" threshold. This applies to position taken or expected to be taken in a tax return. The organization does not believe its financial statements include any uncertain tax positions.

Currently, the 2018, 2019, and 2020 tax years are open and subject to examination by the Internal Revenue Service. However, Someone Cares Inc. of Atlanta is not currently under audit nor has it been contacted by any taxing jurisdictions. Based on evaluation of the Organization's tax positions, management believes all position taken would be upheld under examination. Therefore, no provision for the effect of uncertain tax positions has been recorded for the year ended December 31, 2020. For the year, December 31, 2020, the organization did not have any unrelated business income; as a result there is no unrelated business income tax.

Revenue Recognition

In accordance with FSAB ASC 958-605-25, *Revenue Recognition* contributions received are considered to be available for use unless specifically restricted by the donor. Contributions including unconditional promises to give are recognized as revenues in the period received. Conditional promises are recognized when the conditions on which they depend are substantially met.

Deferred Revenue

Grants revenue received in advance from granting agencies are recorded as deferred revenue in the accompanying statements of financial position. This process identifies and allocates such advance proceeds to the actual fiscal period in which related expenses are incurred.

SOMEONE CARES INC. OF ATLANTA
Notes to the Financial Statements
DECEMBER 31, 2020

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

Grants

SIC's revenue from government grants and contracts agreements are recognized in accordance with the specific agreements. Revenue from restricted grants are recognized in the period of grant award, whereas revenue on cost-reimbursement grants or contracts are recognized when the Organization requests reimbursement from granting agencies after the program expenditures have been incurred. As such, the Organization recognizes revenue and records receivable for the reimbursement amount from the granting agency.

Functional Expenses

Expense Allocation Program and General and Administrative Services have been presented on a Statement of Activity basis in the accompanying statements of functional expenses. The statements of functional expenses present the natural classification detail by function. Accordingly, certain costs allocated among Program Services and General and Administrative services benefited. Such allocations are determined by management on an equitable basis.

Measure of Operations

The statements of activities report all changes in net assets, including changes in net assets from operating and non-operating activities. Operating activities consist of those items attributable to Someone Cares Inc. of Atlanta ongoing activities. Non-operating activities are limited to resources that generate return from investments, endowment contributions, financing costs, and other activities considered to be of a more unusual or nonrecurring nature.

Change in Accounting Principle

The Organization adopted the provisions of Accounting Standards Update 2016-14, *Presentation of Financial Statements of Not-for-Profit Entities ("ASU 2016-14")*. The Update addresses the complexity and understandability of net asset classifications, deficiencies in information about liquidity and availability of resources, and the lack of consistency in the type of information provided about expenses and investment return. The Organization has adjusted the presentation of these statements accordingly. The ASU 2016-14 has been applied on a retrospective basis.

SOMEONE CARES INC. OF ATLANTA
Notes to the Financial Statements
DECEMBER 31, 2020

NOTE 2: PROPERTY AND EQUIPMENT

Property and Equipment as of December 31, 2020 and 2019 consist of the following:

	2020	2019
Fixtures and Equipment	\$ 21,905	\$ 21,905
Motor Vehicle	61,305	61,305
	83,210	83,210
Less: Accumulated Depreciation	(43,632)	(30,114)
Net Property and Equipment	\$ 39,848	\$ 53,096

NOTE 3: LOAN PAYABLE--PPP

Paycheck Protection Program Promissory Note and Agreement

On May 2, 2020, the Wells Fargo Paycheck Protection Promissory Note and Agreement (“Agreement”) governs the Wells Fargo Paycheck Protection Loan (“Loan”) that Wells Fargo Bank N. A. (“Lender”) has executed with Someone Cares in the principal amount of \$316,379.

The Loan is established under the terms and condition of the SBA program of the United States Small Business Administration (“SBA”) and the USA CARES ACT(2020)(H.R.748)(115 U.S.C 636 *et seq.*) (The “ACT”) and the availability of the loan is expressly contingent on funds being available from the SBA under the ACT to guaranty this loan.

The Organization promises to pay principal and accrued interest at a rate of 1% per annum on any outstanding principal balance not forgiven under the provision of the SBA program.

As of the date of this report, final provisions for repayment cannot be determined until SBA has consented to that portion of the gross loan amount forgiven. However, current terms as published by the lender, Wells Fargo Bank, stipulates, monthly installments of principal and interest of \$13,320, commencing on November 14, 2020 through maturity on May 16, 2022. The Organization may apply for forgiveness of the loan in whole or in part.

As of December 31, 2020, the loan proceeds totaling \$316,379 have been utilized by the Organization and is included on the statement of financial position as a current liability.

SOMEONE CARES INC. OF ATLANTA
Notes to the Financial Statements
DECEMBER 31, 2020

NOTE 4: LIQUIDITY AND AVAILABILITY

Financial assets available within one year of the statement of financial position date for general expenditure are as follows:

Cash and Cash Equivalents	\$ 3,740,073
Grants Receivable	<u>130,284</u>
 Total financial assets available to meet cash needs for general expenditures within one year	 <u>\$ 3,870,357</u>

As part of SIC'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 5: COMMITMENTS AND CONTINGENCIES

OFFICE LEASE

SIC's leases facilities in Marietta and Atlanta, Georgia, under non-cancelable operating leases. In addition, the leases have schedule rate increases, expire at various times, and contain certain contingent and rental provisions, guarantees and various renewal options. Total rent expense for the years ended December 31, 2020 and 2019 was \$288,680 and \$192,161, respectively.

Total future minimum lease payments applicable to the non-cancelable operating lease for Marietta and Atlanta facilities are as follows:

Year Ending December 31,	
2020	\$ 258,794
2021	258,300
2022	237,731
2023	225,665
2024	<u>37,795</u>
	<u>\$ 1,018,285</u>

SOMEONE CARES INC. OF ATLANTA
Notes to the Financial Statements
DECEMBER 31, 2020

NOTE 6: COMMITMENTS AND CONTINGENCIES *(cont'd)*

GOVERNMENT CONTRACTS

S1C have various contracts with government agencies which are subject to renewal at the end of the contracts terms. The terms of these contracts allow the grantors the right to audit the costs incurred and adjust contract funding based upon, among other things, the amount of program income received. Any costs disallowed by the grantor would be absorbed by S1C and any adjustments by grantors would be recorded when amounts are known; however, it is the opinion of management that disallowances, if any, would not be material to the accompanying financial statements.

CONCENTRATION OF CREDIT RISK

Financial instruments and accounts that potentially subject S1C to concentrations of credit risk, consist of cash deposits either in operating or other demand deposits. Accounts at each institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. However, at December 31, 2020, deposits held in one financial institution exceeded the FDIC insurance recovery deposits limits and thus was subject to potential risk.

NOTE 7: SUBSEQUENT EVENTS

Someone Cares Inc. of Atlanta has adopted FASB ASC 855, *Subsequent Events*, which establishes principles and requirements for subsequent events and applies to accounting for disclosure of subsequent events not addressed in other applicable generally accepted accounting principles. Someone Cares Inc. of Atlanta evaluated its December 31, 2020, financial statements for subsequent events through June 30, 2021, the date on which the financial statements were available to be issued.

O.H. PLUNKETT & CO., P.C.

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Board of Directors
Someone Cares Inc. of Atlanta
Marietta, Georgia

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*

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 Someone Cares Inc. of Atlanta (a Georgia nonprofit organization), which comprise the statement of financial position as of December 31, 2020, 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 June 30, 2021.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Someone Cares Inc. of Atlanta'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 Someone Cares Inc. of Atlanta's internal control. Accordingly, we do not express an opinion on the effectiveness of Someone Cares Inc. of Atlanta'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.

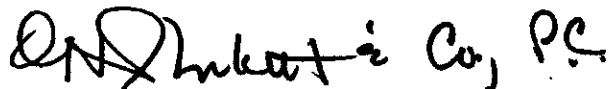
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not 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 Someone Cares Inc. of Atlanta's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and 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 Someone Cares Inc. of Atlanta's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Atlanta, Georgia
June 30, 2021

O.H. PLUNKETT & CO., P.C.

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Board of Directors
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Marietta, Georgia

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Report on Compliance for Each Major Federal Program

We have audited Someone Cares Inc. of Atlanta's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Someone Cares Inc. of Atlanta's major federal programs for the year ended December 31, 2020. Someone Cares Inc. of Atlanta's major federal programs is 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 federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Someone Cares Inc. of Atlanta'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* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the 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 Someone Cares Inc. of Atlanta'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 Someone Cares Inc. of Atlanta's compliance.

Opinion on Each Major Federal Program

In our opinion, Someone Cares Inc. of Atlanta complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2020.

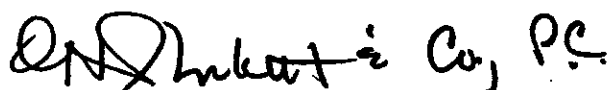
Report on Internal Control Over Compliance

Management of Someone Cares Inc. of Atlanta 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 Someone Cares Inc. of Atlanta'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 con Someone Cares Inc. of Atlanta'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 a 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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



Atlanta, Georgia
June 30, 2021

SUPPLEMENTAL INFORMATION

SOMEONE CARES INC. OF ATLANTA
Schedule of Findings and Questioned Costs
Year Ended December 31, 2020

Section I----Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	Unqualified
Internal control over financial reporting:	
Material weakness (es) identified?	No
Significant deficiency (ies) identified not considered to be material weaknesses?	None Reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal Control over major programs:	
Material weakness (es) identified?	No
Significant deficiency (ies) identified not considered to be material weaknesses?	None Reported
Type of auditor's report issued on compliance for major programs:	Unqualified
Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance?	No

Identification of major programs:

CFDA Number(s)	Name of Federal Program or Cluster
93.914, 93.243, 93.940, 93.788, 93.939	U.S. Department of Health & Human Services

Dollar threshold used to distinguish Between Type A and Type B programs:	\$ 750,000
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Auditee qualified as low-risk auditee?	No
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SOMEONE CARES INC. OF ATLANTA
Scheduled of Findings and Questioned Costs
Year Ended December 31, 2020

Section II---Financial Statement Findings

THERE ARE NO FINANCIAL STATEMENT FINDINGS.

Section III---Federal Award Findings

NO MATTERS WERE REPORTED.

**SOMEONE CARES INC. OF ATLANTA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended December 31, 2020**

MAJOR PROGRAMS

Federal Grantor/Pass-Through

Grantor/Program:

U.S Department of Health/Human Resources

<u>Federal CFDA Number</u>	<u>Contract Number</u>	<u>Contract Period</u>	<u>Award Amount</u>	<u>Federal Expenditures</u>
93.939	5NU65PS923663-02-00	04/01/18-3/31/20	\$ 388,365	\$ 388,365
93.243	1 H79 TI080611 -01	09/30/18-9/29/19	<u>525,000</u>	<u>500,000</u>
Subtotal U.S Department of Health/Human Resources			913,365	888,365
Georgia Department of Human Services:				
Pass-Through Georgia Department of Human Services:				
93.914	VS-000-004-1996	03/01/19-02/29/20	282,973	88,898
93.940	18-0509-C0136-00	01/01/20-12/31/20	150,000	142,298
93.940	17RFP1205A-YJ	01/01/20-12/31/20	100,000	100,000
93.788	44100-906-0000133556	10/01/20-09/30/21	700,000	310,330
93.940	40500-037-20203130	10/01/20-12/31/20	<u>100,000</u>	<u>94,077</u>
Total Georgia Department of Human Services:			<u>1,332,973</u>	<u>735,603</u>
Total U.S. Department of Health/Human Resources			<u>2,246,338</u>	<u>1,623,968</u>
U.S Department of Justice				
Pass-Through Georgia Department of Juvenile Justice				
16.575	2018-V-2-GX-0066	01/01/20-09/27/20	<u>83,165</u>	<u>43,701</u>
Total U.S Department of Justice			83,165	43,701
Total Expenditures of Federal Awards			<u>\$ 2,329,503</u>	<u>\$ 1,667,669</u>

The accompanying notes are an integral part of this Schedule.

SOMEONE CARES INC. OF ATLANTA
Notes to the Schedule of Expenditures of Federal Awards
Year Ended December 31, 2020

NOTE 1: Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (“the schedule”) includes the federal grant activity of Someone Cares Inc. of Atlanta under programs of the federal government for the year ended December 31, 2020. Someone Cares Inc. of Atlanta receives federal awards both directly from federal agencies and indirectly through pass-through entities. The information in this Schedule is presented in accordance with the requirements of Title 2 U. S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the Schedule presents only a selected portion of the operation of Someone Cares Inc. of Atlanta, it is not intended to and does not present the financial position, changes in net assets or cash flows of Someone Cares Inc. of Atlanta.

NOTE 2: Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Uniform Guidance, wherein certain types of expenditures are not allowed or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available.

NOTE 3: Indirect Cost Rate

Someone Cares Inc. of Atlanta has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

NOTE 4: Major Programs

Major programs are identified in the Summary of Auditor’s Results section of the Schedule of Findings and Questioned Costs.

**SOMEONE CARES INC. OF ATLANTA
SCHEDULE OF EXPENDITURES OF STATE AWARDS
Year Ended December 31, 2020**

U.S Department of Health/Human Resources:
Pass-Through Georgia Department of Health/Human Services

<u>Federal CFDA Number</u>	<u>Contract Number</u>	<u>Contract Period</u>	<u>2020 Revenue</u>	<u>2020 Expenditures</u>	<u>2020 Due (to) From</u>
Georgia Department of Health Services					
93.914	VS-000-004-1996	03/01/19-02/28/20	\$ 88,898	\$ 88,898	\$ -
93.940	18-0509-C0136-00	10/01/20-12/31/20	142,298	142,298	-
93.940	17RFP1205A-YJ	10/01/20-12/31/20	100,000	100,000	-
93.788	44100-906-1712084	07/01/19-06/30/20	310,330	310,330	389,670
93.940	40500-040-1712084	07/01/19-06/30/20	<u>94,077</u>	<u>94,077</u>	<u>5,923</u>
Total Georgia Department of Health/Human Resources			<u>\$ 735,603</u>	<u>\$ 735,603</u>	<u>\$ 395,593</u>

Georgia Department of Justice

16.575	2018-V-2-GX-0066	01/01/19-09/27/19	<u>43,701</u>	<u>43,701</u>	<u>-</u>
Total Georgia Department of Juvenile Justice			<u>\$ 43,701</u>	<u>\$ 43,701</u>	<u>\$ -</u>