



THE WHITLOCK CO.

CPAs and Consultants

COMMUNITY PARTNERSHIP OF THE OZARKS, INC.

**FINANCIAL STATEMENTS
and
SUPPLEMENTARY INFORMATION
with
INDEPENDENT AUDITOR'S REPORT
YEARS ENDED JUNE 30, 2024 AND 2023**



Independent Auditor's Report

Board of Directors
Community Partnership of the Ozarks, Inc.
Springfield, Missouri

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Community Partnership of the Ozarks, Inc. (CPO) (a nonprofit organization)**, which comprise the statements of financial position as of June 30, 2024 and 2023, and the related statements of activities, functional expenses, and cash flows for the years then ended and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of **Community Partnership of the Ozarks, Inc.** as of June 30, 2024 and 2023, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of **Community Partnership of the Ozarks, Inc.** 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; and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about **Community Partnership of the Ozarks, Inc.'s** ability to continue as a going concern for one year after the date that the financial statements are issued.

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

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

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

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying supplementary information such as the Combining Schedules for All CPO Program Services, State Partnership Contracts, and Programs Excluding State Partnership Contracts are presented for purposes of additional analysis and are 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 accompanying supplementary 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 November 6, 2024 on our consideration of **Community Partnership of the Ozarks, 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 to provide an opinion on the effectiveness of **Community Partnership of the Ozarks, 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 **Community Partnership of the Ozarks, Inc.**'s internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "THE WHITLOCK CO., LLP". The signature is written in a cursive, slightly slanted style.

Springfield, Missouri
November 6, 2024

COMMUNITY PARTNERSHIP OF THE OZARKS, INC.
STATEMENTS OF FINANCIAL POSITION

ASSETS

	June 30,	
	2024	2023
Current assets		
Cash and cash equivalents	\$ 527,914	\$ 272,723
Short-term investments	543,719	555,370
Grants receivable	947,360	851,696
Prepaid expenses	18,025	10,134
Other receivable	56,943	185
	2,093,961	1,690,108
Non-current assets		
Long-term investments	604,069	538,165
Property and equipment, net	3,472,346	3,614,844
	4,076,415	4,153,009
Total assets	\$ 6,170,376	\$ 5,843,117

LIABILITIES AND NET ASSETS

Current liabilities		
Accounts payable	\$ 521,504	\$ 343,006
Accrued salaries	55,345	70,218
Accrued vacation	72,951	78,782
Line of credit, current	-	367,743
Current portion of long-term debt	19,174	18,470
Deferred revenue	166,649	345,503
	835,623	1,223,722
Non-current liabilities		
Long-term debt, less current portion	246,735	265,667
	246,735	265,667
Net assets		
Without donor restriction	4,291,880	3,874,511
With donor restriction	796,138	479,217
	5,088,018	4,353,728
Total liabilities and net assets	\$ 6,170,376	\$ 5,843,117

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

COMMUNITY PARTNERSHIP OF THE OZARKS, INC.
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023

	2024			2023		
	Without donor restriction	With donor restriction	Total	Without donor restriction	With donor restriction	Total
Revenue and other support						
Federal and state grants and contracts	\$ 642,921	\$ 6,838,221	\$ 7,481,142	\$ 590,850	\$ 7,025,762	\$ 7,616,612
Program income	223,326	1,899,529	2,122,855	25,036	1,524,953	1,549,989
Contributions	687,853	90,631	778,484	312,875	46,308	359,183
Miscellaneous income	118,599	-	118,599	107,082	-	107,082
Interest and dividends from designated quasi-endowments	14,109	-	14,109	14,932	-	14,932
Interest and dividends from investments	26,420	765	27,185	12,748	1,080	13,828
Unrealized gain (loss) on designated quasi-endowments	58,759	-	58,759	31,089	-	31,089
Transfers from (to) other grants	(124,744)	124,744	-	121,715	(121,715)	-
Net assets released from restrictions	<u>8,636,969</u>	<u>(8,636,969)</u>	<u>-</u>	<u>8,462,970</u>	<u>(8,462,970)</u>	<u>-</u>
	10,284,212	316,921	10,601,133	9,679,297	13,418	9,692,715
Expenses						
Program services	9,115,952	-	9,115,952	9,154,579	-	9,154,579
Support services	<u>750,891</u>	<u>-</u>	<u>750,891</u>	<u>572,551</u>	<u>-</u>	<u>572,551</u>
	9,866,843	-	9,866,843	9,727,130	-	9,727,130
Change in net assets	417,369	316,921	734,290	(47,833)	13,418	(34,415)
Net assets - beginning of period	<u>3,874,511</u>	<u>479,217</u>	<u>4,353,728</u>	<u>3,922,344</u>	<u>465,799</u>	<u>4,388,143</u>
Net assets - end of period	<u>\$ 4,291,880</u>	<u>\$ 796,138</u>	<u>\$ 5,088,018</u>	<u>\$ 3,874,511</u>	<u>\$ 479,217</u>	<u>\$ 4,353,728</u>

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

COMMUNITY PARTNERSHIP OF THE OZARKS, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2024

	Support services				Totals (Memorandum only)
	Program services	Management and general expenses	Fundraising expenses	Total support services	
Salaries and related expenses	\$ 3,669,315	\$ 330,084	\$ 91,831	\$ 421,915	\$ 4,091,230
Professional fees	70,309	30,945	8,609	39,554	109,863
Supplies and materials	1,370,588	30,971	38,254	69,225	1,439,813
Telephone	25,758	2,454	683	3,137	28,895
Occupancy	184,833	14,979	4,167	19,146	203,979
Insurance	28,012	4,486	1,248	5,734	33,746
Interest	18,571	-	-	-	18,571
Printing	16,522	5,543	80	5,623	22,145
Local travel	94,482	1,526	445	1,971	96,453
Trainings	117,065	3,061	-	3,061	120,126
Educational programming	14,258	9,881	726	10,607	24,865
Membership dues	38,997	27,619	2,370	29,989	68,986
Equipment maintenance	9,197	839	-	839	10,036
Outreach	385,816	-	-	-	385,816
Public education	256,179	17	-	17	256,196
Indirect costs reimbursements	535,798	-	-	-	535,798
Contractual services	2,127,018	96,217	27,545	123,762	2,250,780
Miscellaneous expense	-	6,536	6,005	12,541	12,541
Total expenses before depreciation	8,962,718	565,158	181,963	747,121	9,709,839
Depreciation of fixed assets	153,234	3,770	-	3,770	157,004
Total expenses	\$ 9,115,952	\$ 568,928	\$ 181,963	\$ 750,891	\$ 9,866,843

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

COMMUNITY PARTNERSHIP OF THE OZARKS, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2023

	Support services				Totals (Memorandum only)
	Program services	Management and general expenses	Fundraising expenses	Total support services	
Salaries and related expenses	\$ 3,767,977	\$ 253,364	\$ 89,047	\$ 342,411	\$ 4,110,388
Professional fees	93,486	20,415	7,175	27,590	121,076
Supplies and materials	904,196	42,565	25,564	68,129	972,325
Telephone	28,022	1,735	-	1,735	29,757
Occupancy	154,017	10,103	-	10,103	164,120
Insurance	24,099	2,936	-	2,936	27,035
Interest	33,183	-	-	-	33,183
Printing	14,111	3,681	182	3,863	17,974
Local travel	88,395	1,031	54	1,085	89,480
Trainings	125,591	6,638	-	6,638	132,229
Educational programming	21,407	13,496	16,222	29,718	51,125
Membership dues	40,309	12,602	5,690	18,292	58,601
Equipment maintenance	5,643	2,077	-	2,077	7,720
Outreach	1,081,285	-	-	-	1,081,285
Public education	323,860	1,176	98	1,274	325,134
Indirect costs reimbursements	500,258	-	-	-	500,258
Contractual services	1,758,809	19,418	23,863	43,281	1,802,090
Miscellaneous expense	30,418	-	-	-	30,418
Total expenses before depreciation	8,995,066	391,237	167,895	559,132	9,554,198
Depreciation of fixed assets	159,513	13,419	-	13,419	172,932
Total expenses	\$ 9,154,579	\$ 404,656	\$ 167,895	\$ 572,551	\$ 9,727,130

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

COMMUNITY PARTNERSHIP OF THE OZARKS, INC.
STATEMENTS OF CASH FLOWS

	Years ended June 30,	
	2024	2023
Cash flows from operating activities		
Federal and state grants	\$ 9,329,479	\$ 8,836,987
Miscellaneous income	840,325	480,474
Interest and dividend income	41,294	28,760
Salaries and related expenditures	(5,783,504)	(5,617,820)
Other operating expenditures	(3,776,432)	(4,014,330)
	651,162	(285,929)
Net cash provided by (used in) operating activities		
Cash flows from investing activities		
Purchase of fixed assets	(14,506)	(14,565)
Purchase of investments	(21,680)	(466,529)
Sale of investments	26,186	29,301
	(10,000)	(451,793)
Net cash used in investing activities		
Cash flows from financing activities		
Principal payment on line of credit	-	(10,000)
Principal payments on debt	(385,971)	(17,629)
	(385,971)	(27,629)
Net cash used in financing activities		
Increase (decrease) in cash and cash equivalents	255,191	(765,351)
Cash and cash equivalents at beginning of period	272,723	1,038,074
Cash and cash equivalents at end of period	\$ 527,914	\$ 272,723

(continued)

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

COMMUNITY PARTNERSHIP OF THE OZARKS, INC.
STATEMENTS OF CASH FLOWS

(continued)

	Years ended June 30,	
	2024	2023
Reconciliation of change in net assets to net cash provided by (used in) operating activities		
Change in net assets	\$ 734,290	\$ (34,415)
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities		
Depreciation	157,004	172,932
Unrealized/realized gain on designated endowments	(58,759)	(31,089)
Decrease (increase) in		
Grants receivable	(95,664)	79,225
Prepaid expenses	(7,891)	(1,078)
Accounts receivable	(56,758)	14,209
Increase (decrease) in		
Accounts payable	178,498	(84,169)
Accrued salaries	(14,873)	(3,577)
Accrued vacations	(5,831)	10,872
Deferred revenue	(178,854)	(408,839)
Net cash provided by (used in) operating activities	<u>\$ 651,162</u>	<u>\$ (285,929)</u>

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

COMMUNITY PARTNERSHIP OF THE OZARKS, INC.
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023

1. Summary of significant accounting policies

This Summary of significant accounting policies is presented to assist in understanding **Community Partnership of the Ozarks, Inc.'s** (CPO) (a nonprofit organization) financial statements. The financial statements and notes are representations of CPO's management, which is responsible for their integrity and objectivity. These accounting policies conform to accounting principles generally accepted in the United States of America.

Nature of activities

Community Partnership of the Ozarks, Inc. was incorporated on September 11, 1998 as an independently operated non-profit corporation whose mission is to facilitate and promote the building of resilient children, healthy families, and strong neighborhoods & communities through collaboration, programming, and resource development. CPO was formed from the merging of two organizations - Ozarks Fighting Back and the Community Task Force.

CPO's outcome-based services and programs cover a 29-county area in Southwest Missouri where they have taken the lead role in conducting gaps analysis regarding community needs and then developed effective collaborations, partnerships, and programming designed to address those needs. CPO focuses its efforts in four main areas – community and neighborhood development, early childhood and family development, substance misuse prevention and youth support, and affordable housing and homeless prevention to achieve the following seven core outcomes: Children, families, and community members safe; children, families, and community members healthy; young children ready to enter school; children succeeding in school; youth ready to enter productive adulthood; parents working; and strong and thriving neighborhoods.

CPO is funded primarily from federal and state grants and contracts, augmented with funding from the City of Springfield, local foundations and civic organizations, the United Way of the Ozarks, and private donations. CPO is governed by a volunteer Board of Directors that includes no paid staff of the organization. Election of the board occurs annually upon nomination by a committee of the board.

Use of estimates

In preparing financial statements in conformity with accounting principles generally accepted in the United States of America, management makes estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements, as well as the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Basis of accounting

Revenues and expenditures are recognized on the accrual basis of accounting. Under the accrual basis of accounting, revenues are recorded when both measurable and available. Expenditures under the accrual basis of accounting are recorded when the liability is incurred. Contributions are recognized when the donor makes a promise to give that is, in substance, unconditional.

COMMUNITY PARTNERSHIP OF THE OZARKS, INC.
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023

Basis of presentation

CPO's financial statements are presented in accordance with provisions of the Financial Accounting Standards *Codification Topic 958, "Not-for-Profit Entities."* Under *Topic 958*, the Organization reports information regarding its financial position and activities according to two classes of net assets: with donor restriction and without donor restriction. The classification of net assets into two categories is based on the existence or absence of donor-imposed restrictions, stipulations that specify a use for a contributed asset that is more specific than broad limits resulting from CPO's basic mission and environment in which it operates.

Adoption of new accounting standards

On July 1, 2023, CPO adopted FASB Accounting Standards Codification (ASC) 326, *Measurement of Credit Losses on Financial Instruments*, which aims to provide more information about expected credit losses in financial reporting by requiring credit losses expected throughout the life of the asset to be recorded at the time of origination. There was no material impact on CPO's results of operation or financial condition upon adoption of the new standard.

On July 1, 2022, CPO adopted FASB Accounting Standards Codification (ASC) 842, *Leases*, which requires the recognition of right-of-use (ROU) assets and lease liabilities on the balance sheet. Under the standard, disclosures are required to meet the objective of enabling users of financial statements to assess the amount, timing, and uncertainty of cash flows arising from leases. There was no material impact on the CPO's results of operations or financial condition upon adoption of the new standard.

Cash and cash equivalents

For purposes of the statement of cash flows, CPO considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents.

Short-term and long-term investments

Investments are carried at market value. Certificates of deposit held for investment with original maturities greater than three months and remaining maturities less than one year are classified as short-term investments. Assets at Community Foundation of the Ozarks (CFO) reside in agency funds and participate in either a money market pool or a diversified investment pool using the market value unit method to determine the number of shares issued. Gains and losses from the diversified investment pool are allocated based on each participating fund's pro-rata share. Investment income includes dividend, interest, other investment income, and realized and unrealized gains and losses and are included in changes in net assets in the accompanying statements of activities.

Grants receivable

Grants receivable consists of receivables outstanding at year-end from varying contracts with federal and state agencies and other organizations. All receivables are due within one year at June 30, 2024 and 2023. Management has concluded that realization losses on balances outstanding at year, which are primarily from government agencies, presents minimal credit risk. CPO believes that all outstanding amounts will be collected in full and that there is no historical or expected loss experience that would justify an allowance.

COMMUNITY PARTNERSHIP OF THE OZARKS, INC.
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023

Grants receivable are reviewed on an ongoing basis, and any known amounts deemed uncollectible are written off directly against grant revenue. No amounts have been written off during 2024 and 2023.

Property and equipment

Property and equipment are stated at cost or at their fair market value if donated and are reported in the net asset without donor restriction class. All long-lived assets with a cost, or fair market value if donated, of \$5,000 or greater are capitalized and depreciated. Depreciation is computed on a straight-line basis over the useful life of the asset, typically 39.5 years for buildings, and 3-10 years for furniture and equipment.

Deferred revenue

Deferred revenue amounts, as listed on the statement of financial position, represent grant or other funds, which are available for use in future periods. Revenue recognition will occur as qualifying expenditures are made.

Grants and contracts

The majority of grants received by CPO are nonreciprocal. Therefore, revenue is recognized as obligations are met. Revenue recorded as support from federal and state grants and contracts is reported in net assets with donor restriction and then released as the compliance requirements are met.

Program income

Program income revenue is recognized as CPO directs activities from other non-federal donors and memorandum of understanding agreements. CPO recognizes revenue either point in time upon the receipt of the agreement or over time as the terms of the agreement are met.

Contributions

Unconditional promises to give are recognized as revenues or gains in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized when the conditions on which they depend are substantially met and the promises become unconditional.

Functional expenses

CPO allocates its expenses on a functional basis among its various programs and support services and is committed to complying with award cost reduction standards. Expenses that can be identified with a specific program are allocated directly according to their natural expenditure classification. Various statistical bases allocate other expenses that are common to several functions.

COMMUNITY PARTNERSHIP OF THE OZARKS, INC.
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023

Tax-exempt status

CPO is a non-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code of 1986.

CPO currently qualifies as a publicly supported organization by the IRS. For the years ended June 30, 2024 and 2023, CPO had no unrelated business activities. Currently, the tax years open and subject to the Internal Revenue Service review are 2021 through 2023 tax years. However, CPO is not currently under audit nor has CPO been contacted by any jurisdiction. Based on the evaluation of CPO's tax positions, management believes all tax positions taken would be upheld under an examination. Therefore, no provision for the effects of uncertain tax positions have been recorded for the fiscal year ended June 30, 2024.

Uncertainty in income taxes

Generally Accepted Accounting Principles (GAAP) prescribe a recognition threshold and measurement attribute for financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return and also provide guidance on various related matters, such as the position CPO has taken that the organization is exempt from income taxes.

CPO's income tax filings are subject to audit by various taxing authorities. CPO's open tax audit periods are 2021 through 2023. In evaluating CPO's tax positions, interpretations and tax planning strategies are considered. CPO believes their estimates are appropriate based on current facts and circumstances.

2. Investments

The majority of investments are maintained in externally managed funds held by Community Foundation of the Ozarks (CFO) and are subject to its investment policies. Upon request, CPO can transfer amounts from the funds to CPO's operating funds. Fair market value for investments held with Community Foundation of the Ozarks were \$719,862 and \$685,457 at June 30, 2024 and 2023, respectively.

A portion of the funds held by CFO have been designated by the Board as quasi-endowment funds. Fair market value of the endowment fund was \$602,973 as of June 30, 2024. The investment objective is to preserve its purchasing power while providing a continuing and stable funding source to support the current and future mission of the organization. Appropriation from the fund is specifically directed and authorized by the Board of Directors. No contributions have been allocated to this account and CPO requested that no funds be distributed for either year ended June 30, 2024 or 2023.

During the year ended June 30, 2024, a certificate of deposit was acquired at Guaranty Bank. This certificate of deposit has a rate of 5.50%, a carrying value of \$427,926 as of June 30, 2024, and a maturity date of October 25, 2024. Renewal on this certificate of deposit has been extended to August 25, 2025.

COMMUNITY PARTNERSHIP OF THE OZARKS, INC.
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023

3. Property and equipment

Buildings, furniture, and equipment are stated at cost or fair market value, if donated, and are depreciated on a straight-line basis over a period as explained in Note 1. Fixed asset cost, as well as accumulated depreciation at June 30, 2024 and 2023, is as listed below:

	2024	2023
Land	\$ 60,000	\$ 60,000
Building & improvements	4,029,662	4,015,156
Equipment	358,129	358,129
Computer software	1,800	1,800
Total property and equipment at cost	4,449,591	4,435,085
Less accumulated depreciation	(977,245)	(820,241)
Total property and equipment, net	\$ 3,472,346	\$ 3,614,844

Depreciation expense for the years ended June 30, 2024 and 2023 was \$157,004 and \$172,932, respectively.

4. Line of credit

Line of credit payable at June 30 consists of the following:

	2024	2023
\$500,000 line of credit to Central Bank of the Ozarks in 2023 is modified to be \$300,000 in 2024. Secured by real property, at a floating prime interest rate to be no less than 4% or greater than 7.50%, matures January 10, 2025.	\$ -	\$ 367,743
Total line of credit	\$ -	\$ 367,743

COMMUNITY PARTNERSHIP OF THE OZARKS, INC.
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023

5. Long-term debt

At June 30, long-term debt of the organization consisted of the following:

	<u>2024</u>	<u>2023</u>
Note payable to Central Bank of the Ozarks, secured by real property, payable in monthly installments of \$2,400, including interest at 3.75%. Matures October 8, 2025.	\$ 265,909	\$ 284,137
Less current portion	<u>(19,174)</u>	<u>(18,470)</u>
Total long-term debt, less current portion	<u>\$ 246,735</u>	<u>\$ 265,667</u>

Principal payments due on long-term debt for the years ended June 30, are as follows:

Year Ending June 30,		
2025	\$	19,174
2026		246,735
2027		-
2028		-
2029		-

6. Net assets

Net assets without donor restriction can be classified as undesignated or board designated. Board designated net assets without donor restriction are those assets which have been designated by the CPO board for use in specific projects.

Net assets with donor restriction are those assets which have been provided by donors for use in specific projects and/or for use in a specific time period. Those funds are held in the net assets with donor restriction class until expended.

COMMUNITY PARTNERSHIP OF THE OZARKS, INC.
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023

Net assets without donor restriction are available for the following purposes at June 30:

	2024	2023
Undesignated	\$ 528,754	\$ 437,914
Board designated	3,763,126	3,436,597
	\$ 4,291,880	\$ 3,874,511

Net assets with donor restriction are available for the following purposes at June 30:

	2024	2023
School Based Social Work	\$ 173,900	\$ -
Early Childhood Restricted	141,283	64,839
Prevention Resource Center Restricted	93,909	105,910
Financial Literacy Restricted	87,012	68,125
Housing & Homeless Prevention Restricted	83,601	55,229
Bobby Allison Charitable Trust	72,000	-
CPO Restricted	60,318	73,265
Caring Communities Restricted	43,179	36,896
O'Reilly Center for Hope Restricted	32,665	41,815
Multicultural Business	18,164	17,640
CPO Collaboratives	5,535	5,535
Prosper Springfield	4,254	8,461
Every Child Promise	1,555	1,502
Accrued grant expenditures	(21,237)	-
	\$ 796,138	\$ 479,217

7. Retirement plan

CPO participates in a defined contribution retirement plan covering all employees who have completed one year of service. This plan is in accordance with Internal Revenue Code Sec. 403(b). For employees meeting eligibility requirements, CPO contributes 10% of each employee's salary to a fund administered by Mutual of America. The employer contribution for the years ended June 30, 2024 and 2023 was \$265,355 and \$247,160, respectively.

8. Concentration of credit risk

CPO maintains cash balances with financial institutions insured by the Federal Deposit Insurance Corporation (the "FDIC"). These balances are insured up to \$250,000 for interest and non-interest-bearing accounts. At times, such investments may be in excess of the FDIC insurance limit.

COMMUNITY PARTNERSHIP OF THE OZARKS, INC.
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023

9. Contingencies

CPO receives a large portion of their funding for projects through various federal and state grants and contracts for specific purposes that are subject to audit by grantor agencies. Compliance audits conducted by those agencies in the future could lead to disallowed costs relating to the current period; however, CPO expects such amounts, if any, to be immaterial.

10. Off balance sheet items

CPO received funds from the City of Springfield, Missouri for the acquisition of 1518 E. Dale, Springfield, Missouri through the Community Development Block Grant Commercial Loan Program. The City Council authorized the use of up to one million dollars to allow CPO to continue to provide services that aid the public in affordable housing, homeless services, and homeless prevention. This loan has been deferred and repayment is contingent upon change of use or sale of the property. Noncompliance with the condition of the loan may require repayment in full. The loan is secured by CPO's real estate. Management has no plans to sell or change the use of the building in the next fiscal year.

11. Fair value of financial instruments

The beneficial interest in assets held at CFO have been valued, as a practical expedient, at the fair value of CPO's share of CFO's investment pool as of the measurement date. CFO values securities and other financial instruments on a fair value basis of accounting. The estimated fair values of certain investments of CFO, which includes private placements and other securities for which prices are not readily available, are determined by the management of CFO and may not reflect amounts that could be realized upon immediate sale, nor amounts that ultimately may be realized. Accordingly, the estimated fair values may differ significantly from the values that would have been used had a market existed for these investments. CFO's diversified pool investments are composed approximately of 37 percent domestic equities, 23 percent international equities, 17 percent bonds, and 23 percent alternative investments including hedge funds, real estate, and private equity funds. CFO's money market pool is held in a cash pool that approximates fair value.

GAAP defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. GAAP establishes a fair value hierarchy that prioritizes the inputs used in valuation techniques to measure fair value into three levels, with Level 1 being the highest priority.

Level 1 inputs: Level 1 inputs are quoted market prices in active markets for identical assets or liabilities that are accessible at the measurement date.

Level 2 inputs: Level 2 inputs are from other than market prices included in Level 1 that are observable for the asset or liability, either directly or indirectly. This includes quoted market prices of similar assets or liabilities in active markets, or quoted market prices for identical or similar assets or liabilities in markets that are not active.

Level 3 inputs: Level 3 inputs are unobservable and should be used to measure fair value to the extent that observable inputs are not available.

COMMUNITY PARTNERSHIP OF THE OZARKS, INC.
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023

CPO believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following are major categories of assets and liabilities measured at fair value on a recurring basis during the years ended June 30, 2024 and 2023:

Certificates of deposit: Valued at fair value based on quoted market prices as reported by money management firms.

	June 30, 2024			Carrying amount
	Fair value			
	Level 1	Level 2	Level 3	
<u>Financial Assets:</u>				
Certificates of deposit	\$ 427,926	\$ -	\$ -	\$ 427,926
Community Foundation funds				
Diversified investments pool	-	602,973	-	602,973
Money market pool	116,889	-	-	116,889
	<u>\$ 544,815</u>	<u>\$ 602,973</u>	<u>\$ -</u>	<u>\$ 1,147,788</u>

	June 30, 2023			Carrying amount
	Fair value			
	Level 1	Level 2	Level 3	
<u>Financial Assets:</u>				
Certificates of deposit	\$ 408,078	\$ -	\$ -	\$ 408,078
Community Foundation funds				
Diversified investments pool	-	537,121	-	537,121
Money market pool	148,336	-	-	148,336
	<u>\$ 556,414</u>	<u>\$ 537,121</u>	<u>\$ -</u>	<u>\$ 1,093,535</u>

12. Related party transactions

During the years ended June 30, 2024 and 2023, CPO contracted for services with individuals or businesses with a relationship to the organization as follows:

Indirect relationships

Leslie Peck, a member of the CPO Board of Directors, has an ownership interest in an insurance agency that has written employee benefits policies for CPO with premiums totaling \$0 and \$330,755 for the

COMMUNITY PARTNERSHIP OF THE OZARKS, INC.
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023

years ending June 30, 2024 and 2023, respectively. The amount reflects premiums paid to insurance carriers, not commission paid to interested party.

Bridget Dierks, a member of the CPO Board of Directors, is the Grants Program Officer of Community Foundation of the Ozarks where CPO has endowments totaling \$602,973 and \$537,121 at June 30, 2024 and 2023, respectively. CPO also has long-term investments totaling \$116,889 and \$148,336 at June 30, 2024 and 2023, respectively.

Jason Gage, a member of the CPO Board of Directors, is employed by the City of Springfield as City Manager with whom CPO has contracts and sub awards. Expenses for the year ended June 30, 2024 and 2023 were \$448,342 and \$427,608, respectively.

Mindy Mitchem, a member of the CPO Board of Directors, is employed as Executive VP/Chief Credit Officer at Guaranty Bank, with whom CPO has a checking and ICS sweep account totaling \$517,642 and \$263,564 as of June 30, 2024 and 2023, respectively. CPO also has investments totaling \$427,926 and \$408,078 for the years ended June 30, 2024 and 2023, respectively.

Rusty MacLachlan, a member of the CPO Board of Directors, serves as Commissioner of District 1 of the Greene County Commission, with whom CPO has grants and contracts. Expenses for the year ended June 30, 2024 and 2023 were \$0 and \$771,111, respectively.

Jennifer Olson, a member of the CPO Board of Directors, was employed by OACAC as Executive Director with whom CPO has a contract for the CLASS Project. Expenses for the year ended June 30, 2024 and 2023 were \$5,187 and \$7,075, respectively.

Brian Tyndall, a member of the CPO Board of Directors, is employed by Mid-West Family Broadcasting as President with whom CPO has a vendor relationship. The amount paid to Mid-West Family Broadcasting for the year ended June 30, 2024 and 2023 were \$1,000 and \$6,555, respectively.

Joselyn Baldner, a member of the CPO Board of Directors, is employed by Central Bank of the Ozarks as President and CEO where CPO has a note payable totaling \$265,909 and \$284,137 at June 30, 2024 and 2023, respectively. CPO has a line of credit totaling \$300,000. See Note 4 for more information on this line of credit.

Dr. Genita Lathan, a member of the CPO Board of Directors, is employed by Springfield Public Schools as Superintendent with whom CPO has a contract. Expenses for the year ended June 30, 2024 and 2023 were \$860,780 and \$913,110, respectively.

Other

CPO is one of the partner organizations of United Way of the Ozarks. For the years ended June 30, 2024 and 2023, United Way allocated \$87,643, and \$86,198, respectively, to CPO, as recorded in miscellaneous income. CPO paid United Way shared service fees, which amounted to \$10,575 and \$10,452 for the year ended June 30, 2024 and 2023, respectively.

COMMUNITY PARTNERSHIP OF THE OZARKS, INC.
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023

13. Liquidity and availability

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the balance sheet date, comprise of the following at June 30:

	2024	2023
Financial assets, as of June 30:		
Cash and cash equivalents	\$ 527,914	\$ 272,723
Short-term investments	543,719	555,370
Grants receivable	947,360	851,696
	2,018,993	1,679,789
Less those unavailable for general expenditure:		
Accounts payable	521,504	343,006
Accrued salaries	55,345	70,218
Accrued vacation	72,951	78,782
Current portion of long-term debt	19,174	18,470
Net assets with donor restrictions	796,138	479,217
	1,465,112	989,693
Financial assets available to meet cash needs for general expenditure within one year	\$ 553,881	\$ 690,096

CPO's financial assets consist of grant and program income used to support the community. As such, most of the financial assets on hand are reserved for use in various programs. CPO has maintained a balance of funds for their own operations as well.

14. Subsequent events

In preparing these financial statements, CPO has evaluated events and transactions for potential recognition or disclosure through November 6, 2024, the date the financial statements were available to be issued.

On July 26, 2024, CPO finalized the purchase of a new building located at 809 N. Campbell Ave. in Springfield, MO for approximately \$1,650,000. The building will be utilized to run a City of Springfield contract as the Purpose-Driven Day Center for the homeless. The center will provide laundry, shower, and mail services as well as health, mental health, housing, and other community services. Renovations are projected to start in January 2025.

SUPPLEMENTARY INFORMATION

COMMUNITY PARTNERSHIP OF THE OZARKS, INC.
COMBINING SCHEDULE - ALL CPO PROGRAM SERVICES
FOR THE YEAR ENDED JUNE 30, 2024

	<u>Total state partnership contract</u>	<u>Total federal partnership contract</u>	<u>Total all other programs</u>	<u>Total all program services</u>
Salaries and related expenses	\$ 616,844	\$ 743,284	\$ 2,309,187	\$ 3,669,315
Professional fees	8,316	11,045	50,948	70,309
Program supplies and materials	642,389	279,694	448,505	1,370,588
Telephone	2,784	5,299	17,675	25,758
Occupancy	20,214	32,170	132,449	184,833
Insurance	4,149	4,700	19,163	28,012
Interest	-	-	18,571	18,571
Printing	528	7,358	8,636	16,522
Local travel	2,911	33,097	58,474	94,482
Trainings	3,620	76,313	37,132	117,065
Educational programming	330	4,749	9,179	14,258
Membership dues	1,346	11,597	26,054	38,997
Equipment maintenance	465	1,051	7,681	9,197
Outreach	5,612	9,272	370,932	385,816
Public education	-	203,757	52,422	256,179
Indirect cost reimbursement	195,612	138,927	201,259	535,798
Contractual services	<u>1,644,506</u>	<u>189,107</u>	<u>293,405</u>	<u>2,127,018</u>
Total expenses	<u>\$ 3,149,626</u>	<u>\$ 1,751,420</u>	<u>\$ 4,061,672</u>	<u>\$ 8,962,718</u>

See Independent Auditor's Report.

COMMUNITY PARTNERSHIP OF THE OZARKS, INC.
COMBINING SCHEDULE - STATE PARTNERSHIP CONTRACTS
FOR THE YEAR ENDED JUNE 30, 2024

	<u>Capable Kids</u>	<u>Caring Communities</u>	<u>DYS Community Mentoring</u>	<u>Housing Stability and Eviction Diversion (HSED)</u>	<u>LifeStrengths (IPourLife)</u>
Salaries and related expenses	\$ 9,628	\$ 463,676	\$ 62,717	\$ 22,495	\$ -
Professional fees	99	6,247	833	262	-
Program supplies and materials	15	37,466	32,962	-	-
Telephone	100	933	1,135	37	-
Occupancy	-	18,739	930	-	-
Insurance	18	2,101	283	-	-
Printing	-	485	-	-	-
Local travel	152	1,023	609	-	-
Trainings	-	3,116	399	-	-
Educational programming	-	330	-	-	-
Membership dues	11	796	404	37	-
Equipment maintenance	-	434	9	-	-
Outreach	-	5,500	112	-	-
Indirect cost reimbursement	977	40,822	9,727	20,571	34,731
Contractual services	-	1,499	-	186,574	385,108
Total expenses	<u>\$ 11,000</u>	<u>\$ 583,167</u>	<u>\$ 110,120</u>	<u>\$ 229,976</u>	<u>\$ 419,839</u>

See Independent Auditor's Report.

COMMUNITY PARTNERSHIP OF THE OZARKS, INC.
COMBINING SCHEDULE - STATE PARTNERSHIP CONTRACTS, CONTINUED
FOR THE YEAR ENDED JUNE 30, 2024

	Nourish the Ozarks (LFPA)	Poverty Prevention Program (Drew Lewis)	Purpose Driven Day Center (ARPA)	The Clubhouse Program (CASA)	Total state partnership contract
Salaries and related expenses	\$ 58,328	\$ -	\$ -	\$ -	\$ 616,844
Professional fees	875	-	-	-	8,316
Program supplies and materials	571,946	-	-	-	642,389
Telephone	579	-	-	-	2,784
Occupancy	545	-	-	-	20,214
Insurance	1,747	-	-	-	4,149
Printing	43	-	-	-	528
Local travel	1,127	-	-	-	2,911
Trainings	105	-	-	-	3,620
Educational programming	-	-	-	-	330
Membership dues	98	-	-	-	1,346
Equipment maintenance	22	-	-	-	465
Outreach	-	-	-	-	5,612
Indirect cost reimbursement	4,425	69,359	-	15,000	195,612
Contractual services	34	930,191	6,100	135,000	1,644,506
Total expenses	\$ 639,874	\$ 999,550	\$ 6,100	\$ 150,000	\$ 3,149,626

See Independent Auditor's Report.

COMMUNITY PARTNERSHIP OF THE OZARKS, INC.
COMBINING SCHEDULE - PROGRAMS EXCLUDING STATE PARTNERSHIP CONTRACTS
FOR THE YEAR ENDED JUNE 30, 2024

	<u>Double SNAP in Springfield, MO</u>	<u>HOME ARP Program</u>	<u>Mental Health Awareness Training (MHAT)</u>	<u>One Door (CDBG)</u>	<u>Partnerships for Success (Greene County)</u>
Salaries and related expenses	\$ -	\$ 5,706	\$ 44,426	\$ 104,468	\$ 66,586
Professional fees	132	237	494	-	1,231
Program supplies and materials	27,039	1,304	23,148	-	45,182
Telephone	-	8	46	-	92
Occupancy	-	178	1,305	-	2,984
Insurance	119	51	338	-	936
Printing	-	-	-	-	4,157
Local travel	11	-	1,328	-	545
Trainings	-	-	16,824	-	22,756
Educational programming	-	-	-	-	8
Membership dues	-	-	1,664	-	1,094
Equipment maintenance	-	-	-	-	284
Outreach	-	4,272	-	-	-
Public education	14,641	-	5,000	-	54,118
Indirect cost reimbursement	4,063	1,176	8,833	-	20,499
Contractual services	-	-	15,850	-	61,188
Total expenses	<u>\$ 46,005</u>	<u>\$ 12,932</u>	<u>\$ 119,256</u>	<u>\$ 104,468</u>	<u>\$ 281,660</u>

See Independent Auditor's Report.

COMMUNITY PARTNERSHIP OF THE OZARKS, INC.
COMBINING SCHEDULE - PROGRAMS EXCLUDING STATE PARTNERSHIP CONTRACTS, CONTINUED
FOR THE YEAR ENDED JUNE 30, 2024

	Partnerships for Success (Regional)	Prevention Resource Center (PRC) Mega Grant	Prevention Resource Center (PRC)	S.P.I.R.I.T. Program	VITA (Volunteer Income Tax Assistance)	Total federal partnership contract
Salaries and related expenses	\$ 64,843	\$ 46,601	\$ 252,531	\$ 84,730	\$ 73,393	\$ 743,284
Professional fees	797	719	4,383	2,392	660	11,045
Program supplies and materials	32,004	19,329	96,457	24,911	10,320	279,694
Telephone	86	75	1,408	375	3,209	5,299
Occupancy	2,792	1,498	19,038	4,375	-	32,170
Insurance	516	-	2,158	582	-	4,700
Printing	715	-	2,486	-	-	7,358
Local travel	5,446	910	12,191	1,124	11,542	33,097
Trainings	18,098	1,694	12,942	3,999	-	76,313
Educational programming	2,922	-	1,793	26	-	4,749
Membership dues	630	84	7,988	115	22	11,597
Equipment maintenance	54	-	686	1	26	1,051
Outreach	-	-	5,000	-	-	9,272
Public education	64,701	20,000	45,297	-	-	203,757
Indirect cost reimbursement	17,695	9,090	47,078	20,576	9,917	138,927
Contractual services	22,522	-	6,420	83,127	-	189,107
Total expenses	\$ 233,821	\$ 100,000	\$ 517,856	\$ 226,333	\$ 109,089	\$ 1,751,420

See Independent Auditor's Report.