



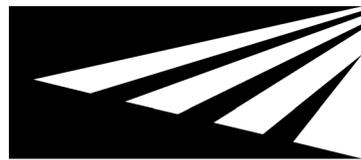
LONG ISLAND CRISIS CENTER, INC.

**FINANCIAL STATEMENTS
TOGETHER WITH AUDITOR'S REPORT**

**AS OF AND FOR THE YEARS ENDED
DECEMBER 31, 2021 AND 2020**

**LONG ISLAND CRISIS CENTER, INC.
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AS OF AND FOR THE YEARS ENDED
DECEMBER 31, 2021 AND 2020**

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NawrockiSmith

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Long Island Crisis Center, Inc.:

Opinion

We have audited the accompanying financial statements of Long Island Crisis Center, Inc. ("LICC", a non-profit organization), which comprise the statements of financial position as of December 31, 2021 and 2020, and the related statements of activities and changes in net assets, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Long Island Crisis Center, Inc. as of December 31, 2021 and 2020, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Long Island Crisis Center, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. 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 the 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 Long Island Crisis Center, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be 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

NawrockiSmith

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 generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, 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 generally accepted auditing standards 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 Long Island Crisis Center, 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 Long Island Crisis Center, 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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued a report dated May 31, 2022, on our consideration of LICC'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 that results of that testing, and not to provide an opinion on the effectiveness of LICC'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 LICC's internal control over financial reporting and compliance.

Hauppauge, New York
May 31, 2022

Nawrocki Smith LLP

LONG ISLAND CRISIS CENTER, INC.
STATEMENTS OF FINANCIAL POSITION
AS OF DECEMBER 31, 2021 AND 2020

	2021	2020
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 914,398	\$ 833,166
Grants receivable	592,977	743,658
Prepaid expenses	16,173	15,112
Total current assets	1,523,548	1,591,936
NONCURRENT ASSETS:		
Fixed assets, net	10,433	21,395
Other assets	5,292	5,300
Total noncurrent assets	15,725	26,695
Total assets	\$ 1,539,273	\$ 1,618,631
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES:		
Accounts payable and accrued expenses	\$ 229,228	\$ 221,276
Paycheck Protection Program Loan, current	82,656	53,331
Deferred revenue	26,401	18,858
Total current liabilities	338,285	293,465
NONCURRENT LIABILITIES:		
Paycheck Protection Program Loan, noncurrent	-	213,325
Total noncurrent liabilities	-	213,325
Total liabilities	338,285	506,790
NET ASSETS:		
Without donor restrictions	1,200,988	1,111,841
Total net assets	1,200,988	1,111,841
Total liabilities and net assets	\$ 1,539,273	\$ 1,618,631

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

LONG ISLAND CRISIS CENTER, INC.
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEARS ENDED DECEMBER 31, 2021 AND 2020

	<u>2021</u>	<u>2020</u>
REVENUES:		
Government grants	\$ 1,859,743	\$ 1,979,683
Foundation grants	393,150	407,396
Contributions	119,700	143,050
Special events, net of direct expenses of \$5,439 and \$100, respectively	98,343	56,402
Interest income	<u>717</u>	<u>2,381</u>
Total revenues	<u>2,471,653</u>	<u>2,588,912</u>
EXPENSES:		
Program services	2,246,668	2,317,351
Administration	67,993	92,702
Fundraising	<u>67,845</u>	<u>98,164</u>
Total expenses	<u>2,382,506</u>	<u>2,508,217</u>
Change in net assets	89,147	80,695
NET ASSETS, BEGINNING OF YEAR	<u>1,111,841</u>	<u>1,031,146</u>
NET ASSETS, END OF YEAR	<u><u>\$ 1,200,988</u></u>	<u><u>\$ 1,111,841</u></u>

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

**LONG ISLAND CRISIS CENTER, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2021**

	<u>Program Services</u>				<u>Support Services</u>		
	<u>Community Education</u>	<u>Hotline</u>	<u>Pride For Youth (PFY)</u>	<u>Total</u>	<u>Administration</u>	<u>Fundraising</u>	<u>Total</u>
Salaries	\$ 35,274	\$ 663,523	\$ 731,032	\$ 1,429,829	\$ 28,958	\$ 34,870	\$ 1,493,657
Payroll taxes and fringes	4,113	118,226	136,927	259,266	7,410	16,115	282,791
Occupancy	3,477	35,472	113,635	152,584	2,009	2,009	156,602
Professional fees	-	23,585	75,191	98,776	9,751	1,187	109,714
Media outreach	-	31,512	53,645	85,157	-	-	85,157
Supplies	76	8,806	51,959	60,841	1,941	1,941	64,723
Telephone	411	16,898	14,322	31,631	772	772	33,175
Insurance	-	7,588	16,392	23,980	4,486	-	28,466
Food	-	357	26,593	26,950	-	-	26,950
Miscellaneous	-	42	11,695	11,737	622	10,540	22,899
Printing and production	1,062	9,314	10,842	21,218	-	-	21,218
Repairs, maintenance and equipment	-	3,759	15,189	18,948	261	-	19,209
Depreciation	-	-	-	-	10,962	-	10,962
Postage and delivery	578	4,453	2,379	7,410	411	411	8,232
Utilities	-	3,389	2,764	6,153	410	-	6,563
Transportation	266	25	6,150	6,441	-	-	6,441
Volunteer appreciation	-	2,783	-	2,783	-	-	2,783
Staff appreciation	-	1,630	95	1,725	-	-	1,725
Staff development	-	986	253	1,239	-	-	1,239
Total	\$ 45,257	\$ 932,348	\$ 1,269,063	\$ 2,246,668	\$ 67,993	\$ 67,845	\$ 2,382,506

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

LONG ISLAND CRISIS CENTER, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2020

	Program Services				Support Services		
	Community Education	Hotline	Pride For Youth (PFY)	Total	Administration	Fundraising	Total
Salaries	\$ 49,322	\$ 477,919	\$ 871,280	\$ 1,398,521	\$ 46,868	\$ 76,566	\$ 1,521,955
Payroll taxes and fringes	4,455	103,532	152,946	260,933	8,129	7,013	276,075
Occupancy	2,793	34,438	111,163	148,394	1,913	1,913	152,220
Professional fees	-	13,956	121,038	134,994	10,656	1,075	146,725
Media outreach	-	53,481	62,527	116,008	-	-	116,008
Supplies	121	14,993	54,873	69,987	2,296	2,296	74,579
Printing and production	12,305	26,148	14,231	52,684	-	1,851	54,535
Insurance	-	5,509	20,502	26,011	3,019	-	29,030
Telephone	-	13,184	13,247	26,431	533	533	27,497
Repairs, maintenance and equipment	-	4,003	21,687	25,690	227	227	26,144
Food	-	340	24,345	24,685	-	-	24,685
Miscellaneous	-	2,804	9,515	12,319	2,117	6,048	20,484
Depreciation	-	-	-	-	16,463	-	16,463
Transportation	663	586	7,718	8,967	-	161	9,128
Postage and delivery	105	3,791	1,746	5,642	314	314	6,270
Utilities	-	3,016	2,738	5,754	167	167	6,088
Staff appreciation	-	-	169	169	-	-	169
Staff development	75	79	-	154	-	-	154
Volunteer appreciation	-	8	-	8	-	-	8
Total	\$ 69,839	\$ 757,787	\$ 1,489,725	\$ 2,317,351	\$ 92,702	\$ 98,164	\$ 2,508,217

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

LONG ISLAND CRISIS CENTER, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2021 AND 2020

	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ 84,744	\$ 80,695
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation	10,962	16,463
Forgivable portion of Paycheck Protection Program Loan	-	(40,844)
Decrease (increase) in grants receivable	155,084	(266,653)
Increase in prepaid expenses	(1,061)	(155)
Decrease in other assets	8	-
Increase (decrease) in accounts payable and accrued expenses	7,952	(1,367)
Increase (decrease) in deferred revenue	7,543	(54,530)
	265,232	(266,391)
Net cash provided (used) by operating activities		
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from Paycheck Protection Program Loan	-	307,500
Repayment of Paycheck Protection Program Loan	(184,000)	-
	(184,000)	307,500
Net cash (used) provided by financing activities		
NET INCREASE IN CASH AND CASH EQUIVALENTS	81,232	41,109
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	833,166	792,057
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 914,398	\$ 833,166

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

LONG ISLAND CRISIS CENTER, INC.
NOTES TO FINANCIAL STATEMENTS

(1) Organization and operation:

Long Island Crisis Center, Inc. ("LICC") is a not-for-profit multi-service, community-based organization whose mission is to provide youth, families, seniors and adults throughout Long Island with free, high quality, confidential services to address a wide range of concerns. LICC believes that everyone has the right to free and anonymous help at any time, no matter who they are or what their needs may be. This belief underlies its mission, which is carried out in its three programs:

Community Education - A Community Education Program reaches approximately 30,000 people each year with workshops on suicide prevention, anger management, homophobia, transphobia, cyber bullying and self-injury.

Hotline - LICC houses eight free, confidential and anonymous hotline projects which are accessible via phone or online through any mobile device. A central hotline, *Middle Earth*, is available to all Long Islanders and specialized services include a Drug and Alcohol Hotline, state-wide HIV Hotline and Children of Hope to prevent infant abandonment.

Pride for Youth (PFY) - In 1993, LICC started Pride for Youth (PFY) in order to address the lack of services and advocacy for lesbian, gay, bisexual, transgender and questioning/queer (LGBTQ+) youth and young adults on Long Island. With a mission to enhance the health and wellness of LGBTQ+ youth and young adults, PFY serves around 6,000 clients annually. PFY provides the following services: Individual and Family Counseling, Supportive Groups and Spaces for LGBTQ+ Individuals, Support for Parents of LGBTQ+ Youth, Community Education for Students and Professionals, HIV and Rapid Syphilis Testing (to age 45), Access to PEP and PrEP.

In fulfilling its mission, LICC provides non-judgmental services that help clients to break through isolation, stabilize their situations, and obtain the services they need. Supporting healthier living and greater personal empowerment guides the work at LICC.

(2) Summary of significant accounting policies:

The accompanying financial statements include the assets, liabilities, revenues and expenses of LICC which are presented under the accrual basis of accounting. The following is a summary of significant accounting policies followed by LICC:

Financial statement presentation -

The accompanying financial statements include the accounts of LICC's programs, administration and fundraising. LICC presents its financial statements in accordance with U.S. generally accepted accounting principles which require that LICC's financial statements distinguish net assets and changes in net assets between those with and without donor restrictions. LICC's net assets may consist of the following:

Without donor restrictions - net assets of LICC which have not been restricted by an outside donor or by law and are therefore available for use in carrying out the operations of LICC.

With donor restrictions - net assets subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity.

LONG ISLAND CRISIS CENTER, INC.
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

As of December 31, 2021 and 2020, LICC did not possess any net assets with donor restrictions.

As required by U.S. generally accepted accounting principles, LICC has also presented Statements of Cash Flows for the years ended December 31, 2021 and 2020.

Cash and cash equivalents -

All highly liquid investments purchased with an original maturity of three months or less are considered to be cash equivalents, principally certificates of deposit.

Grants receivable -

Grants receivable primarily consist of amounts due from grantor agencies. All grants receivable are considered collectible as of December 31, 2021 and 2020.

Fixed assets -

Fixed assets are capitalized at cost or, if donated, at fair market value as of the date of receipt. Maintenance and repairs are charged to expense and betterments, in excess of \$2,500, are capitalized. Depreciation and amortization are computed using the straight-line method over the estimated useful lives of the assets (generally periods of four to seven years).

Impairment of long-lived assets and long-lived assets to be disposed of -

LICC follows the provisions of the Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") on accounting for the impairment or disposal of long-lived assets. It requires that long-lived assets and certain identifiable intangibles be reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to future net cash flows expected to be generated by the asset. If such assets are considered to be impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the assets exceeds the fair value of the assets. Assets to be disposed of are reported at the lower of the carrying amount or fair value less costs to sell. These principles did not have any impact on LICC's financial position, results of activities or liquidity during the years ended December 31, 2021 and 2020.

Conditional asset retirement obligations -

The FASB ASC on asset retirement and environmental obligations requires LICC to recognize the fair value of its legal obligation to perform an asset retirement activity, even though uncertainty exists about the timing and/or method of settlement, if and when the fair value of the liability can be reasonably estimated. As of December 31, 2021, LICC has met the provisions of and is in compliance with these requirements.

Compensated absences -

LICC's practice is to allow employees to accrue unused vacation time based upon current salary rates. The vacation accrual is reflected in accounts payable and accrued expenses in the Statements of Financial Position and salaries expense in the accompanying Statements of Functional Expenses.

LONG ISLAND CRISIS CENTER, INC.
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Revenue recognition -

The following are the significant revenue recognition accounting policies of LICC:

Grants and contributions - Grants and contributions are recognized as income when received and are considered to be available for unrestricted use unless specifically restricted by the donor. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the Statements of Activities and Changes in Net Assets as net assets released from restrictions. Contributions restricted by donors are reported as increases in net assets without donor restrictions if the restrictions expire in the reporting period in which the revenue is recognized. Conditional contributions are accounted for as a liability or are not recognized as revenue initially, until the barriers to entitlement are overcome, at which point a transaction is recognized as unconditional and classified as either net assets with donor restrictions, or net assets without donor restrictions.

Fundraising revenue - The portion of fundraising revenue that relates to the commensurate value the attendee receives in return is recognized when the related events are held, and performance obligations are met.

Donated services -

A number of volunteers have donated significant amounts of their time in LICC's program services, administration and fundraising. However, since these services do not meet the criteria for recognition under U.S. generally accepted accounting principles, they are not reflected in the accompanying financial statements.

Functional expenses -

Expenses are recognized as incurred. The Statements of Functional Expenses report certain categories of expenses that are attributable to one or more program or supporting functions of LICC. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The significant expenses that are allocated include: salaries, payroll taxes and fringe benefits which are allocated on the basis of estimates of time and effort. Depreciation and rent are allocated on the basis of square footage and use, and all other expenses are allocated on a systematic and rational basis.

Liquidity considerations -

Quantitative

As of December 31, 2021, LICC has \$1,507,375 of financial assets available to meet cash needs for program and supporting services expenditures within one year of the Statement of Financial Position date. None of the financial assets are subject to donor or other contractual restrictions that make them unavailable for expenditures within the ensuing fiscal year.

LONG ISLAND CRISIS CENTER, INC.
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Qualitative

As of December 31, 2021, LICC has a goal to maintain financial assets, which consist of cash and cash equivalents, on hand to meet 60 days of normal operating expenses, which are, on average, approximately \$400,000.

Income taxes -

LICC qualifies as a tax-exempt not-for-profit organization under Section 501(c)(3) of the Internal Revenue Code and applicable New York State tax laws. Accordingly, no provision for federal or state income taxes is required.

Uncertainty in income taxes -

LICC recognizes the effect of income tax positions only if those positions are more likely than not of being sustained. Management has determined that LICC had no uncertain tax positions that would require financial statement recognition. LICC is no longer subject to examination by the applicable taxing jurisdictions for tax years prior to 2018.

The use of estimates in the preparation of financial statements -

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts of assets and liabilities at the date of the financial statements and the amounts of revenues and expenses during the reported period. Actual results may differ from those estimates.

(3) Grants receivable:

Grants receivable as of December 31, 2021 and 2020 consisted of the following:

	<u>2021</u>	<u>2020</u>
Middle Earth Hotline	\$ 119,413	\$ 72,610
PFY Program (HIV Prevention/Testing)	92,695	135,303
HIV/STD/HCV Prevention for YMSM	65,974	44,663
Preventative Services for MSM	55,937	118,687
HIV Statewide Hotline	47,016	81,348
HIV/STD/HCV Prevention for Young People	42,904	38,543
Community Mobilization Program	44,081	70,662
Runaway/Homeless Hotline	39,300	36,135
LGBT Health and Human Services	27,926	45,361
New York State Education Department - Comm Voices	23,114	23,114
Senior Helpline	22,240	5,663
Other	11,047	12,789
Huntington Hotline	1,330	1,893
LI Prevention	-	56,887
	<u>\$ 592,977</u>	<u>\$ 743,658</u>

LONG ISLAND CRISIS CENTER, INC.
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

(4) Fixed assets:

Fixed assets as of December 31, 2021 and 2020, consisted of the following:

	2021	2020
Equipment	\$ 103,045	\$ 103,045
Leasehold improvements	38,850	38,850
Furniture and fixtures	5,123	5,123
	147,018	147,018
Less: accumulated depreciation and amortization	(136,585)	(125,623)
	\$ 10,433	\$ 21,395

Depreciation expense for each of the years ended December 31, 2021 and 2020 was \$10,962 and \$16,463, respectively.

(5) Paycheck Protection Program:

On May 26, 2020, LICC received loan proceeds in the amount of \$307,500 to fund payroll, benefits, rent and utilities through the Paycheck Protection Program (the "PPP") under the Coronavirus Aid, Relief and Economic Security Act ("CARES Act"), which was enacted on March 27, 2020. In accordance with U.S. generally accepted accounting principles, LICC has opted to account for its PPP loan as an in-substance conditional government grant, which should be recognized in income when all conditions or measurable barriers have been substantially met. LICC met all conditions and measurable barriers for \$40,844 of the grant during the fiscal year ended December 31, 2020. Accordingly, LICC has recorded the portion of the proceeds, which is reflected as a government grant in the accompanying Statements of Activities and Changes in Net Assets. The remaining balance wasn't forgiven and accordingly, is reflected as a loan payable in the accompanying Statements of Financial Position. Under the terms and conditions of the PPP loan, amounts outstanding can be repaid on an equal basis over a five year period and will bear a fixed interest rate of 1% per annum. The balance outstanding as of December 31, 2021 and 2020 was \$82,656 and \$266,656, respectively.

(6) Commitments and contingencies:

Lease commitments -

LICC holds three separate leases for office space in order to accommodate its programs. The first lease was renewed on January 1, 2020 for an annual base rent of \$38,268 (\$3,189 per month), plus annual escalations of 5%. The lease will expire on December 31, 2024, with an option to renew for another five years.

LONG ISLAND CRISIS CENTER, INC.
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

The second lease was renewed on July 1, 2016 for an annual base rent of \$83,707 (\$6,976 per month), plus annual escalations of 3%. The lease expired on June 30, 2021 and was renewed for another five years on July 1, 2021. The lease was renewed for an annual base rent of \$97,017 (\$8,085 per month), plus annual escalations of 3%. The lease will expire on June 31, 2026, with an option to renew for another five years.

The third lease was extended on July 1, 2020 for an additional year and expired on June 30, 2021 in which the lease became month to month.

LICC is obligated under operating leases for equipment which expire on various dates through 2026.

Future minimum payments under these leases are as follows:

<u>Year Ending December 31,</u>	
2022	\$ 150,387
2023	151,068
2024	153,288
2025	106,775
2026	<u>49,647</u>
	<u>\$ 611,165</u>

Rent expense for the years ended December 31, 2021 and 2020 was \$156,602 and \$152,220, respectively.

COVID-19 -

In March 2020, the World Health Organization declared the outbreak of a novel coronavirus ("COVID-19") as a pandemic. The COVID-19 pandemic is having significant effects on global markets, supply chains, businesses, and communities. Specific to LICC, COVID-19 has impacted various parts of its operations and financial results. Management believes LICC is taking appropriate actions to mitigate the negative impact. In connection therewith, LICC applied for and received a PPP loan in connection with the CARES Act (see Note 5). However, the full impact of COVID-19 is known and cannot be reasonably estimated as these events are still ongoing.

Government grants -

LICC receives a substantial portion of its funding from grants which are subject to audit by government agencies. Such audits may result in disallowances and a request for a return of funds. In addition, numerous contracts are funded on a cost reimbursement basis. Delays in receiving related funding may result in increased borrowings and related interest costs on the part of LICC.

LONG ISLAND CRISIS CENTER, INC.
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

(7) Concentrations of credit risk:

LICC maintains its cash and cash equivalents in bank deposit accounts which, at times, may exceed federally insured limits. As of December 31, 2021 and 2020, cash in excess of federally insured limits totaled \$624,195 and \$416,853, respectively. LICC has not experienced any losses in such accounts. The primary difference between the book and bank account balances is outstanding checks. LICC believes it is not exposed to any significant credit risk on cash and cash equivalents.

LICC does not have a material concentration of credit risk, with respect to government grants receivable, due to the large number of government agencies and grantors comprising LICC's contributor base and their dispersion across different geographic areas.

(8) Subsequent events:

LICC has evaluated subsequent events through May 31, 2022 which is the date the financial statements were available to be issued. Based on this evaluation, LICC has determined there were no matters which require disclosure in the financial statements.



NawrockiSmith

CERTIFIED PUBLIC ACCOUNTANTS

**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**

To the Board of Directors of
Long Island Crisis Center, Inc.:

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 Long Island Crisis Center ("LICC", a nonprofit organization), which comprise the statements of financial position as of December 31, 2021 and 2020, and the related statements of activities and changes in net assets, functional expenses and cash flows for the years then ended, and the related notes to the financial statements, and have issued our report thereon dated May 31, 2022.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered LICC's internal control over financial reporting (internal control) as a basis for designing 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 LICC's internal control. Accordingly, we do not express an opinion on the effectiveness of LICC'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.

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Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether LICC'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 financial statement. 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 LICC's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering LICC's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Hauppauge, New York
May 31, 2022

Nawrocki Smith LLP