



**COMMUNITY RESOURCES FOR INDEPENDENT LIVING, INC.**

**FINANCIAL STATEMENTS AND INDEPENDENT AUDITOR'S REPORT**

**FOR THE YEARS ENDED**

**JUNE 30, 2022**

**AND**

**JUNE 30, 2021**

**devant**

Certified Public Accountants

3007 Douglas Blvd Suite 155 Roseville, CA 95815 916.822.5128

**COMMUNITY RESOURCES FOR INDEPENDENT LIVING, INC.**

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**JUNE 30, 2022 AND 2021**

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When you need Assurance

## INDEPENDENT AUDITOR'S REPORT

Board of Directors  
Community Resources for Independent Living, Inc.  
Hayward, California

### Report on the Financial Statements

We have audited the accompanying financial statements of the nonprofit entity Community Resources for Independent Living (CRIL), Inc., which is comprised of the Statement of Financial Position as of June 30, 2022 and 2021, Statement of Activities and Change in Net Assets, Statement of Functional Expenses, Statement of Cash Flows and the related notes to the financial statements for the years then ended.

### Management 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.

**devant**

Certified Public Accountants  
3007 Douglas Blvd Suite 155 Roseville, CA 95815 916.822.5128

Community Resources for Independent Living, Inc.  
Independent Auditor's Opinion  
(Continued)

### **Auditor's Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Community Resources for Independent Living, Inc. as of June 30, 2022 and the changes in net assets, and cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

### **Other Reporting Required by Government Auditing Standards**

In accordance with Government Auditing Standards, we have also issued our report dated March 10, 2022, on our consideration of CRIL, Inc.'s internal control over financial reporting and 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 CRIL, 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 CRIL, Inc.'s internal control over financial reporting and compliance.

*Devant CPAs*

Devant  
Certified Public Accountants

March 10, 2023

## **BASIC FINANCIAL STATEMENTS**

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**COMMUNITY RESOURCES FOR INDEPENDENT LIVING, INC.**

STATEMENT OF FINANCIAL POSITION

AS OF JUNE 30, 2022 AND 2021

ASSETS

Current Assets	<u>2022</u>	<u>2021</u>
Cash on hand and in bank	\$ 772,420	\$ 740,069
Grants and contracts receivable (Note 3)	217,930	179,143
Prepaid expenses	<u>30,118</u>	<u>24,119</u>
Total Current Assets	1,020,468	943,331
Property and equipment, net (Note 4)	<u>328,816</u>	<u>313,445</u>
TOTAL ASSETS	\$ <u>1,349,284</u>	\$ <u>1,256,776</u>

LIABILITIES AND NET ASSETS

Current Liabilities:		
Accounts payable and accrued expenses	\$ 19,463	\$ 14,404
Accrued vacations	26,377	27,465
Paycheck Protection Program loan (Note 6)	<u>-</u>	<u>108,210</u>
Total Current Liabilities	<u>45,840</u>	<u>150,079</u>
Net Assets		
Without donor restrictions	<u>1,303,444</u>	<u>1,106,697</u>
Total Net Assets	<u>1,303,444</u>	<u>1,106,697</u>
TOTAL LIABILITIES AND NET ASSETS	\$ <u>1,349,284</u>	\$ <u>1,256,776</u>

See Independent Accountant's Audit Report.  
The accompanying notes to financial statements are an integral part of this financial statement.  
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**COMMUNITY RESOURCES FOR INDEPENDENT LIVING, INC.**

STATEMENT OF ACTIVITIES AND CHANGE IN NET ASSETS

FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

	WITHOUT DONOR RESTRICTIONS	WITH DONOR RESTRICTIONS	TOTALS	
			2022	2021
SUPPORT AND REVENUE:				
Government Grants and Contracts	\$ -	\$ 780,469	\$ 780,469	\$ 820,273
Non-Government Grants and Contracts	-	165,851	165,851	131,482
Contributions	4,660	-	4,660	12,664
Dividend	507	-	507	22,984
Fees for Services	198,435	-	198,435	198,955
Interest	89	-	89	92
Miscellaneous Revenue	2,249	108,210	110,459	737
Realized Gain/Loss	601	-	601	9,166
Unrealized Gain/Loss Investment	<u>(1,976)</u>	<u>-</u>	<u>(1,976)</u>	<u>2,125</u>
Total Support	204,565	1,054,530	1,259,095	1,198,478
Net assets released from restriction	<u>1,054,530</u>	<u>(1,054,530)</u>	<u>-</u>	<u>-</u>
Total Support and Revenue	1,259,095	-	1,259,095	1,198,478
EXPENSES				
Program Services	887,150	-	887,150	990,112
Support Services				
Management and general	175,198	-	175,198	74,852
Fundraising and development	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Support Services	175,198	-	175,198	74,852
Total Expenses	<u>1,062,348</u>	<u>-</u>	<u>1,062,348</u>	<u>1,064,964</u>
Changes in net assets	196,747	-	196,747	133,514
NET ASSETS, Beginning of Year	<u>1,106,697</u>	<u>-</u>	<u>1,106,697</u>	<u>973,183</u>
NET ASSETS, End of Year	<u>\$ 1,303,444</u>	<u>\$ -</u>	<u>\$ 1,303,444</u>	<u>\$ 1,106,697</u>

See Independent Accountant's Audit Report.

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

**COMMUNITY RESOURCES FOR INDEPENDENT LIVING, INC.**

STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

	SUPPORT SERVICES				TOTALS	
	PROGRAM SERVICES	MANAGEMENT AND GENERAL	FUNDRAISING AND DEVELOPMENT	TOTAL SUPPORT SERVICES	2022	2021
Salaries and related expenses						
Salaries	\$ 499,218	\$ 88,035	\$ -	\$ 88,035	\$ 587,253	\$ 558,676
Payroll taxes	36,347	10,656	-	10,656	47,003	47,307
Payroll Expenses	7,767	1,340	-	1,340	9,107	7,708
Employee benefits	81,371	2,204	-	2,204	83,575	104,248
Total salaries and related expenses	624,703	102,235	-	102,235	726,938	717,939
Operating expenses						
Accommodations	-	-	-	-	-	4,440
Building repairs and maintenance	-	-	-	-	-	21,229
CARES Act Expenses	-	-	-	-	-	4,688
Consultants and outside services	10,180	46,508	-	46,508	56,688	52,896
Depreciation	-	15,272	-	15,272	15,272	31,145
Donation Expense	-	-	-	-	-	1,500
Dues, books and publications	13,609	1,950	-	1,950	15,559	11,554
Equipment rents	25,565	-	-	-	25,565	8,014
Equipment repairs and maintenance	63,686	-	-	-	63,686	63,205
Insurance	7,791	350	-	350	8,141	29,310
Internet and IT Services	-	-	-	-	-	990
Janitorial	12,000	-	-	-	12,000	7,915
Late fees	-	227	-	227	227	424
Legal and accounting	24,128	5,253	-	5,253	29,381	2,128
Miscellaneous	2,526	450	-	450	2,976	775
Postage	5,761	-	-	-	5,761	3,983
Printing and copying	9,380	288	-	288	9,668	10,952
Rent	12,419	-	-	-	12,419	7,404
Staff and board recognition	493	1,417	-	1,417	1,910	1,964
Staff development	1,431	1,248	-	1,248	2,679	4,739
Supplies	45,372	-	-	-	45,372	48,943
Taxes and licenses	508	-	-	-	508	694
Telephone	13,263	-	-	-	13,263	14,818
Travel	2,987	-	-	-	2,987	2,856
Utilities	11,348	-	-	-	11,348	10,459
Total	\$ 887,150	\$ 175,198	\$ -	\$ 175,198	\$ 1,062,348	\$ 1,064,964

See Independent Accountant's Audit Report.

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



**COMMUNITY RESOURCES FOR INDEPENDENT LIVING, INC.**

STATEMENT OF CASH FLOWS

FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

	<u>2022</u>	<u>2021</u>
<u>Cash Flows from Operating Activities:</u>		
Change in Net Assets	\$ 196,747	\$ 133,514
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	15,272	31,145
Gain from debt forgiveness	(108,210)	(94,300)
(Increase) / Decrease in Grants and Contracts Receivable	(38,787)	(3,653)
(Increase) / Decrease in Prepaid Expenses	(5,999)	(9,825)
(Increase) / Decrease in Deposits	-	1,143
Increase / (Decrease) in Accounts Payable and Accrued Expenses	5,057	(7,781)
Increase / (Decrease) in Accrued Expenses	(1,088)	1,254
Net Cash Provided by Operating Activities	<u>62,992</u>	<u>51,497</u>
 <u>Cash Flows from Investing Activities:</u>		
Purchase of equipment, furniture and building improvements	<u>(30,641)</u>	<u>(20,560)</u>
Net Cash Used by Investing Activities	<u>(30,641)</u>	<u>(20,560)</u>
 <u>Cash Flows from Financing Activities:</u>		
Proceeds from Paycheck Protection Program Loan	<u>-</u>	<u>108,210</u>
Net Cash Provided by Financing Activities	<u>-</u>	<u>108,210</u>
 Net Increase / (Decrease) in Cash and Cash Equivalents	32,351	139,147
 Cash and Cash Equivalents - Beginning of Years	<u>740,069</u>	<u>600,922</u>
 Cash and Cash Equivalents - End of Years	\$ <u><u>772,420</u></u>	\$ <u><u>740,069</u></u>

See Independent Accountant's Audit Report.

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

## NOTES TO FINANCIAL STATEMENTS

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**COMMUNITY RESOURCES FOR INDEPENDENT LIVING, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE YEARS ENDED AT JUNE 30, 2022 AND 2021**

NOTE 1 THE ORGANIZATION:

Community Resources for Independent Living (CRIL), Inc. is a nonprofit California Corporation established in March 1979 for the purpose of serving persons of any age who have a disability with programs and activities designed to enhance lifestyles and increase opportunities for full participation in the life of the community.

CRIL, Inc. is a cross-disability, community-based organization. Anyone with a disability is eligible for services regardless of race, color, national origin, gender identity, sexual orientation, age, marital status, familial status, religion, or human immunodeficiency virus (HIV) status.

CRIL, Inc. supports, empowers, and teaches skills to persons with disabilities so that they may more fully participate in community and life activities. CRIL, Inc. teaches and advocates for change to remove barriers to access for persons with disabilities.

CRIL, Inc. derives a substantial portion of its support and revenue from reimbursement type grants with the State of California or local jurisdictions of the State. Grants may involve some pass thru funds of the Federal Government.

The Corporation's Mission Statement is:

*"Community Resources for Independent Living is a peer-based disability resource agency that advocates and provides resources for people with disabilities to improve lives and make communities fully accessible."*

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

*Basis of Accounting*

The financial statements of CRIL, Inc. are prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables, and other liabilities.

*Cash and Cash Equivalents*

For the purpose of the statement of cash flows, the Organization considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

See Independent Accountant's Audit Report.

**COMMUNITY RESOURCES FOR INDEPENDENT LIVING, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE YEARS ENDED AT JUNE 30, 2022 AND 2021**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED):

Investments

Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets. Investment income and gains restricted by a donor are reported as increases in net assets without donor restrictions if the restrictions are met (either by the passage of time or by use) in the reporting period in which the income and gains are recognized. Short-term investments consist of debt securities with original maturities of twelve months or less. Long-term investments consist of debt securities with original maturities greater than twelve months.

Property and Equipment

The Organization capitalizes property and equipment over \$5,000. Lesser amounts are expensed. Purchased property and equipment is capitalized at cost. Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as contributions without donor restrictions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as contributions with donor restrictions. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service. The Organization reclassified net assets with donor restrictions to net assets without donor restrictions at that time.

Contributed Services

No amounts have been reflected in the financial statements for donated services. The Organization generally pays for services requiring specific expertise. However, many individuals volunteer their time and perform a variety of tasks that assist the Organization at the residents' facilities, but these services do not meet the criteria for recognition as contributed services.

See Independent Accountant's Audit Report.

**COMMUNITY RESOURCES FOR INDEPENDENT LIVING, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE YEARS ENDED AT JUNE 30, 2022 AND 2021**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED):

Contributions

Contributions received are recorded as net assets with donor restrictions or net assets without donor restrictions depending on the existence or nature of any donor restrictions.

Some of the contributions are subject to restrictions and are earned as payments are made for allowable costs. These contributions are on a reimbursement basis and subject to limitations in funding level and program requirements.

Income Tax Status

The Organization is a nonprofit organization that is exempt from income taxes under Section 501(c) (3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation.

Estimates

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

Bad Debts

Bad debts are provided for by the direct write-off method of accounting which approximates the same result that would be achieved under a generally accepted accounting method.

Contingencies

CRIL, Inc. receives grants and contracts which are restricted for a specific program or purpose. Many of these agreements provide for the possibility of audits by the funding agency. Should such audits disclose that conditions had not been met in accordance with the funding source agreement, there is the possibility that funds would have to be returned to the grantor. It is management's opinion that all grant conditions have been met for grants which have been either recorded as unrestricted or for which donor restrictions have been released.

See Independent Accountant's Audit Report.

**COMMUNITY RESOURCES FOR INDEPENDENT LIVING, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE YEARS ENDED AT JUNE 30, 2022 AND 2021**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED):

Economic Dependency

A material portion of CRIL, Inc.'s revenue is dependent upon governmental agencies. A material withdrawal of program support could adversely affect the Agency's ability to continue services at historic levels.

Financial Statement Presentation

Net assets and revenue, gains, and losses are classified based on donor-imposed restrictions. Accordingly, net assets of CRIL, Inc. and changes therein are classified and reported as:

Without Donor Restrictions - Those resources are not subject to donor-imposed restrictions. The board of directors has discretionary control over these resources. Designated amounts represent those net assets that the board has set aside for a particular purpose.

With Donor Restrictions – Those resources are subject to donor-imposed restrictions that will be satisfied by action of CRIL, Inc. or by the passage of time.

Cost Allocation

The financial statements report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated included compensation and benefits, which are allocated on the basis of estimates of time and effort.

Fair Value Measurement

CRIL, Inc. categorizes its assets and liabilities measured at fair value into a three-level hierarchy based on the priority of the inputs to the evaluation technique used to determine fair value in accordance with accounting standards.

Comparative Information

The financial statements include certain prior-year summarized comparative information. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with CRIL, Inc.'s financial statements for the year ended June 30, 2020, from which the summarized information was derived.

See Independent Accountant's Audit Report.

**COMMUNITY RESOURCES FOR INDEPENDENT LIVING, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE YEARS ENDED AT JUNE 30, 2022 AND 2021**

**NOTE 3      GRANTS AND CONTRACTS RECEIVABLE**

Grants and contracts receivable at June 30, 2022 and 2021 are:

	<u>2022</u>	<u>2021</u>
Admin on Community Living	\$	\$ 15,899
Alameda County	3,213	1,724
Aging & Disability Resource Connection	59,064	56,172
California Foundation for Independent Living Centers	3,488	14,461
Center for Independent Living		-
City of Hayward -Specialized Para-transit Service		-
City of Hayward-Vanshare		-
Department of Rehabilitation	60,972	70,388
Disability Disaster Access Resource	14,714	
Emergency Rental Assistance Program	14,740	
Metropolitan Transportation Commission	3,500	
State Council for Independent Living		-
Housing and Human Social Service Grants:		
City of Dublin	4,594	-
City of Hayward	9,540	-
City of Livermore	12,518	2,093
City of Fremont	18,520	8,029
City of Union City	6,046	1,475
City of Pleasanton	<u>7,021</u>	<u>8,902</u>
	\$ <u>217,930</u>	\$ <u>179,143</u>

**NOTE 4      PROPERTY AND EQUIPMENT**

Property and equipment consist of:

	<u>Beg. Balance</u>	<u>Additions</u>	<u>Disposal</u>	<u>Totals</u>
Land	\$ 54,271	\$ -	\$ -	\$ 54,271
Building and improvements	738,324	30,643	-	768,967
Equipment	22,404	-	-	22,404
Furniture	<u>76,562</u>	-	-	<u>76,562</u>
Totals	891,561	30,643	-	922,204
Accumulation depreciation	<u>(578,116)</u>	<u>(15,272)</u>	-	<u>(593,388)</u>
	\$ <u>313,445</u>	\$ <u>15,371</u>	\$ -	\$ <u>328,816</u>

Fixed assets less than \$5,000 are expensed.

See Independent Accountant's Audit Report.

**COMMUNITY RESOURCES FOR INDEPENDENT LIVING, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE YEARS ENDED AT JUNE 30, 2022 AND 2021**

NOTE 5 CONCENTRATION OF CREDIT RISK

CRIL, Inc. maintains cash-in-demand deposit accounts with federally insured institutions. At times during the fiscal year, the balances in these accounts may exceed the federally insured limits. CRIL, Inc. has not experienced any losses on such accounts and believes they are not exposed to any significant credit risk on cash and cash equivalents. Cash deposits exceeded federally insured limits at June 30, 2022 and 2021.

CRIL, Inc. relies upon governmental grants. The largest grants received are from the Department of Rehabilitation for \$590,575 for the year ended June 30, 2022.

NOTE 6 PAYCHECK PROTECTION PROGRAM LOAN

To continue paying the employees' salaries CRIL, Inc. applied for a federal Paycheck Protection Program (PPP) Loan on May 11, 2020. The full principal in the amount of \$94,300 of the loan and any accrued interest may qualify for loan forgiveness if the Organization maintains its staff compensation levels and at least 60% of eligible loan forgiveness expenses go towards payroll costs and not more than 40% of the loan forgiveness amount may be attributable to non-payroll costs. The \$94,300 PPP Loan received was forgiven on March 9, 2021 by Small Business Administration was recognized as other income for the year ended June 30, 2021.

To continue paying the employees' salaries CRIL, Inc. applied for another federal another Paycheck Protection Program (PPP) Loan on March 8, 2021. The full principal in the amount of \$108,210 of the loan and any accrued interest may qualify for loan forgiveness if the Organization maintains its staff compensation levels and at least 60% of eligible loan forgiveness expenses go towards payroll costs and not more than 40% of the loan forgiveness amount may be attributable to non-payroll costs. Any portion not forgiven will be subject to a fixed interest rate of 1.00% and due March 8, 2023 to Fremont Bank. No collateral or personal guarantees are required. The Organization was approved for loan forgiveness for this loan and was recognized as other income for the year ended June 30, 2022.

NOTE 7 LINE-OF-CREDIT

CRIL, Inc. maintains an unsecured \$150,000 line-of-credit with its bank. Interest is payable at 7.75 percent. At June 30, 2022 there was no balance outstanding against this line-of-credit.

See Independent Accountant's Audit Report.



**COMMUNITY RESOURCES FOR INDEPENDENT LIVING, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE YEARS ENDED AT JUNE 30, 2022 AND 2021**

NOTE 8 LEASES

CRIL, Inc. primarily operates from its headquarter offices in Hayward which are owned by the Corporation. A branch office in Fremont (\$445/mo.) is on a one-year lease, and a branch office in Livermore with an in-kind lease with no rent paid. The corporation also leases monthly space for battery storage during June 30, 2022. Rent expense for the years ended June 30, 2022 totaled \$12,419 and 7,404 for the year June 30, 2021. The Livermore office was temporarily closed during the year June 30, 2021 and June 30, 2022.

NOTE 9 INVESTMENTS AND FAIR VALUE MEASUREMENTS

The Organization holds short-term investments in certificates of deposit and long-term investments in mutual funds.

Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the Statement of Financial Position.

Unrealized gains and losses are included in the change in net assets. Investment income and gains restricted by a donor are reported as increases in unrestricted net assets if the restrictions are met (either by the passage of time or by use) in the reporting period in which the income and gains are recognized.

Investments are the only assets measured at fair value on a recurring basis. Valuation techniques used to measure fair value are prioritized into the following hierarchy:

Level 1: Quoted prices in active markets for identical assets.

Level 2: Quoted prices for similar assets in active or inactive markets, or inputs derived from observable market data by correlation such as appraisals or other means such as calculations based on contractual rates and published tables.

**COMMUNITY RESOURCES FOR INDEPENDENT LIVING, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE YEARS ENDED AT JUNE 30, 2022 AND 2021**

NOTE 12 INVESTMENTS AND FAIR VALUE MEASUREMENTS-CONTINUED

The fair value measurements and levels within the fair value hierarchy of those measurements for the assets at fair value at June 30, 2022, are as follows

2022

Description	Fair Value	(Level 1)
Short-term investments:		
Certificate of deposit	\$ <u>42,921</u>	\$ <u>42,921</u>
Total short-term investments	\$ <u><u>42,921</u></u>	\$ <u><u>42,921</u></u>
Long-term investments:		
Mutual funds	\$ <u>28,768</u>	\$ <u>28,768</u>
Total long-term investments	\$ <u><u>28,768</u></u>	\$ <u><u>28,768</u></u>

2021

Description	Fair Value	(Level 1)
Short-term investments:		
Certificate of deposit	\$ <u>42,921</u>	\$ <u>42,921</u>
Total short-term investments	\$ <u><u>42,921</u></u>	\$ <u><u>42,921</u></u>
Long-term investments:		
Mutual funds	\$ <u>29,909</u>	\$ <u>29,909</u>
Total long-term investments	\$ <u><u>29,909</u></u>	\$ <u><u>29,909</u></u>

NOTE 13 CONTINGENCIES

In December 2019, a novel strain of coronavirus was reported in Wuhan, China. The World Health Organization has declared the outbreak to constitute a “Public Health Emergency of International Concern.” The COVID-19 outbreak in the United States has caused business disruption through mandated and voluntary closings. As a result, CRIL, Inc. stopped various programs and events. While the disruption is currently expected to be temporary, there is considerable uncertainty around the duration of the closings. The extent of the impact of COVID-19 on the CRIL, Inc.’s operational performance will depend on certain developments, including the duration and spread of the outbreak.

Therefore, CRIL, Inc. does not expect this matter to continually negatively affect its operation.

See Independent Accountant’s Audit Report.

**COMMUNITY RESOURCES FOR INDEPENDENT LIVING, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE YEARS ENDED AT JUNE 30, 2022 AND 2021**

NOTE 14 EVALUATION OF SUBSEQUENT EVENTS

The management of CRIL, Inc. has reviewed the results of operations for the period of time from its year-end June 30, 2022 through March 10, 2023, the date the financial statements were issued and have determined that no adjustments are necessary to the amounts reported in the accompanying financial statements nor have any subsequent events occurred, the nature of which would require additional disclosure.

**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***

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When you need Assurance

## INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL AND ON COMPLIANCE

March 10, 2023

To Board of Directors  
Community Resources for Independent Living, Inc.  
Hayward, California

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 Community Resources for Independent Living (CRIL), Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2022, 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 March 10, 2023.

### Internal Control over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of CRIL'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 the government.

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.

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### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether CRIL, Inc.'s financial statements are free of material misstatements, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing on internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Devant CPAs*

Devant  
Certified Public Accountants