Montemayor Britton Bender PC

CERTIFIED PUBLIC ACCOUNTANTS

EL BUEN SAMARITANO EPISCOPAL MISSION

INDEPENDENT AUDITOR'S REPORT
AND
FINANCIAL STATEMENTS
WITH SUPPLEMENTARY INFORMATION

30 SEPTEMBER 2023

Montemayor Britton Bender PC
CERTIFIED PUBLIC ACCOUNTANTS

Arturo Montemayor III CPA, President & CEO | Stacy Britton CPA, Shareholder | Sean Bender CPA, Shareholder
Danielle Guerrero, Shareholder | Sara Carey CPA, Shareholder

Board of Directors and Management
El Buen Samaritano Episcopal Mission

INDEPENDENT AUDITOR'S REPORT

A. Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of El Buen Samaritano Episcopal Mission (El Buen), which comprise the statement of financial position as of 30 September 2023, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements present fairly, in all material respects, the financial position of El Buen as of 30 September 2023, 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 audit 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 El Buen 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 opinions.

Emphasis of Matter

As discussed in Note 16 to the financial statements, certain errors resulted in the understatement of amounts previously reported for government awards receivable and net assets without donor restrictions as of 30 September 2022. Accordingly, amounts recorded for net assets have been restated in the fiscal 2022 financial statements, and an adjustment has been made to net assets without donor restrictions as of 30 September 2022. Our opinion is not modified with respect to that matter.

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.

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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 El Buen'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 Responsibility 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 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 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 El Buen'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 El Buen'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 schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200*, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the financial statements as a whole.

B. Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated 24 September 2024, on our consideration of El Buen'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 El Buen'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 El Buen's internal control over financial reporting and compliance.

Montemayor Britton Bender PC

24 September 2024
Austin, Texas

EL BUEN SAMARITANO EPISCOPAL MISSION

STATEMENT OF FINANCIAL POSITION

30 SEPTEMBER 2023

ASSETS

Current assets	
Cash	$709,943
Investments	1,353,304
Government awards receivable	572,287
Other	812
	2,636,346
Fixed assets	3,859,060
	$6,495,406

LIABILITIES AND NET ASSETS

Current liabilities	
Accounts payable	$66,980
Accrued liabilities	124,698
Capital lease obligation	6,621
Deferred revenue	520,262
	718,561
Net assets	
Without donor restrictions	5,457,732
With donor restrictions	319,113
	5,776,845
	$6,495,406

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

EL BUEN SAMARITANO EPISCOPAL MISSION

STATEMENT OF ACTIVITIES

YEAR ENDED 30 SEPTEMBER 2023

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE			
Contributions	$1,475,350	$301,500	$1,776,850
Local government awards	1,726,433	0	1,726,433
Federal awards	1,513,993	0	1,513,993
Contributed goods and services	1,332,813	0	1,332,813
Rental income	271,041	0	271,041
Earnings on investments	179,540	0	179,540
Net assets released from restrictions	169,080	(169,080)	0
	6,668,250	132,420	6,800,670
EXPENSES			
Program	6,045,843	0	6,045,843
Administrative	893,457	0	893,457
Fundraising	280,812	0	280,812
	7,220,112	0	7,220,112
CHANGE IN NET ASSETS	(551,862)	132,420	(419,442)
BEGINNING NET ASSETS, RESTATED	6,009,594	186,693	6,196,287
ENDING NET ASSETS	$5,457,732	$319,113	$5,776,845

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

EL BUEN SAMARITANO EPISCOPAL MISSION

STATEMENT OF CASH FLOWS

YEAR ENDED 30 SEPTEMBER 2023

CASH FLOWS FROM OPERATING ACTIVITIES	
Change in net assets	($419,442)
Depreciation	184,231
Unrealized (gain)/loss on investments	(125,294)
Change in government awards receivable	61,933
Change in other assets	134,844
Change in accounts payable	462
Change in accrued liabilities	32,963
Change in deferred revenue	449,245
	318,942
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchases of investments	(44,864)
Purchases of fixed assets	(193,297)
	(238,161)
CASH FLOWS FROM FINANCING ACTIVITIES	
Payment on capital lease obligation	(3,648)
NET CHANGE IN CASH	77,133
BEGINNING CASH	632,810
ENDING CASH	$709,943

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

NOTE 1: ORGANIZATION

El Buen Samaritano Episcopal Mission (El Buen) was incorporated under the State of Texas Non-Profit Corporation Act on October 1, 1987. El Buen is an outreach ministry of the Episcopal Diocese of Texas (Diocese of Texas) committed to recognize the dignity of all by ensuring access to healthcare, education and essential needs that lead to healthy, productive and secure lives.

Since its inception, El Buen has been at the forefront of responding to the many social-environmental factors leading to lack of access to health care, social services, education, and nutrition. Over time, El Buen has adapted to meet the community needs that come with population growth, immigration, economic fluctuations, and recently the COVID-19 pandemic and Winter Storm Uri. This adaption has led to El Buen's comprehensive strategy centered on addressing the social determinants of health, utilizing an anti-oppressive framework to provide a "one stop shop" addressing the needs of the Latino and Spanish-speaking community in Travis County and surrounding areas.

El Buen provides education (ESL, Digital Literacy, Adult Basic Education and High School Equivalency in Spanish), workforce development, child and adolescent development (parenting and school-readiness, after school tutoring, and summer camp), health literacy and access to health services, a year-round, no-cost food pantry, and a community garden. In response to the community needs resulting from the pandemic and winter storms, El Buen initiated its cash and rent assistance programs. All services at El Buen are provided by bilingual bi-cultural staff.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

BASIS OF ACCOUNTING

El Buen uses the accrual basis method of accounting. Using this method of accounting, revenue and accounts receivable are reported when funds are considered earned, regardless of when cash is received. Expenses and accounts payable are reported when obligations are incurred, regardless of when cash is disbursed.

FINANCIAL STATEMENT PREPARATION

Net assets are classified based on the existence or absence of donor imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions
Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions. These result from other operating revenues and unrestricted contributions, less expenses incurred in operations to raise contributions and for administrative functions.

Net Assets With Donor Restrictions

Net assets subject to donor (or certain grantor) imposed restrictions. Some donor imposed restrictions are temporary in nature, such as those that will be met by 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.

Donor imposed restrictions are released when the restriction expires, which includes when the stipulated time has elapsed, when the stipulated purpose for which the restricted resource has been fulfilled, or both.

FIXED ASSETS

Fixed assets are capitalized at cost if the value of the item is more than $2,500 and the estimated useful service life of the item is more than one year. Depreciation is computed over the estimated useful service life of the asset (generally 3 to 5 years) using the straight line method. Donations of fixed assets are recorded as support at their estimated fair value at the date of donation. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, El Buen reports expirations of donor restrictions when the donated or acquired assets are placed into service as instructed by the donor. El Buen reclassifies net assets with donor restrictions to net assets without donor restrictions at that time.

The Diocese of Texas holds title to all real property purchased by El Buen, even though El Buen pays and incurs debt for these purchases. El Buen has included real property in the property and equipment balances on the statements of financial position because substantially all benefits and risks incident to the ownership of the property remains with El Buen. Therefore, any real property is accounted for as an acquisition of an asset, despite the Diocese of Texas holding title.

CONTRIBUTIONS

Unconditional grants and contributions received are recorded as increases in net assets without donor restrictions or as increases in net assets with donor restrictions, depending on the existence or nature of any donor restrictions. As donor or time restrictions are satisfied, net assets are reclassified to net assets without donor restrictions. El Buen's policy is to report restricted support that is satisfied in the year of receipt as support without donor restrictions.

CONDITIONAL CONTRIBUTIONS

Revenue from grants and contributions that are considered to be conditional contributions are recognized as conditions are substantially met or reimbursable expenses are incurred.

RECEIVABLES

Uncollectible receivables are provided for using the allowance method of accounting for bad debts, whereby a provision for uncollectible accounts is charged to expense. This estimate is based on management's experience with tenants, individual grantors and donors. El Buen considers all receivables to be fully collectible; accordingly, no allowance for doubtful accounts has been recorded.

GOVERNMENT AWARDS

El Buen considers all government awards to be exchange transactions rather than contributions. El Buen recognizes revenue as eligible expenditures are incurred and/or as services are provided. Eligible expenditures incurred in excess of grant fund reimbursements are recorded as receivables.

CONTRIBUTED GOODS AND SERVICES

Contributed services that create or enhance non-financial assets or that require specialized skills, which are provided by individuals possessing those skills, and which would typically need to be purchased if not provided by donation, are recorded at their fair values in the period received. Contributed goods are recorded at their fair value in the period received.

FUNCTIONAL ALLOCATION OF EXPENSES

The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. Expenses are allocated based on estimates of personnel time and management's review and analysis of individual transactions and costs. Expenses that are allocated are payroll and related, contributed food and education services, rental assistance payments and other, professional fees, facilities, depreciation, equipment purchases and repairs, special events, and other.

ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted 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.

FEDERAL INCOME TAX

El Buen is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code, except to the extent it has unrelated business activities. As such, no provision for federal income taxes has been made in the accompanying financial statements.

SUBSEQUENT EVENTS

El Buen has evaluated subsequent events as of the date of the Independent Auditor's Report, the date the financial statements were available to be issued.

NOTE 3: INVESTMENTS

Mutual funds	$681,692
Exchange traded products	669,799
Cash and cash alternatives	1,813
	$1,353,304

NOTE 4: FAIR VALUE MEASUREMENTS

	Carrying Amount	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Mutual funds	$681,692	$681,692	N/A	N/A
Exchange traded products	$669,799	$669,799	N/A	N/A

NOTE 5: CONCENTRATIONS

El Buen received 34% of its revenue from two sources. 76% of receivables were due from two sources.

Cash balances at year-end exceeded FDIC coverage by $52,918.

NOTE 6: LINE OF CREDIT

On 26 May 2015, El Buen executed a line of credit with a bank for $500,000. This note has been renewed to extend the maturity date to June 2024. The note is secured by El Buen's rights, titles and interests in certain brokerage accounts held by a securities intermediary. There were no balances outstanding at 30 September 2023. This line was renewed through 5 December 2025.

NOTE 12: RETIREMENT PLAN

El Buen participates in a multi-employer defined contribution plan through the Episcopal Church Pension Fund (Plan). Employees are enrolled on the first day of the month following their date of hire. El Buen contributes 5% of eligible compensation to participant accounts. In addition, El Buen matches participant contributions, dollar for dollar, up to 4% of eligible compensation. Participants are fully vested in all participant contributions. During the year El Buen contributed $190,307 to the Plan.

NOTE 8: NET ASSETS WITH DONOR RESTRICTIONS

Net Assets subject to purpose restrictions at 30 September 2023:

Hands for Hope	$185,000
Digital equity	14,695
Connecting Generations	22,297
Coordinated Care Network	9,190
Summer Camp	7,393
Tournament of Champions	30,000
Strengthening Family Self Sufficiency and Literacy	20,000
Other	30,538
	$319,113

Satisfaction of purpose restrictions during the year ended 30 September 2023:

Emergency Contraception	$48,352
Connecting Generations	41,107
Data to improve Community Conditions Shaped by Structural Racism	36,464
Coordinated Care Network	7,967
Other	35,190
	$169,080

NOTE 9: FIXED ASSETS

Buildings and improvements	$5,580,240
Furniture and equipment	815,390
Land	520,702
Software	45,409
Vehicles	108,279
Accumulated depreciation	(3,210,960)
	$3,859,060

NOTE 10: CONTRIBUTED GOODS AND SERVICES

El Buen recognized revenue from contributed nonfinancial assets which were received without donor-imposed restrictions.

Food pantry goods	$1,248,793
Professional services	84,020
	$1,332,813

El Buen receives donated food and grocery products for distribution in the food pantry. Donated food and grocery products are recorded in the financial statements at an estimated fair value based on current rates for similar products.

Contributed professional services comprise educational services provided by qualified instructors received in support of its programs. Contributed educational services are valued and reported at the estimated fair value in the financial statements based on current rates for similar services.

El Buen received contributed services valued at $43,170 at the food pantry and $9,681 for event volunteers that were not recognized in the financial statements because they did not meet the criterial for recognition.

NOTE 11: RELATED PARTY TRANSACTIONS

Total contributions from Board members for the year were $19,470.

NOTE 12: LIQUIDITY AND AVAILABILITY

As part of El Buen's liquidity management, financial assets are structured to be available as general expenditures, liabilities, and other obligations come due. El Buen invests cash in excess of daily requirements in investments. Financial assets available for general expenditure, within one year of the statement of financial position date, comprise the following:

Cash	$709,943
Investments	1,353,304
Government awards receivable	572,287
	2,635,534
Net assets unavailable for general expenditure due to donor imposed restrictions (Note 7):	(319,113)
	$2,316,421

NOTE 13: LEASES

El Buen leases office equipment under a financing lease agreement that expires in June 2024. Rent expense for the year was approximately $35,000. Future remaining minimum lease payments at 30 September 2023 are $23,850.

NOTE 14: CONTINGENCIES

El Buen receives cost reimbursement grants from the City of Austin to assist with implementation of its program. Should El Buen not comply with the terms of the grants or should any costs be determined to be ineligible, El Buen will be responsible for reimbursing the grantor for these amounts. Management believes there will be no such disallowance.

El Buen has been named in a negligence lawsuit resulting from a person who was injured on the property. The plaintiff is requesting damages over $200,000 but not more than $1,000,000. At this time, the suit is still in the discovery stage and the likelihood of an unfavorable outcome cannot be determined. El Buen anticipates the cost of defense and indemnification to be provided by its insurance carrier.

NOTE 15: COST-REIMBURSEMENT GRANTS

A significant portion of El Buen's revenue is derived from cost-reimbursement government grants, which are conditioned upon the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when El Buen has incurred expenditures in compliance with specific contract provisions. Cash amounts received prior to incurring qualifying expenditures are reported as refundable advances in the statement of financial position. There were no refundable advances at year-end. El Buen has been awarded cost reimbursable grants of $10,497,264 that have not been recognized as revenue at 30 September 2023 because qualifying expenditures have not been incurred.

NOTE 16: PRIOR PERIOD ADJUSTMENT

As of 30 September 2022, government awards receivable was understated by $122,688 and net assets without donor restrictions were understated by the same amount on the statement of financial position. A prior period adjustment has been recorded to restate beginning net assets without donor restrictions. The effect of this adjustment increased change in net assets for the year ended 30 September 2022 by $122,688.

	Without Donor Restrictions	With Donor Restrictions	Total
Beginning net assets, as previously reported	$5,886,906	$186,693	$6,073,599
Prior period adjustment to correct government awards receivable	122,688	0	122,688
Beginning net assets, restated	$6,009,594	$186,693	$6,196,287

NOTE 17: FUNCTIONAL EXPENSES

	Program	Administrative	Fundraising	Total
Payroll and related	$2,141,701	$546,389	$205,160	$2,893,250
Contributed food and education services	1,332,813	0	0	1,332,813
Rental assistance payments and other	1,193,036	103,742	0	1,296,778
Professional Fees	443,935	0	23,365	467,300
Facilities	378,242	21,014	21,014	420,270
Depreciation	0	184,231	0	184,231
Equipment purchases and repairs	157,751	8,764	8,764	175,279
Special events	139,917	7,773	7,773	155,463
Other	258,448	21,544	14,736	294,728
	$6,045,843	$893,457	$280,812	$7,220,112

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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

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 El Buen Samaritano Episcopal Mission (El Buen), which comprise the statement of financial position as of 30 September 2023, and the related statements of activities and cash flows for the year then ended, and the notes to the financial statements, and have issued our report thereon dated 24 September 2024.

Report on Internal Control Over Financial Reporting

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

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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 or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

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

Montemayor Britton Bender PC

24 September 2024
Austin, Texas

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

A. Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited El Buen Samaritano Episcopal Mission's (El Buen) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on El Buen's major federal program for the year ended 30 September 2023. El Buen's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, El Buen complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended 30 September 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of El Buen and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of El Buen's compliance with the compliance requirements referred to above.

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Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to El Buen's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on El Buen's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about El Buen's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material noncompliance, 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 El Buen's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- Obtain an understanding of El Buen's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of El Buen's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

B. Report on Internal Control Over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of the internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations during our audit, we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of the testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Montemayor Britton Bender PC

24 September 2024
Austin, Texas

EL BUEN SAMARITANO EPISCOPAL MISSION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED 30 SEPTEMBER 2023

Federal Grantor/Pass-Through Grantor/Program Title	Assistance Listing Number	Expenditures
U.S. Department of the Treasury:		
Passed through the City of Austin, Austin Public Health		
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	$290,575
Passed through Travis County		
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	$305,906
		596,481
U.S. Department of Health and Human Services:		
Passed through the City of Austin, Austin Public Health		
Teenage Pregnancy Prevention Program	93.297	87,504
Activities to Support State, Tribal, Local and Territorial (STLT) Health Department Response to Public Health or Healthcare Crises	93.391	217,096
Passed through Every Body Texas		
Family Planning Services	93.217	16,179
Passed through the Urban Institute		
Immunization Research, Demonstration, Public Information and Education Training and Clinical Skills Improvement Projects	93.185	175,559
Passed through USAging		
COVID-19 - Special Programs for the Aging - Title IV and Title II Discretionary Projects	93.048	189,325
Passed through Texas A&M University Health Science Center		
COVID-19 - Immunization Cooperative Agreements	93.268	231,849
		917,512
		$1,513,993

NOTE: This schedule is prepared on the same basis of accounting as described in the notes to the financial statements on pages 7 through 14. El Buen elected to use the 10% de minimis indirect cost rate.

EL BUEN SAMARITANO EPISCOPAL MISSION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED 30 SEPTEMBER 2023

I. SUMMARY OF AUDITOR'S RESULTS

A. FINANCIAL STATEMENTS

1. Type of report the auditor issued on whether the financial statements were prepared in accordance with GAAP: Unmodified

2. Internal control over financial reporting:
   a. Material weakness(es) identified? None noted
   b. Significant deficiency(ies) identified that are not considered material weakness(es)? None noted
   c. Noncompliance material to financial statements noted? None noted

B. FEDERAL AWARDS

1. Internal controls over major programs:
   a. Material weakness(es) identified? None noted
   b. Significant deficiency(s) identified that are not considered material weakness(es)? None noted
2. Type of auditor's report issued on compliance with major programs: Unmodified
3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516(a)? None noted
4. Major programs: Coronavirus State and Local Fiscal Recovery Funds - Assistance listing # 14.228
   Teenage Pregnancy Prevention Program - Assistance listing # 93.297
5. Dollar threshold used to distinguish between Type A and Type B programs: $750,000
6. Auditee qualified as a low-risk auditee? No

II. FINANCIAL STATEMENT FINDINGS

Current year: None noted

Prior year: None noted

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS None noted

Current year: None noted

Prior year: None noted

See independent auditor's report.