disAbility Law Center of Virginia

Financial Statements
year ended
September 30, 2022
(with comparative financial information
for the year ended September 30, 2021)

disAbility Law Center of Virginia

Contents

Frank Barcalow CPA, P.L.L.C.
Independent Auditor's Report

Board of Directors
disAbility Law Center of Virginia
Richmond, Virginia

Report on the Financial Statements

We have audited the accompanying financial statements of disAbility Law Center of Virginia (a nonprofit organization), which comprise the statement of financial position as of September 30, 2022, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of disAbility Law Center of Virginia as of September 30, 2022, 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.

Other Matters

Report on Summarized Comparative Information

We have previously audited disAbility Law Center of Virginia's September 30, 2021 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated March 7, 2023. In our opinion, the summarized comparative information presented herein as of and for the year ended September 30, 2021, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Information

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 10, 2023 on our consideration of disAbility Law Center of Virginia'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 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 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 disAbility Law Center of Virginia's internal control over financial reporting and compliance.

Frank Barcalow CPA, P.L.L.C.

Frank Barcalow CPA, P.L.L.C.
Richmond, Virginia
November 10, 2023

Statements of Financial Position
September 30, 2022
(With Comparative Financial Information as of September 30, 2021)

Assets

		2022		2021
Current assets				
Cash and cash equivalents	$	279,964	$	339,433
Grants receivable		959,772		814,190
Prepaid expenses		-		54,319
Total current assets		1,239,736		1,207,942
Property and equipment				
Furniture and equipment		79,550		79,550
Leasehold improvements		19,975		19,975
		99,525		99,525
Less: accumulated depreciation		53,842		41,165
Total property and equipment		45,683		58,360
Other assets				
Security deposits		12,335		12,335
Total assets	$	1,297,754	$	1,278,637

Liabilities and net assets

		2022		2021
Current liabilities				
Accounts payable	$	127,499	$	119,461
Accrued expenses		129,640		109,302
Accrued vacation		130,286		129,868
Unearned support		619,607		625,365
Total current liabilities		1,007,032		983,996
Commitments				
Net assets				
Net assets without donor restrictions		290,722		294,641
Net assets with donor restrictions		-		-
Total net assets		290,722		294,641
Total liabilities and net assets	$	1,297,754	$	1,278,637

See notes to financial statements.

disAbility Law Center of Virginia

Statement of Activities
Year Ended September 30, 2022
(With Summarized Financial Information as of September 30, 2021)

	2022			2021
Support and revenue	**Net assets without donor restrictions**	**Net assets with donor restrictions**	**Total**	**Total**
Federal grants	$ 3,686,731	$ -	$ 3,686,731	$ 3,467,679
Contract income	104,312	-	104,312	153,417
Interest income	56	-	56	151
	3,791,099	-	3,791,099	3,621,247
Net assets released from restrictions				
Expiration of time or purpose restrictions	-	-	-	-
Total support and revenue	3,791,099	-	3,791,099	3,621,247
Expenses				
Program services				
Protection and advocacy services	2,648,240	-	2,648,240	2,441,197
Client assistance	302,691	-	302,691	285,429
Other program services	37,838	-	37,838	35,679
Total program services	2,988,769	-	2,988,769	2,762,305
Supporting services				
Management and general	726,991	-	726,991	696,159
Fund raising	79,258	-	79,258	68,892
Total supporting services	806,249	-	806,249	765,051
Total expenses	3,795,018	-	3,795,018	3,527,356
Change in net assets	(3,919)	-	(3,919)	93,891
Net assets at beginning of year	294,641	-	294,641	200,750
Net assets at end of year	$ 290,722	$ -	$ 290,722	$ 294,641

See notes to financial statements.

Statement of Functional Expenses
September 30, 2022
(With Summarized Financial Information as of September 30, 2021)

	Protection and Advocacy Services	Client Assistance	Other Program Services	Total Program Services	Management and General	Fundraising Expense	2022 Total Expenses	2021 Total Expenses
Salaries	$ 1,671,833	$ 193,836	$ 24,229	$ 1,889,898	$ 484,589	$ 48,459	$ 2,422,946	$ 2,338,634
Payroll taxes	122,478	14,200	1,775	138,453	35,501	3,550	177,504	169,850
Fringe benefits	379,948	44,052	5,506	429,506	110,130	11,013	550,649	538,234
Management fees	61,776	7,520	940	70,236	18,799	1,880	90,915	61,628
Legal fees	1,413	124	16	1,553	-	-	1,553	176
Accounting and audit fees	26,821	1,670	209	28,700	4,175	-	32,875	28,876
Other consulting	7,563	852	107	8,522	2,130	7,458	18,110	1,244
Office expense	30,713	3,561	445	34,719	8,902	890	44,511	26,331
Information technology	55,251	6,406	801	62,458	16,015	1,602	80,075	50,976
Rent	142,063	16,471	2,059	160,593	41,178	4,118	205,889	201,918
Travel	66,866	5,878	735	73,479	-	-	73,479	17,663
Depreciation	9,000	1,014	127	10,141	2,535	-	12,676	6,181
Insurance	611	69	9	689	172	-	861	(176)
Telephone and internet	9,972	1,154	144	11,270	2,865	288	14,423	16,577
Training	10,541	927	116	11,584	-	-	11,584	14,239
Organization/memberships	49,682	4,807	601	55,090	-	-	55,090	42,772
Equipment rentals	1,709	150	19	1,878	-	-	1,878	12,233
	$ 2,648,240	$ 302,691	$ 37,838	$ 2,988,769	$ 726,991	$ 79,258	$ 3,795,018	$ 3,527,356

See notes to financial statements.

disAbility Law Center of Virginia

Statements of Cash Flows
Year Ended September 30, 2022
(With Comparative Financial Information as of September 30, 2021)

		2021		2021
Cash flows from operating activities				
Change in net assets	$	(3,919)	$	93,891
Adjustments to reconcile increase in net assets to net cash provided by (used in) operating activities				
Depreciation		12,676		6,181
(Increase) decrease in grants receivable		(145,583)		(124,059)
(Increase) decrease in prepaid expenses		54,319		(53,858)
Increase (decrease) in accounts payable		8,039		73,986
Increase (decrease) in accrued expenses		20,339		18,516
Increase (decrease) in accrued vacation		418		3,731
Increase (decrease) in unearned support		(5,758)		261,629
Net cash (used in) provided in operating activities		(59,469)		280,017
Cash flows used in investing activities				
Acquisition of property and equipment		-		(39,978)
Cash flows used in financing activities				
Proceeds from notes payable		-		(85,900)
Net cash provided by (used by) investing activities		-		(85,900)
Net increase (decrease) in cash and cash equivalents		(59,469)		154,139
Cash and cash equivalents, beginning of year		339,433		185,294
Cash and cash equivalents, end of year	$	279,964	$	339,433
Supplemental disclosure of cash flows information				
Cash paid during the year for interest	$	-	$	-

See notes to financial statements.

Notes to Financial Statements
September 30, 2022

Note 1 - Nature of activities and summary of significant accounting policies

Nature of organization

disAbility Law Center of Virginia (The Center) is a nonprofit corporation founded for the purpose of protecting and advancing the legal, human, and civil rights of persons with disabilities. The Center was initially founded as an independent state agency which operated as the Virginia Office for Protection and Advocacy (VOPA) until September 30, 2013 when the organization transitioned from an independent state agency to a newly formed public charity.

The principal sources of revenue for the Center are from federal grants, contracts and program income.

New accounting pronouncement

Under generally accepted accounting principles of the United States, the Center is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions. Unrestricted net assets have been renamed net assets without donor restrictions. Temporarily restricted net assets have been renamed net assets with donor restrictions. Permanently restricted net assets have been renamed net assets with donor restrictions.

Net assets with donor restrictions consist of assets whose use is limited by donor-imposed stipulations, that can be fulfilled by the actions of the Center pursuant to those stipulations or that expire by the passage of time. Net assets without donor restrictions are assets that are not subject to or are no longer subject to donor-imposed stipulations.

Basis of presentation

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles. Under generally accepted accounting principles of the United States, the Center is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Net assets with donor restrictions consist of assets whose use is limited by donor-imposed stipulations, that can be fulfilled by the actions of the Center pursuant to those stipulations or that expire by the passage of time. Net assets without donor restrictions are assets that are not subject to or are no longer subject to donor-imposed stipulations.

Grant revenue

Grant revenue is recognized to the extent of expenditures incurred for each federal award or grant. Revenues from grants are accrued as costs are incurred and projected losses are provided for in their entirety at the time of determination. The grants are subject to audit by the cognizant federal agencies.

Cash receipts in excess of costs incurred are reflected as unearned revenue and costs incurred in excess of cash received are reflected as grants receivable in the Statement of Financial Position. Grant revenues are derived substantially from the U.S. Government. Although these revenues are subject to adjustment upon audit by various government agencies, management does not expect such adjustments to have a material effect on the Center’s financial position or results of future operations.

Notes to Financial Statements
September 30, 2022

Note 1 - Nature of activities and summary of significant accounting policies (continued)

Estimates

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

Cash equivalents

For purposes of the Statements of Cash Flows, the Center considers all highly liquid debt instruments with an original maturity of three months or less to be cash equivalents.

Reclassifications

Certain accounts in the prior-year financial statements have been reclassified for comparative purposes to conform with the presentation in the current-year financial statements.

Grants receivable

Grants and other receivables are stated at the amount management expects to collect from outstanding balances and consists largely of unbilled expenses on federal grants. Management provides for probable uncollectible amounts through a provision for bad debt expense and an adjustment to a valuation allowance. As of September 30, 2022, there was no allowance for uncollectible accounts as management believes all outstanding receivables will be collected.

Property and equipment

The Center follows the practice of capitalizing all expenditures for property and equipment at cost, if cost is in excess of $5,000. Depreciation of property and equipment is computed on a straight-line basis over the estimated lives of the assets. The estimated useful life of furniture, computers and equipment is 5 to 10 years. Leasehold improvements are recorded at cost and amortized over the lease term. Expenditures for maintenance and repairs are charged to expense as incurred.

Donated property and services

The value of donated services, representing services rendered by various Corporations and individuals at no charge to the Center, is based on the approximate fair market value of the services received. These services are recognized both as support and expenses, and therefore, do not effect the overall net assets.

Advertising

Advertising costs are expensed as incurred. There was no advertising expense in the current year.

Income taxes

The Center is exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code and from Commonwealth of Virginia taxes. In addition, The Center has been determined by the Internal Revenue Service not to be a "private foundation" within the meaning of Section 509(a) of the Code. The Center's income tax returns are potentially subject to examination by the Internal Revenue Service generally for three years after being filed. The Association has no uncertain tax positions for the current year or prior year.

Notes to Financial Statements
September 30, 2022

Note 1 - Nature of activities and summary of significant accounting policies (continued)

Allocation of expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the notes to the financial statements. Accordingly, certain costs have been allocated among the program and supporting services benefitted. The expenses that are allocated are compensation and benefits, which are allocated on the basis of estimates of time and effort; other costs allocated include supplies, which are allocated on usage.

Compensated absences

Employees of the Center are entitled to paid vacation depending on length of services. After the first year of employment, all staff will have a maximum pay out, on termination, of 160 hours, with adequate notice. As of September 30, 2022 estimated absences totaled $130,286 and are recorded in the Statement of Financial Position.

Note 2 - Accumulated depreciation

Accumulated depreciation for property and equipment by category is shown in the following tabulation:

	2022	2021
Furniture and equipment	$ 47 275	$ 35 930
Leasehold improvements	6 567	5 235
	$ 53 842	$ 41 165

Depreciation expense for the current year was $12,676.

Note 3 - Employee benefit plan

The Center has a defined contribution retirements savings plan that covers all employees. The Center matches employee contributions to the plan at 50% of the first 6% of eligible compensation. These matching contributions are subject to a five year graded vesting schedule. Retirement plan expense under this plan totaled $46,013 for the current year.

Note 4 - Commitments

The Center rents office space for its Richmond office under a long-term lease which expires August 31, 2025. The lease has a base monthly rental payment of $12,335 with a 2% increase each September 1. The minimum annual rental payments over the remaining term of the original leases are as follows:

2023	$ 204 237
2024	208 322
2025	212 488
	$ 625 047

Rent expense paid was $205,889.

Notes to Financial Statements
September 30, 2022

Note 5 - Concentration of credit risk

Financial instruments which potentially subject the Center to concentration of credit risk consist principally of cash and unsecured receivables. Cash accounts are maintained in several financial institutions in Central Virginia. Accounts at each institution are insured by the Federal Deposit Insurance Organization up to $250,000. Cash balances exceed insured amounts from time to time, but management believe the risk is minimal.

Grants receivable from grant funding also potentially subject the Center to concentration of credit risk but management believe the risk is minimal based on historic experience with the grantors.

Note 6 - Concentration of funding

The Center receives over 90% of its funding from two federal agencies for the current and prior year.

Note 7 - Net assets with donor restrictions

During the time of operation as the Virginia Office for Protection and Advocacy (VOPA), the Center received program income in the form of attorney's fees for cases under the Protection and Advocacy: Developmental Disabilities and Protection and Advocacy for Individuals with Mental Illness programs. No new program income was received from VOPA in the latest year. The previously received funds are required to be spent for the same purpose as the original grants, but are not subject to any time deadlines.

Net assets with donor restrictions totaled $0 as of September 30, 2022 and 2021 and are included within cash and cash equivalent balances. Net assets released from restrictions totaled $76,942 as of September 30, 2021.

Note 8 - Subsequent events

In preparing these financial statements, the Center has evaluated events and transactions for potential recognition or disclosure through November 10, 2023 the date the financial statements were issued.

Note 9 - Note payable - payroll protection program

The Center received assistance from the federal government related to the CARES Act for assistance with Coronavirus Aid. The Center received an $85,900 loan which was forgiven in 2021.

Notes to Financial Statements
September 30, 2022

Note 10 - Fair value measurements

The Center records fair value adjustments to certain assets and liabilities and determines fair value disclosures. The fair value of certain assets and liabilities is an exit price, representing the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants. Three levels of the fair value hierarchy under this standard based on these three types of inputs are as follows:

Level 1 - Valuation is based on quoted prices in active markets for identical assets and liabilities.

Level 2 - Valuation is based on observable inputs including quoted prices in active markets for similar assets and liabilities, quoted prices for identical or similar assets and liabilities in less active markets, and model-based valuation techniques for which significant assumptions can be derived primarily from or corroborated by observable data in the market.

Level 3 - Valuation is based on model-based techniques that use one or more significant inputs or assumptions that are unobservable in the market.

All receivables and liabilities were measured at fair value by level one valuation, because they generally provide the most reliable evidence of fair value.

Note 11 - Liquidity and Availability

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

	2022	2021
Cash and cash equivalents	$ 279 964	$ 339 433
Grants receivable	959 772	814 190
Less: donor restrictions	-	-
Financial assets available	$ 1 239 736	$ 1 153 623

Note 12 - Future accounting pronouncements

In February 2016, *Financial Accounting Standards Board* (FASB) issued new guidance over leases which requires that all leasing activity with terms greater than one year be recognized on the statement of financial position with a right of use asset and a lease liability. The asset and corresponding liability will be calculated based upon the present value of lease payments. The new standard will be effective for periods beginning after December 2021.

Accompanying Information

disAbility Law Center of Virginia

Schedule of Expenditures of Federal Awards
For the Year Ended September 30, 2022

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Grant Number	Federal CFDA Number	Federal Expenditures
U.S Department of Health and Human Services			
Protection and Advocacy: Development Disabilities	1901VAPADD	93.630	814,290
Protection and Advocacy for Individuals with Mental Illness	3X98SM005197-19S1	93.138	800,343
Protection and Advocacy Related to Assistive Technology	1901VAPAAT	93.843	91,516
Help America Vote Act of 2002 - Protection and Advocacy Systems	1903VAVOTP	93.618	101,295
Traumatic Brain Injury Protection and Advocacy	1901VAPATB	93.873	76,412
Total U.S. Department of Health and Human Services			1,883,856
U.S. Social Security Administration			
Protection and Advocacy Beneficiaries of Social Security	PAB14020333-01-05	96.009	126,043
Strengthening Protections for Social Security Beneficiaries	SPS18000053-01-00	96.009	717,949
Total U.S. Social Security Administration			843,992
U.S. Department of Education			
Protection and Advocacy of Individual Rights	H240A190065	84.240A	382,410
Rehabilitation Services - Client Assistance Program	H161A190067	84.161A	346,221
Total U.S. Department of Education			728,631
Total Expenditures of Federal Awards			3,456,479

The accompanying notes are an integral part of this schedule.

Notes to Financial Statements
September 30, 2022

Note 1 - Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of disAbility Law Center of Virginia under programs of the federal government for the year ended September 30, 2022. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of disAbility Law Center of Virginia, it is not intended to and does not present the financial position, changes in net assets, or cash flows of disAbility Law Center of Virginia

Note 2 - Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* or OMB Circular A-122, *Cost Principles for Non-profit Organizations*, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

disAbility Law Center of Virginia has not elected to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

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*

Board of Directors
disAbility Law Center of Virginia
Richmond, Virginia

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 disAbility Law Center of Virginia (a nonprofit organization), which comprise the statement of financial position as of September 30, 2022, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated November 10, 2023.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered disAbility Law Center of Virginia'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 disAbility Law Center of Virginia's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether disAbility Law Center of Virginia'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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

Frank Barcalow CPA, P.L.L.C.

Frank Barcalow CPA, P.L.L.C.
Richmond, Virginia
November 10, 2023

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

Board of Directors
disAbility Law Center of Virginia
Richmond, Virginia

Report on Compliance for Each Major Federal Program

We have audited disAbility Law Center of Virginia's compliance with the types of compliance requirements described in the *OMB Circular Compliance Supplement* that could have a direct and material effect on each of disAbility Law Center of Virginia's major federal programs for the year ended September 30, 2022. disAbility Law Center of Virginia's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of disAbility Law Center of Virginia's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements*, *Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about disAbility Law Center of Virginia's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of disAbility Law Center of Virginia's compliance.

Opinion on Each Major Federal Program

In our opinion, disAbility Law Center of Virginia 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 September 30, 2022.

Report on Internal Control Over Compliance

Management of DisAbility Law Cener of Virginia is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered DisAbility Law Cener of Virginia's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of DisAbility Law Cener of Virginia's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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

Frank Barcalow CPA, P.L.L.C.

Frank Barcalow CPA, P.L.L.C.
Richmond, Virginia
November 10, 2023

disAbility Law Center of Virginia

Schedule of Findings and Questioned Costs

For the Year Ended September 30, 2022

A - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

Material weakness(es) identified?	____ yes	X no
Significant deficiency(ies) identified?	____ yes	X none reported
Noncompliance material to financial statements noted?	____ yes	X no

Federal Awards

Internal control over major programs:

Material weakness(es) identified?	____ yes	X no
Significant deficiency(ies) identified?	____ yes	X none reported

Type of auditor's report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with section 2 CFR-200.516(a)	____ yes	X no

Identification of major programs:

Name of federal program	CDFA Number
Protection and Advocacy: Development Disabilities	93.630
Protection and Advocacy for Individuals with Mental Illness	93.138

Dollar threshold used to distinguish between Type A and Type B Programs: 750,000

Auditee qualified as low risk?	____ yes	X no

B. Findings - financial statement audit

None

C. Findings and questioned costs - major federal awards programs audit

None