CENTER FOR CIVIC EDUCATION

SINGLE AUDIT REPORTS AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED JULY 31, 2020

VASIN, HEYN & COMPANY

ABOVE THE BRIGHT LINE

AN ACCOUNTANCY CORPORATION

CERTIFIED PUBLIC ACCOUNTANTS | AUDITORS AND ADVISERS

CENTER FOR CIVIC EDUCATION
(A California Non-Profit Corporation)
TABLE OF CONTENTS

VASIN, HEYN & COMPANY
ABOVE THE BRIGHT LINE

AN ACCOUNTANCY CORPORATION
CERTIFIED PUBLIC ACCOUNTANTS | AUDITORS AND ADVISERS

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Center for Civic Education
(A California Non-Profit Corporation)
Calabasas, California

Report on the Financial Statements

We have audited the accompanying financial statements of Center for Civic Education (A California Non-Profit Corporation), which comprise the statement of financial position as of July 31, 2020, 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.

Auditors' 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 auditors' 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.

INDEPENDENT AUDITORS' REPORT - Continued

Opinion

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

Emphasis of Matter

As described in Note 10 to the consolidated financial statements, the World Health Organization declared the novel strain of coronavirus (COVID-19) a global pandemic on March 11, 2020 and recommended containment and mitigation measures worldwide. The ultimate financial impact and duration of these events cannot be reasonably estimated at this time. Our opinion is not modified with respect to that matter.

Change in Accounting Principles

As described in Note 2 to the financial statements, Center for Civic Education has adopted ASU 2014-09 *Revenue from Contracts with Customers*, and ASU 2018-08, *Not-for-Profit Entities, Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made.* Our opinion is not modified with respect to that matter.

Report on Summarized Comparative Information

We previously audited Center for Civic Education's 2019 financial statements, and we expressed an unmodified opinion on those audited financial statements in our report dated December 20, 2019. In our opinion, the summarized comparative information presented herein as of and for the year ended July 31, 2019, is consistent, in all material respects, with the audited financial statements from which it has been derived.

The summary financial statements do not contain all the disclosures required by accounting principles generally accepted in the United States of America. Reading the summary financial statements, therefore, is not a substitute for reading the audited financial statements of Center for Civic Education.

Other Matters

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*, 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 information is fairly stated, in all material respects, in relation to the financial statements as a whole.

INDEPENDENT AUDITORS' REPORT - Continued

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 2, 2021, on our consideration of Center for Civic Education'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 solely 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 Center for Civic Education'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 Center for Civic Education's internal control over financial reporting and compliance.

Vasin, Heyn + Co.

Calabasas, California
March 2, 2021

CENTER FOR CIVIC EDUCATION
(A California Non-Profit Corporation)
STATEMENT OF FINANCIAL POSITION
JULY 31, 2020
(WITH COMPARATIVE TOTALS FOR 2019)

	2020	2019
ASSETS		
Cash and cash equivalents	$ 587,712	$ 672,420
Contracts receivable	133,079	91,265
Accounts receivable	124,820	212,014
Inventory	181,824	129,581
Deposits and prepaid expenses	9,921	6,480
Investments at fair value	2,538,759	2,238,247
Property and equipment, net	2,117	3,451
Total assets	$ 3,578,232	$ 3,353,458
LIABILITIES		
Accounts payable	$ 212,560	$ 230,175
Accrued payroll and related liabilities	83,088	104,233
Contract advances	70,447	198,836
Loans payable	387,634	-
Total liabilities	753,729	533,244
COMMITMENTS AND CONTINGENCIES		
NET ASSETS		
Without donor restrictions	2,824,503	2,820,214
Total net assets	2,824,503	2,820,214
Total liabilities and net assets	$ 3,578,232	$ 3,353,458

See accompanying auditors' reports and notes to financial statements.

CENTER FOR CIVIC EDUCATION
(A California Non-Profit Corporation)
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JULY 31, 2020
(WITH COMPARATIVE TOTALS FOR 2019)

	2020	2019
REVENUE AND SUPPORT		
Governmental service contracts	$ 1,447,437	$ 2,680,949
Economic Injury Disaster Loan advance	10,000	-
Sales of educational materials	645,570	723,956
Grants and contributions	55,141	71,985
Other service contracts	-	370,525
In-kind contributions	-	1,138
Interest and dividend income	52,568	53,299
Realized and unrealized gain (loss) on investments, net	147,944	58,373
Total revenue and support	2,358,660	3,960,225
EXPENSES		
Program services	1,977,158	3,289,001
Support services	377,213	432,096
Total expenses	2,354,371	3,721,097
CHANGE IN NET ASSETS	4,289	239,128
NET ASSETS - beginning of year	2,820,214	2,581,086
NET ASSETS - end of year	$ 2,824,503	$ 2,820,214

See accompanying auditors' reports and notes to financial statements.

CENTER FOR CIVIC EDUCATION
(A California Non-Profit Corporation)
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JULY 31, 2020
(WITH COMPARATIVE TOTALS FOR 2019)

	Program Services							Support Services		
	U.S. Department of Education (30)	Paycheck Protection Program (PPP) (90)	Private Donors (70)	We The People Program (45)	International Program (35)	Other and Publishing (80)	Total Program Services	General and Administrative (20)	2020 Total Agency Expenses	2019 Total Agency Expenses
SALARIES AND RELATED EXPENSES										
Salaries and wages	$ 601,102	$ 158,181	$ -	$ 88,714	$ 7,730	$ 39,086	$ 894,813	$ 204,146	$ 1,098,959	$ 1,277,717
Defined contribution	89,031	23,727	-	13,307	1,160	5,863	133,088	31,095	164,183	192,261
Employee benefits	72,548	20,183	-	11,018	1,002	4,566	109,317	25,622	134,939	143,038
Payroll taxes	44,604	333	-	7,279	641	14,712	67,569	15,811	83,380	106,033
	807,285	202,424	-	120,318	10,533	64,227	1,204,787	276,674	1,481,461	1,719,049
OTHER EXPENSES										
Auditing and legal services	-	-	-	-	-	4,801	4,801	20,288	25,089	20,611
Bank and credit card fees	-	-	-	-	-	9,894	9,894	-	9,894	10,802
Board of directors meetings	-	-	-	-	-	-	-	8,237	8,237	6,181
Computer expenses	-	-	-	-	-	45	45	12,615	12,660	21,650
Contractual services	13,350	-	-	45,140	-	874	59,364	7,487	66,851	90,695
Cost of sales	-	-	-	-	-	126,810	126,810	-	126,810	203,597
Cost share	(94,940)	-	-	-	-	94,940	-	-	-	-
Depreciation	-	-	-	-	-	-	-	1,334	1,334	1,333
Educational materials	11,228	-	-	120	-	250	11,598	-	11,598	31,357
General travel	-	-	-	-	-	377	377	6,505	6,882	8,190
In-kind, travel expenses	-	-	-	-	-	-	-	-	-	1,138
Insurance	-	-	-	-	-	-	-	8,020	8,020	7,942
Leadership & training workshops	39,495	-	-	-	-	-	39,495	-	39,495	-
Materials distributions	235	-	-	-	-	42,413	42,648	-	42,648	54,255
National hearings	-	-	-	14,649	-	-	14,649	-	14,649	219,449
Office space and utilities	36,564	11,749	-	5,894	503	2,341	57,051	13,443	70,494	75,456
Participant stipends	2,650	-	-	-	-	-	2,650	-	2,650	21,214
Postage and delivery	11	-	-	62	-	-	73	1,347	1,420	7,893
Presidential academies	-	-	-	-	-	-	-	-	-	295,664
Printing and publication	-	-	-	-	-	690	690	3,602	4,292	5,751
Program promotions	-	-	-	7,334	662	9,495	17,491	589	18,080	38,544
Public relations	-	-	-	-	-	513	513	-	513	66
Research and evaluation	171,582	-	336	-	-	-	171,918	-	171,918	-
Staff and consultant travel	6,214	-	-	571	-	7	6,792	-	6,792	37,647
Subcontracts, national	-	-	-	39,990	-	-	39,990	-	39,990	42,806
Subcontracts, teacher training	153,909	-	-	-	-	-	153,909	-	153,909	771,478
Supplies	-	-	-	-	-	759	759	3,002	3,761	4,056
Telephone	-	3,202	-	-	-	-	3,202	9,314	12,516	11,600
Training and consulting services	-	-	-	-	-	7,652	7,652	4,756	12,408	12,673
Total functional expenses	1,147,583	217,375	336	234,078	11,698	366,088	1,977,158	377,213	2,354,371	3,721,097
Indirect expenses	299,854	-	-	46,471	3,457	27,431	377,213	(377,213)	-	-
TOTAL EXPENSES	1,447,437	217,375	336	280,549	15,155	393,519	2,354,371	-	2,354,371	3,721,097

See accompanying auditors' reports and notes to financial statements.

CENTER FOR CIVIC EDUCATION
(A California Non-Profit Corporation)
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JULY 31, 2020
(WITH COMPARATIVE TOTALS FOR 2019)

	2020	2019
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	$ 4,289	$ 239,128
Adjustments to reconcile increase (decrease) in net assets to net cash provided (used) by operating activities		
Depreciation	1,334	1,333
Realized and unrealized (gain) loss on investments, net	(147,944)	(58,373)
(Increase) decrease in:		
Contracts receivable	(41,814)	198,554
Accounts receivable	87,194	180,275
Inventory	(52,243)	77,412
Deposits and prepaid expenses	(3,441)	1,927
Increase (decrease) in:		
Accounts payable	(17,615)	133,539
Checks written in excess of cash balance	-	(98,640)
Accrued payroll and related liabilities	(21,145)	(4,024)
Contract advances	(128,389)	154,538
Total adjustments	(324,063)	586,541
Net Cash Provided (Used) by Operating Activities	(319,774)	825,669
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchases of investments	(100,000)	(100,000)
Dividends reinvested	(52,568)	(53,249)
Net Cash Provided (Used) by Investing Activities	(152,568)	(153,249)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from loans payable	387,634	-
Net Cash Provided (Used) by Financing Activities	387,634	-
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(84,708)	672,420
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	672,420	-
CASH AND CASH EQUIVALENTS AT END OF YEAR	$ 587,712	$ 672,420
Supplemental Disclosure:		
In-kind contributions	$ -	$ 1,138

See accompanying auditors' reports and notes to financial statements.

CENTER FOR CIVIC EDUCATION
(A California Non-Profit Corporation)
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JULY 31, 2020

1. DESCRIPTION OF ORGANIZATION

The Center for Civic Education (the "Center") is a nonprofit tax-exempt organization whose main activity is the development of civic education programs for elementary and secondary school students.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Center prepares its financial statements in accordance with generally accepted accounting principles (GAAP) promulgated in the United States of America. The significant accounting and reporting policies used by the Center are described below to enhance the usefulness and understandability of the financial statements.

Net Assets

The financial statements report net assets and changes in net assets in two classes that are based upon the existence or absence of restrictions on use that are placed by its donors, as follows:

- *Net assets without donor restrictions.* Net assets without donor restrictions are resources available to support operations. The only limits on the use of net assets without donor restrictions are the broad limits resulting from the nature of the organization, the environment in which it operates, the purposes specified in its corporate documents and its application for tax-exempt status, and any limits resulting from contractual agreements with creditors and others that are entered into in the course of its operations.

- *Net assets with donor restrictions.* Net assets with donor restrictions are resources that are restricted by a donor for use for a particular purpose or in a particular future period or are limited by donor-imposed restrictions that neither expire by being used in accordance with a donor's restriction nor by the passage of time. The Center's unspent contributions are classified in this class if the donor limited their use, as are the unspent appreciation of its donor-restricted endowment funds. When a donor's restriction is satisfied, either by using the resources in the manner specified by the donor or by the passage of time, the expiration of the restriction is reported in the financial statements by reclassifying the net assets from with donor restrictions to without donor restrictions. Net assets restricted for acquisition of buildings or equipment (or less commonly, the contribution of those assets directly) are reported as with donor restrictions until the specified asset is placed in service by the Center, unless the donor provides more specific directions about the period of its use. The Center did not have any net assets with donor restrictions at July 31, 2020.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

All revenues and net gains are reported as increases in net assets without donor restrictions in the statement of activities unless the use of the related resources is subject to donor restrictions. All expenses and net losses other than losses on endowment investments are reported as decreases in net assets without donor restrictions.

Cash and Cash Equivalents

Cash and cash equivalents are short term, interest bearing, highly liquid investments with original maturities of three months or less, unless the investments are held for meeting restrictions of a capital or endowment nature.

Contracts and Accounts Receivables

Receivables consist of contracts and subrecipient accounts receivable for published materials and are stated at the amount management expects to collect from outstanding balances. Receivables are primarily unsecured amounts due from grantors on cost reimbursement or performance grants. The Center uses the allowance method of accounting for receivables determined to be potentially uncollectable. In management's opinion, all contracts and accounts receivables were collectible at year-end. No allowance for doubtful accounts for contracts and other receivables is considered necessary at July 31, 2020.

Inventory

Inventory is stated at the lower of cost or market, using the first-in, first-out method.

Deposits and Prepaid Expenses

Deposits, prepaid insurance and other costs are expensed ratably over their respective terms of agreement.

Investments at Fair Value

The Center invests cash in excess of its immediate needs in investment accounts. Investments are reported at fair value. The fair values for investments are estimated using a maturity based on interest rates.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Property and Equipment, Net

Property and equipment are reported in the statement of financial position at cost, if purchased, and at fair value at the date of donation, if donated. All land, buildings, and property are capitalized. Equipment is capitalized if it has a cost of $5,000 or more and a useful life when acquired of more than 1 year. Repairs and maintenance that do not significantly increase the useful life of the asset are expensed as incurred. Depreciation is computed using the straight-line method over the estimated useful lives of the assets, as follows:

Computer hardware and peripherals	5 years
Computer software	3 years
Furniture and fixtures	Up to 10 years
General office equipment	5 years
Leasehold Improvements	Remaining lease term

Property and equipment are reviewed for impairment when a significant change in the asset's use or another indicator of possible impairment is present. No impairment losses were recognized in the financial statements in the current period.

Vacation Policy

Accrued vacation benefits are accrued on a monthly basis. Full-time and part-time employees accrue vacation time based upon years of service as follows:

Years Employed	Regular Full Time Non-Exempt Employees Annualized Accrual
1+ - 2 years	15.4 Days
2+ - 20 years	20.6 Days
20+ years	25.7 Days

Years Employed	Regular Full Time Exempt Employees Annualized Accrual
1 year	15.4 Days
1+ - 5 years	20.6 Days
5+ years	25.7 Days

Regular part-time employees receive paid vacation time in proportion to the number of hours they normally are scheduled to work.

Vacation can be accrued over to the following year, up to a maximum of one year's accrual. Unused vacation leave will be paid at the time of termination. Total accrued vacation at July 31, 2020, was $82,843.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Accounting for Contributions

Contributions, including unconditional promises to give, are recognized when received. All contributions are reported as increases in net assets without donor restrictions unless use of the contributed assets is specifically restricted by the donor. Amounts received that are restricted by the donor to use in future periods or for specific purposes are reported as increases in net assets with donor restrictions, consistent with the nature of the restriction. Unconditional promises with payments due in future years have an implied restriction to be used in the year the payment is due, and therefore are reported as donor restricted until the payment is due unless the contribution is clearly intended to support activities of the current fiscal year or is received with donor restrictions. Conditional promises, such as matching grants, are not recognized until they become unconditional, that is, until all conditions on which they depend are substantially met.

Contributed Goods and Services

Contributions of goods received that are measurable are recorded as revenue at their estimated fair value when received. Contributions of services are recognized if the services received meet any of these criteria: (1) if they create or enhance nonfinancial assets and (2) if they require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation.

The Center benefits from personal services provided by a substantial number of volunteers. Those volunteers have donated significant amounts of time and services in the organization's program operations and in its fund-raising campaigns. However, the majority of the contributed services do not meet the criteria for recognition in financial statements.

Government Revenue

Government revenue is recognized when the qualifying costs are incurred for cost-reimbursement grants or contracts or when a unit of service is provided for performance grants. Government revenue from federal agencies, when exceeding certain dollar thresholds during the fiscal year, is subject to independent audit under the Uniform Guidance and review by grantor agencies. The review could result in the disallowance of expenditures under the terms of the grant or reductions of future grant funds. Based on prior experience, the Center's management believes that costs ultimately disallowed, if any, would not materially affect the financial position of the Center.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Revenue Recognition

Revenues from government agencies, program service fees, and other third-party payors for services provided under such contracts are recognized when earned by the Center. All gifts, bequests, and other public support are included in net assets without donor restrictions unless specifically restricted by the donor or the terms of the gift or grant instrument. Amounts received in excess of balances earned are recognized as liabilities in Contract Advances.

Income Taxes

The Center is exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code and California income taxes under section 23701(d) of the California Revenue and Taxation Code. The IRS classified the organization as one that is not a private foundation within the meaning of section 509(a) of the Code because it is an organization described in section(s) 509(a)(1) and 170(b)(1)(A)(vi).

The Center has adopted Financial Accounting Standards Board Accounting Standards Codification (ASC) Section 740-10, which clarifies the accounting for uncertainty in income taxes. ASC Section 740-10 prescribes a recognition threshold and measurement attribute for the financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return. ASC Section 740-10 requires that an organization recognize in the financial statements the impact of the tax position if that position will more likely than not be sustained on audit, based on the technical merits of the position. As of and for the year ended July 31, 2020, the Center had no material unrecognized tax benefits, tax penalties or interest.

The Center's Forms 990, *Return of Organization Exempt from Income Tax*, for each of the tax years ended July 31, 2019, 2018, and 2017, are subject to examination by the IRS, generally for 3 years after they were filed.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Accounting Pronouncements Adopted

In May 2014, the FASB issued ASU 2014-09, *Revenue from Contracts with Customers (Topic 606).* ASU 2014-09 outlines a single, comprehensive model for companies to use in accounting for revenue arising from contracts with customers. The core principle of the revenue model is that revenue is recognized when a customer obtains control of a good or service. The change in accounting principle was adopted on the retrospective basis which resulted in no change to revenue previously reported and, also had no effect on the revenue recognized for the year ended July 31, 2020.

In June 2018, the Financial Accounting Standards Board (FASB) issued ASU 2018-08, *Not-for-Profit Entities (Topic 958), Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made*. ASU 2018-08 clarifies and improves guidance for contributions received and contributions made and provides guidance to organizations on how to account for certain exchange transactions. This clarifies whether to account for transactions as contributions or as exchange transactions. In addition, it clarifies whether a contribution is conditional. As a result, it enhances comparability of financial information among not-for-profit entities. The change in accounting principle was adopted on a modified prospective basis in 2019. As a result, there was no cumulative-effect adjustment to opening net assets without donor restrictions or opening net assets with donor restrictions as of August 1, 2019. There was no financial effect of adopting the new accounting principles on contributions for the year ended July 31, 2020.

Indirect Costs

Costs that benefit the operations of the entire organization are allocated according to an indirect cost allocation plan.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Expense Recognition and Allocation

The cost of providing the Center's programs and other activities is summarized on a functional basis in the statement of activities and statement of functional expenses. Expenses that can be identified with a specific program or support service are charged directly to that program or support service. Costs common to multiple functions have been allocated among the various functions benefited.

General and administrative expenses include those costs that are not directly identifiable with any specific program, but which provide for the overall support and direction of the Center.

Fundraising costs are expensed as incurred, even though they may result in contributions received in future years. The Center generally conducts its fundraising activities in conjunction with its other activities. In the few cases in which it does, such as when the annual report or donor acknowledgements contain requests for contributions, joint costs have been allocated between fundraising and management and general expenses in accordance with standards for accounting for costs of activities that include fundraising. Fundraising costs are not significant because with over $55,141 of contributions revenue in the financial statements it's not reasonable that no related expenses were incurred. Management has determined that fundraising costs are not significant.

Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of revenues and expenses during the reporting period and the reported amounts of assets and liabilities at the date of the financial statements. On an ongoing basis, the Center's management evaluates the estimates and assumptions based upon historical experience and various other factors and circumstances. The Center's management believes that the estimates and assumptions are reasonable in the circumstances; however, the actual results could differ from those estimates.

Reclassifications

Certain amounts in the 2019 comparative totals have been reclassified to conform with the 2020 reporting format.

Comparative Totals

The Statement of Functional Expenses includes certain prior-year summarized comparative information in total but not by functional class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Center's financial statements for the year ended July 31, 2019, from which the summarized information was derived.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Fair Value Measurements

The Center reports its fair value measures using a three-level hierarchy that prioritizes the inputs used to measure fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal or most advantageous market at the measurement date under current market conditions regardless of whether that price is directly observable or estimated using another valuation technique. Inputs used to determine fair value refer broadly to the assumptions that market participants would use in pricing the asset or liability including assumptions about risk. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability based on the best information available. This hierarchy, established by GAAP, requires that entities maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The three levels of inputs used to measure fair value are as follows:

- *Level 1* - Quoted prices for identical assets or liabilities in active markets to which the Center has access at the measurement date.
- *Level 2* - Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly. Level 2 inputs include:
    - quoted prices for similar assets or liabilities in active markets;
    - quoted prices for identical or similar assets in markets that are not active;
    - observable inputs other than quoted prices for the asset or liability (for example, interest rates and yield curves); and
    - inputs derived principally from, or corroborated by, observable market data by correlation or by other means.
- *Level 3* - Unobservable inputs for the asset or liability. Unobservable inputs should be used to measure the fair value to the extent that observable inputs are not available.

The carrying amounts of cash and cash equivalents and accounts receivable approximate fair value because of the terms and relatively short maturity of these financial instruments. The stocks, bonds, short-term reserves and mutual funds are valued at quoted market prices, which represent the net asset value of shares held by the Center at year end.

The carrying amounts of liabilities, approximate fair value because of the relatively short maturity of these financial instruments.

When available, the Center measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value.

CENTER FOR CIVIC EDUCATION
(A California Non-Profit Corporation)
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JULY 31, 2020
(CONTINUED)

3. CASH AND CASH EQUIVALENTS

Cash in banks and on hand at July 31, 2020, consisted of the following:

	Amount
Concentration of risk:	
Deposits:	
Cash in banks	$ 587,712
Total cash	$ 587,712

Cash balances held in banks are insured up to $250,000 by the Federal Deposit insurance Corporation (FDIC). The Organization maintains its cash in bank deposit accounts that at times may exceed federally insured limits. The Organization has not experienced any losses in such accounts. Uninsured balances at July 31, 2020 were approximately $359,070.

4. CONTRACTS AND ACCOUNTS RECEIVABLE

Receivables at July 31, 2020 consisted of following:

	Amount
Contract receivable – U.S. Department of Education	$ 133,079
Accounts receivable	124,820
Total	$ 257,899

In management's opinion, all contracts and accounts receivables were collectible at year-end. No allowance for doubtful accounts for contracts and accounts receivables is considered necessary at July 31, 2020.

5. INVENTORY

Inventories consist of finished goods purchased for resale. Inventories are stated at the lower of cost, determined by the first-in, first-out method. Inventory at the year ended July 31, 2020 was $181,824.

6. INVESTMENTS AT FAIR VALUE

In January 2010, the FASB issued Accounting Standards Update 2010-06, "Fair Value Measurements and Disclosures (Topic 820)" ("ASU 2010-06"). This guidance amends the disclosure requirements related to recurring and nonrecurring fair value measurements and requires new disclosures on the transfers of assets and liabilities between Level 1and Level 2 of the fair value measurement hierarchy, including the reasons and the timing of the transfers. Additionally, the guidance requires a rollforward of activities on purchases, sales, issuance and settlements of the assets and liabilities measured using Level 3 measurements.

The guidance became effective for the reporting period beginning January 1, 2010, except for the disclosure on the rollforward activities for Level 3 fair value measurements, which became effective for the reporting year ending July 31, 2012. Management assessed the impact ASU 2010.06, and believed it did not have a material effect on its financial statements.

The Center measures fair value in accordance with FASB ASC 820-10. FASB ASC 820-10 establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. This hierarchy consists of three broad levels; Level 1 inputs consist of unadjusted quoted prices in active markets for identical assets and have the highest priority, Level 2 inputs, other than the quoted prices in active markets, are observable either directly or indirectly, and Level 3 unobservable inputs in which there is little or no market data, which requires the Center to develop its own assumptions. The Center uses appropriate valuation techniques based on the available inputs to measure the fair value of its investments. When available, the Center measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value. Level 3 inputs are only used when Level 1 or Level 2 inputs are not available. All assets reported at fair value at July 31, 2020, are Level 1 inputs.

Investments consisted of the following at July 31, 2020:

	Total	Level 1
Mutual Funds:		
Bonds	$ 853,137	$ 853,137
Stocks - equities	1,563,251	1,563,251
Short-term reserves	122,371	122,371
Total investments	$ 2,538,759	$ 2,538,759

At July 31, 2020, the Center does not have any investments measured using Level 2 or Level 3 inputs.

The composition of the investment return reported in the statement of activities as follows:

	Amount
Interest and dividend income, net of expenses	$ 52,568
Interest from cash and cash equivalents	-
Realized gain/(loss) on investments	16,609
Unrealized gain/(loss) on investments	131,335
Total investments return	$ 200,512

7. PROPERTY AND EQUIPMENT, NET

Property and equipment, net consists of the following at July 31, 2020:

	Amount
Computers	$ 115,102
Less Accumulated Depreciation	(112,985)
Property and Equipment, net	$ 2,117

Total depreciation expense for the year ended July 31, 2020 was $1,334.

8. LOANS PAYABLE

Small Business Act Loan Payable

In June 2020 the Center obtained an Economic Injury Disaster Loan. The loan has a maturity date of June 2050 and calls for monthly payments including interest of $641 with a fixed interest rate at 2.75%. The balance owed at July 31, 2020 was $150,000. No interest expense was charged during the year ended July 31, 2020. Future minimum payments on the Small Business Act loan payable at July 31, are as follows:

Year Ending July 31,	Amount
2021	$ 1,282
2022	7,692
2023	7,692
2024	7,692
2025	7,692
Thereafter	117,950
Total	$ 150,000

Paycheck Protection Program Loan

During the year ended July 31, 2020 the Center received a Paycheck Protection Program (PPP) loan for $237,634 to address the impact of the COVID-19 pandemic described in Note 10.

The PPP, which was established as part of the Coronavirus Aid, Relief and Economic Security Act ("CARES Act"), provides for loans to qualifying organizations for amounts up to 2.5 times of the average monthly payroll expenses of the qualifying organization. The loan and accrued interest is forgivable after either eight weeks or twenty-four weeks as long as the borrower uses the loan proceeds for eligible purposes such as payroll, benefits, rent and utilities, and maintains its payroll levels.

The amount of loan forgiveness may be reduced if the borrower terminates employees without cause or reduces salaries during the covered period. Any reductions in employment or salary will not reduce the amount of loan forgiveness if cured by December 31, 2020.

9. COMMITMENTS AND OBLIGATIONS UNDER OPERATING LEASES

The Center leases several office facilities under various operating lease. Future minimum lease payments are as follows:

Year Ending July 31,	Amount
2021	$ 49,204
2022	32,223
2023	8,115
Total	$ 89,542

Total rent and other related expenses for the year ended July 31, 2020 was $70,494.

10. CONTINGENCIES

Grant Awards

From time to time, the Center may have certain contingent liabilities that arise in the ordinary course of its business activities. The Center accrues contingent liabilities when it is probable that future expenditures will be made and such expenditures can be reasonably estimated. In the opinion of management there are no pending claims of which the outcome is expected to result in a material adverse effect on the financial position, results of operations or cash flows of the Center.

The Center has received local, state, and federal funds for specific purposes that are subject to review and audit by the contracting agencies. Although such audits could generate expenditure disallowances under terms of the grants or contracts, it is management's opinion that any required reimbursements will not be material.

COVID-19

On March 11, 2020 the World Health Organization declared the novel strain of coronavirus (COVID-19) a global pandemic and recommended containment and mitigation measures worldwide. The ultimate financial impact and duration of these events cannot be reasonably estimated at this time.

11. PENSION PLAN

The Center maintains a defined contribution pension plan covering substantially all eligible employees. The plan calls for yearly contributions by the Center to eligible participating employees. During the year ended July 31, 2020, the Center contributed $164,183 to the plan.

12. LIQUIDITY AND FUNDS AVAILABLE

The total financial assets held by the Center at July 31, 2020 and the amount of those financial assets that could be made available for general expenditure within one year of the date of the statement of financial position are summarized in the following table:

	July 31, 2020
Financial assets:	
Cash and cash equivalents	$ 587,712
Contracts receivable	133,079
Accounts receivable	124,820
Investments	2,538,759
Total financial assets	3,384,370
Less liabilities:	
Accounts payable and accrued expenses	(212,560)
Accrued payroll and related liabilities	(83,088)
Contract advances	(70,447)
Loans payable	(150,000)
Total liabilities	(516,095)
Financial assets available to meet cash needs for general expenditures within one year	$ 2,868,275

The Center's goal is generally to maintain financial assets to meet 60 days of operating expenses (approximately $250,000). As part of its liquidity plan, the Center bills government-funded contracts in accordance with funding terms and conditions or receives periodic advances from funders, generally monthly. Amounts available for expenditure over the period of the next twelve months are dependent on governmental funder's payment cycles which vary from 30 to 60 days. Excess cash, if any, is briefly held in the Center's checking account. The Center does not have a line of credit available to meet cash flow needs.

13. CONCENTRATION RISK

Amounts held in financial institutions occasionally are in excess of the Federal Deposit Insurance Corporation and Securities Investor Protection Corporation limits. The Center deposits its cash with high quality financial institutions, and management believes the organization is not exposed to significant credit risk on those amounts.

The majority of the Center's contributions and grants are received from corporations, foundations, and individuals and from agencies located throughout the state of California. As such, the Center's ability to generate resources via contributions and grants is dependent upon the economic health of that area and of the state of California. An economic downturn could cause a decrease in contributions and grants that coincides with an increase in demand for the Center's services.

The Center's investments are subject to various risks, such as interest rate, credit, and overall market volatility risks. Further, because of the significance of the investments to the Center's financial position and the level of risk inherent in most investments, it is reasonably possible that changes in the values of these investments could occur in the near term and such changes could materially affect the amounts reported in the financial statements. Management is of the opinion that the diversification of its invested assets among the various asset classes should mitigate the impact of changes in any one class.

14. SUBSEQUENT EVENTS

The Center has evaluated events subsequent to July 31, 2020, to assess the need for potential recognition or disclosure in the financial statements. Such events were evaluated through March 2, 2021, the date the financial statements were available to be issued. Events occurring after that date have not been evaluated to determine whether a change in the financial statements would be required. Based upon this evaluation, it was determined that no other subsequent events occurred that require recognition or additional disclosure in the financial statements.

GOVERNMENT AUDIT SECTION

VASIN, HEYN & COMPANY
ABOVE THE BRIGHT LINE

AN ACCOUNTANCY CORPORATION
CERTIFIED PUBLIC ACCOUNTANTS | AUDITORS AND ADVISERS

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

To the Board of Directors of
Center for Civic Education
(A California Non-Profit Corporation)
Calabasas, 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 Center for Civic Education (A California Non-Profit Corporation), which comprise the statement of financial position as of July 31, 2020, 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 March 2, 2021.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Center for Civic Education'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 Center for Civic Education'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 Center for Civic Education'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 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.

Vasquez, Heyn + Co.

Calabasas, California
March 2, 2021

VASIN, HEYN & COMPANY
ABOVE THE BRIGHT LINE
AN ACCOUNTANCY CORPORATION
CERTIFIED PUBLIC ACCOUNTANTS | AUDITORS AND ADVISERS

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

To the Board of Directors of
Center for Civic Education
(A California Non-Profit Corporation)
Calabasas, California

Report on Compliance for Each Major Federal Program

We have audited Center for Civic Education's (A California Non-Profit Corporation) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Center for Civic Education's major federal programs for the year ended July 31, 2020. Center for Civic Education's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of Center for Civic Education'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 Center for Civic Education'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 Center for Civic Education's compliance.

Opinion on Each Major Federal Program

In our opinion, Center for Civic Education 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 July 31, 2020.

Report on Internal Control Over Compliance

Management of Center for Civic Education 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 Center for Civic Education'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 Center for Civic Education'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 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.

Vasquez, Hayn + Co.

Calabasas, California
March 2, 2021

CENTER FOR CIVIC EDUCATION
(A California Non-Profit Corporation)
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JULY 31, 2020
(FEIN 95-3546790)

Federal Grantor, Pass-Through Grantor Program Title	Federal CFDA Number	Contract Number	Direct (D) Pass (P)	Grant Amount	Revenue Recognized	Federal Expenditures	Passed to Subrecipients
U.S. Department of Education							
James Madison Legacy Project Year 1	84.367D	U367D150010	**D**	$ 6,136,579	$ 1,375	$ 1,375	$ 1,000
James Madison Legacy Project Year 2	84.367D	U367D150010	**D**	5,313,205	(8,939)	(8,939)	(8,939)
James Madison Legacy Project Year 3	84.367D	U367D150010	**D**	5,340,992	891,394	891,394	53,112
Supporting Effective Instruction State Grants (formerly Improving Teacher Quality State Grants)	**84.367D**			**16,790,776**	**883,830**	**883,830**	**45,173**
Strengthening Democracy through History and Civics: American History and Civics Presidential Academies and Congressional Academies Year 1	84.422A	U422A170004	**D**	589,820	91,483	91,483	-
Strengthening Democracy through History and Civics: American History and Civics Presidential Academies and Congressional Academies Year 2	84.422A	U422A180004	**D**	551,982	84,350	84,350	-
American History and Civics Education	**84.422A**			**1,141,802**	**175,833**	**175,833**	**-**
Project Citizen Research Program							
Education Research, Development and Dissemination	**84.305A**	**R305A190360**	**D**	**$ 959,847**	**$ 387,774**	**$ 387,774**	**$ 108,735**
Total U.S. Department of Education				**$ 18,892,425**	**$ 1,447,437**	**$ 1,447,437**	**$ 153,908**
TOTAL FEDERAL EXPENDITURES				**$ 18,892,425**	**$ 1,447,437**	**$ 1,447,437**	**$ 153,908**

CENTER FOR CIVIC EDUCATION
(A California Non-Profit Corporation)
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JULY 31, 2020
(FEIN 95-3546790)

1. BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the “Schedule”) includes the federal grant activity of Center for Civic Education under programs of the federal government for the year ended July 31, 2020. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance. Because the schedule presents only a selected portion of the operations of Center for Civic Education, it is not intended to and does not present the financial position, changes in net assets or cash flows of Center for Civic Education.

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 Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

3. DE MINIMIS INDIRECT COST RATE

Center for Civic Education did not elect to use the 10% de minimis indirect cost rate for the year ended July 31, 2020.

4. LOAN AND LOAN GUARANTEE

Center for Civic Education did not have any balances of loan and loan guarantee programs outstanding at July 31, 2020 for loans described in 2 CFR section 200.50(b).

CENTER FOR CIVIC EDUCATION
(A California Non-Profit Corporation)
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JULY 31, 2020

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued on whether the financial statements audited were prepared in accordance with GAAP:	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 federal programs:		
• Material weakness(es) identified?	____ Yes	X No
• Significant deficiency(ies) identified?	____ Yes	X None Reported
Type of auditors' report issued on compliance for major federal programs:	Unmodified	
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	____ Yes	X No

Identification of major federal programs:

CFDA Number(s)	Name of Federal Program or Cluster
84.305A	Education Research, Development and Dissemination

Dollar threshold used to distinguish between type A and type B programs:	$750,000	
Auditee qualified as low-risk auditee?	X Yes	____ No

Section II - Financial Statement Findings

No matters were reported.

Section III - Federal Award Findings and Questioned Costs

No matters were reported.

CENTER FOR CIVIC EDUCATION
(A California Non-Profit Corporation)
SCHEDULE OF CURRENT AND PRIOR YEARS FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JULY 31, 2020

CURRENT YEAR FINDINGS AND QUESTIONED COSTS:

2020 Findings:

There were no 2020 findings noted.

2020 Questioned Costs:

There were no 2020 questioned costs noted.

PRIOR YEAR FINDINGS AND QUESTIONED COSTS:

2019 Findings:

There were no 2019 findings noted.

2019 Questioned Costs:

There were no 2019 questioned costs noted.

2018 Findings:

There were no 2018 findings noted.

2018 Questioned Costs:

There were no 2018 questioned costs noted.