



# **Refugee & Immigrant Center**

## **ASIAN ASSOCIATION OF UTAH**

**Asian Association of Utah  
dba Refugee & Immigrant Center**

**Financial Statements**

**And**

**Independent Auditor's Report**

**With Supplementary Information**

**And**

**Compliance Reports**

**As of June 30, 2023  
and for the year then ended  
with summarized comparative information for 2022**

# Asian Association of Utah dba Refugee & Immigrant Center

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
Asian Association of Utah  
dba Refugee & Immigrant Center  
Salt Lake City, Utah

### ***Opinion***

We have audited the accompanying financial statements of Asian Association of Utah dba Refugee & Immigrant Center (a nonprofit organization), which comprise the statement of financial position as of June 30, 2023, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Asian Association of Utah dba Refugee & Immigrant Center as of June 30, 2023, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Basis for Opinion***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Asian Association of Utah dba Refugee & Immigrant Center and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Responsibilities of Management for the Financial Statements***

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Asian Association of Utah dba Refugee & Immigrant Center's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Asian Association of Utah dba Refugee & Immigrant Center's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Asian Association of Utah dba Refugee & Immigrant Center's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

#### ***Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* (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 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 reported dated January 31, 2024 on our consideration of Asian Association of Utah dba Refugee & Immigrant Center's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Asian Association of Utah dba Refugee & Immigrant Center'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 Asian Association of Utah dba Refugee & Immigrant Center's internal control over financial reporting and compliance.

***Report on Summarized Comparative Information***

We have previously audited Asian Association of Utah dba Refugee & Immigrant Center's June 30, 2022 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated February 24, 2023. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2022, is consistent, in all material respects, with the audited financial statements from which it has been derived.

*Bountiful Peak Advisors*

Bountiful, Utah  
January 31, 2024

**Asian Association of Utah**  
**dba Refugee & Immigrant Center**  
**Statement of Financial Position**  
**June 30, 2023**  
**With Comparative Totals For June 30, 2022**

	<u>06/30/2023</u>	<u>06/30/2022</u>
<b>ASSETS</b>		
Current assets		
Cash and cash equivalents	\$ 658,374	\$ 2,077,890
Accounts and grants receivable, including promises to give	722,053	574,576
Investments	1,239,853	-
Prepaid expenses	<u>9,077</u>	<u>50,929</u>
Total current assets	<u>2,629,357</u>	<u>2,703,395</u>
Property and equipment, at cost		
Buildings and improvements	3,004,624	3,004,624
Land	1,192,000	1,192,000
Vehicles	123,122	128,368
Equipment and furniture	<u>144,880</u>	<u>144,880</u>
Total property and equipment	4,464,626	4,469,872
Less: accumulated depreciation	<u>(1,759,182)</u>	<u>(1,656,775)</u>
Net property and equipment	<u>2,705,444</u>	<u>2,813,097</u>
Total assets	<u>\$ 5,334,801</u>	<u>\$ 5,516,492</u>
<b>LIABILITIES AND NET ASSETS</b>		
Current liabilities		
Accounts payable	\$ 25,555	\$ 27,156
Accrued vacation	176,555	182,350
Accrued payroll and payroll taxes	41,697	74,866
Other accrued liabilities	5,551	15,410
Current portion of long-term debt	<u>227,035</u>	<u>183,118</u>
Total current liabilities	<u>476,393</u>	<u>482,900</u>
Long-term debt, net of current portion	<u>150,004</u>	<u>798,153</u>
Total liabilities	<u>626,397</u>	<u>1,281,053</u>
Net assets		
Without donor restrictions	4,643,694	4,104,961
With donor restrictions	<u>64,710</u>	<u>130,478</u>
Total net assets	<u>4,708,404</u>	<u>4,235,439</u>
Total liabilities and net assets	<u>\$ 5,334,801</u>	<u>\$ 5,516,492</u>

See accompanying notes to financial statements.

**Asian Association of Utah  
dba Refugee & Immigrant Center**

**Statement of Activities**

**Year Ended June 30, 2023**

**With Comparative Totals For The Year Ended June 30, 2022**

	<b>06/30/2023</b>			06/30/2022
	Without Donor Restrictions	With Donor Restrictions	Total	Total
<b>REVENUES AND SUPPORT</b>				
<b>Support</b>				
Government grants	\$ 3,419,360	\$ -	\$ 3,419,360	\$ 2,569,641
Contributions and grants	238,936	71,500	310,436	289,017
In-kind donations	80,289	-	80,289	63,981
Net assets released from restrictions	<u>137,268</u>	<u>(137,268)</u>	<u>-</u>	<u>-</u>
Total support	<u>3,875,853</u>	<u>(65,768)</u>	<u>3,810,085</u>	<u>2,922,639</u>
<b>Revenues</b>				
Fee for service	1,587,106	-	1,587,106	1,384,962
Interest	39,244	-	39,244	919
Rental income	34,000	-	34,000	43,033
Employee retention credit - other income	25,397	-	25,397	165,340
Gain on sale of assets	6,500	-	6,500	-
Unrealized losses on investments	<u>(10,148)</u>	<u>-</u>	<u>(10,148)</u>	<u>-</u>
Total revenues	<u>1,682,099</u>	<u>-</u>	<u>1,682,099</u>	<u>1,594,254</u>
Total revenues and support	<u>5,557,952</u>	<u>(65,768)</u>	<u>5,492,184</u>	<u>4,516,893</u>
<b>EXPENSES</b>				
Program services	4,146,228	-	4,146,228	3,459,452
Management and general	735,941	-	735,941	467,758
Fundraising	<u>137,050</u>	<u>-</u>	<u>137,050</u>	<u>59,624</u>
Total expenses	<u>5,019,219</u>	<u>-</u>	<u>5,019,219</u>	<u>3,986,834</u>
Change in net assets	538,733	(65,768)	472,965	530,059
Net assets, beginning of year	<u>4,104,961</u>	<u>130,478</u>	<u>4,235,439</u>	<u>3,705,380</u>
Net assets, end of year	<u>\$ 4,643,694</u>	<u>\$ 64,710</u>	<u>\$ 4,708,404</u>	<u>\$ 4,235,439</u>

See accompanying notes to financial statements.

**Asian Association of Utah**  
**dba Refugee & Immigrant Center**  
**Statement of Functional Expenses**  
**Year Ended June 30, 2023**  
**With Comparative Totals For The Year Ended June 30, 2022**

	<b>06/30/2023</b>				06/30/2022
	Program Services	Management and General	Fundraising	Total	Total
Salaries	\$ 1,710,214	\$ 312,619	\$ 30,805	\$ 2,053,638	\$ 1,596,569
Payroll taxes	159,927	26,579	2,840	189,346	142,020
Employee benefits	340,361	84,140	6,464	430,965	350,776
 Total salaries and related expenses	 2,210,502	 423,338	 40,109	 2,673,949	 2,089,365
Contracted services	829,229	86,184	-	915,413	814,032
Client services	577,022	4,300	19,250	600,572	560,164
Repairs and maintenance	105,499	56,050	11,912	173,461	74,137
Travel	50,223	40,218	15	90,456	47,903
Equipment and software	70,817	1,993	17,043	89,853	28,216
Insurance	43,453	27,774	2,866	74,093	40,723
Rent	30,738	3,963	20,426	55,127	47,159
Utilities	45,906	4,094	761	50,761	41,096
Supplies	16,866	21,237	2,760	40,863	19,521
Telephone	9,398	15,069	373	24,840	20,375
Workshops and training	24,642	-	-	24,642	15,777
Interest	-	23,816	-	23,816	45,897
Advertising	-	5,000	8,889	13,889	6,666
Meetings	4,121	4,223	5,397	13,741	6,555
Printing	3,111	52	5,257	8,420	769
Taxes	-	7,850	-	7,850	-
Dues and memberships	4,672	-	-	4,672	-
Postage	1,873	243	32	2,148	3,455
 Total expenses before depreciation	 4,028,072	 725,404	 135,090	 4,888,566	 3,861,810
Depreciation	118,156	10,537	1,960	130,653	125,024
 Total expenses	 <u>\$ 4,146,228</u>	 <u>\$ 735,941</u>	 <u>\$ 137,050</u>	 <u>\$ 5,019,219</u>	 <u>\$ 3,986,834</u>

See accompanying notes to financial statements.



**Asian Association of Utah  
dba Refugee & Immigrant Center**

Statement of Cash Flows  
Year Ended June 30, 2023

With Comparative Totals For The Year Ended June 30, 2022

	<u>06/30/2023</u>	<u>06/30/2022</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in net assets	\$ 472,965	\$ 530,059
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	130,653	125,024
Amortization of loan fees	1,050	1,050
Gain on sale of fixed assets	(6,500)	-
Unrealized losses on investments	(10,148)	-
Changes in current assets and liabilities:		
Accounts and grants receivable, including promises to give	(147,477)	100,442
Prepaid expenses	41,852	42,929
Accounts payable	(1,602)	(24,338)
Accrued vacation	(5,794)	3,936
Accrued payroll and payroll taxes	(33,168)	(791)
Other accrued liabilities	<u>(9,859)</u>	<u>4,542</u>
Net cash provided by operating activities	<u>431,972</u>	<u>782,853</u>
 <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from the sale of fixed assets	6,500	-
Cash purchases of property and equipment	(23,000)	(16,800)
Cash purchases of investments	<u>(1,229,706)</u>	<u>-</u>
Net cash used in investing activities	<u>(1,246,206)</u>	<u>(16,800)</u>
 <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Principal payments on long-term debt	<u>(605,282)</u>	<u>(168,995)</u>
Net cash used in financing activities	<u>(605,282)</u>	<u>(168,995)</u>
 Net change in cash and cash equivalents	(1,419,516)	597,058
Cash and cash equivalents, beginning of year	<u>2,077,890</u>	<u>1,480,832</u>
Cash and cash equivalents, end of year	<u>\$ 658,374</u>	<u>\$ 2,077,890</u>
 <b>SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION</b>		
Cash paid for interest	<u>\$ 25,651</u>	<u>\$ 45,653</u>
Cash paid for income taxes	<u>\$ -</u>	<u>\$ -</u>

See accompanying notes to financial statements.

**Asian Association of Utah  
dba Refugee & Immigrant Center**  
Notes to Financial Statements  
June 30, 2023

**1. ORGANIZATION AND BASIS OF PRESENTATION**

Asian Association of Utah dba Refugee & Immigrant Center (the “Organization”) was incorporated under the laws of the State of Utah as a nonprofit corporation on September 2, 1977. Originally established to support Asian immigrants and refugees in their transition to life in the United States, the Organization has expanded its resources and services over the past 40 years to assist refugees and immigrants from around the world. Today, they serve over 3,200 refugees, immigrants, and other community members each year. With over 70 staff members, our backgrounds cover 17 countries and over 30 languages.

The Organization is devoted to helping clients become more self-sufficient in their daily lives, and aims to reduce the barriers refugees and immigrants face when adapting to life in the U.S. With the help of staff, volunteers, and community leaders, they are continually developing and expanding their services to meet the needs of our clients. The Organization offers comprehensive services in one physical location, reducing transportation barriers and promoting access to a wide range of resources. Individuals and families in need can access case management services, employment help, counseling and mental health treatment, English classes, after-school tutoring, and more. The Organization also works closely with the Utah resettlement agencies, refugee communities, state protective services, and many others, to ensure a greater network of support for clients. The Organization is committed to walking with people on their journeys to self-sufficiency. They know that their work not only makes a difference in the lives of those they serve, but changes our whole community for the better. The following is a brief description of their program services:

Community Wellness

The Organization is licensed by the Utah Department of Human Services to provide services for individuals and families ages 12 and above. The Community Wellness program is comprised of a highly experienced and culturally responsive team who support individuals using evidence-based models which promote recovery from substance abuse, domestic violence, and/or various mental health illnesses. Services provided include: behavioral health treatment and therapy, medication management, outpatient drug and substance use counseling, domestic violence counseling for both victims and perpetrators, and targeted behavioral case management. During the year ending June 30, 2023, the Organization served over 647 clients through this program. This includes 367 new evaluation appointments, 3079 hours of individual therapy sessions, 876 hours of case management, 249 hours of medication management, and 28.5 hours of group therapy.

In addition, certified Mental Health First Aid instructors on staff provided both Adult and Youth focused mental health first aid courses to community members and providers aimed to teach participants how to recognize the signs and symptoms of a mental health challenge and when to connect an individual with professional support services. In total, we trained 149 individuals, 84 in Youth Mental Health First Aid curriculum, and 65 in Adult Mental Health First Aid.

Housing and Rental Assistance Services

The Housing and Rental Assistance Services program is funded through state, local, and private grants to support low- to moderate- income households with housing stability through direct rent and mortgage assistance. During the year ending June 30, 2023, we served 160+ unique individuals/families utilizing over \$300,000 in funding. Our housing staff utilize the Arizona Self-Sufficiency Matrix to identify needs with housing and other wrap around support services and referrals. Clients accessed employment, behavioral health services, ESL classes, and case management support to ensure that all 130+ clients served had support in their self-sufficiency goals. The Housing Program also continued a Master Lease contract with the Salt Lake City Housing Authority, to set aside three units specifically for refugee clients. In the past fiscal year, we housed four total families, with one becoming stable enough to move out of the Master Lease transitional housing program and into their own permanent housing. Additionally, due to the increase in Venezuelan resettlement in the state, AAU’s Housing Team worked with other housing

community partners and the state to work with clients referred from local shelters to find and obtain permanent housing. In total, this program served 44 families and successfully worked with landlords around the state obtaining stable, long-term housing for them. 20+ landlord relationships were established and maintained throughout the fiscal year in an effort to support all refugee and immigrant housing needs.

#### Youth and Family Services

Programming includes a holistic approach for refugee and immigrant youth and their parents as they adjust to new systems in the U.S. The Organization's Youth and Family program provides parenting classes, afterschool programs, and youth mentoring. During the year ending June 30, 2023, 45 parents learned new family skills through our parenting classes, which was offered in three different languages providing over 80 hours of programming. The afterschool and mentoring programs provided over 2000 hours of direct service to 150+ youth and parents.

#### Sunnyvale Neighborhood Center

The Sunnyvale neighborhood of Salt Lake County is home to many refugee, immigrant, and low-income households. It is in West Millcreek. In 2012, the Organization recognized the need for a program based within the Sunnyvale neighborhood following concerns from community members and service providers that neighborhood residents could not access much needed support and programming. Today, the Sunnyvale Neighborhood Center offers afterschool programs, sports, and access for other community members to utilize the space. During the year ending June 30, 2023, over 30 adults and 50 youth neighborhood residents came to the center for assistance through direct programming and community partnership.

#### Social Services

The Organization's Social Services case managers work to bridge the gap between refugees and the resources necessary for integration in the U.S. They provide assistance with: legal matters, public transportation, health coverage, safe and affordable housing, school enrollment, and other critical matters. During the year ending June 30, 2023, the Organization provided a clear path to integration for over 125 refugees, asylee, victims of trafficking, and parolees cases and their families this year.

#### Employment

Direct employment services are offered through the new evidence-based employment program, Individualized Placement Services (IPS). The program has served over 35 clients in the fiscal year ending June 30, 2023, placing approximately 50% of the clients into part time or full-time employment. For clients who were still waiting on work authorization, IPS employment team worked on an individual basis educating on work place etiquette, job skills, resume building, and career planning. Our employment team established and maintained over 100 employer connections in 57+ different employment sectors including food service, cosmetology training, data communications, production, manufacturing, tourism, and more.

#### Trafficking in Persons (TIP) Program

The TIP program is funded through multiple federal and state grants. Through these grants, we are able to serve all victims of both sex and labor trafficking-regardless of age, gender, and immigration status. During the year ending June 30, 2023, we served 700+ survivors of human trafficking across TIP programming. *Program Referrals:* Outreach efforts resulted in 210 new client referrals to the TIP program. The large volume of referrals is addressed through case management, the interim group list and the drop-in center. *Case Management:* 144 primary trafficking survivors with an additional 90 secondary survivors for a total of 234 individuals served. Case managers utilize a comprehensive services model that addresses 17 components of victim needs. *Interim Group List:* Individuals on the interim group list have access to a crisis case manager, emergency services, referrals, and AAU's drop-in center, but are not assigned a permanent case manager nor enrolled in full case management services until space on a caseload is available. AAU provided 1972 crisis services and referrals to individuals on the interim group list. *Drop-in Center:* TIP provided 2075 services to 259 unduplicated individuals through 703 visits to the drop-in center and added 3 new partners to the weekly service options. *Housing:* Provided transitional housing to 36 survivors, 28 through the master lease contract with the Housing Authority of Salt Lake City and provided 243 incidents of rental assistance to survivors in Utah. *Community Engagement:* TIP trained 2500 community members in human trafficking awareness, reached 1150+ community members through 28

outreach events, and established 253+ new collaborative partners with 30 formal MOUs. *Statewide Task Force*: As the lead victim services partner for the Utah Trafficking In Persons (UTIP) Task Force, AAU's TIP has partnered with the Utah Attorney General's Office since 2015 to co-facilitate the statewide task force. This multi-disciplinary group aims to enhance Utah's response to human trafficking through investigation, prosecution, and victim services. Notable projects include co-hosting a statewide Human Trafficking Conference with 1700+ attendees, statewide human trafficking toolkit launch, and creation and implementation of the Collaborative Victim Service Response for the NBA All Star Weekend. *New Funding*: This fiscal year TIP received one new federal grant focused on transitional housing, and one private foundation grant focused on direct services.

#### English as a Second Language (ESL) & Life Skills

AAU provides three levels of classes for ESL learners from non-literate to intermediate. These classes are all taught by TESOL certified teachers. All our classes are free. We focus on life skills for refugees and immigrants with the goal of the student being able to gain the skills necessary to get a job and be self-supporting or go on to further education or training. We emphasize digital skills including writing a resume, applying for a job, and finding job resources online. All our classes are accessible virtually through the Teams app, thus allowing flexibility for students who are dealing with jobs, child-care issues, etc. For this fiscal year, we have served 180 students either in person or through our virtual classes. We have an evening class for those who wish to attend an in-person class and whose schedules don't allow them to attend during the day. All of these options are designed to make our ESL classes accessible to everyone who wants to attend. We also have outreach classes for employees of Black Rifle Coffee Company and Laborie Medical Supply that take place two days a week at those companies.

## 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Organization have been prepared using the accrual method of accounting in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP). The Organization follows the provisions of Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958, *Not-for-Profit Entities*. The significant accounting policies followed are described below to enhance the usefulness of the financial statements to the reader.

#### Date of Management's Review

Subsequent events were evaluated through January 31, 2024, which is the date the financial statements were available to be issued. From their review, management has determined that there were no significant recognizable or unrecognizable subsequent events that were not properly disclosed.

#### Estimates in the Financial Statements

The preparation of financial statements in conformity with US GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

#### Cash and Cash Equivalents

For purposes of the statement of cash flows, cash equivalents include time deposits, certificates of deposit, and all highly liquid debt instruments with original maturities of three months or less.

### Concentrations of Credit Risks

The Organization maintains its cash in bank deposit accounts, which at times, may exceed federally insured limits. At June 30, 2023, \$315,016 exceeded the FDIC insurance limit of \$250,000, and therefore was not insured. The Organization has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash.

The Organization receives a substantial portion of its revenue from government contracts and grants. During the year ending June 30, 2023, approximately 13% and 11% of the Organization's total revenue was from Agency A and Agency B, respectively. Any decreases in government funding would have a negative impact on the future operations of the Organization.

At June 30, 2023 approximately 18% and 18% of the Organization's total accounts receivable was due from two Agencies, respectively

### Accounts and Grants Receivable and Allowance for Doubtful Accounts

Accounts and grants receivable are carried at their estimated collectible amounts. The Organization's accounts and grants receivable are generally short-term in nature; thus, accounts and grants receivable do not accrue finance or interest charges. Accounts and grants receivable are periodically evaluated for collectibility based on past credit history with customers and their current financial condition. An allowance for doubtful accounts has not been established because management believes that all accounts and grants receivable will be fully collectible.

### Promises to Give

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give expected to be collected in future years are initially recorded at fair value using present value techniques incorporating risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the asset. In subsequent years, amortization of the discounts is included in contribution revenue in the statement of activities. The Organization determines the allowance for uncollectible promises to give based on historical experience, an assessment of economic conditions, and a review of subsequent collections. An allowance for uncollectible promises has not been established at June 30, 2023 because management believes that all promises to give will be fully collectible.

### Investments

Investment purchases are recorded at cost, or if donated, at fair value on the date of donation. Therefore, investments are reported at their fair values in the statement of financial position. Net investment return is reported in the statement of activities and consists of interest and dividend income, realized and unrealized capital gains and losses, less external and direct internal investment expenses.

### Fair Value Measurements

Fair value is defined as the price that would be received to sell an asset in the principal or most advantageous market for the asset in an orderly transaction between market participants on the measurement date. Fair value should be based on the assumptions market participants would use when pricing an asset. U.S. GAAP establishes a fair value hierarchy that prioritizes investments based on those assumptions, with highest priority given to quoted prices in active markets and lowest priority to an entity's assumptions. The Organization groups assets at fair value in three levels, based on the markets in which the assets are traded and the reliability of the assumptions used to determine fair value. These levels are:

Level 1	Unadjusted quoted market prices for identical assets or liabilities in active markets as of the measurement date.
Level 2	Other observable inputs including quoted prices for similar assets in active or non-active markets, or other observable inputs for the asset.
Level 3	Unobservable inputs that cannot be corroborated by observable market data, such as pricing models, discounted cash flow models, and similar techniques.

### Property and Equipment

Property and equipment are recorded at acquisition cost, or if donated, at the fair market value at the date donated. The Organization capitalizes additions that exceed \$5,000. If donors stipulate how long the assets must be used, the contributions are recorded as restricted support. In the absence of such stipulations, contributions of property and equipment are recorded as unrestricted support. Depreciation expense is provided on a straight-line basis over the estimated useful lives of the respective assets or lease terms, which range from five to thirty years. Depreciation expense for the year ended June 30, 2023 was \$130,653.

### Impairment of Long-Lived Assets

The Organization evaluates its long-lived assets for any events or changes in circumstances which indicate that the carrying amounts of the assets may not be fully recoverable. The Organization evaluates the recoverability of long-lived assets by measuring the carrying amounts of the assets against the estimated undiscounted future cash flows associated with them. When future undiscounted cash flows of certain long-lived assets are not sufficient to recover the carrying amounts of the assets, the assets are adjusted to their fair values.

### Classes of Net Assets

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

- ***Net Assets Without Donor Restrictions*** – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.
- ***Net Assets with Donor Restrictions*** – Net assets subject to donor- (or certain grantor-) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates those resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

We report contributions restricted by donors as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

### Revenue Recognition

**Contributions-** Contributions are recognized as support when cash, securities or other assets, or an unconditional promise to give is received. Conditional promises to give (those with a measurable performance or other barrier and a right of return) are not recognized until the conditions on which they depend have been substantially met. Contributions are considered to be without donor restrictions unless restricted by the donor.

**In-Kind Contributions-** Contributed goods, use of facilities, and services that either create or enhance nonfinancial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation are recorded at fair value at the date of donation. In-kind contributions received during the year ended June 30, 2023 consisted of Deseret Industries vouchers in the amount of \$80,289. The Deseret Industries vouchers are valued at thrift store values (these are value that are paid for goods in the Deseret Industries stores). These donations are used in the Organization's programs and there were no restrictions on the donated vouchers.

**Program Service Revenue-** Revenue is measured on the consideration specified in a contract with a customer, and excludes any sales incentives and amounts collected on behalf of third parties. The Organization recognizes revenue when it satisfies a performance obligation by transferring control over a product or service to a customer.

The following is a description of the Organization's principal activities which generate program service revenue.

#### Fee for service

Fee for service includes services provided directly to clients. Fee for service revenue is recognized when the service is provided to the client. Payments received in advance, if any, are deferred to the applicable period in which the related services are provided.

#### Rental income

Rental income is recognized when the use of facilities is provided.

### Income Taxes

The Organization has been recognized by the Internal Revenue Service (IRS) as exempt from federal income taxes under Section 501(c)(3), qualifying for the charitable contribution deduction under section 170(b)(1)(A)(vi) and has been determined not to be a private foundation under Section 509(a). The Organization is annually required to file a Return of Organization Exempt from Income Tax (Form 990) and is subject to income tax on net income that is derived from business activities that are unrelated to their exempt purposes. Management has determined that the Organization is not subject to unrelated business income tax. Management believes that the Organization has appropriate support for any tax positions taken in its annual filing and does not have any uncertain tax positions that are material to the financial statements. The Organization's Forms 990 are no longer subject to tax examination for years before 2020.

### Functional Allocation of Expenses

The cost of providing programs and supporting services activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses presents the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include salaries, payroll taxes, employee benefits, professional fees, occupancy, and depreciation, which are allocated on the basis of estimated time and effort.

#### Reclassifications

Certain items from June 30, 2022 have been reclassified to conform to the June 30, 2023 presentation.

### 3. 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, consisted of the following:

Cash and cash equivalents	\$ 658,374
Accounts receivable, including promises to give, current portion	722,053
Investments	<u>1,239,853</u>
Current financial assets, at year-end	2,620,280
Less those unavailable for general expenditure within one year, due to donor-imposed time or purpose restrictions	<u>(64,710)</u>
Financial assets available to meet cash needs for general expenditure within one year	<u>\$ 2,555,570</u>

As part of its liquidity management plan, the Organization invests cash in excess of daily requirements in savings and money market funds.

### 4. ACCOUNTS AND GRANTS RECEIVABLE, INCLUDING PROMISES TO GIVE

Accounts and grants receivable, including promises to give, consisted of the following at June 30, 2023:

Accounts and grants receivable	\$ 677,707
Promises to give	41,500
Sales tax receivable	<u>2,846</u>
	<u>\$ 722,053</u>

### 5. FAIR VALUE MEASUREMENTS

The following is a summary of investments is presented by level, within the fair value hierarchy, as of June 30, 2023:

	<b>Assets at Fair Value as of June 30, 2023</b>			
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Certificates of deposit	\$ -	\$ 1,239,853	\$ -	\$ 1,239,853
Total investments	<u>\$ -</u>	<u>\$ 1,239,853</u>	<u>\$ -</u>	<u>\$ 1,239,853</u>



Notes (continued)

## 6. LONG-TERM DEBT

Long-term debt consisted of the following at June 30, 2023:

Note payable to a financial institution requiring monthly principal and interest payments of \$20,002, bearing interest of 3.82%, maturing no later than April 24, 2027, and secured by real property costing \$2,600,000.	\$ 377,039
Less: current portion	<u>(227,035)</u>
Long-term debt, net of current portion	<u>\$ 150,004</u>

Future minimum payments required for the long-term debt are as follows:

<u>For Year Ended June 30,</u>	<u>Principal</u>	<u>Amortized Debt Issuance Costs</u>	<u>Net Amount</u>
2024	\$ 229,459	\$ (2,424)	\$ 227,035
2025	151,605	(1,601)	150,004
Thereafter	<u>-</u>	<u>-</u>	<u>-</u>
Total long-term debt	381,064	(4,025)	377,039
Less: current portion	<u>(229,459)</u>	<u>2,424</u>	<u>(227,035)</u>
Long-term debt, less current portion	<u>\$ 151,605</u>	<u>\$ (1,601)</u>	<u>\$ 150,004</u>

Interest expense for the year ended June 30, 2023 was \$23,816.

## 7. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions consisted of the following at June 30, 2023:

Subject to expenditure for specified purpose:	
Trafficking	\$ 23,210
Promises to give	
United Way grants	<u>41,500</u>
	<u>\$ 64,710</u>

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by the occurrence of the passage of time or other events specified by the donors as following for the year ended June 30, 2023:

Satisfaction of purpose restrictions:	
Trafficking	\$ 6,790
Home management training program	81,994
Improvements	1,132
Vehicle purchase	5,852
Expiration of time restrictions:	<u>41,500</u>
Total net assets released from restrictions	<u>\$ 137,268</u>

**8. PROGRAM SERVICES**

Program service expenses of the Organization for the year ended June 30, 2023 consisted of the following:

Interpreting	\$ 839,072
Trafficking in Persons	791,152
Treatment	790,346
Youth and family services	714,331
Emergency housing	402,789
Social services	239,750
Sunnyvale	112,569
English as a Second Language	110,745
Employment	75,146
Other programs	<u>70,328</u>
	<u>\$ 4,146,228</u>

**9. RETIREMENT PLAN**

The Organization has adopted a tax-sheltered annuity which provides for a salaried deferral arrangement for participating employees. The Organization uses a contribution rate equivalent to that used by the State of Utah Retirement System. The tax-sheltered annuity permits an employee to defer an amount out of his or her salary on an individual basis. Separate accounts are maintained for each participating employee. The total retirement plan expense was \$116,094 for the year ended June 30, 2023.

**10. COMMITMENTS AND CONTINGENCIES**

The Organization participates in various government-assisted programs that are subject to review and audit by grantor agencies. Entitlements to these resources are generally conditional upon compliance with the terms and conditions of grant agreements and applicable government regulations, including the expenditure of resources for allowable purposes. Any disallowance resulting from a government audit may become a liability of the Organization. The ultimate disallowance pertaining to these regulations, if any, is estimated to be immaterial to the overall financial condition of the Organization.

The Organization may be involved in certain claims arising from the ordinary course of operations and has purchased insurance policies to cover these risks.

**11. PRIOR YEAR INFORMATION**

The accompanying financial statements include certain prior year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles in the United States of America. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended June 30, 2022 from which the summarized information was derived.

**SUPPLEMENTARY INFORMATION**

**AND**

**COMPLIANCE REPORTS**

**Asian Association of Utah  
dba Refugee & Immigrant Center**  
Schedule of Expenditures of Federal Awards  
Year Ended June 30, 2023

Federal Grantor Pass Through Grantor Program Title	Agency or Pass- through Number	Federal CFDA Number	Federal Expenditures
<u>U.S. Department of Health and Human Services</u>			
Passed through Utah Department of Human Services			
STEP	A03274	93.590	\$ 19,622
DSAMH	A03254	93.665	69,129
Community-based Recovery Project	A03540	93.959	67,810
Rural Mental Health	231438	93.958	83,398
Afterschool program	A03545	93.959	61,442
Passed through Utah Department of Health			
Refugee Health Services – Priority 1	206173	93.566	35,026
Refugee Mental Health Initiative 2022	226395	93.566	27,747
Refugee Health Services Screening coordination	206210	93.566	13,499
Sexual Violence Prevention – Elementary program	232700480	93.558	63,151
Passed through Utah Department of Workforce Services			
TANF – Refugee Coordinated Case Management	23DWS0111	93.558	257,377
TANF – Teen Afterschool Prevention	23DWS0300	93.558	162,065
TANF – Program Quality Enhancement	22DWS0136	93.558	19,830
TANF – School-aged summer quality grant	19DWS0089	93.575	19,358
TANF – School-aged quality grant	23DWS0241	93.575	101,973
TANF – Housing	23DWS0309	93.558	162,807
Total U.S. Department of Health and Human Services			1,164,234
<u>U.S. Department of Justice</u>			
Passed through Utah Office for Victims of Crime			
VOCA – CARE	2122VOCA117	16.575	187,765
Office of Violence Against Women Programs			
Transitional Housing for Survivors of Trafficking	2019WHAX0067	16.736	84,933
U.S. Office of Justice Programs			
Utah Trafficking in Persons (UTIP) Task Force 2018	2018VTBXK065	16.320	29,002
Minor Victims of Human Tracking 2019	2019VMBX0012	16.320	164,907
Utah Trafficking in Persons (UTIP) Task Force 2021	15POVC21GK040	16.320	117,526
Enhanced Housing Opportunities for Survivors	15POVC21GG039	16.320	118,715
Enhanced Labor Trafficking Services	2020VTBX0107	16.320	200,942
Total U.S. Department of Justice			903,790
<u>U.S. Department of Education</u>			
Passed through Utah State Office of Education			
AEFLA	170041	84.002A	126,602
Total U.S. Department of Education			126,602

**Asian Association of Utah  
dba Refugee & Immigrant Center**  
Schedule of Expenditures of Federal Awards (continued)  
Year Ended June 30, 2023

U.S. Department of Treasury

Passed through Millcreek City			
American Rescue Plan Act	N/A	21.027	94,824
Passed through Salt Lake County			
ERAP Education, Outreach & Assistance program	ERA2002	21.023	<u>27,927</u>
 Total U.S. Department of Treasury			 <u>122,751</u>
 Total Expenditures of Federal Awards			 <u><u>\$ 2,317,377</u></u>

**Note A - Basis of Accounting**

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Asian Association of Utah dba Refugee & Immigrant Center under programs of the federal government for the year ended June 30, 2023. The information in this Schedule is presented in accordance with the 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). Because the Schedule presents only a selected portion of the operations of Asian Association of Utah dba Refugee & Immigrant Center, it is not intended to and does not present the financial position, changes in net assets, or cash flows of Asian Association of Utah dba Refugee & Immigrant Center.

**Note B - Summary of Significant Accounting Policies**

- (1) Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.
- (2) Asian Association of Utah dba Refugee & Immigrant Center has elected not to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

**Asian Association of Utah  
dba Refugee & Immigrant Center  
Schedule of Findings and Questioned Costs  
Year Ended June 30, 2023**

**Section I - Summary of Auditor's Results**

*Financial Statements*

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? \_\_\_ Yes    √ No
- Significant deficiency(ies) identified that are not considered to be material weaknesses? \_\_\_ Yes    √ None reported

Noncompliance material to financial statements noted? \_\_\_ Yes    √ No

*Federal Awards*

Internal control over major programs:

- Material weaknesses identified? \_\_\_ Yes    √ No
- Significant deficiency(ies) identified that are not considered to be material weaknesses? \_\_\_ Yes    √ None reported

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

Any audit findings that are required to be reported in accordance with 2 CFR section 200.516(a)? \_\_\_ Yes    √ No

Identification of major programs:

CFDA Number: 16.320 Services for Trafficking Victims

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee? √ Yes    \_\_\_ No

**Section II - Financial Statement Findings**

None

**Section III – Federal Award Findings and Questioned Costs**

None

**Findings of Prior Audit - Year Ended June 30, 2022**

**There were no findings in the prior year.**



**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**

**Independent Auditor's Report**

The Board of Directors  
Asian Association of Utah dba Refugee & Immigrant Center  
Salt Lake City, Utah

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 Asian Association of Utah dba Refugee & Immigrant Center (a nonprofit organization)(the "Organization"), which comprise the statement of financial position as of June 30, 2023, 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 January 31, 2024.

***Report on Internal Control Over Financial Reporting***

In planning and performing our audit of the financial statements, we considered Asian Association of Utah dba Refugee & Immigrant Center'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 Asian Association of Utah dba Refugee & Immigrant Center's internal control. Accordingly, we do not express an opinion on the effectiveness of the Center'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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. 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.

***Report on Compliance and Other Matters***

As part of obtaining reasonable assurance about whether Asian Association of Utah dba Refugee & Immigrant Center's financial statements are free of 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.

*Bountiful Peak Advisors*

Bountiful, Utah  
January 31, 2024





**REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM  
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED  
BY THE UNIFORM GUIDANCE**

**Independent Auditor's Report**

The Board of Directors  
Asian Association of Utah dba Refugee & Immigrant Center  
Salt Lake City, Utah

***Report on Compliance for Each Major Federal Program  
Opinion on Each Major Federal Program***

We have audited Asian Association of Utah dba Refugee & Immigrant Center's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Asian Association of Utah dba Refugee & Immigrant Center's major federal programs for the year ended June 30, 2023. Asian Association of Utah dba Refugee & Immigrant Center's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Asian Association of Utah dba Refugee & Immigrant Center 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 June 30, 2023.

***Basis for Opinion on Each Major Federal Program***

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

We are required to be independent of Asian Association of Utah dba Refugee & Immigrant Center and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Asian Association of Utah dba Refugee & Immigrant Center's compliance with the compliance requirements referred to above.

***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to Asian Association of Utah dba Refugee & Immigrant Center's federal programs.

### ***Auditor's Responsibilities for the Audit of Compliance***

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

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Asian Association of Utah dba Refugee & Immigrant Center's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of Asian Association of Utah dba Refugee & Immigrant Center's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Asian Association of Utah dba Refugee & Immigrant Center's internal control over compliance. Accordingly, no such opinion is expressed.

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

### ***Other Matters***

The results of our auditing procedures disclosed no instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance.

### ***Report on Internal Control Over Compliance***

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or 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 Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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

*Bountiful Peak Advisors*

Bountiful, Utah  
January 31, 2024