# Centro De Cultura, Arte, Trabajo Y Educacion

Financial Statements and
Independent Accountant's Review Report

June 30, 2025 and 2024

**Centro De Cultura, Arte, Trabajo Y Educacion**
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**GALANI & ASSOCIATES LLC**
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## Independent Accountant's Review Report

To the Board of Trustees of
Centro De Cultura, Arte, Trabajo Y Educacion
Blue Bell, Pennsylvania

We have reviewed the accompanying financial statements of Centro De Cultura, Arte, Trabajo Y Educacion (a nonprofit organization), which comprise the statement of financial position as of June 30, 2025, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of company management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

**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.

**Accountant's Responsibility**
Our responsibility is to conduct the review engagements in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of Centro De Cultura, Arte, Trabajo Y Educacion and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

**Accountant's Conclusion**
Based on our reviews, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

**Report on June 30, 2024 Financial Statements**

The financial statements of Centro De Cultura, Arte, Trabajo Y Educacion as of June 30, 2024, were reviewed by other accountants whose report dated October 24, 2024, stated that based on their procedures, they are not aware of any material modifications that should be made to the financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Galani & Associates LLC

Galani & Associates LLC
Paoli, Pennsylvania
December 20, 2025

**Centro De Cultura, Arte, Trabajo Y Educacion**
Statements of Financial Position
June 30, 2025 and 2024

| | June 30, 2025 | June 30, 2024 |
|---|---|---|
| **Asset** | | |
| Assets: | | |
| Cash and cash equivalents | $ 261,291 | $ 195,817 |
| Property and equipment | 505,919 | 519,173 |
| Total assets | $ 767,210 | $ 714,990 |
| **Liabilities and Net Assets** | | |
| Liabilities: | | |
| Mortgage - building | $ 350,979 | $ 364,356 |
| Loan - vehicle | 6,787 | 11,140 |
| Total liabilities | 357,766 | 375,496 |
| Net assets: | | |
| Without donor restrictions | 409,444 | 339,494 |
| With donor restrictions | - | - |
| Total net assets | 409,444 | 339,494 |
| Total liabilities and net assets | $ 767,210 | $ 714,990 |

*See accompanying notes and independent accountant's review report.*

**Centro De Cultura, Arte, Trabajo Y Educacion**
Statements of Activities
Years Ended June 30, 2025 and 2024

## Without Donor Restrictions Net Assets

| | June 30, 2025 | June 30, 2024 |
|---|---|---|
| Revenues: | | |
| Donations | $ 52,729 | $ 48,534 |
| Grants | 522,725 | 282,044 |
| Inkind services | 641,726 | 551,922 |
| Other support | 8,703 | 6,675 |
| Rental income | 21,519 | 20,513 |
| Total revenues | 1,247,402 | 909,688 |
| Expenses: | | |
| Program services | 943,334 | 818,656 |
| Management and adminsitration | 175,028 | 148,134 |
| Fundraising | 59,090 | 43,455 |
| Total expenses | 1,177,452 | 1,010,245 |
| Changes in net assets | 69,950 | (100,557) |
| Net assets, beginning of year | 339,494 | 440,051 |
| Net assets, end of year | $ 409,444 | $ 339,494 |

*See accompanying notes and independent accountant's review report.*

**Centro De Cultura, Arte, Trabajo Y Educacion**
Statements of Functional Expenses
Years Ended June 30, 2025 and 2024

| | June 30, 2025 | | | |
|---|---|---|---|---|
| | Program Services | Management and Administration | Fundraising | Total |
| Accounting | $ - | $ 6,275 | $ - | $ 6,275 |
| Adminsitration and management | - | 1,032 | - | 1,032 |
| Art program | 1,759 | - | - | 1,759 |
| Bank charges | - | 4 | - | 4 |
| Car repairs | - | 1,211 | - | 1,211 |
| Depreciation | 182 | 13,071 | - | 13,253 |
| Equipment | 4,394 | - | - | 4,394 |
| Event expense | 200 | - | - | 200 |
| Fundraising expense | - | - | 88 | 88 |
| Insurance | 16,828 | - | - | 16,828 |
| Interest | - | 28,844 | - | 28,844 |
| Meals | 2,182 | - | - | 2,182 |
| Membership | 50 | - | - | 50 |
| Miscellaneous | 1,552 | - | - | 1,552 |
| Office expenses | 5,966 | - | - | 5,966 |
| Payroll processing fees | - | 6,908 | - | 6,908 |
| Payroll wages | 140,701 | 52,219 | 43,962 | 236,883 |
| Payroll taxes | 45,830 | 17,009 | 14,320 | 77,159 |
| 401(k) contributions | 2,302 | 854 | 719 | 3,876 |
| Personnel | 2,115 | - | - | 2,115 |
| Programs | 23,032 | - | - | 23,032 |
| Professional fees | - | 7,320 | - | 7,320 |
| Real estate taxes | - | 17,743 | - | 17,743 |
| Repairs and maintenance | - | 17,125 | - | 17,125 |
| Scholarships and support | 13,377 | - | - | 13,377 |
| Summer camp | 4,364 | - | - | 4,364 |
| Supplies | 6,560 | - | - | 6,560 |
| Travel and entertainment | - | 5,412 | - | 5,412 |
| Utilities | 30,214 | - | - | 30,214 |
| Volunteer | 641,726 | - | - | 641,726 |
| Total | $ 943,334 | $ 175,028 | $ 59,090 | $ 1,177,452 |

**Centro De Cultura, Arte, Trabajo Y Educacion**
Statements of Functional Expenses (Continued)
Years Ended June 30, 2025 and 2024

| | June 30, 2024 | | | |
|---|---|---|---|---|
| | Program Services | Management and Administration | Fundraising | Total |
| Accounting | $ - | $ 11,170 | $ - | $ 11,170 |
| Adminsitration and management | - | 1,879 | - | 1,879 |
| Art program | 4,692 | - | - | 4,692 |
| Bank charges | - | 1,739 | - | 1,739 |
| Board expenses | - | 7,345 | - | 7,345 |
| Car repairs | - | 64 | - | 64 |
| Depreciation | 182 | 13,071 | - | 13,253 |
| Equipment | 1,270 | - | - | 1,270 |
| Event expense | 62 | - | - | 62 |
| Fundraising expense | - | - | 1,361 | 1,361 |
| Insurance | 11,408 | - | - | 11,408 |
| Interest | - | 23,909 | - | 23,909 |
| Meals | 1,489 | - | - | 1,489 |
| Membership | 385 | - | - | 385 |
| Miscellaneous | - | 288 | - | 288 |
| Office expenses | 3,172 | - | - | 3,172 |
| Payroll processing fees | - | 4,275 | - | 4,275 |
| Payroll wages | 134,721 | 50,000 | 42,094 | 226,815 |
| Payroll taxes | 15,989 | 3,825 | - | 19,814 |
| Personnel | 8,982 | - | - | 8,982 |
| Programs | 16,928 | - | - | 16,928 |
| Professional fees | 8,630 | - | - | 8,630 |
| Real estate taxes | - | 14,140 | - | 14,140 |
| Repairs and maintenance | - | 1,319 | - | 1,319 |
| Scholarships and support | 16,330 | - | - | 16,330 |
| Summer camp | 905 | - | - | 905 |
| Supplies | 14,937 | - | - | 14,937 |
| Travel and entertainment | - | 9,789 | - | 9,789 |
| Utilities | 26,652 | 5,321 | - | 31,973 |
| Volunteer | 551,922 | - | - | 551,922 |
| Total | $ 818,656 | $ 148,134 | $ 43,455 | $ 1,010,245 |

**Centro De Cultura, Arte, Trabajo Y Educacion**

Statements of Cash Flows

Years Ended June 30, 2025 and 2024

| | June 30, | |
|---|---|---|
| | **2025** | **2024** |
| Cash flows from operating activities: | | |
| Changes in net assets | $ 69,950 | $ (100,557) |
| Adjustment to reconcile changes in net assets to net cash provided by (used in) operating activities: | | |
| Depreciation | 13,253 | 13,253 |
| Changes in operating assets and liabilities: | - | - |
| Net cash provided by (used in) operating activities | 83,203 | (87,304) |
| Cash flows from financing activities: | | |
| Repayments on building mortgage | (13,376) | (14,687) |
| Repayments on vehicle loan | (4,353) | (2,462) |
| Net cash used in financing activities | (17,729) | (17,149) |
| Net increase (decrease) in cash and cash equivalents | 65,474 | (104,453) |
| Cash and cash equivalents, beginning of year | 195,817 | 300,270 |
| Cash and cash equivalents, end of year | $ 261,291 | $ 195,817 |
| Supplemental disclosures: | | |
| Income taxes paid | $ - | $ - |
| Interest paid | $ 28,844 | $ 23,909 |

*See accompanying notes and independent accountant's review report.*

## 1. The Organization and Nature of Operations

Centro De Cultura, Arte, Trabajo Y Educacion ("CCATE") mission is to ignite social transformation by developing and empowering the Hispanic community through culture, art, career development, and education. CCATE uses a model of holistic education, seeking to integrate traditional academic subjects into the programs offered. Such integration and innovation happen through open-ended collaborations among its volunteer base and community partnerships.

CCATE is reimagining the delivery of services and programs using a lens of abundance, positioning families as experts on their own lives, with dreams and talents to share and make the experience an active and collaborative process in which members can both give and receive knowledge. CCATE does not require a financial contribution to participate in our programs. Instead, families are invited to share their skills, talents, and time throughout the year. CCATE affirms that people's time and skills are valuable and eliminate financial barriers that would inhibit participation.

CCATE expands its mission in each sector.

**Culture**
CCATE affirms and celebrates the cultural roots of its Latin American countries, its traditions, and family and community values. Therefore, CCATE programs focus on promoting self-esteem through cultural identity, as well as offering a space for immigrants to build connections and find support as they transition to life in a new country.

**Art**
CCATE considers it a priority to provide programs that discover, cultivate and showcase the artistic talents of new generations. In this way, the growth of our Hispanic community can be accompanied by the artistic expression of CCATE's values and ideas. This is also a way for students to learn to express themselves creatively, share their voices through artistic mediums, and explore and express their cultural heritage and individual identities through painting, muralism, photography, and a variety of other artistic means.

**Training**
CCATE affirms the social values and strong work ethic of the Hispanic community as it seeks the well-being of families and give children opportunities not only to dream but also to make their dreams possible. CCATE endeavors to help workers and small businesses make the most of their efforts by providing training to improve job skills and better business management while creating networks of mutual support. CCATE also provides classes such as financial and digital literacy, English, writing, and community-based research to help families develop their skills.

**Education**
One of CCATE's goals is to support students throughout their academic career starting in elementary school as it helps students develop their study skills, and provide academic support, mentoring, and extracurricular activities. CCATE's program complements the instruction students receive in school while engaging students in activities that develop their skills, interests, and talents.

CCATE knows that there are many barriers, including financial, documentation status, and language that discourage individuals from furthering their education. These barriers are even more apparent for low-income and first-generation students who may not have equitable access to the same educational resources and networks as their peers. Since 2014 CCATE has offered a high school program dedicated to providing Hispanic students with the support they need to complete high school and fulfill their educational goals.

## 2. Summary of Significant Accounting Policies

This summary of significant accounting policies of CCATE is presented to assist in understanding CCATE's financial statements. The financial statements and notes are representations of CCATE's management who is responsible for their integrity and objectivity. These accounting policies conform to accounting principles generally accepted in the United States of America ("GAAP") and have been consistently applied in the preparation of the financial statements.

**Basis of Accounting**
CCATE's assets, liabilities, revenues, and expenses are recognized on the accrual basis of accounting for financial statements purposes.

**Basis of Presentation**
CCATE prepares its financial statements in accordance with Accounting Standards Codification ("ASC") 958, *Not-for-Profit Entities* ("ASC 958") and adopted the modification during current year as described in FASB Accounting Standards Update (ASU) 2016-14, *Presentation of Financial Statements of Not-for-Profit Entities*. CCATE is required to report information regarding its financial position and activities according to two classes of net assets (without donor restrictions, and with donor restrictions) based upon the existence or absence of donor-imposed restrictions.

**Property and Equipment**
CCATE follows the practice of capitalizing fixed assets expenditures in excess of $500. Depreciation is computed on a reasonable method basis over the estimated useful lives of the related asset.

**Cash and Cash Equivalents**
For purposes of the statement of cash flows, CCATE considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

**Use of Estimates**
The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

**Allocation of Functional Expenses**
Expenses by function have been allocated amongst program and supporting services classification on the basis of time records and on estimates made by CCATE's management.

**Promises to Give**
Contributions are recognized when the donor makes a promise to give to CCATE that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions are 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.

CCATE uses the allowance method to determine uncollectible promises receivable. The allowance is based on prior years' experience and management's analysis of specific promises made.

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

**Volunteer Donated Services**
Volunteer Donated services are valued at their fair market value. Recognized services were provided by 100 educational teachers. Volunteer Donated services are recognized in the financial statements at their fair market value if the following criteria are met:

- The services require specialized skills and are provided by individuals possessing those skills;
- The services would typically need to be purchased if not donated.

CCATE has recorded the value of professional educators and consultants totaling $641,726 for the year ended June 30, 2025 and $551,922 for the year ended June 30, 2024. Although CCATE also utilizes the services of many other volunteers, the fair value of these other services is not recognized in the accompanying financial statements since they do not meet the criteria for recognition under accounting principles generally accepted in the United States of America.

Volunteer donated services for year ended June 30, 2025
Teachers- 18,560 hours at $34.58 per hour Total Donated Services $641,726

Volunteer donated services for year ended June 30, 2024
Teachers- 18,552 hours at $29.75 per hour Total Donated Services $551,922

**Advertising**
CCATE expenses the advertising costs as incurred. For the years ended June 30, 2025 and 2024, the advertising expense was zero.

**Income Taxes**
CCATE is exempt from federal income taxes under section 501(c)(3) of the Internal Revenue Code and is classified by the Internal Revenue Service as other than a private foundation.

CCATE's management evaluates tax positions taken by CCATE and recognizes a tax liability (or asset) if an uncertain position that more than likely than not would not be sustained upon examination by taxing authorities. CCATE's management has analyzed the tax positions taken by CCATE and has concluded that there are no uncertain positions taken or expected to be taken that would require recognition of a liability (or asset) or disclosure in the financial statements. CCATE is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress. CCATE's management believes that it is no longer subject to income tax examinations for years ending prior to June 30, 2022.

## 3. Liquidity and Availability of Resources

At June 30, 2025 and 2024, CCATE's cash balance of $261,291 and $195,817 were not subject to donor or other contractual restrictions that make them unavailable for general expenditure within one year of the statement of financial position date each year.

## 4. Mortgage - Building

CCATE has a mortgage payable to C&N Bank with which carries an interest rate of 7.77%, a term date through June 2049 and is collateralized by the building owned by CCATE. At June 30, 2025 and 2024, mortgage balances were $350,979 and $364,356, respectively.

## 5. Property and Equipment

Since April 26, 2019, CCATE owns a building located at 1246 West Main Street, Norristown, PA 19401. This property is divided into 6 living units and has a total gross building area of 13,997 square feet. Four of the units are occupied and one of them consists of commercial business in form of a daycare facility.

CCATE's Property and equipment consists of the following at June 30:

| | Estimated Useful Life | 2025 | 2024 |
|---|---|---|---|
| Land | | $ 60,000 | $ 60,000 |
| Buildings and improvements | 7 - 40 years | 522,848 | 522,848 |
| Furniture and equipment | 3 - 5 years | 33,970 | 33,970 |
| Accumulated depreciation | | (110,899) | (97,645) |
| | | $ 505,919 | $ 519,173 |

For the years ended June 30, 2025 and 2024, depreciation expense was $13,253 and $13,253, respectively.

## 6. Evaluation of Subsequent Events

CCATE has evaluated events and transactions through December 20, 2025, the date these financial statements were available for issuance.