



Legal Services of Greater Miami, Inc. and Subsidiaries

Consolidated Financial Statements,
Supplementary Information and Reports
Required by *Government Auditing
Standards*, The Uniform Guidance, and
Schedule of Expenditures of Federal Awards

LSC Grant Recipient No. 610040
Year Ended December 31, 2020
(With Summarized Comparative Financial
Information for the year ended December 31, 2019)

LEGAL SERVICES OF GREATER MIAMI, INC. AND SUBSIDIARIES

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INDEPENDENT AUDITOR'S REPORT

Legal Services of Greater Miami, Inc. and Subsidiaries
Miami, Florida

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of Legal Services of Greater Miami, Inc. and its subsidiaries (the "Organization"), which comprise the consolidated statement of financial position as of December 31, 2020 and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated 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 consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated 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 consolidated 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 consolidated financial statements.

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

Opinion

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of Legal Services of Greater Miami, Inc. and its subsidiaries as of December 31, 2020, and the changes in their net assets and their cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.



Other Matter - Prior Year Consolidated Financial Statements

The consolidated financial statements of Legal Services of Greater Miami, Inc. and its subsidiaries as of and for the year ended December 31, 2019, were audited by other auditors whose report thereon, dated April 20, 2020 expressed an unmodified opinion.

Other Matter - Supplemental Schedules

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying supplementary information, such as the supplemental Schedule of Support, Revenue, Expenses, and Changes in Net Assets for Private Attorney Involvement Program on page 26, and Supplemental Schedule of Support, Revenue, Expenses and Changes in Net Assets on page 25, as required by Legal Services Corporation and the Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), 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 consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary schedules on pages 19 through 24 and the Schedule of Expenditures of Federal Awards on page 33 is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

Emphasis of Matter - Coronavirus

As further discussed in Note 2, the Organization is subject to the current economic and health conditions in the United States, including the coronavirus which was designated as a global pandemic by the World Health Organization on March 11, 2020. Management is currently assessing the impact of these conditions and continues to explore various options to minimize the financial impact; however, the ultimate outcome is not known as of the date these consolidated financial statements were available to be issued. Our opinion is not modified with respect to this matter.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 28, 2021, on our consideration of the Organization's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control over financial reporting and compliance.

BDO USA, LLP

Certified Public Accountants
April 28, 2021

LEGAL SERVICES OF GREATER MIAMI, INC. AND SUBSIDIARIES

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2020
(WITH COMPARATIVE FINANCIAL INFORMATION
AS OF DECEMBER 31, 2019)

ASSETS	2020	2019
CURRENT ASSETS		
Cash and cash equivalents	\$ 4,265,184	\$ 2,750,412
Client escrow funds	27,617	93,725
Restricted cash	1,950,346	653,805
Grants and contracts receivable, net	454,759	309,172
Prepaid expenses and other assets	131,654	277,134
Pledges receivable, net	207,864	154,070
TOTAL CURRENT ASSETS	<u>7,037,424</u>	<u>4,238,318</u>
INVESTMENTS	21,788,259	20,075,325
PROPERTY AND EQUIPMENT, NET	8,619,567	8,886,426
DEPOSITS	10,977	10,977
PLEDGES RECEIVABLE, NET	42,072	128,738
TOTAL ASSETS	<u>\$ 37,498,299</u>	<u>\$ 33,339,784</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable and accrued expenses	\$ 930,508	\$ 1,082,221
Client escrow funds	27,617	93,725
Refundable advances	1,455,315	273,878
Line of credit	610,478	610,478
Current portion of bonds payable	370,089	300,666
TOTAL CURRENT LIABILITIES	<u>3,394,007</u>	<u>2,360,968</u>
BONDS PAYABLE (NOTE 9)	3,752,132	4,122,221
DEFERRED COMPENSATION PLAN (NOTE 11)	212,969	490,248
TOTAL LIABILITIES	<u>7,359,108</u>	<u>6,973,437</u>
COMMITMENTS AND CONTINGENCIES (NOTE 10)		
NET ASSETS		
Without donor restrictions (including board designated net assets of approximately \$21,475,000 and \$19,485,000 for December 31, 2020 and 2019, respectively)	29,695,711	25,886,420
With donor restrictions:		
Legal Services Corporation - grant	261,266	241,467
Legal Services Corporation - disaster	25,160	33,547
Legal Services Corporation - technology grants	14,982	15,635
Donations for subsequent operations	42,072	89,278
Endowment fund	100,000	100,000
Total net assets with donor restrictions	<u>443,480</u>	<u>479,927</u>
TOTAL NET ASSETS	<u>30,139,191</u>	<u>26,366,347</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 37,498,299</u>	<u>\$ 33,339,784</u>

The accompanying notes are an integral part of these consolidated financial statements.

LEGAL SERVICES OF GREATER MIAMI, INC. AND SUBSIDIARIES

CONSOLIDATED STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2020
(WITH SUMMARIZED COMPARATIVE TOTALS FOR 2019)

			2020	2019
	Without Donor Restriction	With Donor Restriction	Total	Summarized
REVENUES AND OTHER SUPPORT				
Grants and contracts revenue	\$ 7,243,037	\$ -	\$ 7,243,037	\$ 7,118,437
Contributions	1,914,148	50,000	1,964,148	623,356
Rental income	358,897	-	358,897	357,038
Investment income, net	2,096,612	19,799	2,116,411	3,030,337
Interest income	40,277	-	40,277	21,904
Miscellaneous income	89,703	-	89,703	313,971
Net assets released from restrictions	106,246	(106,246)	-	-
TOTAL REVENUES AND OTHER SUPPORT	11,848,920	(36,447)	11,812,473	11,465,043
FUNCTIONAL EXPENSES				
Program services	7,311,856	-	7,311,856	7,672,258
Management and general	512,396	-	512,396	399,485
Fundraising	215,377	-	215,377	336,922
TOTAL FUNCTIONAL EXPENSES	8,039,629	-	8,039,629	8,408,665
CHANGE IN NET ASSETS	3,809,291	(36,447)	3,772,844	3,056,378
NET ASSETS AT BEGINNING OF YEAR	25,886,420	479,927	26,366,347	23,309,969
NET ASSETS AT END OF YEAR	\$ 29,695,711	\$ 443,480	\$ 30,139,191	\$ 26,366,347

The accompanying notes are an integral part of these consolidated financial statements.

LEGAL SERVICES OF GREATER MIAMI, INC. AND SUBSIDIARIES

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2020
(WITH SUMMARIZED COMPARATIVE TOTALS FOR 2019)

	Program Services	Supporting Services		2020	2019
		Management and General	Fundraising	Total	Summarized
PERSONNEL EXPENSES					
Lawyers	\$ 2,420,825	\$ 127,412	\$ -	\$ 2,548,237	\$ 2,447,049
Paralegals	338,389	-	-	338,389	362,240
Support staff	488,600	-	-	488,600	465,224
Administration	735,218	282,776	113,111	1,131,105	1,201,237
Employee benefits	1,066,886	56,749	11,349	1,134,984	1,019,212
TOTAL PERSONNEL EXPENSES	5,049,918	466,937	124,460	5,641,315	5,494,962
Grants	475,173	-	-	475,173	647,060
Computer services and online fees	216,931	5,863	11,726	234,520	499,584
Contract services	427,836	11,563	23,126	462,525	368,748
Equipment repairs and maintenance	28,622	773	1,547	30,942	34,195
Insurance	91,709	2,479	4,957	99,145	95,097
Law library	38,359	-	-	38,359	31,196
Litigation costs	46,034	-	-	46,034	31,647
Office supplies	5,609	152	303	6,064	48,696
Professional fees	186,346	4,692	9,383	200,421	271,928
Photocopying	26,569	719	1,436	28,724	10,377
Postage	9,471	255	512	10,238	15,633
Provision for uncollectible pledges	-	-	-	-	16,170
Occupancy	269,256	7,277	14,554	291,087	359,654
Telephone	52,301	1,413	2,827	56,541	51,389
Travel	7,621	-	-	7,621	32,328
TOTAL OTHER EXPENSES	1,881,837	35,186	70,371	1,987,394	2,513,702
Total expenses before interest and depreciation	6,931,755	502,123	194,831	7,628,709	8,008,664
Depreciation	246,845	6,671	13,343	266,859	272,239
Interest expense	133,256	3,602	7,203	144,061	127,762
Total functional expenses	\$ 7,311,856	\$ 512,396	\$ 215,377	\$ 8,039,629	\$ 8,408,665

The accompanying notes are an integral part of these consolidated financial statements.

LEGAL SERVICES OF GREATER MIAMI, INC. AND SUBSIDIARIES

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2020
(WITH COMPARATIVE FINANCIAL INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2019)

	2020	2019
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ 3,772,844	\$ 3,056,378
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	266,859	272,239
Provision for uncollectible pledges	-	16,170
Realized and unrealized gains on investments	(1,936,340)	(3,030,337)
Decrease (increase) in operating assets:		
Grants and contracts receivable	(145,587)	(15,028)
Prepaid expenses	145,480	(147,385)
(Decrease) increase in operating liabilities:		
Accounts payable and accrued expenses	(151,713)	54,239
Client escrow funds	(66,108)	(147,873)
Deferred income	1,181,437	(47,336)
TOTAL ADJUSTMENTS	<u>(705,972)</u>	<u>(3,045,311)</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>3,066,872</u>	<u>11,067</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from the sale of investments	53,242	461,018
Purchase of investments	(107,115)	(54,264)
Purchases of property and equipment	-	(48,484)
NET CASH (USED IN) PROVIDED BY INVESTING ACTIVITIES	<u>(53,873)</u>	<u>358,270</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Capital campaign collections	32,872	-
Repayment of bonds payable	(300,666)	(292,519)
NET CASH USED IN FINANCING ACTIVITIES	<u>(267,794)</u>	<u>(292,519)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS (including restricted cash)	2,745,205	76,818
CASH AND CASH EQUIVALENTS (including restricted cash) AT BEGINNING OF YEAR	3,497,942	3,421,124
CASH AND CASH EQUIVALENTS (including restricted cash) AT END OF YEAR	<u>\$ 6,243,147</u>	<u>\$ 3,497,942</u>
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:		
Cash paid during the year for interest	<u>\$ 144,061</u>	<u>\$ 127,762</u>
SUPPLEMENTAL DISCLOSURE OF CASH AND CASH EQUIVALENTS AND RESTRICTED CASH:		
The following table provides a reconciliation of cash and cash equivalents and restricted cash reported within the consolidated statement of financial position to the amount shown in the consolidated statement of cash flows:		
Cash and cash equivalents	\$ 4,265,184	\$ 2,750,412
Client escrow funds	27,617	93,725
Restricted cash	1,950,346	653,805
Total cash and cash equivalents and restricted cash	<u>\$ 6,243,147</u>	<u>\$ 3,497,942</u>

The accompanying notes are an integral part of these consolidated financial statements.

LEGAL SERVICES OF GREATER MIAMI, INC. AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS DECEMBER 31, 2020

1. ORGANIZATION

Legal Services of Greater Miami, Inc. ("Legal Services") is a non-profit organization that provides free civil legal assistance to financially eligible individuals who reside in Miami-Dade County and Monroe County, Florida. The principal services and activities of Legal Services are the delivery of a full range of civil legal services including counsel and advice, case investigation, negotiation, drafting of legal documents, client and provider education about legal rights and responsibilities, and representation before federal and state administrative, judicial and appellate tribunals. Legal services are provided in the specialty areas of housing, employment and economic security, special education, consumer and community economic development. Services are provided to low income individuals including the elderly, disabled, children, veterans, homeless, victims of domestic violence and the working poor.

Legal Services of Greater Miami Foundation, Inc. ("The Foundation") was incorporated on January 21, 2015. The Foundation is organized as a charitable 501(c) (3) corporation with the specific purpose to support Legal Services and has received exempt income tax status from the Internal Revenue Service ("IRS"). The sole member of the Foundation is Legal Services.

On July 22, 2015, Legal Services established a separate entity named 4343 LLC ("LLC"), with Legal Services being the sole member. LLC was formed for the purpose of the purchase of debt-financed property where Legal Services is headquartered and generates rental income from tenants whose use of the facilities are related to the exempt purposes of Legal Services. The LLC carries out the business and any other lawful purpose permitted to be carried on by limited liability companies under applicable law. LLC has been disregarded for federal income tax purposes as permitted under Treasury Regulations §301.7701-3(b) (1) (ii).

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Consolidation

The consolidated financial statements include the accounts of Legal Services of Greater Miami, Inc. and its subsidiaries, the Foundation and LLC (collectively referred to as the "Organization"). All significant intercompany balances and transactions are eliminated in consolidation.

Basis of Presentation

The consolidated financial statements have been prepared on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America ("U.S. GAAP"). Net assets and revenues, expenses, gains and losses are classified into two classes of net assets based on the existence or absence of donor-imposed restrictions. The two classes of net asset categories are as follows:

Net Assets without Donor Restrictions

Net assets without donor restrictions consists of contributions and other inflows of assets whose use is not subject to donor-imposed restrictions. Net assets without donor restrictions are available for use at the discretion of Legal Services' Board of Directors (the "Board") and/or management for general operating purposes. From time to time the Legal Services Board designates a portion of these net assets for specific purposes, which makes them unavailable for use at management's discretion. The net assets without donor restrictions are those generated through operations, capital campaign funds and a portion of the Endowment funds (NOTE 5), which have a Board designation.

Net Assets with Donor Restrictions

Net assets with donor restrictions consists of contributions and other inflows of assets whose use is subject to donor-imposed restrictions that are more specific than broad limits reflecting the nature of the Organization, the environment in which the Organization operates, and the purpose specified in the Organization's articles of incorporation or bylaws or comparable documents. Donor-imposed restrictions may be temporary in nature, such as stipulating that resources may be used only after a specified date or limited to specific programs or services. Certain donor-imposed restrictions are perpetual in nature.

LEGAL SERVICES OF GREATER MIAMI, INC. AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS DECEMBER 31, 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash and Cash Equivalents

Cash and cash equivalents include highly liquid short-term investments with original maturities of three months or less. Interest earned on cash and cash equivalents is considered an increase in net assets without donor restrictions unless otherwise restricted by the donor.

The Organization segregates client trust funds from all other sources by placing them in separate bank accounts that are titled as "Interest on Lawyers Trust Accounts". These funds are recorded as assets and liabilities and are presented separately on the consolidated statement of financial position as client escrow funds.

Restricted Cash

Restricted cash represents cash donations received from donors less those portions released from restrictions. Restricted cash also consists of the refundable advances received from Legal Services Corporation ("LSC") that are required to be maintained in a separate account by the Organization until the funds are spent on the allowable costs.

Grant and Contract Revenues and Receivables

The Organization receives substantially all its grant and contract revenues from federal, state and local agencies. Revenues from federal, state and local agency grants and contracts are recorded as a contribution in accordance with Accounting Standards Update ("ASU") 2018-08, *Not-For-Profit Entities (Topic 958): Clarifying the Scope of the Accounting Guidance for Contributions Received and Contributions Made* ("ASU 2018-08") and recorded as contribution revenue as the barrier or right of return is overcome. Based upon the terms of the grant agreements which generally provide the barrier is overcome when the allowable costs of the specific grant provisions have been incurred or the allowable services are provided to program participants. The Organization records conditional contributions as a refundable advance for monies received in advance of the expenditure of allowable costs.

Grants and contracts received are recorded as support with donor restrictions or without donor restrictions, depending on the existence and/or nature of any donor restrictions.

Grants and contracts receivable are stated at the amount management expects to collect from outstanding balances. An allowance for doubtful accounts is based on management's review of the collectability of receivables. No allowance for doubtful accounts was considered necessary as of December 31, 2020.

The Organization's primary source of revenue is from the LSC. During the year ended December 31, 2020, funding from LSC accounted for approximately 32% of total revenue. A significant reduction in the level of funding, if it were to occur, could have an effect on the Organization's ability to carry out its programs and activities.

CARES Act and Paycheck Protection Program

On April 15, 2020, the Organization received a loan of \$700,000 under the Paycheck Protection Program ("PPP") authorized by the Coronavirus Aid, Relief, and Economic Security Act (the "CARES Act") that was signed into law on March 27, 2020. The application for these funds requires the Organization to, in good faith, certify that the current economic uncertainty made the loan request necessary to support the ongoing operations of the Organization. This certification further requires the Organization to take into account its current business activity and its ability to access other sources of liquidity sufficient to support ongoing operations in a manner that is not significantly detrimental to the business. The loan begins accruing interest at a rate of 1.00% on the effective date. Principal payments are due in equal monthly installments commencing on November 15, 2020. During the year ended December 31, 2020 there were no principal or interest payments required on the loan. The loan matures on April 19, 2022, at which time all unpaid principal and accrued interest is due. Under the PPP, loan funds are eligible for forgiveness to the extent that they are used to cover certain payroll, rent, and utility costs and if the Organization retains employees during a specified period. The receipt of these funds, and the forgiveness of the loan attendant to these funds, is dependent on the Organization having initially qualified for the loan and qualifying for the forgiveness of such loan based on the Organization's future adherence to the forgiveness criteria. The Organization has accounted for the full balance of the PPP funds as grant income in accordance with ASC 405-605, as the allowable costs of the specific loan forgiveness provisions were incurred and is included within the caption "grants and contract revenue" on the accompanying consolidated statement of activity for the year ended December 31, 2020. The Organization has not accrued any liability associated with the risk of an adverse SBA review.

LEGAL SERVICES OF GREATER MIAMI, INC. AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS DECEMBER 31, 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

CARES Act and Paycheck Protection Program (Continued)

The CARES Act, among other things, includes provisions relating to refundable payroll tax credits, deferment of employer side social security payments, net operating loss carryback periods, alternative minimum tax credit refunds, modifications to the net interest deduction limitations, increased limitations on qualified charitable contributions and technical corrections to tax depreciation methods for qualified improvement property. The Organization did not apply for any other funding and noted no material impact from the other tax provisions.

Pledges receivable, net

Pledges, less a provision for estimated uncollectible amounts and unamortized discounts, are reported at net realizable value which approximates fair value and consist of amounts due from pledges. The allowance for doubtful accounts is the Organization's best estimate of the amount of probable losses. Past due balances are reviewed individually for collectability. Account balances are charged off against the allowance after all means of collection have been exhausted and the potential for recovery is considered remote. The allowance for doubtful pledges as of December 31, 2020 was approximately \$28,000.

Pledges determined to be uncollectible during the year in which such pledges are received are shown as a reduction of contributions. Pledges determined to be uncollectible subsequent to the year in which such pledges are received are charged to the allowance for uncollectible pledges.

Property and Equipment, Net

Property and equipment are recorded at cost or, if contributed, are recorded at their fair market value at the time of donation. When items are retired or otherwise disposed of, the related costs and accumulated depreciation are removed from the accounts and any resulting gains or losses are credited or charged to operations. The Organization capitalizes all purchases of equipment in excess of \$5,000.

Depreciation is provided using the straight-line method over the useful lives of the assets, which are as follows:

Building and improvements	5 – 40 years
Furniture, fixtures and equipment	5 – 10 years

Maintenance and repairs are charged to expense when incurred.

The carrying value of long-lived assets is reviewed if the facts and circumstances, such as significant declines in revenues, earnings or cash flows or material adverse changes in the business climate, indicate that they may be impaired. If any impairment in the value of the long-lived assets is indicated, the carrying value of the long-lived assets is adjusted to reflect such impairment based on the fair value of the impaired assets or an estimate of fair value based on discounted cash flows. No impairment of long-lived assets was considered necessary as of December 31, 2020.

Contributions

Transfer of cash or other assets or settlement of liabilities that are both voluntary and nonreciprocal are recognized as contributions.

Contributions may either be conditional or unconditional. A contribution is considered conditional when the donor imposes both a barrier and a right of return. Conditional contributions are recognized as revenue on the date all donor-imposed barriers are overcome or explicitly waived by the donor. Barriers may include specific and measurable outcomes, limitations on the performance of an activity and other stipulations related to the contribution. A donor has a right of return of any assets transferred or a right of release of its obligation to transfer any assets in the event the Organization fails to overcome one or more barriers. Assets received before the barrier is overcome are accounted for as refundable advances.

LEGAL SERVICES OF GREATER MIAMI, INC. AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS DECEMBER 31, 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Contributions (Continued)

Unconditional contributions may or may not be subject to donor-imposed restrictions. Donor-imposed restrictions limit the use of the donated assets but are less specific than donor-imposed conditions. Contributions received and unconditional promises to give are measured at their fair values and are reported as an increase in net assets. Contributions are considered to be available for general operations of the Organization unless specifically restricted by the donor. The Organization reports gifts of cash and other assets as restricted support if they are received with donor stipulations about the use of the donated assets, or if they are designated as support for future periods.

When a donor restriction expires, that is, when a stipulated time restriction ends, or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the consolidated statements of activities as "net assets released from restrictions." Donor-restricted contributions whose restrictions are met in the same reporting period in which received are reported as net assets without donor restrictions.

Rental income

Revenue from leasing activities, which generally consist of non-cancelable operating leases with terms of one year or more, is recognized on a straight-line basis over the lease term giving effect to rent abatements and known rental increases.

Prepaid Expenses

Prepaid expenses consist primarily of amounts paid in advance that benefit future periods which include rent and participant costs.

Investments and Fair Value Measurements

Investments in marketable securities are valued at net asset value in the consolidated statement of financial position. Realized and unrealized gains on investments, net of investment fees, are reflected in the consolidated statement of activities within "Investment income, net." Investment income that is limited to specific uses by donor restrictions is reported as increases in net assets without donor restrictions if the restrictions are met in the same reporting period as the income recognized.

Fair values of financial instruments are estimated using relevant market information and other assumptions. Fair value estimates involve uncertainties and matters of significant judgment regarding interest rates, credit risk, prepayments, and other factors, especially in the absence of broad markets for particular instruments. Changes in assumptions or in market conditions could significantly affect the estimates and those differences could be material. The carrying amount of all financial assets and liabilities approximates fair value.

Functional Expenses

The cost of providing the various services and other activities has been summarized on a functional basis in the statements of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Expenses that can be directly identified with the program or supporting service are reported as expenses of those functional areas. Other indirect expenses are allocated among the program and supporting services based on a reasonable basis that is consistently applied. Personnel expenses are allocated on the basis of estimated time and effort.

Risk and Uncertainties

Financial instruments that potentially subject the Organization to concentrations of credit risk consist principally of cash deposits in excess of the Federal Deposit Insurance Corporation ("FDIC") insured limits and grants and contracts receivable. The Organization limits its exposure by placing its deposits with quality financial institutions. At times, such balances may be in excess of the insurance limits of the FDIC. The Organization has not experienced losses in such accounts.

LEGAL SERVICES OF GREATER MIAMI, INC. AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS DECEMBER 31, 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

COVID-19

Since January 2020, the coronavirus ("COVID-19") outbreak has caused substantial disruption in international and U.S. economics and markets. The fear of further spread of COVID-19 has caused quarantines, cancellation of events and travel, business and school shutdowns, and overall reduction in business and economic activity. On March 11, 2020, the World Health Organization designated COVID-19 as a pandemic. The full impact of the COVID-19 outbreak continues to evolve as of the date of this report.

The Organization's operations are heavily dependent on private and public donations from individuals, foundations, and corporations. The Organization's client-based activities were primarily performed remotely during the pandemic, causing delays in operations. Additionally, access to grants and contracts from federal, state, and local governments may decrease or may not be available depending on appropriations. As of the date of this report, the Organization's investment values were not materially impacted. Management is actively monitoring the impact of the global situation on its financial condition, liquidity, operations, and workforce. The Organization is unable to predict the impact that COVID-19 will have on the financial position and change in net assets due to numerous uncertainties. These uncertainties include the severity of the virus, the duration of the outbreak, governmental, or other actions (which include promotion of social distancing), or changes to the Organization's operations. The Organization is currently evaluating the potential adverse effect this matter will have on its financial position, operations and cash flows.

Use of Estimates

In preparing the consolidated financial statements in conformity with U.S. GAAP, management is required 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 consolidated financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates and those differences could be material. Material estimates that are particularly susceptible to change include the fair value of investments, the allowance for uncollectible pledges and the functional allocation of expenses.

Income Taxes

Legal Services and the Foundation qualify as tax-exempt organizations under Section 501(c)(3) of the Internal Revenue Code of 1986, as amended. LLC has been disregarded for federal income tax purposes as permitted under Treasury Regulations §301.7701-3(b) (1) (ii). Accordingly, no provision for income taxes has been recorded. Management has determined that there was no unrelated business income for the year ended December 31, 2020.

The Organization recognizes and measures tax positions based on their technical merit and assesses the likelihood that the positions will be sustained upon examination based on the facts, circumstances and information available at the end of each period. Interest and penalties on tax liabilities, if any, would be recorded in interest expense and other non-interest expense, respectively.

The U.S. Federal jurisdiction is the major tax jurisdiction where the Organization files informational tax returns. The Organization is generally no longer subject to U.S. Federal examinations by tax authorities for years before 2017.

Recent Accounting Pronouncement

Lease Accounting

In February 2016, the Financial Accounting Standards Board ("FASB") issued an accounting standards update which amends existing lease guidance. The update requires lessees to recognize a right-of-use asset and related lease liability for many operating leases now currently off-balance sheet under current U.S. GAAP. Also, the FASB has issued amendments to the update with practical expedients related to land easements, lessor accounting, and disclosures related to accounting changes and error corrections. The Organization is currently evaluating the effect the update will have on its consolidated financial statements.

LEGAL SERVICES OF GREATER MIAMI, INC. AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS DECEMBER 31, 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Recent Accounting Pronouncement (Continued)

Lease Accounting (Continued)

The update originally required transition to the new lease guidance using a modified retrospective approach which would reflect the application of the update as of the beginning of the earliest comparative period presented. A subsequent amendment to the update provides an optional transition method that allows entities to initially apply the new lease guidance with a cumulative-effect adjustment to the opening balance of equity in the period of adoption. If this optional transition method is elected, after the adoption of the new lease guidance, the Organization's presentation of comparative periods in the financial statements will continue to be in accordance with current lease accounting. The Organization is evaluating the method of adoption it will elect. The update is effective for fiscal years beginning after December 15, 2021, and for interim periods within fiscal years beginning after December 15, 2022, with early application permitted.

Comparative Totals

The consolidated financial statements include certain prior year summarized information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with U.S. GAAP. Accordingly, such information should be read in conjunction with the Organization's consolidated financial statements for the year ended December 31, 2019, from which the summarized information was derived.

Subsequent Events

The Organization has evaluated subsequent events through April 28, 2021, which is the date the financial statements were available to be issued. There were no material subsequent events that require recognition or additional disclosure in these consolidated financial statements.

3. LIQUIDITY MANAGEMENT AND AVAILABILITY OF RESOURCES

The Organization maintains a policy of structuring its financial assets to be available as its general expenditures, liabilities and other obligations come due. The Organization holds cash in various noninterest-bearing bank accounts with well-known financial institutions. The Organization also has a line of credit available with borrowing capacity of up to \$5,500,000 which can be used to meet general expenditures within one year (NOTE 8). The available balance on the line of credit as of December 31, 2020 totaled approximately \$4,890,000.

The Organization's financial assets available within one year of December 31, 2020 for general expenditures are as follows:

Cash and cash equivalents	\$	4,265,184
Investments		21,788,259
Grants and contracts receivable		454,759
Pledges receivable, net		<u>207,864</u>
Total financial assets		26,716,066
Less amounts not available to be used within one year due to:		
Restricted by donors with purpose restrictions		100,000
Designated for deferred compensation plan		<u>212,969</u>
		312,969
Less amounts not available to be used without Legal Services Board approval:		
Board designated endowment fund		<u>21,475,290</u>
Total financial assets available to management for general expenditures within one year	\$	<u>4,927,807</u>

The earnings on the board designated endowment fund is available for use at the discretion of the Legal Services Board and/or management for general operating purposes.

LEGAL SERVICES OF GREATER MIAMI, INC. AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS DECEMBER 31, 2020

4. INVESTMENTS AND FAIR VALUE MEASUREMENTS

The FASB established a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements).

The three levels of the fair value hierarchy are described as follows:

- Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Organization has the ability to access.
- Level 2 Inputs to the valuation methodology include:
 - quoted prices for similar assets or liabilities in active markets;
 - quoted prices for identical or similar assets or liabilities in inactive markets;
 - inputs other than quoted prices that are observable for the asset or liability;
 - inputs that are derived principally from or corroborated by observable market data by correlation or other means.If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.
- Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at December 31, 2020.

The Organization invests in a variety of publicly traded investment vehicles held as mutual funds. Management seeks to mitigate risks inherent in the investment portfolio by investing primarily in highly-rated financial instruments and through regular monitoring of the investment portfolio.

The value of the assets invested are determined by calculating the Organization's net asset value ("NAV"). The Organization has the ability to observe the inputs to the valuation and redeem the investment at NAV upon request; as such, the Organization's investment is reflected at NAV on the consolidated statement of financial position, using the practical expedient. The investments that are valued at NAV have no unfunded commitments at December 31, 2020. Additionally, there are no explicit restrictions on the redemption of such investments. In accordance with Subtopic 820-10, investments that were measured at NAV per share (or its equivalent) have not been classified in the fair value hierarchy.

Investment return, net of expenses, consists of the following for the year ended December 31, 2020:

	2020
Dividends and interest	\$ 347,266
Net unrealized gains	1,394,277
Net realized gains	542,064
Investment fees	(126,919)
	\$ 2,156,688

LEGAL SERVICES OF GREATER MIAMI, INC. AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS DECEMBER 31, 2020

5. ENDOWMENTS

The Organization's endowments consist of individual funds established for a variety of purposes. Its endowments are comprised of funds with donor-restricted endowment funds and funds designated by the Legal Services Board of Directors to function as endowments. As required by U.S. GAAP, net assets associated with endowment funds, including funds designated by the Legal Services Board of Directors to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

The State of Florida adopted the Florida Uniform Prudent Management of Institutional Funds Act ("FUPMIFA"). The Organization has interpreted the FUPMIFA as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds, absent explicit donor stipulations to the contrary. As a result of this interpretation, the Organization classifies as net assets with donor restrictions the historical value of donor-restricted endowment funds, which includes (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment and (c) changes to the permanent endowment made in accordance with the direction of the applicable donor gift instrument. Also included in net assets with donor restrictions is accumulated appreciation on donor restricted endowment funds which are available for expenditure in a manner consistent with the standard of prudence prescribed by the FUPMIFA, and deficiencies associated with funds where the value of the fund has fallen below the original value of the gift.

The Organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment fund earnings:

1. The duration and preservation of the fund.
2. The purpose of the Organization and the donor-restricted endowment fund.
3. General economic conditions.
4. The possible effects of inflation and deflation.
5. The expected total return from income and the appreciation of investments.
6. Other resources of the Organization.
7. The investment policies of the Organization.

For the year ended December 31, 2020, the Organization has elected not to add appreciation for cost of living or spending policies for inflation and other economic conditions to its endowment funds with donor restrictions.

Changes to endowment net assets for the year ended December 31, 2020 are as follows:

	<u>Without Donor Restriction</u>	<u>With Donor Restriction</u>	<u>Total</u>
Endowment net assets, beginning	\$ 19,485,078	\$ 100,000	\$ 19,585,078
Accumulated investment gains	2,243,328	-	2,243,328
Additional designated funds	234,011	-	234,011
Appropriated for expenditures	(487,127)	-	(487,127)
Endowment net assets, ending	\$ 21,475,290	\$ 100,000	\$ 21,575,290

As of December 31, 2020, endowment net assets consisted of the following:

	<u>Without Donor Restriction</u>	<u>With Donor Restriction</u>	<u>Total</u>
Board designated endowment funds	\$ 21,475,290	\$ -	\$ 21,475,290
Donor restricted endowment funds	-	100,000	100,000
Total funds	\$ 21,475,290	\$ 100,000	\$ 21,575,290

LEGAL SERVICES OF GREATER MIAMI, INC. AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS DECEMBER 31, 2020

5. ENDOWMENTS (CONTINUED)

Funds with Deficiencies

From time to time, the fair value of assets associated with individual donor restricted endowment funds may fall below the level that the donor or FUPMIFA requires the Organization to retain as a fund of perpetual duration. As of December 31, 2020, there were no such deficiencies.

Return Objectives and Risk Parameters

The Organization has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets of donor-restricted funds that the Organization must hold in perpetuity or for a donor-specified period(s) as well as board-designated funds. The Organization expects its endowment funds, over time, to provide a rate of return in excess of the original board designated endowment principal. Actual returns in any given year may vary.

Strategies Employed for Achieving Objectives

To satisfy its long-term rate-of-return objectives, the Organization relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Organization targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

Spending Policy and How the Investment Objectives Relate to Spending Policy

The Organization has a general policy of appropriating for distribution each year 2.5 percent of its endowment fund's average fair value over the prior 3 calendar years through the calendar year- end preceding the fiscal year in which the distribution is planned. In establishing this policy, the Organization considered the long-term expected return on its endowment. Accordingly, over the long term, the Organization expects the current spending policy to allow its endowment to grow. The Legal Services Board of Directors approved a constant spending policy of 2.5 percent.

6. PROPERTY AND EQUIPMENT, NET

Property and equipment as of December 31, 2020 consist of the following:

Land	\$ 1,280,333
Building and improvements	8,168,533
Furniture, fixtures and equipment	<u>179,697</u>
Total property and equipment	9,628,563
Less accumulated depreciation and amortization	<u>(1,008,996)</u>
	<u>\$ 8,619,567</u>

Depreciation expense for the year ended December 31, 2020 was \$266,859. All property and equipment were purchased with non-LSC funds.

LEGAL SERVICES OF GREATER MIAMI, INC. AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS DECEMBER 31, 2020

7. PLEDGES RECEIVABLE, NET

The pledges receivable are due as follows at December 31, 2020:

Amounts due in less than one year	\$ 229,743
Amounts due between one and five years	<u>47,793</u>
Gross pledges receivable	277,536
Less: unamortized discount	(5,600)
Less: allowance for uncollectible	<u>(22,000)</u>
Pledges receivable, net	<u>\$ 249,936</u>

Pledges receivable with payment terms in excess of one year have been discounted using an average discount rate of 4.5% as of December 31, 2020 to reflect their estimated net present value.

8. LINE OF CREDIT

During the year ended December 31, 2017, the Organization entered into a line of credit facility with a financial institution providing for a revolving line of credit that provides borrowing up to \$5,500,000 and bearing interest at the bank prime rate of LIBOR plus 1.05%. As of December 31, 2020, the rate was 1.20%. The line of credit is due on demand and matures on September 1, 2023. As of December 31, 2020, the balance outstanding is \$610,478.

9. BONDS PAYABLE

On May 31, 2017, the Organization became obligated for \$5,000,000 in industrial revenue bonds ("Series 2017") issued on its behalf by the Miami-Dade County Industrial Development Authority. The funds were used to finance the construction and improvement costs for the Organization's headquarters building.

The Series 2017 Bonds bear interest at a fixed rate of 2.75% and mature on May 31, 2032. Principal and interest payments are due monthly and began during the year ended December 31, 2018, when construction was complete.

The Series 2017 Bonds are collateralized by the building and its improvements. The Series 2017 Bonds agreement contains a financial covenant requiring that the Organization maintain certain levels of loan to value ratio. Management believes the Organization was in compliance with its financial covenant as of December 31, 2020.

Principal maturities for the Series 2017 Bonds as of December 31, 2020 are as follows:

Year ended December 31,	
2021	\$ 370,089
2022	317,646
2023	326,492
2024	335,584
2025	316,220
Thereafter	<u>2,456,190</u>
	<u>\$ 4,122,221</u>

10. COMMITMENTS AND CONTINGENCIES

The costs and unexpended funds reflected in the accompanying financial statements relating to grant funded programs are subject to audit by the respective funding agencies (funding sources). The possible disallowance by the related funding agencies of any item charged to the program or request for the return of any unexpended funds cannot be determined at this time. No provision for any liability that may result has been made in the consolidated financial statements.

LEGAL SERVICES OF GREATER MIAMI, INC. AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS DECEMBER 31, 2020

11. EMPLOYEE BENEFIT PLANS

Legal Services 401(k) Plan & Trust

Legal Services' 401(k) plan became effective in 2003. Full-time employees become eligible on the first of the month, following a year of employment. The plan allows eligible employees to defer a portion of their compensation up to the allowable limit per the Internal Revenue Code ("IRC"). Such deferrals accumulate on a tax-deferred basis until the employee withdraws the funds.

Legal Services may make matching contributions on behalf of the plan participants in an amount determined by Legal Services in its sole discretion for each plan year. For 2020, the rate of Legal Services' match was 50% of employees' contribution not to exceed 2% of employees' qualified compensation.

The plan also provides a non-elective component, where Legal Services may make a discretionary contribution, which is allocated based on the proportion of each eligible employee's points to the total points of all eligible employees. Eligible employees receive 100 points for every full year of service and one point for every \$25 of compensation.

Legal Services 403(b) Tax Deferred Annuity Plan

Legal Services offers a tax deferred annuity plan to its employees. Under the plan, employees may have a portion of their salaries withheld and used to purchase an annuity for retirement benefits. Salaries for income tax purposes do not include amounts withheld for contributions to these plans. No past service costs are associated with this plan. Employees are fully vested immediately for their contributions. Legal Services does not make employer contributions to the tax-sheltered annuity plan.

Legal Services 457(b) Deferred Compensation Plan

Legal Services offers a 457(b) deferred compensation plan to managers and highly compensated employees. The plan allows participants to defer a portion of their compensation up to the allowable limit per IRC section 457(b). Participants are fully vested immediately for their contributions. No past service costs are associated with this plan. Legal Services does not make employer contributions to this plan. As of December 31, 2020, two participants had balances in the plan. Balances of the plan are reflected at net asset value, as reported by the plan provider, in the consolidated statement of financial position as long-term investments and a related deferred compensation plan liability. The amount as of December 31, 2020 was \$212,969.

Flexible Spending Plan

Legal Services provides an IRC Section 125 Cafeteria Plan for substantially all employees. Under this plan eligible employees may contribute their pre-tax dollars to either a dependent care reimbursement plan or to a health expense reimbursement plan.

Employees Under Collective Bargaining Agreement

As of December 31, 2020, all attorneys were covered under a collective bargaining agreement ("CBA"). The agreement covers all aspects of employment including, but not limited to, compensation, hiring procedures, leaves of absence, vacations, sick leave, vacancies and promotions. The terms of the CBA became effective on January 1, 2019 and expires on December 31, 2021.

SUPPLEMENTARY INFORMATION

LEGAL SERVICES OF GREATER MIAMI, INC. AND SUBSIDIARIES

SUMMARY OF FUNDING SCHEDULE-BY PERIOD OF RECOGNITION (SCHEDULE I)
FOR THE YEAR ENDED DECEMBER 31, 2020

SOURCE	PERIOD FROM	TO	CONTRACT AWARD AMOUNT	2020 SUPPORT	PASSED THROUGH TO SUBRECIPIENTS	PREVIOUSLY RECOGNIZED	AVAILABLE IN THE FUTURE
<u>Legal Services Corporation</u>							
Basic Field	1/1/20	12/31/20	\$ 3,949,696	\$ 3,036,297	\$ -	\$ -	\$ 913,399
Probono Innovation Fund	10/1/18	9/30/21	566,037	250,361	-	151,597	164,079
Disaster Relief-2017 Hurricanes and CA Wildfires	10/1/18	9/30/20	1,041,045	222,834	-	562,815	255,396
Technology Initiative	10/1/18	7/31/21	144,862	11,857	-	88,308	44,697
Rural Summer Fellowship	4/15/20	9/30/20	5,000	5,000	-	-	-
COVID-19 Response	3/1/20	9/30/21	238,455	238,455	-	-	-
2020 Telework Capacity Building Grant	3/1/20	8/31/20	19,875	19,875	-	-	-
			5,964,970	3,784,679	-	802,720	1,377,571
Attorney General							
<u>Florida Bar Foundation</u>							
Probono Transformation and Innovation Fund	4/1/19	3/31/20	51,873	15,213	-	36,660	-
Probono Transformation and Innovation Fund	4/1/20	6/30/21	19,000	6,660	-	-	12,340
Community Economic Development Initiative	1/1/20	12/31/20	859,139	811,041	475,173	-	48,098
Children's Legal Services	4/1/19	3/31/20	79,105	55,616	-	23,489	-
Children's Legal Services	4/1/20	9/30/21	86,160	46,298	-	-	39,862
2020 COVID-19 Relief	9/14/20	6/30/21	128,745	2,473	-	-	126,272
			1,224,022	937,301	475,173	60,149	226,572
<u>State of Florida</u>							
Department of Elder Affairs-Title IIIB							
Alliance for Aging	1/1/19	12/31/19	168,015	-	-	168,000	-
Department of Elder Affairs-Title IIIB							
Alliance for Aging	1/1/20	12/31/20	173,415	173,400	-	-	-
Department of Elder Affairs-Title IIIE							
Alliance for Aging	1/1/20	12/31/20	110,634	110,610	-	-	-
Department of Elder Affairs-CARES Act-Support Services							
Alliance for Aging	4/1/20	9/30/21	57,046	57,030	-	-	-
Department of Elder Affairs-CARES Act-Caregiver Support Services - Alliance for Aging	4/1/20	9/30/21	67,482	67,470	-	-	-
			576,592	408,510	-	168,000	-
<u>Monroe County</u>							
Monroe County - Funding	10/1/19	9/30/20	24,168	14,484	-	12,669	-
Monroe County - Funding	10/1/20	9/30/21	24,168	9,705	-	-	14,463
			48,336	24,189	-	12,669	14,463
Balance forward			\$ 7,813,920	\$ 5,154,679	\$ 475,173	\$ 1,043,538	\$ 1,618,606

See accompanying Independent Auditor's Report

LEGAL SERVICES OF GREATER MIAMI, INC. AND SUBSIDIARIES

SUMMARY OF FUNDING SCHEDULE-BY PERIODS OF RECOGNITION (SCHEDULE I) (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2020

SOURCE	PERIOD FROM	TO	CONTRACT AWARD AMOUNT	2020 SUPPORT	PASSED THROUGH TO SUBRECIPIENTS	PREVIOUSLY RECOGNIZED	AVAILABLE IN THE FUTURE
Balance brought forward			\$ 7,813,920	\$ 5,154,679	\$ 475,173	\$ 1,043,538	\$ 1,618,606
Miami-Dade County							
Ryan White HIV/AIDS Part A	3/1/19	2/29/20	189,000	9,688	-	106,288	-
Ryan White HIV/AIDS Part A	3/1/20	2/28/21	154,449	126,487	-	-	27,962
Homeless Trust ESG	7/1/19	6/30/20	29,671	476	-	29,195	-
Homeless Trust ESG	7/1/20	6/30/21	29,671	12,723	-	-	16,948
Fast Track Project	10/1/19	9/30/20	52,808	21,359	-	31,449	-
New American Project	10/1/19	9/30/20	18,862	7,940	-	10,922	-
LGBT Justice Project	10/1/19	9/30/20	26,360	18,522	-	7,838	-
REAL Project	10/1/19	9/30/20	63,950	45,269	-	18,681	-
Fast Track Project	10/1/20	9/30/21	36,670	32,763	-	-	3,907
New American Project	10/1/20	9/30/21	35,000	11,070	-	-	23,930
LGBT Justice Project	10/1/20	9/30/21	26,360	24,350	-	-	2,010
REAL Project	10/1/20	9/30/21	63,950	36,286	-	-	27,664
Camilus Health Concern	8/15/19	1/15/20	8,333	1,667	-	6,667	-
Camillus House	1/1/20	12/31/20	25,500	17,412	-	-	-
			760,584	366,012	-	211,040	102,421
Low-Income Taxpayer Clinic (IRS)	1/1/20	12/31/20	100,000	100,000	-	-	-
Supportive Services for Veteran Families	10/1/19	10/31/20	161,366	144,491	-	16,875	-
Supportive Services for Veteran Families	11/1/20	1/31/22	179,350	46,406	-	-	132,944
Catalyst Miami- Allegany Overtown Initiative	7/1/17	6/30/20	187,500	27,926	-	159,574	-
Allegany Franciscan Ministries-Expansion	7/1/18	6/30/20	75,000	18,103	-	56,897	-
Allegany Franciscan Ministries-Uniting Community Voices	5/1/20	7/31/21	100,000	50,492	-	-	49,508
Allegany Franciscan Ministries-COVID-19 Response	4/1/20	9/4/20	10,000	10,000	-	-	-
Allegany Franciscan Ministries-COVID-19 Digital Community Outreach	9/1/20	2/28/21	10,000	3,516	-	-	6,484
Equal Justice Works Fellowship	9/1/18	8/31/20	100,000	28,613	-	66,668	-
Equal Justice Works Fellowship	9/1/19	8/31/21	100,000	49,995	-	16,668	33,337
Gang Alternative	10/1/19	9/30/21	72,000	44,169	-	831	27,000
United Way Mission United	7/1/19	6/30/20	92,952	46,476	-	46,476	-
United Way Mission United	7/1/20	6/30/21	105,132	52,566	-	-	52,566
United Way Financial Stability Center	7/1/19	6/30/22	150,000	48,093	-	50,000	51,907
United Way Community Investment	7/1/19	6/30/20	3,000	400	-	2,600	-
United Way Community Investment	7/1/20	6/30/21	3,000	250	-	-	2,750
United Way of Collier and the Keys	7/30/20	12/31/20	12,000	12,000	-	-	-
University of Miami Tenants Rights Clinic	1/1/20	4/30/20	10,000	10,000	-	10,000	-
University of Miami Practicum	1/1/20	4/30/20	5,000	5,000	-	5,000	-
Purpose Built Families Foundation-SSVF	10/1/19	11/30/20	72,917	59,405	-	13,512	-

See accompanying Independent Auditor's Report

LEGAL SERVICES OF GREATER MIAMI, INC. AND SUBSIDIARIES

SUMMARY OF FUNDING SCHEDULE-BY PERIODS OF RECOGNITION (SCHEDULE I) (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2020

SOURCE	PERIOD FROM	TO	CONTRACT AWARD AMOUNT	2020 SUPPORT	PASSED THROUGH TO SUBRECIPIENTS	PREVIOUSLY RECOGNIZED	AVAILABLE IN THE FUTURE
Opportunities Industrialization Center of South Florida Miami Dade Young Adult Reentry Project	7/1/20	6/30/21	10,000	1,600	-	-	8,400
Opportunities Industrialization Center of South Florida SOAR 4 Miami-Dade Adult Reentry Project	6/1/20	6/30/21	10,000	2,480	-	-	7,520
The Batchelor Foundation	10/1/19	9/30/20	20,000	15,002	-	4,998	-
Chapman	1/1/20	6/30/21	55,000	27,500	-	-	27,500
Disaster Philanthropy-Centro Campesino	11/1/18	2/1/20	20,000	1,334	-	18,666	-
Wells Fargo Foundation - Housing Stability	6/1/20	5/31/22	300,000	105,829	-	-	194,171
Health Foundation of South FL-MLP,MD	6/1/20	6/30/22	203,862	14,530	-	-	189,332
Jacksonville Area Legal Aid-FLOI	8/20/19	9/30/20	20,530	8,210	-	-	-
Legal Aid Services of Broward County-FLOI	1/28/20	8/31/20	20,530	20,530	-	-	-
Community Legal Services of Mid-FL-Legal.io	9/30/19	9/30/20	20,000	3,100	-	-	-
JP Morgan Chase-FCDL	11/14/19	5/31/21	50,000	30,838	-	-	19,162
JP Morgan Chase-FCDL	11/14/20	11/15/21	50,000	-	-	-	50,000
Legal Services of North FL-Legal Assistance Enhancement Program	9/1/19	9/30/22	276,133	33,492	-	-	242,641
Paycheck Protection Program	4/15/20	12/31/20	700,000	700,000	-	-	-
			3,305,272	1,722,346	-	468,765	1,095,222
TOTAL			\$ 11,879,776	\$ 7,243,037	\$ 475,173	\$ 1,723,343	\$ 2,816,249

See accompanying Independent Auditor's Report

LEGAL SERVICES OF GREATER MIAMI, INC. AND SUBSIDIARIES

SUMMARY OF FUNDING SCHEDULE - BALANCES BY ACCOUNT (SCHEDULE II)
FOR THE YEAR ENDED DECEMBER 31, 2020

SOURCE	PERIOD FROM	TO	December 31, 2020					
			2020 SUPPORT	PASSED THROUGH TO SUBRECIPIENTS	2020 RECEIPTS	ACCOUNTS RECEIVABLE	ACCRUED EXPENSES	DEFERRED INCOME
Legal Services Corporation								
Basic Field	1/1/20	12/31/20	\$ 3,036,297	\$ -	\$ 3,949,696	\$ -	\$ -	\$ 913,399
Probono Innovation Fund	10/1/18	9/30/21	250,361	-	153,308	95,342	-	-
Disaster Relief-2017 Hurricanes and CA Wildfires	10/1/18	9/30/20	222,834	-	345,777	-	-	78,794
Technology Initiative	10/1/18	7/31/21	11,857	-	26,572	13,649	-	653
Rural Summer Fellowship	4/15/20	9/30/20	5,000	-	5,000	-	-	-
COVID-19 Response	3/1/20	9/30/21	238,455	-	238,455	-	-	-
2020 Telework Capacity Building Grant	3/1/20	8/31/20	19,875	-	19,875	-	-	-
			3,784,679	-	4,738,683	108,991	-	992,846
Florida Bar Foundation								
Probono Transformation and Innovation Fund	4/1/19	3/31/20	15,213	-	-	-	-	-
Probono Transformation and Innovation Fund	4/1/20	6/30/21	6,660	-	19,000	-	-	12,340
Community Economic Development Initiative	1/1/20	12/31/20	811,041	-	859,139	-	-	48,098
Children's Legal Services	4/1/19	3/31/20	55,616	475,173	-	-	-	-
Children's Legal Services	4/1/20	9/30/21	46,298	-	86,160	-	-	39,862
2020 COVID-19 Relief	9/14/20	6/30/21	2,473	-	128,745	-	-	126,272
			937,301	475,173	1,093,044	-	-	226,572
State of Florida								
Department of Elder Affairs-Title IIIB								
Alliance for Aging	1/1/19	12/31/19	-	-	27,960	-	-	-
Department of Elder Affairs-Title IIIB								
Alliance for Aging	1/1/20	12/31/20	173,400	-	136,020	37,380	-	-
Department of Elder Affairs-Title IIIE								
Alliance for Aging	1/1/20	12/31/20	110,610	-	77,310	33,300	-	-
Department of Elder Affairs-CARES Act-Support Services								
Alliance for Aging	4/1/20	9/30/21	57,030	-	57,030	-	-	-
Department of Elder Affairs-CARES Act-Caregiver								
Support Services - Alliance for Aging	4/1/20	9/30/21	67,470	-	67,470	-	-	-
			408,510	-	365,790	70,680	-	-
Monroe County								
Monroe County - Funding	10/1/19	9/30/20	14,484	-	6,881	-	-	-
Monroe County - Funding	10/1/20	9/30/21	9,705	-	20,272	9,705	-	-
			24,189	-	27,153	9,705	-	-
Balance forward			\$ 5,154,679	\$ 475,173	\$ 6,224,670	\$ 189,376	\$ -	\$ 1,219,418

See accompanying Independent Auditor's Report

LEGAL SERVICES OF GREATER MIAMI, INC. AND SUBSIDIARIES

SUMMARY OF FUNDING SCHEDULE - BALANCES BY ACCOUNT (SCHEDULE II) (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2020

SOURCE	PERIOD FROM	TO	December 31, 2020					
			2020 SUPPORT	PASSED THROUGH TO SUBRECIPIENTS	2020 RECEIPTS	ACCOUNTS RECEIVABLE	ACCRUED EXPENSES	DEFERRED INCOME
Balance brought forward			\$ 5,154,679	\$ 475,173	\$ 6,224,670	\$ 189,376	\$ -	\$ 1,219,418
Miami-Dade County								
Ryan White HIV/AIDS Part A	3/1/19	2/29/20	9,688	-	(16,045)	-	-	-
Ryan White HIV/AIDS Part A	3/1/20	2/28/21	126,487	-	112,658	19,476	-	5,647
Homeless Trust ESG	7/1/19	6/30/20	476	-	864	-	-	-
Homeless Trust ESG	7/1/20	6/30/21	12,723	-	11,335	1,388	-	-
Fast Track Project	10/1/19	9/30/20	21,359	-	52,808	-	-	-
New American Project	10/1/19	9/30/20	7,940	-	18,862	-	-	-
LGBT Justice Project	10/1/19	9/30/20	18,522	-	26,360	-	-	-
REAL Project	10/1/19	9/30/20	45,269	-	63,950	-	-	-
Fast Track Project	10/1/20	9/30/21	32,763	-	-	32,763	-	-
New American Project	10/1/20	9/30/21	11,070	-	-	11,070	-	-
LGBT Justice Project	10/1/20	9/30/21	24,350	-	-	24,350	-	-
REAL Project	10/1/20	9/30/21	36,286	-	-	36,286	-	-
Camilus Health Concern	8/15/19	1/15/20	1,667	-	4,167	-	-	-
Camillus House	1/1/20	12/31/20	17,412	-	14,616	2,796	-	-
			366,012	-	289,575	128,129	-	5,647
Low-Income Taxpayer Clinic (IRS)	1/1/19	12/31/19	-	-	16,667	-	-	-
Low-Income Taxpayer Clinic (IRS)	1/1/20	12/31/20	100,000	-	78,878	21,122	-	-
Supportive Services for Veteran Families	10/1/19	10/31/20	144,491	-	150,819	-	-	-
Supportive Services for Veteran Families	11/1/20	1/31/22	46,406	-	25,312	21,094	-	-
Catalyst Miami- Allegany Overtown Initiative	7/1/17	6/30/20	27,926	-	31,250	-	-	-
Allegany Franciscan Ministries-Expansion	7/1/18	6/30/20	18,103	-	-	-	-	-
Allegany Franciscan Ministries-Uniting Community Voice	5/1/20	7/31/21	50,492	-	100,000	-	-	49,508
Allegany Franciscan Ministries-COVID-19 Response	4/1/20	9/4/20	10,000	-	10,000	-	-	-
Allegany Franciscan Ministries-COVID-19 Digital Community Outreach	9/1/20	2/28/21	3,516	-	10,000	-	-	6,484
Equal Justice Works Fellowship	9/1/18	8/31/20	28,613	-	20,281	-	-	-
Equal Justice Works Fellowship	9/1/19	8/31/21	49,995	-	50,000	-	-	8,336
Gang Alternative	10/1/19	9/30/21	44,169	-	36,001	6,000	-	-
United Way Mission United	7/1/19	6/30/20	46,476	-	46,476	-	-	-
United Way Mission United	7/1/20	6/30/21	52,566	-	-	52,566	-	-
United Way Financial Stability Center	7/1/19	6/30/22	48,093	-	48,093	-	-	-
United Way Community Investment	7/1/19	6/30/20	400	-	1,500	-	-	-
United Way Community Investment	7/1/20	6/30/21	250	-	1,500	-	-	1,250
United Way of Collier and the Keys	7/30/20	12/31/20	12,000	-	12,000	-	-	-
University of Miami Tenants Rights Clinic	1/1/20	4/30/20	10,000	-	10,000	-	-	-
University of Miami Practicum	1/1/20	4/30/20	5,000	-	5,000	-	-	-

See accompanying Independent Auditor's Report

LEGAL SERVICES OF GREATER MIAMI, INC. AND SUBSIDIARIES

SUMMARY OF FUNDING SCHEDULE - BALANCES BY ACCOUNT (SCHEDULE II) (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2020

SOURCE	PERIOD FROM	TO	December 31, 2020					
			2020 SUPPORT	PASSED THROUGH TO SUBRECIPIENTS	2020 RECEIPTS	ACCOUNTS RECEIVABLE	ACCRUED EXPENSES	DEFERRED INCOME
Purpose Built Families Foundation-SSVF	10/1/19	11/30/20	59,405	-	72,917	-	-	-
Opportunities Industrialization Center of South Florida Miami Dade Young Adult Reentry Project	7/1/20	6/30/21	1,600	-	-	1,600	-	-
Opportunities Industrialization Center of South Florida SOAR 4 Miami-Dade Adult Reentry Project	6/1/20	6/30/21	2,480	-	-	2,480	-	-
The Batchelor Foundation	10/1/19	9/30/20	15,002	-	-	-	-	-
The Batchelor Foundation Chapman	1/1/21	12/31/21	-	-	20,000	-	-	20,000
Chapman	1/1/20	6/30/21	27,500	-	22,916	13,750	-	-
Disaster Philanthropy-Centro Campesino	11/1/18	2/1/20	1,334	-	10,000	-	-	-
Wells Fargo Foundation - Housing Stability	6/1/20	5/31/22	105,829	-	150,000	-	-	44,171
Health Foundation of South FL-MLP,MD	6/1/20	6/30/22	14,530	-	45,869	-	-	31,339
Jacksonville Area Legal Aid-FLOI	8/20/19	9/30/20	8,210	-	7,810	400	-	-
Legal Aid Services of Broward County-FLOI	1/28/20	8/31/20	20,530	-	20,530	-	-	-
Community Legal Services of Mid-FL-Legal.io	9/30/19	9/30/20	3,100	-	3,100	-	-	-
JP Morgan Chase-FCDL	11/14/19	5/31/21	30,838	-	-	-	-	19,162
JP Morgan Chase-FCDL	11/14/20	11/15/21	-	-	50,000	-	-	50,000
Legal Services of North FL-Legal Assistance Enhancement Program	9/1/19	9/30/22	33,492	-	15,250	18,242	-	-
Paycheck Protection Program	4/15/20	12/31/20	700,000	-	700,000	-	-	-
			1,722,346	-	1,772,169	137,254	-	230,250
TOTAL - Grants and Contracts			\$ 7,243,037	\$ 475,173	\$ 8,286,414	\$ 454,759	\$ -	\$ 1,455,315

See accompanying Independent Auditor's Report

LEGAL SERVICES OF GREATER MIAMI, INC. AND SUBSIDIARIES

SUPPLEMENTAL SCHEDULE OF SUPPORT, REVENUE, EXPENSES, AND
CHANGES IN NET ASSETS FOR LEGAL SERVICES CORPORATION FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2020
(WITH COMPARATIVE TOTALS FOR 2019)

	Basic Field Grant	Basic Field - Private Attorney Involvement	Basic Field Sub-Total	Probono Innovation Fund Grant	Disaster Relief-2017 2017 Hurricanes and CA Wildfires Grant	COVID-19 Response	Technology Initiative Grant	2020 Telework Capacity Building	Rural Summer Fellowship	Total 2020	Total 2019
Revenue and Other Support											
Grants and contracts revenue	\$ 2,542,585	\$ 493,712	\$ 3,036,297	\$ 250,361	\$ 222,834	\$ 238,455	\$ 11,857	\$ 19,875	\$ 5,000	\$ 3,784,679	\$ 4,505,272
Investment income, net	1,028	-	1,028	-	-	-	-	-	-	1,028	1,391
Miscellaneous income	18,771	-	18,771	-	-	-	-	-	-	18,771	37,723
TOTAL REVENUE AND OTHER SUPPORT	2,562,384	493,712	3,056,096	250,361	222,834	238,455	11,857	19,875	5,000	3,804,478	4,544,386
Expenses											
Personnel Expenses											
Lawyers	229,300	240,832	470,132	127,483	13,014	113,385	2,320	-	-	726,334	994,886
Paralegals	185,278	29,253	214,531	-	-	8,134	-	-	-	222,665	249,655
Support staff	224,025	42,238	266,263	46,119	38,279	2,179	6,443	-	-	359,283	318,297
Administration	581,391	81,051	662,442	2,489	14,064	47,198	1,986	-	-	728,179	1,117,577
Employee benefits	647,574	100,338	747,912	38,036	8,230	27,775	1,592	-	-	823,545	798,536
TOTAL PERSONNEL EXPENSES	1,867,568	493,712	2,361,280	214,127	73,587	198,671	12,341	-	-	2,860,006	3,478,951
Other Expenses											
Computer services and online fees	146,951	-	146,951	11,952	24,095	16,000	-	2,960	-	201,958	481,409
Contract services to program	205,015	-	205,015	1,515	101,125	8,325	75	-	5,000	321,055	290,848
Equipment repairs and maintenance	28,521	-	28,521	-	-	2,421	-	-	-	30,942	27,456
Insurance	38,482	-	38,482	-	-	-	-	-	-	38,482	43,261
Law library	11,063	-	11,063	-	-	-	-	-	-	11,063	10,528
Litigation costs	28,190	-	28,190	-	-	420	-	-	-	28,610	8,390
Office supplies	-	-	-	34	-	459	-	-	-	493	1,324
Other direct costs	191,879	-	191,879	19,235	11,295	12,113	-	16,915	-	251,437	91,348
Photocopying	5,945	-	5,945	-	-	-	-	-	-	5,945	-
Postage	7,297	-	7,297	-	-	-	-	-	-	7,297	8,000
Telephone	5,071	-	5,071	-	12,732	-	-	-	-	17,803	45,929
Travel	2,525	-	2,525	3,498	-	46	94	-	-	6,163	4,841
TOTAL OTHER EXPENSES	670,939	-	670,939	36,234	149,247	39,784	169	19,875	5,000	921,248	1,013,334
Total Expenses before Depreciation	2,538,507	493,712	3,032,219	250,361	222,834	238,455	12,510	19,875	5,000	3,781,254	4,492,285
Depreciation	4,078	-	4,078	-	8,387	-	-	-	-	12,465	74,466
TOTAL EXPENSES	2,542,585	493,712	3,036,297	250,361	231,221	238,455	12,510	19,875	5,000	3,793,719	4,566,751
Excess (Deficiency) of Support over Expenses	19,799	-	19,799	-	(8,387)	-	(653)	-	-	10,759	(22,365)
Other Changes in Net Assets											
Acquisition of property	-	-	-	-	-	-	-	-	-	-	(33,547)
Transfers - interfund and interentity	-	-	-	-	-	-	-	-	-	-	33,547
Total Transfers	-	-	-	-	-	-	-	-	-	-	33,547
Total Changes in Net Assets	19,799	-	19,799	-	(8,387)	-	(653)	-	-	10,759	(22,365)
Net Assets at Beginning of Year	238,940	2,527	241,467	-	33,547	-	-	15,635	-	290,649	313,014
Net Assets at End of Year	\$ 258,739	\$ 2,527	\$ 261,266	\$ -	\$ 25,160	\$ -	\$ (653)	\$ 15,635	\$ -	\$ 301,408	\$ 290,649

See accompanying Independent Auditor's Report

LEGAL SERVICES OF GREATER MIAMI, INC. AND SUBSIDIARIES

SUPPLEMENTAL SCHEDULE OF SUPPORT, REVENUE, EXPENSES, AND CHANGES IN NET ASSETS FOR PRIVATE ATTORNEY INVOLVEMENT PROGRAM
FOR THE YEAR ENDED DECEMBER 31, 2020
(WITH COMPARATIVE TOTALS FOR 2019)

	Legal Services Corporation	Capital Campaign	Other	Total 2020	Total 2019
Support and Revenue					
Grants and contracts	\$ 493,712	\$ -	\$ -	\$ 493,712	\$ 468,545
Miscellaneous	-	-	114,826	114,826	23,680
TOTAL SUPPORT AND REVENUE	493,712	-	114,826	608,538	492,225
Expenses					
Personnel Expenses					
Lawyers	240,832	-	-	240,832	138,705
Paralegals	29,253	-	-	29,253	960
Support staff	42,238	-	-	42,238	128,792
Other	81,051	-	16,731	97,782	49,032
Employee benefits	100,338	-	-	100,338	75,644
TOTAL PERSONNEL EXPENSES	493,712	-	16,731	510,443	393,133
Other Expenses					
Computer services and online fees	-	-	20,274	20,274	33,903
Contract services to program	-	-	36,689	36,689	23,781
Equipment repairs and maintenance	-	-	2,083	2,083	2,330
Insurance	-	-	4,396	4,396	3,551
Law library	-	-	3,316	3,316	2,117
Litigation costs	-	-	3,980	3,980	2,121
Office supplies	-	-	379	379	2,680
Other direct costs	-	-	20,221	20,221	17,510
Photocopying	-	-	1,008	1,008	704
Postage	-	-	838	838	773
Telephone	-	-	4,317	4,317	3,488
Travel	-	-	594	594	6,134
TOTAL OTHER EXPENSES	-	-	98,095	98,095	99,092
Total Expenses	493,712	-	114,826	608,538	492,225
Total Changes in Net Assets	\$ -	\$ -	\$ -	\$ -	\$ -

See accompanying Independent Auditor's Report

LEGAL SERVICES OF GREATER MIAMI, INC. AND SUBSIDIARIES

SUPPLEMENTAL SCHEDULE FOR SUPPORT, REVENUE, EXPENSES, AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2020
(WITH COMPARATIVE TOTALS FOR 2019)

	Legal Services Corporation	Other	Property	LSGMI Total	Foundation	LLC	Total 2020	Total 2019
Revenue and Other Support								
Grants and contracts revenue	\$ 3,784,679	\$ 3,458,358	\$ -	\$ 7,243,037	\$ -	\$ -	\$ 7,243,037	\$ 7,118,437
Contributions	-	1,964,148	-	1,964,148	-	-	1,964,148	623,356
Rental income	-	-	-	-	-	358,897	358,897	357,038
Investment income, net	1,028	7,825	-	8,853	2,147,833	-	2,156,686	3,052,241
Miscellaneous income	18,771	70,889	-	89,660	-	43	89,703	313,971
TOTAL REVENUE AND OTHER SUPPORT	3,804,478	5,501,220	-	9,305,698	2,147,833	358,940	11,812,471	11,465,043
Expenses								
Personnel Expenses								
Lawyers	726,334	1,821,903	-	2,548,237	-	-	2,548,237	2,447,049
Paralegals	222,665	115,724	-	338,389	-	-	338,389	362,240
Support staff	359,283	129,317	-	488,600	-	-	488,600	465,224
Administration	728,179	402,926	-	1,131,105	-	-	1,131,105	1,201,237
Employee benefits	823,545	311,439	-	1,134,984	-	-	1,134,984	1,019,212
TOTAL PERSONNEL EXPENSES	2,860,006	2,781,309	-	5,641,315	-	-	5,641,315	5,494,962
Other Expenses								
Grants	-	475,173	-	475,173	-	-	475,173	647,060
Computer services and online fees	201,958	32,562	-	234,520	-	-	234,520	499,584
Contract services	321,055	133,970	-	455,025	2,500	5,000	462,525	368,748
Equipment repairs and maintenance	30,942	-	-	30,942	-	-	30,942	34,195
Insurance	38,482	12,372	-	50,854	2,853	45,438	99,145	95,097
Law library	11,063	27,296	-	38,359	-	-	38,359	31,196
Litigation costs	28,610	17,424	-	46,034	-	-	46,034	31,647
Office supplies	493	5,571	-	6,064	-	-	6,064	48,696
Professional fees	251,436	(53,954)	-	197,482	-	2,939	200,421	271,928
Photocopying	5,945	22,779	-	28,724	-	-	28,724	10,377
Postage	7,297	2,871	-	10,168	-	70	10,238	15,633
Provision for uncollectible pledges	-	-	-	-	-	-	-	16,170
Space and occupancy	-	540	-	540	-	290,547	291,087	359,654
Telephone	17,804	32,137	-	49,941	-	6,600	56,541	51,389
Travel	6,163	1,458	-	7,621	-	-	7,621	32,328
TOTAL OTHER EXPENSES	921,248	710,199	-	1,631,447	5,353	350,594	1,987,394	2,513,702
TOTAL EXPENSES BEFORE DEPRECIATION AND INTEREST	3,781,254	3,491,508	-	7,272,762	5,353	350,594	7,628,709	8,008,664
Depreciation and amortization	12,465	1,334	10,581	24,380	-	242,479	266,859	272,239
Interest expense	-	-	-	-	-	144,061	144,061	127,762
TOTAL EXPENSES	3,793,719	3,492,842	10,581	7,297,142	5,353	737,134	8,039,629	8,408,665
Excess (Deficiency) of Support over Expenses before Changes in Property	10,759	2,008,378	(10,581)	2,008,556	2,142,480	(378,194)	3,772,842	3,056,378
Transfers - interfund and interentity	-	-	-	(20,457)	(458,821)	479,278	-	-
Total Changes in Net Assets	10,759	2,008,378	(10,581)	1,988,099	1,683,659	101,084	3,772,842	3,056,378
Net Assets at Beginning of Year	290,649	3,036,359	45,034	3,372,042	20,446,274	2,547,220	26,366,347	23,309,969
Net Assets at End of Year	\$ 301,408	\$ 5,044,737	\$ 34,453	\$ 5,360,141	\$ 22,129,933	\$ 2,648,304	\$ 30,139,189	\$ 26,366,347

See accompanying Independent Auditor's Report

SINGLE AUDIT REPORTS



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

Legal Services of Greater Miami, Inc. and Subsidiaries
Miami, Florida

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 consolidated financial statements of Legal Services of Greater Miami, Inc. and its subsidiaries (a nonprofit organization) (the "Organization"), which comprise the consolidated statement of financial position as of December 31, 2020, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements, and have issued our report thereon dated April 28, 2021.

Internal Control Over Financial Reporting

In planning and performing our audit of the consolidated financial statements, we considered the Organization's internal control over financial reporting (internal control) as a basis for designing the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the consolidated financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Organization'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 consolidated 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 the Organization's consolidated 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.

BDO USA, LLP

Certified Public Accountants
April 28, 2021



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

Legal Services of Greater Miami, Inc. and Subsidiaries
Miami, Florida

Report on Compliance for Each Major Federal Program

We have audited Legal Services of Greater Miami, Inc.'s (the "Organization") compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Compliance Supplement* that could have a direct and material effect on each of the Organization's major federal programs for the year ended December 31, 2020. The Organization's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Organization'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 (CFR) 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 the Organization'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 the Organization's compliance.

Opinion on Each Major Federal Program

In our opinion, the Organization 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 December 31, 2020.

Report on Internal Control Over Compliance

Management of the Organization 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 the Organization'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 the Organization's internal control over compliance.



Report on Internal Control Over Compliance (Continued)

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.

BDO USA, LLP

Certified Public Accountants
April 28, 2021

LEGAL SERVICES OF GREATER MIAMI, INC. AND SUBSIDIARIES

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2020

Federal Grantor, Pass-through Grantor Program or Cluster Title	CFDA Number	Contract/ Grant Number	Amounts Passed Through to Subrecipients	Expenditures
Legal Services Corporation:				
Basic Field	09.610040	610040	\$ -	\$ 3,036,297
Probono Innovation Fund	09.610040	PB18030	-	250,361
Disaster Relief-2017 Hurricanes and CA Wildfires	09.610040	DR18003	-	222,834
Technology Initiative	09.610040	18020	-	11,857
Rural Summer Fellowship	09.610040	610040	-	5,000
COVID-19 Response	09.610040	CV20077	-	238,455
2020 Telework Capacity Building Grant	09.610040	CVT20073	-	19,875
Total Legal Services Corporation			-	3,784,679
U.S. Department of the Treasury:				
Internal Revenue Service Low Income Taxpayer Clinics	21.008	20-LITC0409-02-00	-	100,000
U.S. Department of Health and Human Services:				
Passed through State of Florida, Department of Elder Affairs and Alliance for Aging, Inc.:				
COVID-19 - Coronavirus Aid, Relief, and Economic Safety (CARES) Act - Support Services	93.354	KCA-2014	-	124,500
National Family Caregiver Support, Title III, Part E Special Programs for the Aging, Title III, Part B Grants for Supportive Services and Senior Centers	93.052	AA-2014	-	110,610
	93.044	AA-2014	-	173,400
Passed through Miami-Dade County:				
HIV Emergency Relief Project Grant	93.914	R-1072-12,R-957-18, R-471-19, R-1125-19, R-246-20	-	136,175
Passed through Administration for Community Living, Legal Services of North Florida:				
Florida Legal Aid Enhancement Project	93.048	N/A	-	33,492
Total U.S. Department of Health and Human Services			-	578,177
U.S. Department of Veteran Affairs:				
Passed through The Advocate Program, Inc.:				
Supportive Services for Veteran Families	64.033	N/A	-	190,897
Total U.S. Department of Veteran Affairs			-	190,897
U.S. Department of Labor:				
Passed through Gang Alternative:				
Department of Labor Adult Re-entry Project	17.270	N/A	-	44,169
Passed through Opportunities Industrialization Center of South Florida: Miami-Dade Adult Re-entry Project				
	17.270	N/A	-	4,080
Total U.S. Department of Labor			-	48,249
Total Federal Awards			\$ -	\$ 4,702,002

LEGAL SERVICES OF GREATER MIAMI, INC. AND SUBSIDIARIES

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED DECEMBER 31, 2020

1. REPORTING ENTITY AND BASIS OF PRESENTATION

The reporting entity for the purposes of the accompanying Schedule of Expenditures of Federal Awards (the "Schedule") is Legal Services of Greater Miami, Inc. ("Legal Services"). The accompanying Schedule includes the federal award activity of Legal Services under programs of the federal government for the year ended December 31, 2020. 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 Legal Services, it is not intended to and does not present the consolidated financial position, changes in net assets or cash flows of Legal Services.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

3. INDIRECT COST RATE

Legal Services elected not to use the 10% de minimus indirect cost rate.

LEGAL SERVICES OF GREATER MIAMI, INC. AND SUBSIDIARIES

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2020

Section I – Summary of Auditor’s Results

Consolidated Financial Statements

Type of auditor’s report issued on whether the consolidated financial statements audited were prepared in accordance with U.S. GAAP: Unmodified

Internal control over financial reporting:

Material weakness(es) identified? Yes No

Significant deficiency(ies) identified? Yes None reported

Noncompliance material to consolidated financial statements noted? Yes No

Federal Awards

Internal control over major programs:

Material weakness(es) identified? Yes No

Significant deficiencies(ies) identified? Yes None reported

Type of auditor’s 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 No

Identification of major federal programs:

Federal CFDA Number

Name of Federal Program or Cluster

09.610040

Legal Services Corporation

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

Auditee qualified as low-risk auditee? Yes No

The Organization met the definition of the Uniform Guidance as a low-risk auditee, however, was tested as high-risk in accordance with Legal Services Corporation grantor requirements.

LEGAL SERVICES OF GREATER MIAMI, INC. AND SUBSIDIARIES

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2020

Section II – Financial Statements Findings

CURRENT YEAR FINDINGS

None.

Section III – Federal Award Findings and Questions Costs

CURRENT YEAR FINDINGS

None.