

ALASKA LEGAL SERVICES CORPORATION

Financial Statements, Supplementary
Information, and Compliance Reports

(With Independent Auditor's Report Thereon)

Year Ended December 31, 2023

LSC Grant Recipient Number 902000

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Table of Contents

	<u>Page</u>
INDEPENDENT AUDITOR'S REPORT	1-3
FINANCIAL STATEMENTS:	
Statement of Financial Position	4
Statement of Activities	5
Statement of Expenses by Function	6
Statement of Cash Flows	7
Notes to Financial Statements	8-18
SUPPLEMENTARY INFORMATION:	
Combining Statement of Activities:	
Program Funds – All Sources	19
Federal Sources	20-21
State Sources	22
Other Sources	23
Schedule of Grant and Contract Revenues by Funding Sources	24-26
Combining Schedule of Private Attorney Involvement (PAI) Expense	27
Schedule of Revenues and Expenses – Budget and Actual – Grants	28-48
Schedule of Expenditures of Federal Awards	49-51
Notes to Schedule of Expenditures of Federal Awards	52
Schedule of State Financial Assistance	53
Notes to Schedule of State Financial Assistance	54

ALASKA LEGAL SERVICES CORPORATION

Table of Contents, Continued

COMPLIANCE REPORTS:

Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	55-56
Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance in Accordance with the <i>Uniform Guidance</i> and Compliance Supplement for Audits of LSC Recipients	57-59
Federal Schedule of Findings and Questioned Costs	60-61
Report on Compliance for Each Major State Program and Report on Internal Control Over Compliance in Accordance with the State of Alaska Audit Guide and Compliance Supplement for State Single Audits.	62-64
State Schedule of Findings and Questioned Costs	65

Independent Auditor's Report

Members of the Board of Directors
Alaska Legal Services Corporation
Anchorage, Alaska

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Alaska Legal Services Corporation (a nonprofit organization), which comprise the statement of financial position as of December 31, 2023, and the related statements of activities, expenses by function, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Alaska Legal Services Corporation as of December 31, 2023, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (Government Auditing Standards). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Alaska Legal Services Corporation and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Alaska Legal Services Corporation's ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS and Government Auditing Standards, we:

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

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

Report on Summarized Comparative Information

We have previously audited Alaska Legal Services Corporation's December 31, 2022 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated April 25, 2023. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2022 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The information listed in the table of contents as “Supplementary Information,” which includes the Combining Statement of Activities, Schedule of Grant and Contract Revenue by Funding Sources, Combining Schedule of Private Attorney Involvement (PAI) Expense, and the Schedule of Revenues and Expenses – Budget and Actual – Grants are presented for the purpose of additional analysis and are not a required part of the financial statements. The accompanying Schedule of Expenditures of Federal Awards and the related Notes to the Schedule, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the Schedule of State Financial Assistance and the related Notes to the Schedule, as required by the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*, are also presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the accompanying supplementary information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated April 26, 2024 on our consideration of the Alaska Legal Services Corporation’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Alaska Legal Services Corporation’s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Alaska Legal Services Corporation’s internal control over financial reporting and compliance.



Anchorage, Alaska
April 26, 2024

FINANCIAL STATEMENTS

ALASKA LEGAL SERVICES CORPORATION

Statement of Financial Position

<i>December 31,</i>	2023	2022
Assets		
Current assets:		
Cash and cash equivalents:		
Restricted	\$ 137,807	659,953
Unrestricted	2,398,843	310,156
Total cash and cash equivalents	2,536,650	970,109
Cash in trust - clients	1,788	1,788
Grant receivables	1,206,381	748,991
Other receivables	1,114	8,794
Prepaid expenses	110,943	249,194
Total current assets	3,856,876	1,978,876
Investments	1,263,761	1,080,819
Equipment, net	17,621	44,822
Operating lease right to use asset	899,735	1,053,369
Other assets	21,657	148,632
Total assets	\$ 6,059,650	4,306,518
Liabilities and Net Assets		
Current liabilities:		
Accounts payable	\$ 17,985	35,367
Payroll related liabilities	178,394	149,472
Operating lease liabilities	341,592	323,738
Deferred revenue	2,021,399	1,104,331
Employee payables	1,080	2,248
Client payables	1,788	1,788
Total current liabilities	2,562,238	1,616,944
Operating lease liabilities	558,143	729,631
Total liabilities	3,120,381	2,346,575
Net assets:		
Without donor restrictions:		
Invested in equipment	17,621	44,823
Board designated endowment	1,284,304	1,095,580
Undesignated	1,384,488	
With donor restrictions	252,856	235,172
Total net assets	2,939,269	1,959,943
Total liabilities and net assets	\$ 6,059,650	4,306,518

See accompanying notes to financial statements.

ALASKA LEGAL SERVICES CORPORATION

Statement of Activities

<i>Year Ended December 31,</i>	Without Donor Restrictions	With Donor Restrictions	Totals	
			2023	2022
Support and revenue:				
Grants and contracts	\$ 6,681,754	132,515	6,814,269	5,828,158
Litigation income	21,750	-	21,750	10,244
Investment income (loss)	42,046	5,049	47,095	15,025
Miscellaneous income	1,104	-	1,104	-
Contributed nonfinancial assets -				
Donated services	543,775	-	543,775	776,482
Contributions	1,176,805	6,000	1,182,805	336,821
Other-Endowment gain (loss)	157,642	-	157,642	(207,989)
Net assets released from restrictions - satisfaction of program restriction	125,880	(125,880)	-	-
Total support and revenue	8,750,756	17,684	8,768,440	6,758,741
Expenses:				
Program services	6,541,874	-	6,541,874	6,009,975
Management and general	1,149,697	-	1,149,697	804,618
Fundraising	97,543	-	97,543	91,623
Total expenses	7,789,114	-	7,789,114	6,906,216
Change in net assets	961,642	17,684	979,326	(147,475)
Net assets, beginning of year	1,724,771	235,172	1,959,943	2,107,418
Net assets, end of year	\$ 2,686,413	252,856	2,939,269	1,959,943

See accompanying notes to financial statements.

ALASKA LEGAL SERVICES CORPORATION

Statement of Expenses by Function

<i>Year Ended December 31,</i>	Program Services	Management and General	Fundraising	Totals	
				2023	2022
Salaries:					
Lawyers	\$ 2,547,164	225,669	10,900	2,783,733	2,570,736
Paralegals	341,859	-	-	341,859	265,676
Donated	65,777	-	-	65,777	-
Other	802,277	492,748	36,211	1,331,236	881,914
Total salaries	3,757,077	718,417	47,111	4,522,605	3,718,326
Fringe	1,132,184	203,966	15,488	1,351,638	1,232,182
Total personnel expenses	4,889,261	922,383	62,599	5,874,243	4,950,508
Travel	88,897	14,433	2,497	105,827	91,292
Office expense:					
Office lease expense	370,773	88,486	5,790	465,049	433,038
Donated office lease expense	30,723	-	-	30,723	30,723
Telephone	72,893	4,433	305	77,631	66,891
Postage	6,401	1,274	732	8,407	8,361
Total office expense	480,790	94,193	6,827	581,810	539,013
Supplies	51,255	7,457	99	58,811	28,406
Minor equipment	47,194	16,660	73	63,927	46,309
Other:					
Copying and printing	3,238	-	1,640	4,878	6,978
Training	20,045	750	-	20,795	29,043
Library	9,629	2,353	20	12,002	9,426
Insurance	44,124	10,150	282	54,556	63,320
Dues and fees	10,240	120	-	10,360	10,579
Audit	-	45,597	-	45,597	44,508
Litigation	55,707	135	250	56,092	52,067
Contract services	365,026	11,937	4,800	381,763	208,819
Donated property & services	447,275	-	-	447,275	745,759
Administrative costs	-	(13,767)	13,767	-	-
Other	29,193	10,095	4,689	43,977	44,586
Total other	984,477	67,370	25,448	1,077,295	1,215,085
Depreciation	-	27,201	-	27,201	35,603
Total expenses	\$ 6,541,874	1,149,697	97,543	7,789,114	6,906,216

See accompanying notes to financial statements.

ALASKA LEGAL SERVICES CORPORATION

Statement of Cash Flows

<i>Year Ended December 31,</i>	2023	2022
Cash Flows from Operating Activities		
Change in net assets	\$ 979,326	(147,475)
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation	27,201	35,603
Realized (gain) loss on marketable securities	(127,062)	226,543
Unrealized (gain) loss on marketable securities	(14,077)	(13,644)
(Increase) decrease in current assets:		
Cash in trust - clients	-	3,013
Grant receivables	(457,390)	122,369
Other receivables	7,680	(11,188)
Prepaid expenses	138,251	(86,381)
Operating lease assets	153,634	336,616
Other assets	126,975	-
Increase (decrease) in current liabilities:		
Accounts payable	(17,382)	(7,735)
Payroll related liabilities	28,922	(16,407)
Operating lease liabilities	(153,634)	(336,616)
Deferred revenue	917,068	(253,542)
Employee payables	(1,168)	2,048
Client payables	-	(3,013)
Net cash provided by (used in) operating activities	1,608,344	(149,809)
Cash Flows from Investing Activities		
Purchase of marketable securities	(231,359)	(298,528)
Sale of marketable securities	189,556	245,193
Net cash provided by (used in) investing activities	(41,803)	(53,335)
Net increase (decrease) in cash and cash equivalents	1,566,541	(203,144)
Cash and cash equivalents, beginning of year	970,109	1,173,253
Cash and cash equivalents, end of year	\$ 2,536,650	970,109

See accompanying notes to financial statements.

ALASKA LEGAL SERVICES CORPORATION

Notes to Financial Statements

Year Ended December 31, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Organization

Alaska Legal Services Corporation (ALSC) is a nonprofit corporation organized for the purpose of providing legal assistance in non-criminal proceedings or matters to individuals financially unable to afford legal assistance in Alaska.

B. Basis of Accounting

The financial statements of ALSC have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities.

C. Basis of Presentation

The financial statement presentation follows the recommendation of the Financial Accounting Standards Board, and is presented in accordance with accounting principles generally accepted in the United States of America (US GAAP).

ALSC is required to report information regarding its financial position and activities according to two classes of net assets: net asset without donor restrictions, and net assets with donor restrictions.

Net Assets Without Donor Restrictions - Net Assets available for use in general operations and not subject to donor (or certain grantor) restrictions. The governing board has designated, from net assets without donor restrictions, net assets for a board-designated endowment.

Net Assets With Donor Restrictions - Net Assets subject to donor-(or certain grantor-) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature. Donor imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

D. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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 the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates. Significant accounting estimates involve the estimated useful life of equipment and the related accumulated depreciation.

E. Cash and Cash Equivalents

ALSC considers all highly liquid investments purchased with original maturities of three months or less, which are neither held for nor restricted by donors for long term purposes, to be cash and cash equivalents.

Financial Instruments and Credit Risk

ALSC manages concentration risk by placing cash, money market accounts, and certificates of deposit with financial institutions believed by ALSC to be creditworthy. At times, amounts on deposit may exceed insured limits or include uninsured investments in money market mutual funds. To date, ALSC has not experienced losses in any of these accounts. Investments are made by diversified investment managers whose performance is monitored by ALSC. Although the fair values of investments are subject to fluctuation on a year-to-year basis, ALSC believes that the investment policies and guidelines are prudent for the long-term welfare of the organizations.

F. Fair Value Measurements

ALSC reports certain assets and liabilities at fair value in the financial statements. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal, or most advantageous, market at the measurement date under current market conditions regardless of whether that price is directly observable or estimated using another valuation technique. Inputs used to determine fair value refer broadly to the assumptions that market participants would use in pricing the asset or liability including assumptions about risk. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability based on the best information available. A three-tier hierarchy categorizes the inputs as follows:

- *Level 1* – Values are unadjusted quoted prices for identical assets and liabilities in active markets accessible at the measurement date.
- *Level 2* – Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. Inputs include quoted prices for similar assets or liabilities in active markets, quoted prices from those willing to trade in markets that are not active, or other inputs that are observable or can be corroborated by market data for the term of the instrument. Such inputs include market interest rates and volatilities, spreads and yield curves.
- *Level 3* – Level 3 inputs are unobservable inputs for the asset or liability. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability developed based on the best information available in the circumstances.

In some cases, the inputs used to measure the fair value of an asset or a liability might be categorized within different levels of the fair value hierarchy. In those cases, the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement. Assessing the significance of a particular input to entire measurement requires judgement, taking into account factors specific to the asset or liability. The categorization of an asset within the hierarchy is based upon the pricing transparency of the asset and does not necessarily correspond to our assessment of the quality, risk, or liquidity profile of the asset or liability.

G. Fair Value of Financial Instruments

The fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction into principal, or the most advantageous, market at the measurement date under current market conditions regardless of whether the price is directly observable or estimated using another valuation technique. Fair values are based on quoted market prices when available

The following financial instruments are recorded at fair value or at amounts that approximate fair value: (1) cash and cash equivalents, including restricted cash and funded reserves (2) receivables, net, (3) certain other current assets, (4) accounts payable and (5) other current liabilities. The carrying amounts reported in the Statements of Financial Position for the above financial instruments closely approximates their fair value due to the short-term nature of these assets and liabilities.

H. Investments

ALSC carries investments in marketable securities with readily determinable fair values at their fair value in the Statement of Financial Position. Unrealized gains and losses and investment fees are included in the Change in Net Assets in the accompanying Statement of Activities, as net investment income (loss), less direct management fees.

I. Property and Equipment

Equipment purchases are recorded at cost. Equipment in excess of \$5,000 purchase price is capitalized and depreciated over its estimated useful life. Depreciation is computed on the straight-line basis over the estimated useful lives of the related assets. Purchases of equipment made with grant or contract monies are recorded at cost. Generally, title to equipment acquired with the proceeds of grant or contract moneys vests with ALSC, subject to specific conditions related to the use and disposition of such equipment. Depreciation is computed on the straight-line method over the estimated useful lives of the related assets which range from 3 to 5 years.

Donations of property and equipment are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, ALSC reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. ALSC reclassifies net assets with donor restrictions to net assets without donor restrictions at that time.

J. Deferred Revenue

ALSC has received grants and conditional contributions in advance of the provision of services. The grants and contracts and other conditional contributions are for actual costs incurred; the revenue is not earned until expenses are incurred and services provided. In many instances, grants and contracts and other conditional contributions funds lapse at the end of the fiscal year in which they were awarded. Deferred revenue relating to grants and contracts and other conditional contributions that have lapse dates beyond the fiscal year end are available until the designated lapse date occurs. At that time, any balance in the grant, contract, or other conditional contributions would be payable to the funding agency, organization or donor.

K. Contributions

ALSC accounts for contributions in accordance with the recommendations of the Financial Accounting Standards Board in ASC No. 958, *Financial Statements of Not-for-Profit Organizations*. In accordance with ASC 958, unconditional contributions received are recognized as revenue immediately and are recorded as without donor restrictions, or with donor restrictions, depending on the existence or nature of any donor restrictions. Conditional contributions are recognized as liabilities if assets are transferred in advance or not recognized at all until the conditions have been substantially met or explicitly waived by donor, at which point the contributions are recognized as unconditional and classified as net assets with or without donor restrictions.

All donor-restricted support is reported as an increase in net assets with donor restrictions. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), restricted net assets are reclassified to net assets without donor restrictions and reported in the Statement of Activities as net assets released from restrictions.

L. Grant Revenues, Contract Support, and Revenue Recognition

ALSC receives a significant portion of its funding from the Legal Services Corporation (LSC), a nonprofit corporation organized by Congress to administer the Federal government's legal assistance program. ALSC recognizes support from LSC grants when performance or other barriers noted in the Grant Award are satisfied. Support from cost reimbursable grants and contracts are conditional upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the ALSC has incurred expenses in compliance with specific grant provisions.

At December 31, 2023, the Organization received \$1,635,036 in cost-reimbursable grants and \$386,363 in contracts that have not been recognized as revenues because qualifying expenditures have not been incurred and is recognized on the Statement of Financial Position as a deferred revenue that is, those with measurable performance or other barrier or a right of return. Funds from cost reimbursable grants and contracts remaining unused at the end of an accounting period are reported as deferred revenue. A granting agency or other contributor may, at its discretion, request return of monies as a result of noncompliance by ALSC with the terms of the grant or contract. In addition, if ALSC terminates its legal assistance activities, all unused monies are to be returned to the granting agency or other contributor. Grant and contract receivables are recorded on the accrual basis. Expenses in excess of cash receipts are reflected as grant and contract receivables in the financial statements. Based on the nature of grant or contract revenue management estimates the balance is fully collectible and accordingly has not established an allowance.

M. Litigation Income

Litigation income is derived from unexpected settlement revenues. The revenues are recognized when received.

N. Allocation of Expenses

Expenses are allocated to various grants based upon the nature of the expense item and the terms of the grant. In certain instances, grant budgets specify the expenditures allowed and as these expenses are incurred, they are charged to the grant (specific identification). In the absence of an agreement, common expenses incurred are charged to the grants, principally based on a labor-basis allocation process.

O. Fund Accounting

The accounts of ALSC are maintained in accordance with the principles of fund accounting. Under fund accounting, resources for various purposes are classified for accounting and reporting purposes into funds established according to their nature and purpose. Separate accounts are maintained for each fund.

P. Income Taxes

ALSC qualifies for exemption from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. ALSC also qualifies for exemption from Alaska income taxes, and therefore, has made no provision in its financial statements for federal and state income taxes. In addition, ALSC has been determined by the Internal Revenue Service not to be a "Private Foundation" within the meaning of Section 509(a) of the Internal Revenue Code. ALSC is annually required to file a Return of Organization Exempt from Income Tax (Form 990) with the IRS.

ALSC applies the provisions of Topic 740 of the FASB Accounting Standards Codification relating to accounting for uncertainty in income taxes and annually reviews its tax positions taken in accordance with the recognition standards. ALSC believes that it has no uncertain tax positions which would require disclosure or adjustment in these financial statements. With few exceptions, ALSC is no longer subject to income tax examinations by the U.S. federal, foreign, state or local tax authorities for years before 2020.

Q. Summary Financial Information for 2022

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with ALSC's financial statements for the year ended December 31, 2022, from which the summarized information was derived.

R. Functional Allocation of Expenses

The costs of program and supporting services activities have been summarized on a functional basis in the statements of activities. The statement of expenses by function present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The expenses that are allocated based on a square footage basis include office lease expense. Other types of expenses are allocated on a basis of estimates of time and effort. Depreciation expense is allocated wholly to management and general. The Organization's functional expenses are allocated to the following:

Program services:

Program Services – Alaska Legal Services Corporation's primary function which provides legal assistance in non-criminal proceedings or matters to individuals financially unable to afford legal assistance in Alaska.

Support services:

Management and General – Includes ALCS's functions necessary to maintain an adequate working environment; provide coordination of the programs; secure proper administrative functioning of the Board of Directors; and manage the financial and budgetary responsibilities of the Organization.

Fundraising – Provides the structure necessary to encourage and secure private financial support from individuals, foundations, and corporations.

2. CASH AND CASH EQUIVALENTS

The book and bank amounts at December 31, 2023, were \$2,536,650 and \$2,680,440 respectively. ALSC maintains cash balances at four financial institutions. Accounts are insured by Federal Deposit Insurance Corporation (FDIC) up to \$250,000. ALSC maintained uninsured cash balances of \$2,282,559 at December 31, 2023. Of this amount, \$2,282,152 was held in short term low-risk Federal Treasury mutual funds.

Certain cash and cash equivalents are reported as restricted until donor restrictions are satisfied.

3. CASH IN TRUST - CLIENTS

Client deposits represent funds received by ALSC on behalf of various clients and held in trust until such time as the funds are released to or expended on behalf of those clients. Accordingly, these funds, totaling \$1,788 at December 31, 2023, are restricted. All funds are insured by FDIC as of December 31, 2023.

4. FAIR VALUE MEASUREMENTS

The following table provides information as of December 31, 2023 about ALSC's financial assets and liabilities measured at fair value on a recurring basis.

	Level 1	Level 2	Level 3	Total
Assets at fair value:				
Endowment Mutual Funds – Closed-end UIT	\$ 1,284,304	-	-	\$ 1,284,304

ALASKA LEGAL SERVICES CORPORATION

Notes to Financial Statements, Continued

Given the narrow definition of Level 1 and ALSC's investment asset strategy, all of ALSC's investment assets are classified in Level 1. These assets include actively-traded exchange-listed equity securities and some short-term money market mutual funds. Unadjusted quoted prices for these securities are provided to ALSC by independent pricing services. Separate account assets in Level 1 primarily include actively-traded institutional and retail mutual fund investments valued by the respective mutual fund companies.

5. EQUIPMENT

The following is a summary of changes to equipment for the year ended December 31, 2023:

Non LSC:	January 1, 2023	Additions	Deletions	December 31, 2023
Equipment	\$ 109,366	-	-	109,366
Accumulated depreciation	(92,617)	(12,867)	-	(105,484)
	\$ 16,749	(12,867)	-	3,882

LSC:	January 1, 2023	Additions	Deletions	December 31, 2023
Equipment	\$ 43,000	-	-	43,000
Accumulated depreciation	(14,927)	(14,334)	-	(29,261)
	\$ 28,073	(14,334)	-	13,739

Non LSC and LSC Combined:	January 1, 2023	Additions	Deletions	December 31, 2023
Equipment	\$ 152,366	-	-	152,366
Accumulated depreciation	(107,544)	(27,201)	-	(134,745)
	\$ 44,822	(27,201)	-	17,621

6. CONTRIBUTED NONFINANCIAL ASSETS - DONATED SERVICES

Donated property and services represent the value of property and professional services contributed to ALSC. The value of these items is based upon management's best estimate of the salary or cost which would normally be paid for equivalent items at the time of donation. Donations of \$543,775 in 2023 are recognized as donated office rent of \$30,723 and donated property and services of \$513,052 are recorded under program services in the accompanying financial statements. Donated service ("pro bono") revenues and expenses are recorded at the time they are reported by the volunteer.

7. MANAGEMENT AND FUNDRAISING COSTS

ALSC management costs were \$1,149,697, and its fundraising costs were \$97,543 in 2023. Management costs include overall direction, accounting, budgeting, general board activities and related items.

ALASKA LEGAL SERVICES CORPORATION

Notes to Financial Statements, Continued

8. PENSION PLAN

ALSC employees may elect to contribute up to the lesser of \$22,500 or 20% of their annual compensation to a 403(b)(7) defined contribution plan. Contributions are deposited at the discretion of the employee. ALSC matches these employee contributions with the lesser of 50% of employee contributions or 100% of compensation received in plan year, in addition to a fixed amount based on years of service. ALSC's contribution to the plan was \$61,592 in 2023.

9. PRIVATE ATTORNEY INVOLVEMENT

ALSC expended funds supporting the Private Attorney Involvement (PAI) program totaling \$198,750 which represents 16.57% of the Legal Services Corporation - Basic Field Grant amount during 2023. The required level of PAI under the grant is 12.5%.

The portion funded by Alaska Bar Foundation was \$31,858 in 2023.

10. LEGAL SERVICES CORPORATION (LSC) 10% LIMIT

At December 31, 2023, funds contributed by LSC in advance of qualifying expenses of \$52,914 is recorded as deferred revenue in the Statement of Financial Position. The deferred revenue is comprised of \$52,914 in the FY23 Native American Grant. This is 2.62% of annualized LSC income. LSC allows the funded corporations to carryover funds into the next fiscal year in an amount of up to 10% of their LSC annualized income. In order to carry over amounts over 10% of LSC's annualized funding, ALSC must get approval from LSC. The corporation has 30 days after audit submission to apply for the waiver.

11. NET ASSETS RELEASED FROM DONOR RESTRICTIONS

For the year ended December 31, 2023, net assets were released from donor restrictions when expenses were incurred to satisfy the restricted purposes as follows:

Satisfaction of Restricted Purpose	
Restricted Corporation:	
Bristol Bay Native Association	\$ 100,931
Restricted Location:	
Nome Office Contributions	\$ 311
Kenai Office Contributions	4,229
Barrow Office Contributions	2,091
Bethel Office Contributions	13,952
Dillingham Office Contributions	3,348
Restricted Purpose:	
Private Attorney Involvement Contributions	\$ 1,018
Total	\$ 125,880

ALASKA LEGAL SERVICES CORPORATION

Notes to Financial Statements, Continued

12. NET ASSETS WITH DONOR RESTRICTIONS

At December 31, 2023, ALSC had net assets with donor restrictions for the following purposes and from the following sources:

Restricted Purpose:		
Nancy Schafer Women’s Fund – Serving Women	\$	49,502
Bristol Bay Industrial, LLC		107,126
Native American Contributions		2,547
Restricted Location:		
Bethel Office Contributions	\$	13,727
Dillingham Office Contributions		18,405
Nome Office Contributions		712
Bristol Bay Native Association		60,837
Total	\$	252,856

13. BOARD DESIGNATED ENDOWMENT

Board designated net assets at December 31, 2023 were \$1,284,304. These net assets are designated for the Alaska Legal Services Corporation Endowment Fund. Per ALSC’s investment policy, unless stated otherwise by the donor 10% of all donations received through fundraising efforts are allocated to the endowment fund each year. ALSC’s investment policy attempts to provide a predictable stream of income to grow and maintain endowment assets. The investment portfolio is structured over long-term to provide both capital appreciation (realized and unrealized) and current in-kind (interest and dividends). Income and gains from the endowment fund will not be disbursed until the total amount of the fund reaches one million dollars, unless at the sole discretion of the members of the ALSC Board of Directors, disbursements are necessary to the achievement of the goals and objectives of ALSC. Such a determination shall require a 2/3 majority vote of the ALSC Board. Once the fund revenues reach the one million dollar threshold, withdrawals of excess income and gains from the fund are subject to a majority vote of the ALSC board.

Changes in Board Designated Endowment net assets are as follows:

Balance December 31, 2022	\$	1,095,580
Net investment activity		188,724
Total December 31, 2023	\$	1,284,304

The Board Designated Endowment Fund includes \$20,543 of investments which are classified as cash and cash equivalents on the Statement of Financial Position.

14. LEASES

ALSC leases certain office facilities at various terms under long-term non-cancelable operating lease and finance lease agreements. The leases expire at various dates through 2027 and provide for renewal options ranging from one year to three years. ALSC includes in the determination of the right-of-use assets and lease liabilities any renewal options when the options are reasonably certain to be exercised. ALSC operating lease provides for increases in future minimum annual rental payments.

ALASKA LEGAL SERVICES CORPORATION

Notes to Financial Statements, Continued

Additionally, one of the operating leases requires ALSC to pay for air conditioning. The weighted-average discount rate is based on the discount rate implicit in the lease. If the implicit rate is not readily determinable from the lease, we estimate an applicable incremental borrowing rate. The incremental borrowing rate is estimated using our applicable borrowing rates and the contractual lease term.

ALSC has elected the short-term lease exemption for all leases with a term of 12 months or less for both existing and ongoing operating leases to not recognize the asset and liability for these leases. Lease payments for short-term leases are recognized on straight-line basis.

ALSC has elected the practical expedient to not separate lease and non-lease components for office equipment leases.

Total lease costs for the year ended December 31, 2023 as follows:

Operating lease costs	\$	357,454
Variable costs		21,239
Short-term leases		117,079
Total	\$	<u>495,772</u>

The following table summarizes the supplemental cash flow information for the years ended December 31, 2023:

Cash paid for amounts included in the measurement of lease assets and liabilities -		
Operating cash flows from operating leases	\$	153,634

The following summarizes the weighted-average remaining average lease term and weighted-average discount rate:

Weighted-average remaining lease term in years:	
Operating leases	3.50
Weighted average discount rate:	
Operating leases	5%

The future minimum lease payments under noncancelable operating leases with terms greater than one year are listed below as of December 31, 2023:

2024	\$	341,592
2025		321,053
2026		265,519
2027		41,650
Total lease payments		<u>969,814</u>
Less interest		<u>(70,079)</u>
Present value of lease liabilities	\$	<u>899,735</u>

ALASKA LEGAL SERVICES CORPORATION

Notes to Financial Statements, Continued

15. RELATED PARTY TRANSACTION

There were no significant related party transactions during 2023.

16. LIQUIDITY AND AVAILABILITY

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

Cash and Cash Equivalents	\$	2,378,300
Grant and Other Income Receivable		1,207,495
Endowment Fund Appropriation		1,284,304
	\$	4,870,099

As part of our liquidity management plan, ALSC invests cash in excess of daily requirements from its general account in short-term money-market mutual funds.

Net assets from LSC Corporation are considered restricted until used, but these funds are available to fund program operations and so are included for the purposes of this section as unrestricted.

ALSC's endowment fund consists of cash and investments. Although the intent is not to spend these endowment funds (other than as part of a board approved plan), these funds are accessible by management with a 2/3 majority vote by the ALSC Board of Directors, and could be made available if necessary.

17. SUBSEQUENT EVENTS

Management has evaluated subsequent events through April 26, 2024, the date which the financial statements were available for issue. No items were deemed necessary for disclosure.

SUPPLEMENTARY INFORMATION

ALASKA LEGAL SERVICES CORPORATION

**Combining Statement of Activities
Program Funds - All Sources**

<i>Year Ended December 31, 2023</i>	Federal	State	Other	Total
Support and revenue:				
Grants and contracts	\$ 4,126,229	1,551,003	1,137,037	6,814,269
Litigation income	10,602	1,833	9,315	21,750
Investment income	14,913	3,711	28,471	47,095
Miscellaneous income	-	-	1,104	1,104
Donated services	-	-	543,775	543,775
Contributed nonfinancial assets:				
Contributions	-	-	1,182,805	1,182,805
Other-Endowment gain (loss)	-	-	157,642	157,642
Total support and revenue	4,151,744	1,556,547	3,060,149	8,768,440
Expenses:				
Salaries	2,399,773	928,609	1,194,223	4,522,605
Fringe	765,622	268,935	317,081	1,351,638
Travel	66,586	18,982	20,259	105,827
Office expense	289,211	138,913	153,686	581,810
Supplies	27,536	2,824	28,451	58,811
Minor equipment	45,866	7,061	11,000	63,927
Other	466,390	51,456	559,449	1,077,295
Administrative costs	87,692	141,092	(228,784)	-
Depreciation	-	-	27,201	27,201
Total expenses	4,148,676	1,557,872	2,082,566	7,789,114
Change in net assets	3,068	(1,325)	977,583	979,326
Transfers from (to) other funds	4,795	1,276	(6,071)	-
Net assets, beginning of year	516	7,123	1,952,304	1,959,943
Net assets, end of year	\$ 8,379	7,074	2,923,816	2,939,269

ALASKA LEGAL SERVICES CORPORATION

Combining Statement of Activities

Federal Sources

Legal Services Corporation										
Year Ended December 31, 2023	Basic Field Grant	Native American	Technology Initiative Grant	Technology Initiative Grant	Technology Initiative Grant	Disaster Relief Grant	Pro Bono Innovation Fund	Disaster Supplemental Grant	Total	
Support and revenue:										
Grants and contracts	\$ 1,517,165	1,002,042	17,173	8,258	66,264	-	103,513	30,965	2,745,380	
Litigation income	16	578	-	-	-	-	-	-	594	
Investment income	1,314	3,244	-	-	951	6	-	7,809	13,324	
Miscellaneous income	-	-	-	-	-	-	-	-	-	
Donated services	-	-	-	-	-	-	-	-	-	
Total support and revenue	1,518,495	1,005,864	17,173	8,258	67,215	6	103,513	38,774	2,759,298	
Expenses:										
Salaries	856,836	684,798	686	2,734	22,095	332	63,890	6,198	1,637,569	
Fringe	300,236	190,547	195	285	2,285	94	18,867	1,759	514,268	
Travel	32,757	17,188	10	-	2,705	5	5,484	40	58,189	
Office expense	121,111	78,373	90	-	238	44	1,365	372	201,593	
Supplies	3,694	2,290	4	-	19	2	30	18	6,057	
Minor equipment	29,457	5,265	16	-	-	8	109	66	34,921	
Other	174,404	27,403	16,172	5,239	39,873	38	13,768	30,321	307,218	
Administrative costs	-	-	-	-	-	-	-	-	-	
Total expenses	1,518,495	1,005,864	17,173	8,258	67,215	523	103,513	38,774	2,759,815	
Change in net assets	-	-	-	-	-	(517)	-	-	(517)	
Transfers (to) from other funds	-	-	-	-	-	-	-	-	-	
Net assets, beginning of year	-	-	-	-	-	517	-	-	517	
Net assets, end of year	\$ -	-	-	-	-	-	-	-	-	

(continued)

ALASKA LEGAL SERVICES CORPORATION

Combining Statement of Activities
Federal Sources, continued

Year Ended December 31, 2023	Department of Health and Human Services				Department of Justice		Department of Housing and Urban Development			Total
	Nutrition, Transportation, & Support Grants	National Family Caregiver Grant	ANDVSA Victims of Crime Grant	Fairbanks North Star Borough HEC Housing & Financial Equity Project	MLSA Civil and Criminal Legal Grant Fund	Office on Violence Against Women Grants	Fair Housing Grants	Municipality of Anchorage Children At-Risk Project	Other Federal Grants	All Federal Sources
Support and revenue:										
Grants and contracts	\$ 102,445	63,208	69,749	18,239	32,406	417,760	490,847	11,748	174,447	4,126,229
Litigation income	-	6,895	-	-	-	-	3,113	-	-	10,602
Investment income	-	58	-	-	-	-	767	-	764	14,913
Miscellaneous income	-	-	-	-	-	-	-	-	-	-
Donated services	-	-	-	-	-	-	-	-	-	-
Total support and revenue	102,445	70,161	69,749	18,239	32,406	417,760	494,727	11,748	175,211	4,151,744
Expenses:										
Salaries	59,556	44,589	53,085	13,200	21,428	180,011	281,493	7,931	100,911	2,399,773
Fringe	20,086	13,730	16,664	5,039	6,223	48,977	107,880	2,454	30,301	765,622
Travel	-	190	-	-	97	2,369	5,741	-	-	66,586
Office expense	9,520	3,956	-	-	3,335	17,599	42,580	1,251	9,377	289,211
Supplies	178	66	-	-	47	685	478	-	20,025	27,536
Minor equipment	174	125	-	-	1,053	220	2,031	-	7,342	45,866
Other	3,617	886	-	-	223	143,945	7,835	112	2,554	466,390
Administrative costs	9,314	6,145	-	-	-	23,954	43,577	-	4,702	87,692
Total expenses	102,445	69,687	69,749	18,239	32,406	417,760	491,615	11,748	175,212	4,148,676
Change in net assets	-	474	-	-	-	-	3,112	-	(1)	3,068
Transfers (to) from other funds	-	4,795	-	-	-	-	-	-	-	4,795
Net assets, beginning of year	1	1	-	-	-	-	(3)	-	-	516
Net assets, end of year	\$ 1	5,270	-	-	-	-	3,109	-	(1)	8,379

ALASKA LEGAL SERVICES CORPORATION

Combining Statement of Activities
State Sources

Year Ended December 31, 2023	Department of Health and Social Services							Department of Commerce, Community and Economic Development			Alaska Court System	Alaska Housing Finance Corporation	Alaska Mental Health Trust Authority	Total	
	Municipality of Anchorage	Fairbanks North Star Borough Individual and Family Crisis Project	Matanuska-Susitna Borough Grants	Nutrition, Transportation, & Support Grants	National Family Caregiver Grants	FASD Engagement Grant	Community Initiative Grants	Civil Legal Services Fund	CJW Training Hub	Program Operations	Early Resolution Project	Housing Assistance Program	Disability Justice Holistic Defense	Housing Legal Resources	All State Sources
Support and revenue:															
Grants and contracts	\$ 80,405	32,611	29,311	50,460	16,803	10,000	215,429	540,806	3,423	400,000	115	-	79,789	91,851	1,551,003
Litigation income	-	-	-	-	1,833	-	-	-	-	-	-	-	-	-	1,833
Investment income	-	-	133	-	16	85	1,207	-	-	-	47	99	2,088	36	3,711
Miscellaneous income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Donated services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total support and revenue	80,405	32,611	29,444	50,460	18,652	10,085	216,636	540,806	3,423	400,000	162	99	81,877	91,887	1,556,547
Expenses:															
Salaries	48,896	15,860	23,931	29,334	11,853	-	131,301	351,705	-	228,705	87	-	48,203	38,734	928,609
Fringe	17,691	9,472	4,655	9,894	3,650	-	43,794	78,902	-	74,182	33	-	13,728	12,934	268,935
Travel	-	-	-	-	51	339	-	-	1,775	-	-	-	319	16,498	18,982
Office expense	12,321	4,860	-	4,689	1,052	-	18,229	36,074	950	47,286	14	-	5,083	8,355	138,913
Supplies	102	216	-	88	18	-	467	436	-	753	-	-	678	66	2,824
Minor equipment	117	61	-	86	33	-	350	4,242	-	1,458	-	-	449	265	7,061
Other	1,278	590	4	1,781	235	8,709	2,873	15,369	356	7,616	-	-	3,060	9,585	51,456
Administrative costs	-	1,552	2,407	4,587	1,633	1,037	19,622	54,078	342	40,000	28	-	10,356	5,450	141,092
Total expenses	80,405	32,611	30,997	50,459	18,525	10,085	216,636	540,806	3,423	400,000	162	-	81,876	91,887	1,557,872
Change in net assets	-	-	(1,553)	1	127	-	-	-	-	-	-	99	1	-	(1,325)
Transfers (to) from other funds	-	-	-	-	1,276	-	-	-	-	-	-	-	-	-	1,276
Net assets, beginning of year	-	-	1,553	(2)	-	-	-	-	-	-	-	5,572	-	-	7,123
Net assets, end of year	\$ -	-	-	(1)	1,403	-	-	-	-	-	-	5,671	1	-	7,074

ALASKA LEGAL SERVICES CORPORATION

**Combining Statement of Activities
Other Sources**

<i>Year Ended December 31, 2023</i>	Mat-Su Health Foundation	North Slope Borough	Matanuska- Susitna Borough Grants	Alaska Bar Foundation	Bristol Bay Native Association	Association of Village Council Presidents	Juneau Community Foundation	Tanana Chiefs Conference	Maniilaq Association	Partners in Justice Campaign	Other	Total Other Sources
Support and revenue:												
Grants and contracts	\$ 63,399	97,676	12,558	31,853	132,515	245,655	105,000	109,833	70,523	-	268,025	1,137,037
Litigation income	-	-	-	-	-	-	9,267	-	-	-	48	9,315
Investment income (loss)	110	1,951	87	442	3,523	1,247	691	-	-	12,978	7,442	28,471
Miscellaneous income	-	-	-	-	-	-	-	-	-	-	1,104	1,104
Donated services	-	-	-	-	-	-	-	-	-	-	543,775	543,775
Contributed nonfinancial assets:												
Contributions	-	-	-	-	-	-	-	-	-	1,171,805	11,000	1,182,805
Other-Endowment Gain (Loss)	-	-	-	-	-	-	-	-	-	157,642	-	157,642
Total support and revenue	63,509	99,627	12,645	32,295	136,038	246,902	114,958	109,833	70,523	1,342,425	831,394	3,060,149
Expenses:												
Salaries	42,057	59,755	10,252	36,346	63,670	136,718	73,327	64,369	46,527	26,897	634,305	1,194,223
Fringe	8,662	10,569	1,995	11,788	13,089	50,562	18,159	22,585	10,280	8,741	160,651	317,081
Travel	330	3,160	-	-	3,647	2,154	-	1,859	-	20	9,089	20,259
Office expense	3,262	8,995	-	3,005	816	21,301	5,239	5,551	6,908	4,583	94,026	153,686
Supplies	1,228	260	-	35	564	242	117	1,317	114	77	24,497	28,451
Minor equipment	342	295	-	31	692	259	155	53	116	48	9,009	11,000
Other	1,076	700	2	4,679	2,151	3,562	981	1,928	932	11,520	531,918	559,449
Administrative costs	6,660	15,893	1,031	8,271	16,302	32,104	8,058	12,171	5,646	9,625	(344,545)	(228,784)
Depreciation and amortization	-	-	-	-	-	-	-	-	-	-	27,201	27,201
Total expenses	63,617	99,627	13,280	64,155	100,931	246,902	106,036	109,833	70,523	61,511	1,146,151	2,082,566
Change in net assets	(108)	-	(635)	(31,860)	35,107	-	8,922	-	-	1,280,914	(314,757)	977,583
Transfers to (from) other funds	-	-	-	-	-	-	-	-	-	(243,146)	237,075	(6,071)
Net assets, beginning of year	108	-	665	43,965	132,856	-	20	-	-	1,350,525	424,165	1,952,304
Net assets, end of year	\$ -	-	30	12,105	167,963	-	8,942	-	-	2,388,293	346,483	2,923,816

ALASKA LEGAL SERVICES CORPORATION

Schedule of Grant and Contract Revenues by Funding Sources

Year Ended December 31, 2023

Grantor	Period	Amount of Award	Revenue recognized in FY 2023	Support		
				Expended During 2023	Unexpended at December 31, 2023	
<u>Legal Services Corporation</u>						
Basic Field	01/01/23-12/31/23	1,199,104	1,199,104	1,199,104	-	
Basic Field	01/01/22-12/31/22	1,042,623	318,061	318,061	-	
Native American	01/01/23-12/31/23	815,380	762,465	762,465	52,915	(1)
Native American	01/01/22-12/31/22	708,975	239,577	239,577	-	
Technology Initiative	10/01/18-02/28/24	217,553	8,258	8,258	42,621	(2)
Technology Initiative	10/01/19-02/29/24	283,089	66,264	66,264	77,561	(2)
Technology Initiative	11/01/21-04/30/23	35,000	17,173	17,173	673	(2)
Pro Bono Innovation Fund	10/01/22-09/30/25	350,206	103,513	103,513	246,693	(2)
Disaster Supplemental	07/01/23-06/30/26	4,726,333	30,965	30,965	4,695,368	(3)
<u>State of Alaska - Dept of Health</u>						
167-309-23001	07/01/22-06/30/23	158,440	59,321	59,321	-	
167-307-23001	07/01/22-06/30/23	70,752	33,490	33,490	20,975	(2)
167-309-24001	07/01/23-06/30/24	180,433	93,585	93,585	86,848	(2)
167-307-24002	07/01/23-06/30/24	77,554	46,522	46,522	31,032	(2)
165-230-23001	07/01/22-06/30/23	50,000	25,095	25,095	-	
165-230-23009	07/01/22-06/30/23	50,000	25,095	25,095	-	
165-230-23015	07/01/22-06/30/23	50,000	25,095	25,095	-	
165-230-23020	07/01/22-06/30/23	15,853	7,957	7,957	-	
165-230-23006	07/01/22-06/30/23	15,853	7,957	7,957	-	
165-230-24002	07/01/23-06/30/24	50,000	24,846	24,846	25,154	(2)
165-230-24013	07/01/23-06/30/24	50,000	24,846	24,846	25,154	(2)
165-230-24014	07/01/23-06/30/24	50,000	24,846	24,846	25,154	(2)
165-230-24018	07/01/23-06/30/24	50,000	24,846	24,846	25,154	(2)
165-230-24008	07/01/23-06/30/24	50,000	24,846	24,846	25,154	(2)
FASD Engagement Sponsorship 2023	None	10,000	10,000	10,000	-	
Housing & Financial Equity Project	08/02/23-03/31/24	66,100	18,239	18,239	47,861	(2)
<u>State of Alaska-Dept of Commerce, Community, and Economic Development</u>						
23-DO-004	07/01/22-06/30/23	281,567	281,567	281,567	-	
24-DO-002	07/01/23-06/30/24	400,000	400,000	400,000	-	
24-DO-001	07/01/23-06/30/24	301,214	259,239	259,239	-	
24-RR-005	04/16/23-06/30/28	500,000	3,423	3,423	-	
<u>Montana Legal Services Association</u>						
Tribal Civil Legal Assistance	10/01/21-09/30/24	67,252	32,381	32,381	26,012	(2)
Tribal Criminal Legal Assistance	10/01/21-09/30/24	79,120	25	25	46,639	(2)
<u>Department of Justice</u>						
2015-WR-AX-0015	10/01/15-09/30/23	1,300,000	209,552	209,552	213,434	(2)
2016-WR-AX-0003	10/01/16-09/30/23	533,666	112,123	112,123	-	
2020-WR-AZ-0059	10/01/20-09/30/23	45,000	437	437	39,345	(2)
15JOVW-21-GG-00400-LEGA	05/09/22-09/30/24	599,926	95,647	95,647	504,279	(2)

(continued)

ALASKA LEGAL SERVICES CORPORATION
Schedule of Grant and Contract Revenues by Funding Sources, continued

Grantor	Period	Amount of Award	Revenue recognized in FY 2023	Support		
				Expended During 2023	Unexpended at December 31, 2023	
<u>Alaska Mental Health Trust Authority</u>						
Housing: Legal Resources for Trust Beneficiaries	07/01/22-06/30/23	50,000	16,851	16,851		
ALSC Training Project	07/01/23-06/30/24	25,000	25,000	25,000	-	
Housing: Legal Resources for Trust Beneficiaries	07/01/23-06/30/24	50,000	50,000	50,000	-	
Disability Justice: Holistic Defense Model	07/01/23-06/30/24	277,000	15,586	15,586	261,414	(2)
Disability Justice: Holistic Defense Model	07/01/22-06/30/23	180,000	64,202	64,202	-	
<u>Department of the Treasury</u>						
Health Equity Grant to RuralCap	07/01/23-06/30/24	29,510	19,840	19,840	9,670	(2)
ARPA Civil Legal Aid to MOA	08/18/21-12/31/23	200,000	60,477	60,477	24,983	(3)
ARPA Civil Legal Aid to FNSB	07/01/22-12/31/24	33,333	26,888	26,888	-	
<u>Housing & Urban Development</u>						
FH800G14002	01/01/15-12/31/15	250,001	3,322	3,322	14,448	(3)
FPEI190027	09/01/22-08/30/23	375,000	248,401	248,401	20,424	(2)
FH800G14040	01/01/16-06/30/17	125,000	379	379	6,705	(3)
FEOI120031	02/01/21-07/31/22	125,000	(335)	-	32,795	(3)
FEOI120056	08/01/22-07/31/23	125,000	70,778	70,778	15,838	(2)
FPEI220087	08/31/23-08/31/24	425,000	120,019	120,019	304,981	(2)
FPE2122000	04/01/22-08/30/23	75,000	48,283	48,283	708	(2)
<u>Association of Village Council Presidents</u>						
2023 Contract	01/01/23-12/31/23	246,000	246,000	246,000	-	
2023 Wills Contract	01/01/23-12/31/23	50,000	(345)	(345)	49,656	(3)
<u>Bristol Bay Native Association</u>						
Contract for Professional Services	01/01/23-12/31/23	77,000	55,417	55,417	-	
Contract for Professional Estate Services	01/01/23-12/31/23	100,000	77,098	41,990	22,902	(3)
<u>Matanuska-Susitna Borough</u>						
20402-5501	07/01/22-06/30/23	41,548	20,773	20,773	-	
20402-5501 amend. 01	07/01/23-06/30/24	42,477	21,094	21,094	21,238	(2)
<u>Municipality of Anchorage</u>						
PSG-21-ALSC-001	07/01/21-06/30/23	144,510	11,748	11,748	129,408	(2)
HP-21-ALS-007	03/01/21-06/30/23	200,000	67,242	67,242	-	
<u>Municipality of Anchorage</u>						
HSCMG23	03/04/23-06/30/23	94,505	38,399	38,399	56,106	(2)
HSCMG24	07/01/23-06/30/24	94,505	42,006	42,006	52,499	(2)
<u>Fairbanks North Star Borough</u>						
HSS22A	07/01/23-06/30/24	30,989	15,495	15,495	15,494	(2)
HSS23A	07/01/22-06/30/23	34,232	17,116	17,116	-	
<u>Alaska Network on Domestic Violence & Sexual Assault</u>						
2018-V2-GX-0019	07/01/22-06/30/23	98,482	32,589	32,589	33,947	(2)
2018-V2-GX-0019	07/01/23-06/30/24	81,373	37,160	37,160	44,213	(2)
<u>City of Ketchikan</u>						
2023 Agreement	01/01/23-12/31/23	30,000	30,000	30,000	-	
<u>Ketchikan Gateway Borough</u>						
SFY 2023	07/01/22-06/30/23	25,000	10,784	10,784	-	
SFY 2024	07/01/23-06/30/24	25,000	9,976	9,976	15,024	(2)
<u>Alaska Bar Foundation</u>						
IOLTA-Fiscal Year 2024	07/01/23-06/30/24	37,500	31,858	31,858	5,642	(2)

(continued)

ALASKA LEGAL SERVICES CORPORATION
Schedule of Grant and Contract Revenues by Funding Sources, continued

Grantor	Period	Amount of Award	Revenue recognized in FY 2023	Support		
				Expended During 2023	Unexpended at December 31, 2023	
<u>North Slope Borough</u>						
2024-030	07/01/23-06/30/24	127,393	59,117	59,117	68,276	(2)
2023-006	07/01/22-06/30/23	127,393	40,385	40,385	45,070	(2)
Prior Years'	N/A	N/A	(1,827)	-	104,518	(3)
<u>Maniilaq Association</u>						
Contract for Professional Services	10/01/22-09/30/23	77,000	52,822	52,822	-	
Contract for Professional Services	10/01/23-09/30/24	77,000	17,701	17,701	59,299	(2)
<u>Tanana Chiefs Conference</u>						
Contract for Professional Services	10/01/23-09/30/24	106,000	22,420	22,420	83,580	(2)
Contract for Professional Services	10/1/22-09/30/23	90,540	87,413	87,413	-	
<u>Alaska Native Tribal Health Consortium</u>						
Contract for Medical/Legal Partnership	01/01/23-12/31/23	82,000	39,178	39,178	42,477	(3)
<u>Alaska Court System</u>						
Early Resolution Project	07/01/17-09/30/18	6,000	115	115	2,594	(3)
<u>Juneau Community Foundation</u>						
Hope Endowment-Equitable Access to Justice	04/01/23-06/30/24	97,000	97,000	97,000	-	
Community Assistance Fund-COVID-19	None	88,735	8,000	8,000	70,652	(3)
<u>Kodiak Area Native Association</u>						
Partnering for Native Health Contract	01/01/21-12/31/22	100,000	24,978	24,978	-	
Partnering for Native Health Contract	01/01/23-12/31/23	50,000	45,950	45,950	4,050	(3)
<u>Rasmuson Foundation</u>						
Rasmuson Tech grant	03/15/23-03/31/24	22,000	22,000	22,000		
<u>Providence Alaska Medical Center</u>						
Medical/Legal Partnership Contract	01/0/23-12/31/23	82,000	78,787	78,787	3,213	(3)
<u>National Health Law Program</u>						
Health Law Partnership Contract	08/01/21-07/31/23	27,000	6,391	6,391	11,056	(3)
<u>Mat-Su Health Foundation</u>						
Connect Mat-Su contract	08/24/23-06/30/24	100,000	43,658	43,658	56,342	(3)
Connect Mat-Su contract	01/01/21-12/31/22	50,000	19,740	19,740	-	
<u>Inupiat Community of the Arctic Slope</u>						
Native Allotment Contract	None	10,000	(20)	-	-	
			\$	6,814,269	6,781,343	7,947,248

Note: ALSC is funded through a grant from LSC plus various other grants and cost-reimbursement contracts. In accordance with LSC disclosure requirements, funds not earned or expended during the year must be disclosed as unrecognized or unexpended support. Unrecognized support does not represent receivables or grant advances. The availability of these funds for future use is dependent upon terms of the individual grants.

- (1) These amounts represent grant funds received but not expended as of December 31, 2023.
- (2) These amounts represent the unexpended grant amount available and not receivables or grant advances.
- (3) These amounts represent the unexpended grant amount available and grant advances.

ALASKA LEGAL SERVICES CORPORATION

Combining Schedule of Private Attorney Involvement Expense

<i>Year Ended December 31, 2023</i>						
Sources	IOLTA 24	LSC Basic Field	Other Funds	Subtotal	Donated Services	Total
Revenue	\$ 31,858	155,754	11,138	198,750	447,275	646,025
Expenses:						
Salaries	18,615	100,090	35	118,740	-	118,740
Employee benefits	6,885	29,642	-	36,527	-	36,527
Office and premises	2,943	10,249	-	13,192	-	13,192
Travel	-	2,294	339	2,633	-	2,633
Supplies	34	706	-	740	-	740
Equipment and furniture	30	989	-	1,019	-	1,019
Other	3,351	11,784	10,764	25,899	447,275	473,174
Total expenses	\$ 31,858	155,754	11,138	198,750	447,275	646,025
Excess of revenue over expenses	-	-	-	-	-	-

ALASKA LEGAL SERVICES CORPORATION

**Schedule of Revenue and Expenses - Budget and Actual
Nutrition, Transportation, & Support
Grant 167-309-23001**

Year Ended December 31, 2023

For the Grant Period Ended June 30, 2023	Budget	Actual		Total	Variance
		Prior Year	Current		
Revenue:					
Federal sources	\$ 106,000	59,770	46,230	106,000	-
State sources	52,440	39,349	13,090	52,439	(1)
Total revenue	158,440	99,119	59,320	158,439	1
Expenses:					
Personal services	121,528	76,480	45,623	122,103	(575)
Facility expense	17,400	10,642	6,758	17,400	-
Supplies	900	318	105	423	477
Equipment	500	145	106	251	249
Other expense	3,709	2,524	1,336	3,860	(151)
Administrative expense	14,403	9,010	5,392	14,402	1
Total expenses	158,440	99,119	59,320	158,439	1
Excess of revenue over expenses	\$ -	-	-	-	-

ALASKA LEGAL SERVICES CORPORATION
Schedule of Revenue and Expenses - Budget and Actual
Nutrition, Transportation & Support
Grant 167-309-24001

Year Ended December 31, 2023

<i>Six months ended December 31, 2023</i>	Budget	Actual	Variance
Revenue:			
Federal sources	\$ 121,060	56,215	(64,845)
State sources	59,373	37,370	(22,003)
Total revenue	180,433	93,585	(86,848)
Expenses:			
Personal services	139,576	73,249	66,327
Facility expense	19,402	7,451	11,951
Supplies	800	161	639
Equipment	400	154	246
Other expense	3,853	4,062	(209)
Administrative expense	16,402	8,508	7,894
Total expenses	180,433	93,585	86,848
Excess of revenue over expenses	\$ -	-	-

ALASKA LEGAL SERVICES CORPORATION
Schedule of Revenue and Expenses - Budget and Actual
National Family Caregiver Program
Grant 167-307-23001

Year Ended December 31, 2023

For the Grant Period Ended June 30, 2023	Budget	Actual		Total	Variance
		Prior Year	Current		
Revenue:					
Federal sources	\$ 55,810	13,117	26,456	39,573	(16,237)
State sources	14,942	3,171	7,033	10,204	(4,738)
Total revenue	70,752	16,288	33,489	49,777	(20,975)
Expenses:					
Personal services	53,667	12,768	27,534	40,302	13,365
Travel	1,000	278	241	519	481
Facility expense	7,085	1,374	2,005	3,379	3,706
Supplies	700	82	45	127	573
Equipment	400	18	91	109	291
Other expense	1,140	284	461	745	395
Administrative expense	6,760	1,484	3,112	4,596	2,164
Total expenses	70,752	16,288	33,489	49,777	20,975
Excess of revenue over expenses	\$ -	-	-	-	-

ALASKA LEGAL SERVICES CORPORATION

**Schedule of Revenue and Expenses - Budget and Actual
National Family Caregiver Support Program
Grant 167-307-24002**

Year Ended December 31, 2023

<i>Six Months Ended December 31, 2023</i>	Budget	Actual	Variance
Revenue:			
Federal sources	\$ 61,055	36,752	(24,303)
State sources	16,499	9,770	(6,729)
Total revenue	77,554	46,522	(31,032)
Expenses:			
Personal services	59,573	38,813	20,760
Travel	1,000	-	1,000
Facility expense	7,325	2,718	4,607
Supplies	687	35	652
Equipment	414	61	353
Other expense	1,623	666	957
Administrative expense	6,932	4,229	2,703
Total expenses	77,554	46,522	31,032
Excess of revenue over expenses	\$ -	-	-

ALASKA LEGAL SERVICES CORPORATION
Schedule of Revenue and Expenses - Budget and Actual
State of Alaska CIG Grant
Bethel Region
Grant 165-230-23001

Year Ended December 31, 2023

<i>For the Grant Period Ended June 30, 2023</i>	Budget	Actual		Total	Variance
		Prior Year	Current		
Revenues - state sources	\$ 50,000	24,905	25,095	50,000	-
Expenses:					
Personal services	34,447	17,028	17,688	34,716	(269)
Facility expense	9,800	5,010	4,790	9,800	-
Supplies	300	211	65	276	24
Equipment	100	80	21	101	(1)
Other expense	533	304	259	563	(30)
Administrative expense	4,820	2,272	2,272	4,544	276
Total expenses	50,000	24,905	25,095	50,000	-
Excess of revenue over expenses	\$ -	-	-	-	-

ALASKA LEGAL SERVICES CORPORATION

Schedule of Revenue and Expenses - Budget and Actual
State of Alaska CIG Grant
Bethel Region
Grant 165-230-24002

Year Ended December 31, 2023

<i>Six Months Ended December 31, 2023</i>	Budget	Actual	Variance
Revenues - state sources	\$ 50,000	24,846	(25,154)
Expenses:			
Personal services	36,343	18,045	18,298
Facility expense	8,300	4,150	4,150
Supplies	200	89	111
Equipment	80	50	30
Other expense	532	239	293
Administrative expense	4,545	2,273	2,272
Total expenses	50,000	24,846	25,154
Excess of revenue over expenses	\$ -	-	-

ALASKA LEGAL SERVICES CORPORATION
Schedule of Revenue and Expenses - Budget and Actual
State of Alaska CIG Grant
Kenai Region
Grant Grant 165-230-23009

Year Ended December 31, 2023

<i>For the Grant Period Ended June 30, 2023</i>	Budget	Prior Year	Actual Current	Total	Variance
Revenues - state sources	\$ 50,000	24,905	25,095	50,000	-
Expenses:					
Personal services	38,830	18,229	21,076	39,305	(475)
Facility expense	5,300	3,996	1,304	5,300	-
Supplies	300	75	15	90	210
Equipment	100	69	35	104	(4)
Other expense	650	263	392	655	(5)
Administrative expense	4,820	2,273	2,273	4,546	274
Total expenses	50,000	24,905	25,095	50,000	-
Excess of revenue over expenses	\$ -	-	-	-	-

ALASKA LEGAL SERVICES CORPORATION

**Schedule of Revenue and Expenses - Budget and Actual
State of Alaska CIG Grant
Kenai Region
Grant 165-230-24013**

Year Ended December 31, 2023

<i>Six Months Ended December 31, 2023</i>	Budget	Actual	Variance
Revenues - state sources	\$ 50,000	24,846	(25,154)
Expenses:			
Personal services	39,501	19,669	19,832
Facility expense	5,100	2,550	2,550
Supplies	200	85	115
Equipment	80	65	15
Other expense	574	205	369
Administrative expense	4,545	2,272	2,273
Total expenses	50,000	24,846	25,154
Excess of revenue over expenses	\$ -	-	-

ALASKA LEGAL SERVICES CORPORATION
Schedule of Revenue and Expenses - Budget and Actual
State of Alaska CIG Grant
Bristol Bay Region
Grant 165-230-23015

Year Ended December 31, 2023

<i>For the Grant Period Ended June 30, 2022</i>	Budget	Actual		Total	Variance
		Prior Year	Current		
Revenues - state sources	\$ 50,000	24,905	25,095	50,000	-
Expenses:					
Personal services	43,665	21,422	22,242	43,664	1
Facility expense	875	600	275	875	-
Supplies	300	200	58	258	42
Equipment	100	10	90	100	-
Other expense	515	400	158	558	(43)
Administrative expense	4,545	2,273	2,272	4,545	-
Total expenses	50,000	24,905	25,095	50,000	-
Excess of revenue over expenses	\$ -	-	-	-	-

ALASKA LEGAL SERVICES CORPORATION

Schedule of Revenue and Expenses - Budget and Actual
State of Alaska CIG Grant
Bristol Bay Region
Grant 165-230-24014

Year Ended December 13, 2023

<i>Six Months Ended December 31, 2023</i>	Budget	Actual	Variance
Revenues - state sources	\$ 50,000	24,846	(25,154)
Expenses:			
Personal services	42,820	21,088	21,732
Facility expense	1,500	750	750
Supplies	300	186	114
Equipment	100	50	50
Other expense	735	500	235
Administrative expense	4,545	2,272	2,273
Total expenses	50,000	24,846	25,154
Excess of revenue over expenses	\$ -	-	-

ALASKA LEGAL SERVICES CORPORATION
Schedule of Revenue and Expenses - Budget and Actual
State of Alaska CIG Grant
Southeast Region
Grant 165-230-23020

Year Ended December 31, 2023

<i>For the Grant Period Ended June 30, 2023</i>	Budget	Prior Year	Actual Current	Total	Variance
Revenues - state sources	\$ 15,853	7,896	7,957	15,853	-
Expenses:					
Personal services	11,763	5,384	6,546	11,930	(167)
Facility expense	2,000	1,406	594	2,000	-
Supplies	100	52	1	53	47
Equipment	50	-	11	11	39
Other expense	412	334	84	418	(6)
Administrative expense	1,528	720	721	1,441	87
Total expenses	15,853	7,896	7,957	15,853	-
Excess of revenue over expenses	\$ -	-	-	-	-

ALASKA LEGAL SERVICES CORPORATION

Schedule of Revenue and Expenses - Budget and Actual
State of Alaska CIG Grant
Southeast Region
Grant 165-230-24018

Year Ended December 31, 2023

<i>Six Months Ended December 31, 2023</i>	Budget	Actual	Variance
Revenues - state sources	\$ 50,000	24,846	(25,154)
Expenses:			
Personal services	38,454	21,194	17,260
Facility expense	6,000	837	5,163
Supplies	300	54	246
Equipment	100	28	72
Other expense	601	460	141
Administrative expense	4,545	2,273	2,272
Total expenses	50,000	24,846	25,154
Excess of revenue over expenses	\$ -	-	-

ALASKA LEGAL SERVICES CORPORATION
Schedule of Revenue and Expenses - Budget and Actual
State of Alaska CIG Grant
Northwest Region
Grant 165-230-23006

Year Ended December 31, 2023

<i>For the Grant Period Ended June 30, 2023</i>	Budget	Prior Year	Actual Current	Total	Variance
Revenues - state sources	\$ 15,853	7,896	7,957	15,853	-
Expenses:					
Personal services	12,727	6,686	6,679	13,365	(638)
Facility expense	1,346	244	549	793	553
Supplies	95	87	8	95	-
Equipment	30	31	-	31	(1)
Other expense	127	128	-	128	(1)
Administrative expense	1,528	720	721	1,441	87
Total expenses	15,853	7,896	7,957	15,853	-
Excess of revenue over expenses	\$ -	-	-	-	-

ALASKA LEGAL SERVICES CORPORATION

**Schedule of Revenue and Expenses - Budget and Actual
State of Alaska CIG Grant
Northwest Region
Grant 165-230-24008**

Year Ended December 31, 2023

<i>Six Months Ended December 31, 2023</i>	Budget	Actual	Variance
Revenues - state sources	\$ 50,000	24,846	(25,154)
Expenses:			
Personal services	40,581	19,660	20,921
Facility expense	4,000	2,430	1,570
Supplies	200	50	150
Equipment	50	-	50
Other expense	624	434	190
Administrative expense	4,545	2,272	2,273
Total expenses	50,000	24,846	25,154
Excess of revenue over expenses	\$ -	-	-

ALASKA LEGAL SERVICES CORPORATION

**Schedule of Revenue and Expenses - Budget and Actual
Fairbanks North Star Borough -
Individual and Family Legal Crisis Project
Grant HSS23A**

Year Ended December 31, 2023

<i>For the Grant Period Ended June 30, 2023</i>	Budget	Actual		Total	Variance
		Prior Year	Current		
Revenues - state sources	\$ 34,232	17,116	17,116	34,232	-
Expenses:					
Professional services	26,551	13,243	13,428	26,671	(120)
Facility expenses	4,921	2,461	2,460	4,921	-
Supplies	280	114	56	170	110
Equipment	50	39	11	50	-
Other expenses	800	444	346	790	10
Administrative expenses	1,630	815	815	1,630	-
Total expenses	34,232	17,116	17,116	34,232	-
Excess of revenue over expenses	\$ -	-	-	-	-

ALASKA LEGAL SERVICES CORPORATION

Schedule of Revenue and Expenses - Budget and Actual
Fairbanks North Star Borough -
Individual and Family Legal Crisis Project
Grant HSS24A

Year Ended December 31, 2023

<i>Six Months Ended December 31, 2023</i>	Budget	Actual	Variance
Revenues - state sources	\$ 30,989	15,495	(15,494)
Expenses:			
Professional services	23,800	11,904	11,896
Facility expenses	4,800	2,400	2,400
Supplies	480	160	320
Equipment	50	50	-
Other operating expenses	384	243	141
Administrative expenses	1,475	738	737
Total expenses	30,989	15,495	15,494
Excess of revenue over expenses	\$ -	-	-

ALASKA LEGAL SERVICES CORPORATION
Schedule of Revenue and Expenses - Budget and Actual
Matanuska-Susitna Borough Children At Risk Program
Grant 20402-5501

Year Ended December 31, 2023

For the Grant Period Ended June 30, 2023	Budget	Actual		Total	Variance
		Prior Year	Current		
Revenue:					
State sources	\$ 29,088	14,543	14,545	29,088	-
Local sources	12,460	6,233	6,227	12,460	-
Total revenue	41,548	20,776	20,772	41,548	-
Expenses:					
Program services	39,570	19,786	19,784	39,570	-
Administrative expense	1,978	990	988	1,978	-
Total expenses	41,548	20,776	20,772	41,548	-
Excess of revenue over expenses	\$ -	-	-	-	-

ALASKA LEGAL SERVICES CORPORATION

Schedule of Revenue and Expenses - Budget and Actual
Matanuska-Susitna Borough Children At Risk Program -
Grant 20402-5501 Amend. 01

Year Ended December 31, 2023

<i>Six Months Ended December 31, 2023</i>	Budget	Actual	Variance
Revenue:			
State sources	\$ 29,733	14,766	(14,967)
Local sources	12,744	6,328	(6,416)
Total revenue	42,477	21,094	(21,383)
Expenses:			
Program services	40,453	20,083	20,370
Administrative expense	2,024	1,011	1,013
Total expenses	42,477	21,094	21,383
Excess of revenue over expenses	\$ -	-	-

ALASKA LEGAL SERVICES CORPORATION

**Schedule of Revenue and Expenses - Budget and Actual
Municipality of Anchorage-
Families At Risk Project
Grant HSCMG23**

Year Ended Decemer 31, 2023

<i>For the Grant Period Ended June 30, 2023</i>	Budget	Actual		Variance
		Current	Total	
Revenue:				
State sources	\$ 94,505	38,399	38,399	(56,106)
Expenses:				
Personal services	85,240	32,198	32,198	53,042
Rent	6,300	5,286	5,286	1,014
Phone	600	249	249	351
Supplies	800	34	34	766
Equipment	150	52	52	98
Insurance	1,300	504	504	796
Library	115	76	76	39
Total expenses	94,505	38,399	38,399	56,106
Excess of revenue over expenses	\$ -	-	-	-

ALASKA LEGAL SERVICES CORPORATION

Schedule of Revenue and Expenses - Budget and Actual
Municipality of Anchorage-
Families At Risk Project
Grant HSCMG24

Year Ended December 31, 2023

<i>Six Months Ended December 31, 2023</i>	Budget	Actual	Variance
Revenue:			
State sources	\$ 94,505	42,006	(52,499)
Expenses:			
Personal services	85,240	34,389	50,851
Rent	6,300	6,475	(175)
Phone	600	310	290
Supplies	800	68	732
Equipment	150	65	85
Insurance	1,300	584	716
Library	115	115	-
Total expenses	94,505	42,006	52,499
Excess of revenue over expenses	\$ -	-	-

ALASKA LEGAL SERVICES CORPORATION

Schedule of Revenue and Expenses - Budget and Actual
FASD Engagement
2023

Year Ended December 31, 2023

For the Grant Period Ended December 31, 2023	Budget	Actual	Total	Variance
Revenue:				
State sources	\$ 10,000	10,000	10,000	-
Expenses:				
Program services	8,963	8,963	8,963	-
Administrative expense	1,037	1,037	1,037	-
Total expenses	10,000	10,000	10,000	-
Excess of revenue over expenses	\$ -	-	-	-

ALASKA LEGAL SERVICES CORPORATION

Schedule of Expenditures of Federal Awards
Year Ended December 31, 2023

Granting Agency/Grant Title	Grant Pass-through Number	Grant Period	Assistance Listing Number	Award Amount	Expenditures
Legal Services Corporation - direct:					
FY 23 Basic Field	902000	01/01/23-12/31/23	09.902000	\$ 1,199,104	1,199,104
FY 22 Basic Field	902000	01/01/22-12/31/22	09.902000	1,042,623	318,061
FY 23 Native American	902001	01/01/23-12/31/23	09.902000	815,380	762,465
FY 22 Native American	902001	01/01/22-12/31/22	09.902000	708,975	239,577
Technology Initiative	18046	01/01/19-2/28/24	09.902000	217,553	8,258
Technology Initiative	19016	10/01/19-02/29/24	09.902000	283,089	66,264
Technology Initiative	GT-TG21T-00008	11/1/21-4/30/23	09.902000	35,000	17,173
Pro Bono Innovation Fund	GT-PB22T-00001	10/1/22-9/30/25	09.902000	350,206	103,513
Disaster Supplemental	GT-22DPG-00007	07/1/23-6/30/26	09.902000	4,726,333	<u>30,965</u>
Total Legal Services Corporation					<u>2,745,380</u>
Department of Health and Human Services:					
Aging Cluster-Special Programs for the Aging Title III, Part B Grants for Supportive Services and Senior Centers - passed through the State of Alaska Department of Health:					
Nutrition, Transportation & Support SFY 24	167-309-24001	07/01/23-06/30/24	93.044	121,060	56,215
Nutrition, Transportation & Support SFY 23	167-309-23001	07/01/22-06/30/23	93.044	106,000	<u>46,230</u>
Total Aging Cluster					<u>102,445</u>
National Family Caregiver Support, Title III, Part E - passed through the State of Alaska Department of Health:					
National Family Caregiver Program SFY 24	167-307-24002	07/01/23-06/30/24	93.052	61,055	36,752
National Family Caregiver Program SFY 23	167-307-23001	07/01/22-06/30/23	93.052	55,810	<u>26,456</u>
Total National Family Caregiver Healthy and Equitable Communities, passed through Support, Title III, Part E, and ALN 93.052					<u>63,208</u>

(continued)

ALASKA LEGAL SERVICES CORPORATION

Schedule of Expenditures of Federal Awards, continued

Granting Agency/Grant Title	Grant Pass-through Number	Grant Period	Assistance Listing Number	Award Amount	Expenditures
COVID-19 Home Equity, passed through RuralCap	51438400	07/01/23-06/30/24	93.391	29,510	19,840
Healthy and Equitable Communities, passed through Interior Community Health Center	None	08/02/23-03/31/24	93.391	37,016	10,214
Total ALN 93.391					30,054
Healthy and Equitable Communities, passed through Interior Community Health Center	None	08/02/23-03/31/24	93.368	29,084	8,025
Total Healthy and Equitable Communities					18,239
Total U.S. Department of Health and Human Services					203,732
U.S. Department of Housing and Urban Development - direct:					
Fair Housing Organization Initiatives:					
Fair Housing Grant FY 15	FH800G14002	01/01/15-12/31/15	14.417	\$ 250,001	3,322
Fair Housing Enforcement - ARPA - COVID-19	FPE2122000	4/1/22-8/30/23	14.418	75,000	48,283
Fair Housing Grant FY 22	FPEI190027	09/01/22-08/30/23	14.418	375,000	248,401
Fair Housing Grant FY 23	FPEI220087	08/31/23-08/31/24	14.418	425,000	120,019
Total ALN 14.418					416,703
Education and Outreach Initiatives - direct:					
Fair Housing Enforcement Education and Outreach	FH800G14040	01/01/16-06/30/17	14.416	125,000	379
Fair Housing Enforcement Education and Outreach	FE0I120056	08/01/22-07/31/23	14.416	125,000	70,443
Total ALN 14.416					70,822
Community Development Block Grants/Entitlement Grants - passed through the Municipality of Anchorage - COVID Eviction Diversion Project					
	HP-21-ALS-007	07/01/21-06/30/23	14.231	200,000	67,242
Passed through the Municipality of Anchorage;					
Domestic Violence Prevention Project - COVID-19	PSG-21-ALSC-001	07/01/21-06/30/23	14.218	144,510	11,748
Total U.S. Department of Housing and Urban Development					569,837
U.S. Department of Justice:					
Corporation for Community and National Service					
Americorps Elder Justice Fellowship					
Tribal Civil and Criminal Legal Assistance Grant, Training and Technical Assistance - passed through the Native American Rights Fund:					
Civil Legal Assistance	15PBJA-21-GG-02598-TRIE	10/01/21-09/30/24	16.815	67,252	32,381
Criminal Legal Assistance	15PBJA-21-GG-02599-TRIE	10/01/21-09/30/24	16.815	79,120	25
Total Tribal Civil and Criminal Legal Assistance and ALN 16.815					32,406

(continued)

ALASKA LEGAL SERVICES CORPORATION

Schedule of Expenditures of Federal Awards, continued

Granting Agency/Grant Title	Grant Pass-through Number	Grant Period	Assistance Listing Number	Award Amount	Expenditures
Office on Violence Against Women - direct: Rural Domestic Violence	2015-WR-AX-0015	10/01/20-09/30/23	16.589	1,300,000	209,552
Total Office on Violence Against Women					209,552
Office on Violence Against Women - passed through Alaska Native Tribal Health Consortium Partnering for Native Health	2020-WR-AZ-0059	10/01/20-09/30/23	16.589	45,000	437
Office on Violence Against Women - passed through Aiding Women in Abuse and Rape Emergencies Southeast Rural Domestic Violence	2016-WR-AX-0003	10/01/16-12/31/23	16.589	533,666	112,124
Total ALN 16.589					322,113
Office on Violence Against Women - passed through Kenaitze Indian Tribe Rural Domestic Violence	15JOVW-21-GG-00400-LEGA	05/02/22-09/30/24	16.524	599,926	95,647
Total Office on Violence Against Women					417,760
Enhanced Services for Victims of Crime-passed through Alaska Network on Domestic Violence & Sexual Assault	2018-V2-GX-0019	07/01/23-06/30/24	16.573	81,373	37,160
Enhanced Services for Victims of Crime-passed through Alaska Network on Domestic Violence & Sexual Assault	2018-V2-GX-0019	07/01/22-06/30/23	16.575	98,482	32,589
Total Enhanced Services for Victims of Crime					69,749
Total U.S. Department of Justice					519,915
U.S. Department of the Treasury: Passed through Fairbanks North Star Borough - ARPA - COVID-19	None	07/01/22-12/31/24	21.027	33,333	26,888
Passed through Municipality of Anchorage - ARPA - COVID-19	None	08/18/21-12/31/23	21.027	200,000	60,477
Total U.S. Department of Treasury and ALN 21.027					87,365
Total Expenditures of Federal Awards				\$	4,126,229

See accompanying notes to schedule.

ALASKA LEGAL SERVICES CORPORATION

Notes to Schedule of Expenditures of Federal Awards

Year Ended December 31, 2023

Note 1. Basis of Presentation

The accompanying schedule of federal awards (the "Schedule") includes the federal grant activity of Alaska Legal Services Corporation under programs of the federal government for the year ended December 31, 2023. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*. Because the Schedule presents only a selected portion of the operations of Alaska Legal Services Corporation, it is not intended to and does not present the financial position, changes in net assets or cash flows of Alaska Legal Services Corporation.

Note 2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the full accrual basis of accounting. Such expenditures are recognized following the cost principles in Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

Note 3. Indirect Cost Rate

Alaska Legal Services Corporation has elected not to use the 10-percent de minimus indirect cost rate allowed under Uniform Guidance.

Note 4. Subrecipients

No federal awards were passed through to subrecipients.

ALASKA LEGAL SERVICES CORPORATION

**Schedule of State Financial Assistance
Year Ended December 31, 2023**

Name of Award	Grant - Passed-through	Grant Award	State Share of Expenditures
Department of Health:			
Nutrition, Transportation & Support Services	167-309-23001	\$ 52,440	13,090
Nutrition, Transportation & Support Services	167-309-24001	59,373	37,370
National Family Caregiver Support Program	167-307-24002	16,499	9,770
National Family Caregiver Support Program	167-307-23001	14,942	7,033
* Community Initiative Grant	165-230-23001	50,000	25,095
* Community Initiative Grant	165-230-23006	15,853	7,957
* Community Initiative Grant	165-230-23009	50,000	25,095
* Community Initiative Grant	165-230-23015	50,000	25,095
* Community Initiative Grant	165-230-23020	15,853	7,957
* Community Initiative Grant	165-230-24002	50,000	24,846
* Community Initiative Grant	165-230-24013	50,000	24,846
* Community Initiative Grant	165-230-24014	50,000	24,846
* Community Initiative Grant	165-230-24018	50,000	24,846
* Community Initiative Grant	165-230-24008	50,000	24,846
FASD Engagement Grant	None	10,000	10,000
Passed through the Fairbanks North Star Borough:			
Individual and Family Legal Crisis Project	HSS23A	34,232	17,116
Individual and Family Legal Crisis Project	HSS24A	30,989	15,495
Passed through Matanuska-Susitna Borough:			
Mat-Su Children at Risk	20402-5501	29,088	14,545
Mat-Su Children at Risk	20402-5501 #1	29,733	14,766
Passed through Municipality of Anchorage:			
Families at Risk	HSCMG23	94,505	38,399
Families at Risk	HSCMG24	94,505	42,006
Total Department of Health			435,019
Alaska Mental Health Trust Authority:			
ALSC Training Project	7411.07	25,000	25,000
Housing: Legal Resources for Trust Beneficiaries	4119.12	50,000	50,000
Housing: Legal Resources for Trust Beneficiaries	4119.11	50,000	16,851
Disability Justice: Holistic Defense Model	6732.08	277,000	15,586
Disability Justice: Holistic Defense Model	6732.07	180,000	64,203
Total Alaska Mental Health Trust Authority			171,640
Department of Commerce, Community and Economic Development:			
* Civil Legal Services Fund	23-DO-004	281,567	281,567
* Civil Legal Services Fund	24-DO-001	301,214	259,239
* Program Operations	24-DO-002	400,000	400,000
* CJW Training Hub	24-RR-005	500,000	3,423
Total Department of Commerce, Community and Economic Development			944,229
Alaska Court System:			
Early Resolution Program	None	6,000	115
Total State Financial Assistance			\$ 1,551,003

See accompanying notes to Schedule.

ALASKA LEGAL SERVICES CORPORATION

Notes to Schedule of State Financial Assistance

Year Ended December 31, 2023

Note 1. Basis of Presentation

The accompanying schedule of state financial assistance (the "Schedule") includes the state grant activity of Alaska Legal Services Corporation under programs of the State of Alaska for the year ended December 31, 2023. The information in this Schedule is presented in accordance with the requirements of the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*. Because the Schedule presents only a selected portion of the operations of Alaska Legal Services Corporation, it is not intended to and does not present the financial position, changes in net assets, functional expenses or cash flows of Alaska Legal Services Corporation.

Note 2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the full accrual basis of accounting, which are described in Note I to the Corporation's financial statements. Negative amounts shown on the Schedule represents adjustments or credits made in the normal course of business to amounts reported as expenditures in the prior years.

Note 3. Subrecipients

No state awards were passed through to subrecipients.

Note 4. Major Programs

* Denotes a major program for compliance purposes.

COMPLIANCE REPORTS

Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With Government Auditing Standards

Independent Auditor's Report

Members of the Board of Directors
Alaska Legal Services Corporation
Anchorage, Alaska

We have audited 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 (Government Auditing Standards), the financial statements of Alaska Legal Services Corporation, which comprise the statement of financial position as of December 31, 2023, and the related statements of activities, expenses by function, and cash flows for the year then ended, and the related notes to the financial statements and have issued our report thereon dated April 26, 2024.

Report on Internal Control over Financial Reporting

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

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Alaska Legal Services Corporation's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Altman, Rogers & Co.

Anchorage, Alaska
April 26, 2024

Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance as Required by the Uniform Guidance and the Compliance Supplement for Audits of LSC Recipients

Independent Auditor's Report

Members of the Board of Directors
Alaska Legal Services Corporation
Anchorage, Alaska

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Alaska Legal Services Corporation's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* and the *Compliance Supplement for Audits of LSC Recipients* that could have a direct and material effect on each of Alaska Legal Services Corporation's major federal programs for the year ended December 31, 2023. Alaska Legal Services Corporation's major federal programs are identified in the summary of auditor's results section of the accompanying federal schedule of findings and questioned costs.

In our opinion, Alaska Legal Services Corporation complied, in all material respects, with the 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, 2023.

Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to Alaska Legal Services Corporation federal programs.

Auditor's Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with GAAS, Government Auditing Standards, the Uniform Guidance, and the *Compliance Supplement for Audits of LSC Recipients* we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Alaska Legal Services Corporation's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Alaska Legal Services Corporation's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and the *Compliance Supplement for Audits of LSC Recipients*, but not for the purpose of expressing an opinion on the effectiveness of Alaska Legal Services Corporation's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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



Anchorage, Alaska
April 26, 2024

ALASKA LEGAL SERVICES CORPORATION

Federal Schedule of Findings and Questioned Costs

Year Ended December 31, 2023

Section I – Summary of Auditor’s Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP: Unmodified

Is going concern emphasis-of-matter paragraph included in the audit report? Yes X No

Internal control over financial reporting:
 Material weakness(es) identified? Yes X No
 Significant deficiency(ies) identified? Yes X None reported

Noncompliance material to financial statements noted? Yes X No

Federal Awards

Internal control over major programs (2 CFR 200.516 (a)(1)):
 Material weakness(es) identified? Yes X No
 Significant deficiency(ies) identified? Yes X None reported

Any material noncompliance with the provisions of laws, regulations, contracts, or grant agreements related to a major program (2 CFR 200.516 (a)(2))? Yes X No

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

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516 (a) (3) or (4)? Yes X No

Identification of Major Programs:

<u>Assistance Listing Number(s)</u>	<u>Name of Federal Program or Cluster</u>
09.90200	Basic Field, Native American, Technology Initiative, Pro Bono Innovation Fund, Disaster Relief, COVID-19 Response Native American Private Enforcement Initiatives
16.589	Rural Domestic Violence

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

Auditee qualified as low-risk auditee? X Yes No

ALASKA LEGAL SERVICES CORPORATION

Federal Schedule of Findings and Questioned Costs, Continued

Financial Statement Findings

Alaska Legal Services Corporation did not have any findings related to the financial statements.

Federal Award Findings

Alaska Legal Services Corporation did not have any findings related to the Federal Awards.

Report on Compliance for Each Major State Program and Report on Internal Control over Compliance as Required by the State of Alaska Audit Guide and Compliance Supplement for State Single Audits

Independent Auditor's Report

Members of the Board of Directors
Alaska Legal Services Corporation
Anchorage, Alaska

Report on Compliance for Each Major State Program

Opinion on Each Major State Program

We have audited Alaska Legal Services Corporation's compliance with the types of compliance requirements identified as subject to audit in the State of Alaska Audit Guide and Compliance Supplements that could have a direct and material effect on each of Alaska Legal Services Corporation's major state programs for the year ended December 31, 2023. Alaska Legal Services Corporation's major state programs are identified on the Schedule of State Financial Assistance.

In our opinion, Alaska Legal Services Corporation complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended December 31, 2023.

Basis for Opinion on Each Major State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (Government Auditing Standards); and the audit requirements of the State of Alaska Audit Guide. Our responsibilities under those standards and the State of Alaska Audit Guide are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Alaska Legal Services Corporation and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major state program. Our audit does not provide a legal determination of Alaska Legal Services Corporation's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to Alaska Legal Services Corporation state programs.

Auditors Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with GAAS, Government Auditing Standards, and the State of Alaska Audit Guide, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Alaska Legal Services Corporation's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Alaska Legal Services Corporation's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the State of Alaska requirements, but not for the purpose of expressing an opinion on the effectiveness of Alaska Legal Services Corporation's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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

Altman, Rogers & Co.

Anchorage, Alaska
April 26, 2024

ALASKA LEGAL SERVICES CORPORATION

State Schedule of Findings and Questioned Costs

Year Ended December 31, 2023

Section I – Summary of Auditor’s Results

Financial Statements

Type of report the auditor issued:

Unmodified

Internal control over financial reporting:

Material weakness(es) identified?

 Yes X No

Significant deficiency(ies) identified?

 Yes X None Reported

Noncompliance material to financial statements noted?

 Yes X No

State Financial Assistance

Internal control over major programs:

Material weakness(es) identified?

 Yes X No

Significant deficiency(ies) identified?

 Yes X None Reported

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

Unmodified

Dollar threshold used to distinguish

Between major programs:

\$ 750,000

Auditee qualified as a Low-risk auditee?

 X Yes No

Financial Statement Findings

Alaska Legal Services Corporation did not have any findings related to the financial statements.

State Awards Findings and Questioned Costs

Alaska Legal Services Corporation did not have any findings related to State Awards.