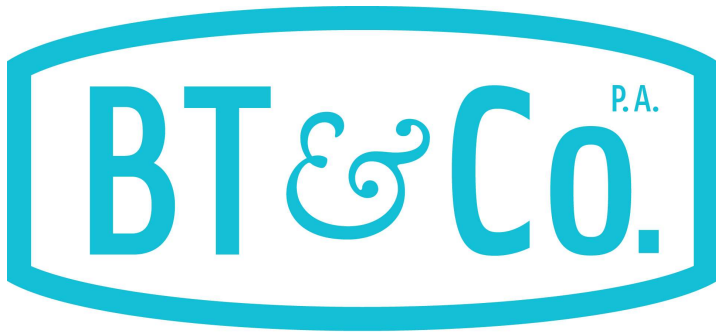




Certified Public Accountants

LAWRENCE RESTAURANT ASSOCIATION

PROGRAM-SPECIFIC AUDIT REPORT
YEAR ENDED DECEMBER 31, 2020

LAWRENCE RESTAURANT ASSOCIATION
PROGRAM-SPECIFIC AUDIT REPORT
Year Ended December 31, 2020

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**INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENT OF
A FEDERAL PROGRAM WHEN USING THE PROGRAM-SPECIFIC
AUDIT OPTION TO SATISFY THE UNIFORM GUIDANCE
AUDIT REQUIREMENTS**

Board of Directors
Lawrence Restaurant Association:

Report on the Schedule of Expenditures of Federal Awards

We have audited the accompanying schedule of expenditures of federal awards for the Coronavirus Relief Fund grant program of Lawrence Restaurant Association (the Association) for the year ended December 31, 2020, and the related notes (the financial statement).

Management's Responsibility for the Schedule of Expenditures of Federal Awards

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the cash basis of accounting and for determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of a financial statement that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on this financial statement based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

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

Opinion

In our opinion, the financial statement referred to above presents fairly, in all material respects, the expenditures of federal awards for the Coronavirus Relief Fund grant program of the Association for the year ended December 31, 2020, in accordance with the cash basis of accounting.

Basis of Accounting

We draw attention to Note 2 of the financial statement, which describes the basis of accounting. The financial statement is prepared on the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

BT & Co., P.A.

July 8, 2021
Topeka, Kansas



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR A FEDERAL
PROGRAM AND REPORT ON INTERNAL CONTROL OVER
COMPLIANCE WHEN USING THE PROGRAM-SPECIFIC
AUDIT OPTION TO SATISFY THE UNIFORM
GUIDANCE AUDIT REQUIREMENTS**

Board of Directors
Lawrence Restaurant Association:

Report on Compliance for Coronavirus Relief Fund

We have audited Lawrence Restaurant Association (the Association)'s compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on the Coronavirus Relief Fund grant program for the year ended December 31, 2020.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of federal awards applicable to the Coronavirus Relief Fund grant program.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for the Association's Coronavirus Relief Fund grant program based on our audit of the types of compliance requirements referred to above.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on the Coronavirus Relief Fund grant program occurred. An audit includes examining, on a test basis, evidence about the Association's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for the Association's Coronavirus Relief Fund grant program. However, our audit does not provide a legal determination of the Association's compliance.

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Opinion on Compliance for Coronavirus Relief Fund

In our opinion, the Association complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its Coronavirus Relief Fund grant program for the year ended December 31, 2020.

Report on Internal Control Over Compliance

Management of the Association is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Association's internal control over compliance with the types of requirements that could have a direct and material effect on its Coronavirus Relief Fund grant program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for its Coronavirus Relief Fund grant program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Association's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that were not identified.

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

BT & Co., P.A.

July 8, 2021
Topeka, Kansas

LAWRENCE RESTAURANT ASSOCIATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended December 31, 2020

Federal Grantor/ Pass-Through Grantor/ Program Title/Project Title	Federal CFDA Number	Grant Number	Award	Expenditures
United States Department of the Treasury: Passed through Kansas Governor Grants Program Passed through Douglas County, Kansas COVID-19 - Coronavirus Relief Fund	21.019	20CRFLRA	\$ 2,083,689	\$ 1,983,849
Total federal expenditures			<u>\$ 2,083,689</u>	<u>\$ 1,983,849</u>

See accompanying notes to schedule of expenditures
of federal awards.

LAWRENCE RESTAURANT ASSOCIATION
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
December 31, 2020

1 - Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of Lawrence Restaurant Association (the Association) for the Coronavirus Relief Fund grant program for the year ended December 31, 2020. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

2 - Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on a cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The expenditures on the Schedule are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

The Association has not elected to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

3 - Donated Personal Protective Equipment (Unaudited)

The Association received personal protective equipment (PPE) valued at \$ 12,400 and this equipment was distributed to restaurants.

LAWRENCE RESTAURANT ASSOCIATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2020

Section I - Summary of Independent Auditors' Results

Financial Statement- Schedule of Expenditures of Federal Awards

Type of auditors' report issued on the basis of accounting used by the Association:	Unmodified - Cash Basis
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Federal Awards

Types of auditors' report issued on compliance for the major program:	Unmodified
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Internal control over major program:

Material weaknesses identified:	None
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Significant deficiencies identified that are not considered to be material weaknesses:	None noted
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Any audit findings that are required to be reported in accordance with Section 2 CFR 200.516(a):	None
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Identification of major program:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
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21.019	Coronavirus Relief Fund
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Dollar threshold used to distinguish between Type A and Type B programs:	Not applicable - program specific audit
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Auditee qualified as low-risk auditee:	No
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Section II – Financial Statement Findings

No matters reported.

Section III – Federal Award Findings and Questioned Costs

No matters reported.