

Women in Distress of Broward County, Inc.

Financial Statements  
and Additional Information  
For the Year Ended June 30, 2019

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
Women in Distress of Broward County, Inc.  
Deerfield Beach, Florida

### Report on the Financial Statements

We have audited the accompanying financial statements of Women in Distress of Broward County, Inc., (a nonprofit organization) (the "Organization"), which comprise the statement of financial position as of June 30, 2019, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

### Management's Responsibility for the Financial Statements

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

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

## **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Organization as of June 30, 2019, 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.

## **Report on Summarized Comparative Information**

We have previously audited the Organization's 2018 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated September 26, 2018. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2018, is consistent, in all material respects, with the audited financial statements from which it has been derived.

## **Other Matters**

### *Other Information*

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the financial statements. Further, the schedule of expenditures of state financial assistance is also presented for purposes of additional analysis and is not 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 auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

## **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated September 25, 2019, on our consideration of the Organization's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Organization'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 Organization's internal control over financial reporting and compliance.

KEEFE McCULLOUGH

Fort Lauderdale, Florida  
September 25, 2019

# FINANCIAL STATEMENTS

**Women in Distress of Broward County, Inc.**  
**Statement of Financial Position**  
**June 30, 2019**  
**(with comparative totals as of June 30, 2018)**

|   | <u>2019</u>          | <u>2018</u>          |
|---|----------------------|----------------------|
| <b>Assets:</b>  |                      |                      |
| Cash and cash equivalents   | \$ 2,194,122         | \$ 1,537,293         |
| Grants receivable   | 665,840              | 822,597              |
| Promises to give, net   | 63,865               | 224,009              |
| Prepaid expenses and deposits   | 73,791               | 65,426               |
| Inventory   | 70,255               | 64,249               |
| Beneficial interest in assets held by<br>Community Foundation of Broward, Inc.  | 989,594              | 1,015,194            |
| Property and equipment, net   | <u>7,852,807</u>     | <u>7,974,428</u>     |
| Total assets  | <u>\$ 11,910,274</u> | <u>\$ 11,703,196</u> |
| <b>Liabilities:</b>   |                      |                      |
| Accounts payable  | \$ 102,415           | \$ 176,901           |
| Accrued liabilities   | 206,642              | 194,534              |
| Deferred revenue  | 3,500                | 7,850                |
| Mortgage note payable, net of unamortized<br>loan costs of \$ 12,254 at June 30, 2019 and<br>\$ 14,704 at June 30, 2018 | <u>1,546,592</u>     | <u>1,653,992</u>     |
| Total liabilities   | <u>1,859,149</u>     | <u>2,033,277</u>     |
| <b>Commitments and Contingencies (Note 13)</b>  | -                    | -                    |
| <b>Net Assets:</b>  |                      |                      |
| Without donor restrictions:   |                      |                      |
| Undesignated  | 8,152,717            | 7,790,558            |
| With donor restrictions:  |                      |                      |
| Purpose and time restrictions   | 868,199              | 874,152              |
| Perpetual in nature   | <u>1,030,209</u>     | <u>1,005,209</u>     |
| Total with donor restrictions   | <u>1,898,408</u>     | <u>1,879,361</u>     |
| Total net assets  | <u>10,051,125</u>    | <u>9,669,919</u>     |
| Total liabilities and net assets  | <u>\$ 11,910,274</u> | <u>\$ 11,703,196</u> |

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

**Women in Distress of Broward County, Inc.**  
**Statement of Activities**  
**For the Year Ended June 30, 2019**  
**(with comparative totals for the year ended June 30, 2018)**

|  | <b>2019</b>                               |                                    |               | <b>2018</b>  |
|--|---|------------------------------------|---------------|--------------|
|  | <b>Without<br/>Donor<br/>Restrictions</b> | <b>With Donor<br/>Restrictions</b> | <b>Total</b>  | <b>Total</b> |
| <b>Public Support:</b>   |   |                                    |               |              |
| Grants from governmental agencies  | \$ 4,293,833                              | \$ 19,584                          | \$ 4,313,417  | \$ 3,741,600 |
| Grants from corporations and foundations   | 877,730                                   | 140,300                            | 1,018,030     | 653,296      |
| Contributions from individuals<br>and corporations   | 660,764                                   | 26,706                             | 687,470       | 862,042      |
| Capital campaign contributions   | -   | 577,325                            | 577,325       | 159,000      |
| In-kind donations, thrift store  | 524,099                                   | -                                  | 524,099       | 532,074      |
| Other in-kind donations  | 400,766                                   | -                                  | 400,766       | 506,902      |
| Special events, net of direct costs of<br>\$ 119,683 at June 30, 2019 and \$ 100,382<br>at June 30, 2018 | 438,421                                   | -                                  | 438,421       | 391,321      |
| Total public support   | 7,195,613                                 | 763,915                            | 7,959,528     | 6,846,235    |
| <b>Revenue:</b>  |   |                                    |               |              |
| Thrift store   | 508,048                                   | -                                  | 508,048       | 504,925      |
| Investment earnings (loss), net  | (6,643)                                   | 30,676                             | 24,033        | 73,506       |
| Miscellaneous  | 3,977                                     | -                                  | 3,977         | 11,139       |
| Total revenue  | 505,382                                   | 30,676                             | 536,058       | 589,570      |
| <b>Net assets released from restrictions</b>   | 775,544                                   | (775,544)                          | -             | -            |
| Total public support, revenue and net<br>assets related from restrictions                                | 8,476,539                                 | 19,047                             | 8,495,586     | 7,435,805    |
| <b>Expenses:</b>   |   |                                    |               |              |
| Program services:  |   |                                    |               |              |
| Residential  | 2,532,133                                 | -                                  | 2,532,133     | 2,224,426    |
| Outreach   | 2,357,278                                 | -                                  | 2,357,278     | 2,042,675    |
| Prevention and education services  | 381,227                                   | -                                  | 381,227       | 319,489      |
| Thrift store   | 964,011                                   | -                                  | 964,011       | 952,466      |
| Crisis hotline   | 219,704                                   | -                                  | 219,704       | 191,834      |
| Injunction for protection project  | 590,922                                   | -                                  | 590,922       | 421,684      |
| Total program services   | 7,045,275                                 | -                                  | 7,045,275     | 6,152,574    |
| Supporting services:   |   |                                    |               |              |
| Fundraising  | 599,071                                   | -                                  | 599,071       | 749,240      |
| Management and general   | 470,034                                   | -                                  | 470,034       | 487,994      |
| Total supporting services  | 1,069,105                                 | -                                  | 1,069,105     | 1,237,234    |
| Total expenses   | 8,114,380                                 | -                                  | 8,114,380     | 7,389,808    |
| Change in net assets   | 362,159                                   | 19,047                             | 381,206       | 45,997       |
| <b>Net Assets, beginning of year, as<br/>restated (Note 16)</b>  | 7,790,558                                 | 1,879,361                          | 9,669,919     | 9,623,922    |
| <b>Net Assets, end of year</b>   | \$ 8,152,717                              | \$ 1,898,408                       | \$ 10,051,125 | \$ 9,669,919 |

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

**Women in Distress of Broward County, Inc.**  
**Statement of Functional Expenses**  
**For the Year Ended June 30, 2019**  
**(with comparative totals for the year ended June 30, 2018)**

|   | Program Services |              |                                   |              |                |                           | Supporting Services |                        |              |              |
|---|------------------|--------------|-----------------------------------|--------------|----------------|---------------------------|---------------------|------------------------|--------------|--------------|
|   | Residential      | Outreach     | Prevention and Education Services | Thrift Store | Crisis Hotline | Injunction for Protection | General Fundraising | Management and General | Total        | 2018         |
| <b>Functional Expenses:</b>   |                  |              |                                   |              |                |                           |                     |                        |              |              |
| Salaries  | \$ 1,064,412     | \$ 1,455,536 | \$ 247,025                        | \$ 176,570   | \$ 150,836     | \$ 428,611                | \$ 398,571          | \$ 179,989             | \$ 4,101,550 | \$ 3,321,591 |
| Employee benefits   | 186,166          | 254,573      | 43,205                            | 30,882       | 26,381         | 74,964                    | 69,710              | 31,416                 | 717,297      | 554,571      |
| Total personnel costs   | 1,250,578        | 1,710,109    | 290,230                           | 207,452      | 177,217        | 503,575                   | 468,281             | 211,405                | 4,818,847    | 3,876,162    |
| <b>Other Expenses:</b>  |                  |              |                                   |              |                |                           |                     |                        |              |              |
| Occupancy   | 180,541          | 70,610       | 12,242                            | 183,732      | 5,460          | 26,842                    | 11,389              | 26,879                 | 517,695      | 546,071      |
| Professional fees   | 194,715          | 65,386       | 11,821                            | 21,730       | 7,142          | 18,077                    | 12,292              | 28,562                 | 359,725      | 379,352      |
| Supplies  | 278,850          | 20,685       | 2,832                             | 2,163        | 225            | 8,215                     | 1,540               | 4,495                  | 319,005      | 360,501      |
| Contribution to participants  | 153,822          | 62,417       | -                                 | -            | -              | 2,972                     | -                   | -                      | 219,211      | 260,097      |
| Rental and maintenance of equipment   | 48,544           | 23,448       | 3,842                             | 9,391        | 1,823          | 11,100                    | 53,504              | 18,037                 | 169,689      | 191,663      |
| Special events  | 2,381            | -            | -                                 | -            | -              | -                         | 121,264             | -                      | 123,645      | 124,573      |
| Other expenses  | 7,882            | 18,761       | 3,370                             | 10,290       | 857            | 1,198                     | 7,881               | 41,080                 | 91,319       | 90,912       |
| Interest expense  | 38,190           | 18,495       | 4,549                             | -            | 2,942          | -                         | 4,646               | 10,586                 | 79,408       | 84,442       |
| Travel - staff  | 2,074            | 15,745       | 5,577                             | 1,920        | 397            | 7,672                     | 224                 | 16,529                 | 50,138       | 51,365       |
| Conferences, conventions and meetings   | 320              | 228          | -                                 | -            | -              | 23                        | -                   | 18,003                 | 18,574       | 30,129       |
| Membership dues/subscriptions   | 6,018            | 7,651        | 1,407                             | 1,085        | 850            | 3,626                     | 1,457               | 11,637                 | 33,731       | 26,152       |
| Telephone and cable   | 6,865            | 8,347        | 864                               | 218          | 7,143          | 5,987                     | 864                 | 3,311                  | 33,599       | 26,368       |
| Printing and publications   | 13,671           | 114          | 276                               | -            | 13             | 392                       | 6,017               | 2,346                  | 22,829       | 5,289        |
| Postage and shipping  | 1,002            | 1,352        | 239                               | 10           | 114            | 1,243                     | 6,428               | 591                    | 10,979       | 5,246        |
| Bad debt expense  | -                | -            | -                                 | -            | -              | -                         | 3,667               | -                      | 3,667        | 1,039        |
| Total other expenses  | 934,875          | 313,239      | 47,019                            | 230,539      | 26,966         | 87,347                    | 231,173             | 182,056                | 2,053,214    | 2,183,199    |
| <b>In-Kind Expenses:</b>  |                  |              |                                   |              |                |                           |                     |                        |              |              |
| Cost of goods sold  | -                | -            | -                                 | 518,093      | -              | -                         | -                   | -                      | 518,093      | 515,949      |
| Supplies and services   | 131,728          | 161,952      | 19,976                            | -            | -              | -                         | -                   | -                      | 313,656      | 426,236      |
| Professional fees   | -                | 74,400       | -                                 | -            | -              | -                         | -                   | 12,710                 | 87,110       | 80,665       |
| Total in-kind expenses  | 131,728          | 236,352      | 19,976                            | 518,093      | -              | -                         | -                   | 12,710                 | 918,859      | 1,022,850    |
| <b>Provision for depreciation</b>   | 214,952          | 97,578       | 24,002                            | 7,927        | 15,521         | -                         | 19,300              | 63,863                 | 443,143      | 407,979      |
| Total expenses by function  | 2,532,133        | 2,357,278    | 381,227                           | 964,011      | 219,704        | 590,922                   | 718,754             | 470,034                | 8,234,063    | 7,490,190    |
| <b>Less expenses included with revenues on the statement of activities:</b>   |                  |              |                                   |              |                |                           |                     |                        |              |              |
| Cost of direct benefit to donors  | -                | -            | -                                 | -            | -              | -                         | (119,683)           | -                      | (119,683)    | (100,382)    |
| Total expenses included in the expense section on the statement of activities | \$ 2,532,133     | \$ 2,357,278 | \$ 381,227                        | \$ 964,011   | \$ 219,704     | \$ 590,922                | \$ 599,071          | \$ 470,034             | \$ 8,114,380 | \$ 7,389,808 |

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



**Women in Distress of Broward County, Inc.**  
**Statement of Cash Flows**  
**For the Year Ended June 30, 2019**  
**(with comparative totals for the year ended June 30, 2018)**

|   | <u>2019</u>         | <u>2018</u>         |
|---|---------------------|---------------------|
| <b>Cash Flows From Operating Activities:</b>  |                     |                     |
| Change in net assets  | \$ 381,206          | \$ 45,997           |
| Adjustments to reconcile change in net assets to net cash provided by operating activities: |                     |                     |
| Depreciation  | 443,143             | 407,979             |
| Amortization of loan costs  | 2,451               | 2,451               |
| Bad debt expense  | 3,667               | 1,039               |
| Change in beneficial interest in assets held by Community Foundation of Broward, Inc.       | 25,600              | (15,688)            |
| Loss on disposal of property and equipment  | 1,329               | -                   |
| Changes in assets and liabilities:  |                     |                     |
| (Increase) decrease in assets:  |                     |                     |
| Grants receivable   | 156,757             | (435,737)           |
| Promises to give  | 156,477             | 168,268             |
| Other receivables   | -                   | 10,457              |
| Prepaid expenses and deposits   | (8,365)             | (17,650)            |
| Inventory   | (6,006)             | (16,125)            |
| Increase (decrease) in liabilities:   |                     |                     |
| Accounts payable  | (74,486)            | 85,900              |
| Accrued liabilities   | 12,108              | 45,838              |
| Deferred revenue  | (4,350)             | 4,350               |
| Net cash provided by operating activities   | <u>1,089,531</u>    | <u>287,079</u>      |
| <b>Cash Flows From Investing Activities:</b>  |                     |                     |
| Purchase of property and equipment  | <u>(322,851)</u>    | <u>(450,736)</u>    |
| Net cash used in investing activities   | <u>(322,851)</u>    | <u>(450,736)</u>    |
| <b>Cash Flows From Financing Activities:</b>  |                     |                     |
| Principal payments on note payable  | -                   | (5,659)             |
| Principal payments on mortgage note payable   | <u>(109,851)</u>    | <u>(104,781)</u>    |
| Net cash used in financing activities   | <u>(109,851)</u>    | <u>(110,440)</u>    |
| Net change in cash and cash equivalents   | 656,829             | (274,097)           |
| <b>Cash and Cash Equivalents, beginning of year</b>   | <u>1,537,293</u>    | <u>1,811,390</u>    |
| <b>Cash and Cash Equivalents, end of year</b>   | <u>\$ 2,194,122</u> | <u>\$ 1,537,293</u> |
| <b>Supplemental disclosure of cash flow information:</b>                                    |                     |                     |
| Interest received   | \$ <u>904</u>       | \$ <u>897</u>       |
| Interest paid   | \$ <u>77,487</u>    | \$ <u>81,991</u>    |

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

**Note 1 - Nature of Organization and Operations**

Women in Distress of Broward County, Inc. (the "Organization") is a private, nonprofit organization incorporated on July 25, 1974, whose mission is to stop domestic violence abuse for everyone through intervention, education and advocacy. The Organization is the only State of Florida Certified Domestic Violence Center in Broward County. The Organization provides a wide array of services which includes emergency shelter, a 24-hour hotline, case management, counseling, child assessment, safety planning and advocacy. The Organization also provides law enforcement training, professional training and community education.

The Organization operates from its Jim and Jan Moran Family Center campus which was completed in 2011. The campus is situated on a six-acre site with a total of more than 64,000 square feet of service space in Deerfield Beach, Florida.

In December 2018, the Organization received national reaccreditation from the Council on Accreditation (COA). COA is an international, independent, not-for-profit, child and family service and behavior health care accrediting organization. The Organization was first accredited in 2002 and has successfully been reaccredited every four years subsequently.

The following are descriptions of the purpose and activities of the Organization's program services:

*Residential Services:* The program's purpose is to provide safe temporary emergency housing for victims of domestic violence and their dependents. The emergency shelter has a capacity of up to 132 beds. Supportive services are also available at the shelter, including individual and group counseling sessions on the dynamics of domestic violence, advocacy, crisis counseling and referrals. In addition, the program also provides food, clothing, child care assistance and other services. Respite services are available to supervise children while the parent/guardian is receiving services. Family outings and activities are also offered occasionally. Services are obtained through the 24-hour crisis line.

*Outreach Services:* The primary purpose of the program is to provide victims of domestic violence and their dependents with support counseling on the dynamics of domestic violence, crisis counseling, and engaging in other supportive activities as appropriate. Domestic violence victims are also provided case management, referrals, documentation of abuser patterns and safety plans. Outreach services are also available on a limited basis at satellite offices and partner agencies. Respite services are available to supervise children while the parent/guardian is receiving services.

*Prevention and Education Services:* The Organization maintains ongoing outreach efforts to educate Broward County's residents about the dynamics, definitions and impact of intimate partner violence in the community and the people they serve. The Organization provides prevention, education and awareness to youth and adults so they may better understand how bullying and intimate partner violence perpetuate themselves, the effects on family members, school community and society as a whole, intervention and prevention methods, and the programs and services available at the Organization.

Training and prevention is provided to help youth and community members recognize the warning signs of intimate partner violence and understand its impact on families and society. Creating change among attitudes, beliefs and behaviors surrounding intimate partner violence is critical so the community can appropriately refer victims for assistance and increase the possibility of early intervention and prevention. Training is also provided to participants through the Ultimate Training Center on topics such as job readiness, financial literacy, budgeting, interviewing and presentation skills and use of technology and office software packages.

**Note 1 - Nature of Organization and Operations (continued)**

*Thrift Store:* The purpose is to provide additional revenues to support core operations for the Organization and provide clothing and household items to program participants. Donated goods and merchandise are sold to the public and proceeds are used in the daily operation of the Organization. Program participants are also provided clothing, furniture and household items from the store free of charge.

*Crisis Hotline:* The purpose of the crisis hotline is to be a ready and available source of information and support to victims of domestic violence and to the community. The crisis hotline is operational 24 hours a day, seven days per week. Since December of 2014 the 24-hour crisis hotline has been expanded to become a separate program housed in its own space at the Jim and Jan Moran Family Center. All the services that are available through the Organization's advocacy program are available on the hotline through its dedicated crisis line staff and include safety planning and service management as well as information. Referrals are also made to other organizations such as homeless programs, mental health, health, jobs and other benefits that may be available to callers who are not survivors of domestic violence but call the Organization's crisis hotline for information and as a resource.

*Injunction for Protection ("IFP"):* The Organization's IFP program provides legal counsel for survivors wishing to pursue or secure an injunction for protection against their batterer. The legal services include counsel before the injunction is filed, filing of the petition and representation during final/violation hearings. All legal services through this program are free of cost and are open to those being serviced through Residential Services and Outreach Services as well as survivors who may not be currently registered with the Organization. The IFP program is funded through a collaboration of the Florida Coalition Against Domestic Violence and the Office of the Attorney General.

**Note 2 - Summary of Significant Accounting Policies**

**Basis of accounting:** The Organization follows standards of accounting and financial reporting prescribed for not-for-profit organizations. The financial statements of the Organization have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables and other liabilities.

**Basis of presentation:** Financial statement presentation follows the recommendation of the Financial Accounting Standards Board in its Accounting Standards Update (FASB ASU) 2016-14 Not-for-Profit Entities (Topic 958): *Presentation of Financial Statements of Not-for-Profit Entities*. Under FASB ASU 2016-14, the Organization is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

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

- *Net Assets Without Donor Restrictions* - Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.
- *Net Assets With Donor Restrictions* - Net assets subject to donor (or certain grantor) imposed restrictions. Some restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor or grantor. Other restrictions are perpetual in nature, where the donor or grantor stipulates that resources be maintained in perpetuity.

## Note 2 - Summary of Significant Accounting Policies (continued)

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

All contributions are considered available for general use, unless specifically restricted by the donor or subject to other legal restrictions.

**Cash and cash equivalents:** The Organization considers cash and all highly liquid investments available for current use with an original maturity of three months or less to be cash equivalents. Cash and cash equivalents include checking and money markets held in several financial institutions. At times, the balances in these accounts may exceed Federally insured limits. The Organization has not experienced any losses and does not believe it is exposed to significant risk associated with its cash and cash equivalents.

**Beneficial interest in assets held by Community Foundation of Broward, Inc.:** Beneficial interest in assets held by Community Foundation of Broward, Inc. (the "Foundation") represents the fiscal year end fair market value of the Edee Greene Women in Distress of Broward County, Inc. Endowment Fund ("Fund"). The Organization established this Fund at the Foundation with funds received from a donor which were then transferred to the Foundation and specified itself as the beneficiary of that Fund.

**Inventory:** Inventory, which consists of donated clothing, household goods and various other items, are held for sale at the thrift store. Since there is no cost to the Organization, inventory is recorded at fair market value determined by the price at which the item can be sold. Revenue is recognized when the donated items are sold and in-kind donations are recorded at an amount equal to the sales revenue from the thrift store. Changes in year-end inventory amounts are recorded as additional sales revenue or cost of goods sold, as appropriate.

**Loan costs:** Borrowing costs directly attributed to the refinance of mortgage note payable are capitalized and amortized using straight line method over the life of the loan at 15 years. In accordance with the guidance of Financial Accounting Standards Board in its Accounting Standards Update 2015-03, *Interest-Imputation of Interest*, the Organization has presented its loan costs in the statement of financial position as a direct deduction from the note balance.

**Property and equipment:** Property and equipment are recorded at cost if purchased or if donated, at the acquisition value at the date of donation less an allowance for depreciation. When assets are sold or retired, the cost and related accumulated depreciation are removed from the accounts and any gain or loss is recognized.

Property and equipment acquisitions are capitalized if they are in excess of \$ 1,000 and have a useful life of three years or more. Items that are less than the capitalization threshold are expensed in the year acquired. The Organization reviews assets for impairment whenever events or changes in circumstances indicate the carrying value of the asset may not be recoverable. A determination of impairment, if any, is made based on estimates of undiscounted future cash flows. Depreciation is provided using the straight-line method over the estimated useful lives of the assets. The estimated useful lives of buildings and improvements range from 5 to 30 years and furniture, equipment and vehicles have useful lives ranging from 3 to 7 years.

**Note 2 - Summary of Significant Accounting Policies (continued)**

**Revenue and revenue recognition:** Revenue is recognized when earned. Program service fees and payments under cost-reimbursable contracts received in advance are deferred to the applicable period in which the related services are performed or expenditures are incurred, respectively. Contributions are recognized when cash, securities or other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give are not recognized until the conditions on which they depend have been substantially met.

*Donated supplies and services:* Donated supplies and services are reflected in the accompanying financial statements at their estimated fair market value at the date of receipt. Donated services are recognized at their fair market value if the services (a) create or enhance non-financial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization. Volunteers also provided services throughout the year that are not recognized as contributions in the financial statements because they do not meet recognition criteria prescribed by generally accepted accounting principles.

*Donated property and equipment:* Donations of property and equipment, if material, are recorded as support at their acquisition value at the date of donation. Such donations would be reported as support without donor restrictions 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 support with donor restrictions. Absent donor stipulations regarding how long donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service. The Organization reclassifies net assets with donor restrictions to net assets without donor restrictions at this time. The Organization has a gift acceptance policy as to the type of donations it accepts.

**Promises to give:** Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, donor restricted net assets are transferred to net assets without donor restrictions.

The Organization uses the allowance method to determine the estimated unconditional promises to give that are doubtful of collection. The allowance is based on prior years' experience and management's analysis of specific promises made. Promises to give, less an allowance for uncollectible amounts, are discounted to reflect the time value of money.

**Functional expense allocation:** The costs of providing the programs and activities of the Organization have been summarized on a functional basis in the accompanying statement of functional expenses. The statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

**Advertising costs:** Advertising costs are charged to expense as incurred.

**Note 2 - Summary of Significant Accounting Policies (continued)**

**Income taxes:** The Organization is registered with the Internal Revenue Services as a nonprofit organization under Internal Revenue Code Section 501(c)(3) and is exempt from Federal income taxes. Accordingly, no provision has been made for income taxes in the accompanying financial statements.

**Comparative information:** 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 the Organization's financial statements for the year ended, from which the summarized information was derived.

**Reclassifications:** Certain reclassifications have been made to the 2018 financial statement presentation to correspond to the current year's format. Net assets and changes in net assets are unchanged due to these reclassifications.

**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 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 revenues and expenses during the reporting period. It is reasonably possible that these estimates will change in the near future. Accordingly, actual results could differ from those estimates.

**Concentrations of risk:** The Organization has a contract agreement with the Florida Coalition Against Domestic Violence (FCADV). The purpose of the grant is to support the ability of the Organization to continue to provide Social Services to the Broward County population consistent with its current programs and services described in Note 1. Revenue from all grants with FCADV represented approximately \$ 3,683,500 or 43% of total revenue and support for the year ending June 30, 2019. The Organization renewed its main contract with FCADV for approximately \$ 2,154,800 through June 30, 2020. Receivables due from FCADV were approximately \$ 335,200 or 50% of total grant receivables at June 30, 2019.

**Compensated absences:** The Organization recognized the costs of compensated absences when actually earned by the employees. Accordingly, a liability for such absences has been recorded in the accompanying financial statements in the accrued liabilities balance.

**Date of management review:** Subsequent events have been evaluated through September 25, 2019, which is the date the financial statements were issued.

**Women in Distress of Broward County, Inc.**  
**Notes to Financial Statements**  
**June 30, 2019**  
**(with comparative totals as of June 30, 2018)**

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**Note 3 - Liquidity and Availability of Financial Assets**

Financial assets available for general expenditures, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, comprise the following:

|   |                     |
|---|---------------------|
| Financial Assets:   |                     |
| Cash and cash equivalents   | \$ 2,194,122        |
| Grants receivable   | 665,840             |
| Promises to give, net   | 63,865              |
| Beneficial interest in assets held by<br>Community Foundation of Broward, Inc.  | <u>989,594</u>      |
| Financial Assets, at year-end   | <u>3,913,421</u>    |
| Less those unavailable for general<br>expenditures within one year, due to:   |                     |
| Contractual or donor-imposed<br>restrictions:   |                     |
| Purpose and time restrictions by donor  | (868,199)           |
| Add back: promises to give without donor<br>restrictions available within one year                                      | 30,000              |
| Perpetual restrictions by donor   | (1,030,209)         |
| Add back: estimated distribution from<br>beneficial interest in assets held by<br>Community Foundation of Broward, Inc. | <u>49,500</u>       |
| Financial assets available to meet<br>cash needs for general expenditures<br>within one year                            | <u>\$ 2,094,513</u> |

As part of its liquidity management, the Organization invests cash in excess of daily requirements in short-term investments which includes various money market funds. In the event of an unanticipated liquidity need, the Organization could draw upon \$ 500,000 of available line of credit (Note 11).

**Note 4 - Promises to Give**

At June 30, 2019 and 2018, unconditional promises to give consisted of the following:

|   | <u>2019</u>      | <u>2018</u>       |
|---|------------------|-------------------|
| Receivable in less than one year                | \$ 31,425        | \$ 183,175        |
| Receivable in one to five years                 | <u>33,333</u>    | <u>63,333</u>     |
| Total promises to give                          | 64,758           | 246,508           |
| Less allowance for doubtful<br>promises to give | -                | (20,083)          |
| Present value discount                          | <u>(893)</u>     | <u>(2,416)</u>    |
|   | <u>\$ 63,865</u> | <u>\$ 224,009</u> |

Unconditional promises to give due in more than one year are reflected at the present value of estimated future cash flows using a discount rate of 2.5% for the years ended June 30, 2019 and 2018.

## **Note 5 - Fair Value Measurements**

The Organization's beneficial interest in assets held by the Community Foundation of Broward, Inc. is reported at fair value in the accompanying statement of financial position.

In accordance with the Financial Accounting Standards Board in its Accounting Standard Codification (ASC) No. 820, *Fair Value Measurement and Disclosures*, the Organization provides certain disclosures based on a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets (Level 1 measurements) and the lowest priority to measurements involving significant unobservable inputs (Level 3 measurements).

Various inputs are used in determining the value of the Organization's investments. These inputs are summarized in three levels listed below:

- Level 1 - inputs are quoted market prices (unadjusted) in active markets for identical investments that the reporting entity can access at the measurement date.
- Level 2 - inputs are other than quoted prices included within Level 1 that are observable for the investments, either directly or indirectly. (e.g. quoted prices in active markets for similar securities, securities valuations based on commonly quoted benchmarks, interest rates and yield curves, and/or securities indices.)
- Level 3 - inputs that are unobservable for the investments. (e.g. information about assumptions, including risk, market participants would use in pricing a security.)

The inputs or methodologies used for valuing investments are not necessarily an indication of the risk associated with investing in those investments. An investment's classification within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

The Organization's investments are classified under Level 3 and have a fair value of \$ 989,594 and \$ 1,015,194 at June 30, 2019 and 2018, respectively. Changes in the level 3 investments are further disclosed in Note 10.

## **Note 6 - Property and Equipment**

Property and equipment consist of the following as of June 30, 2019 and 2018:

|                               | <u>2019</u>         | <u>2018</u>         |
|-------------------------------|---------------------|---------------------|
| Building and improvements     | \$ 8,406,721        | \$ 8,081,518        |
| Furniture and equipment       | 1,462,468           | 1,469,963           |
| Vehicles                      | <u>178,060</u>      | <u>138,491</u>      |
|                               | 10,047,249          | 9,689,972           |
| Less accumulated depreciation | <u>(3,418,871)</u>  | <u>(3,039,960)</u>  |
|                               | 6,628,378           | 6,650,012           |
| Land                          | 1,224,429           | 1,224,429           |
| Construction in progress      | <u>-</u>            | <u>99,987</u>       |
|                               | <u>\$ 7,852,807</u> | <u>\$ 7,974,428</u> |



**Women in Distress of Broward County, Inc.**  
**Notes to Financial Statements**  
**June 30, 2019**  
**(with comparative totals as of June 30, 2018)**

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**Note 7 - Thrift Store**

Net Thrift Store proceeds provided by its daily operations were approximately \$ 68,100 and \$ 84,500 for the years ended June 30, 2019 and 2018, respectively. Items given to participants were valued at approximately \$ 10,000 and \$ 11,000 for the years ended June 30, 2019 and 2018, respectively. All net proceeds of the thrift store plus items given to participants totaling approximately \$ 78,000 for the year ended June 30, 2019 are directly invested back into services for participants. Through specific grants and funding, the Organization also purchases new items such as baby car seats, cribs, supplies, clothes, food and services. These expenditures are reflected in supplies and contribution to participants in the statement of functional expenses.

|  | <u>2019</u>      | <u>2018</u>      |
|--|------------------|------------------|
| Thrift Store revenue (including donated items)   | \$ 1,032,147     | \$ 1,036,999     |
| Expenses (including costs of goods sold)         | <u>(964,011)</u> | <u>(952,466)</u> |
| Net proceeds provided by Thrift Store operations | \$ <u>68,136</u> | \$ <u>84,533</u> |

The Thrift Store cost of goods sold presented in the Statement of Functional Expenses on page 5 includes the following components:

|  |                   |
|--|-------------------|
| Thrift Store revenues                            | \$ 508,048        |
| Thrift Store items given to program participants | <u>10,045</u>     |
| Thrift Store cost of goods sold                  | \$ <u>518,093</u> |

**Note 8 - Contributed Services, Goods and Facilities**

The Organization receives donated professional services, goods, and facilities as part of its program services and fundraising campaigns during the year. Only those donated services that require specialized skills are reflected in the financial statements. These donations are recorded and reflected in the accompanying financial statements at estimated fair value as "in-kind donations, thrift store" and "other in-kind donations" in the statement of activities for the years ended June 30, 2019 and 2018, as follows:

|                                  | <u>2019</u>       | <u>2018</u>         |
|----------------------------------|-------------------|---------------------|
| Donated goods and other services | \$ 828,925        | \$ 965,706          |
| Professional services            | <u>95,940</u>     | <u>73,269</u>       |
| Total                            | \$ <u>924,865</u> | \$ <u>1,038,975</u> |

**Women in Distress of Broward County, Inc.**  
**Notes to Financial Statements**  
**June 30, 2019**  
**(with comparative totals as of June 30, 2018)**

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**Note 9 - Net Assets with Donor Restrictions**

Net assets with donor restrictions are restricted for the following purposes or periods:

|   | <u>2019</u>         | <u>2018</u>         |
|---|---------------------|---------------------|
| Subject to expenditure for specified purpose:   |                     |                     |
| Capital fund  | \$ 1,425            | \$ 181,366          |
| Pet shelter   | 595,094             | 276,229             |
| Direct services and supplies  | 178,564             | 173,031             |
| Increase (decrease) in value of endowment held at the Foundation                      | <u>30,676</u>       | <u>72,609</u>       |
|   | <u>805,759</u>      | <u>703,235</u>      |
| Subject to passage of time:   |                     |                     |
| Promises to give, not restricted by donors, but unavailable for expenditure until due | <u>62,440</u>       | <u>170,917</u>      |
|   | <u>868,199</u>      | <u>874,152</u>      |
| Endowments:   |                     |                     |
| Required to be held in perpetuity by donor for specified purpose:                     |                     |                     |
| Held at the Foundation  | 911,989             | 911,989             |
| Educational advancement   | <u>118,220</u>      | <u>93,220</u>       |
|   | <u>1,030,209</u>    | <u>1,005,209</u>    |
| Total   | <u>\$ 1,898,408</u> | <u>\$ 1,879,361</u> |

The Organization's net assets held in perpetuity consist of endowment contributions. An endowment of \$ 911,989, invested into perpetuity, is held by the Community Foundation of Broward, Inc., (the "Foundation"), the income from which is available to fund general operations of the Organization. The Organization will receive income from this Fund in accordance with the Fund agreement and this income is unrestricted (Note 10). A second endowment of \$ 118,220, invested in perpetuity, is held at a public financial institution. The income from this endowment is for providing educational opportunities for adults served by the Organization. This endowment is held by the Organization and allows for annual withdraws not exceeding 5% of the principal balance or actual annual earnings.

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of the passage of time or other events specified by the donors as follows:

|  | <u>2019</u>       | <u>2018</u>       |
|--|-------------------|-------------------|
| Expiration of time restrictions                                  | \$ 108,477        | \$ 46,675         |
| Satisfaction of purpose and time restrictions:                   |                   |                   |
| Capital fund   | 179,941           | 211,451           |
| Pet shelter  | 258,460           | 90,324            |
| Direct services and supplies                                     | 156,057           | 144,240           |
| Increase (decrease) in value of endowment held at the Foundation | <u>72,609</u>     | <u>124,444</u>    |
| Total  | <u>\$ 775,544</u> | <u>\$ 617,134</u> |

**Women in Distress of Broward County, Inc.**  
**Notes to Financial Statements**  
**June 30, 2019**  
**(with comparative totals as of June 30, 2018)**

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**Note 10 - Endowment Funds Held by Community Foundation of Broward, Inc.**

The Organization previously entered into agency endowment fund agreements with the Foundation. As of June 30, 2019 and 2018, the total fair value of the endowment funds which are held and controlled by the Foundation amounted to \$ 1,437,783 and \$ 1,457,855, respectively. The funds are invested in a broadly diversified portfolio. Each year, as determined by the Foundation's Board of Directors, the Foundation distributes to the Organization investment earnings based upon 5% of the 12-quarter rolling average of the fair market value of the funds. The Organization has the Edee Greene Women in Distress of Broward County, Inc. Endowment Fund and The Domestic Violence Fund for Women in Distress with the Foundation.

*The Edee Greene Women in Distress of Broward County, Inc. Endowment Fund*

This Fund was created on October 5, 1999 in the aggregate pledge amount of \$ 1,000,000, in which \$ 911,989 was to be held in perpetuity. The pledged amount was received and paid by the Organization to the Foundation from one of its directors, as required by the gift agreement. As of June 30, 2019 and 2018, the fair value of the endowment fund amounted to \$ 989,594 and \$ 1,015,194, respectively.

ASC No. 958, *Not-for-Profit Entities*, specifically requires that, if a not-for-profit organization establishes a Fund at a community foundation with its own assets and specifies itself as the beneficiary of that Fund, that community foundation must account for the transfer of such assets as a liability rather than as a contribution. The Organization has, therefore, reflected this Fund as an asset on the Statement of Net Position.

Changes in The Edee Greene Women in Distress of Broward County, Inc. Endowment net assets for the year ended June 30, 2019 are as follows:

|  | Without Donor<br>Restriction | With Donor<br>Restriction | 2019<br>Total     |
|--|------------------------------|---------------------------|-------------------|
| Beginning Balance  | \$ 103,205                   | \$ 911,989                | \$ 1,015,194      |
| Net realized and unrealized<br>gains (losses) on investments | 30,676                       | -                         | 30,676            |
| Investment fees  | (7,547)                      | -                         | (7,547)           |
| Distributions  | (48,729)                     | -                         | (48,729)          |
| Ending Balance   | \$ <u>77,605</u>             | \$ <u>911,989</u>         | \$ <u>989,594</u> |

Changes in The Edee Greene Women in Distress of Broward County, Inc. Endowment net assets for the year ended June 30, 2018 are as follows:

|  | Without Donor<br>Restriction | With Donor<br>Restriction | 2018<br>Total       |
|--|------------------------------|---------------------------|---------------------|
| Beginning Balance  | \$ 87,517                    | \$ 911,989                | \$ 999,506          |
| Net realized and unrealized<br>gains (losses) on investments | 72,609                       | -                         | 72,609              |
| Investment fees  | (7,904)                      | -                         | (7,904)             |
| Distributions  | (49,017)                     | -                         | (49,017)            |
| Ending Balance   | \$ <u>103,205</u>            | \$ <u>911,989</u>         | \$ <u>1,015,194</u> |

**Note 10 - Endowment Funds Held by Community Foundation of Broward, Inc. (continued)**

*The Domestic Violence Fund for Women in Distress*

This fund was created on March 12, 2002 as part of the endowment plan challenge sponsored by another private foundation. As of June 30, 2019 and 2018, the fair value of the endowment fund at the Foundation amounted to \$ 448,189 and \$ 442,661, respectively. Distributions from this Fund will only be made with the approval and authorization of the Board of Trustees of the Foundation and the funds are the property of the Foundation. As such, they are not carried as an asset of the Organization.

**Note 11 - Line of Credit**

The Organization has a revolving line of credit agreement (the "Line") with a financial institution in the amount of \$ 500,000, available through February 2021. The Line carries a variable rate of interest, payable monthly at the lender's prime rate (5.50% at June 30, 2019). There were no outstanding balances for the years ended June 30, 2019 and 2018. There was no interest expense incurred during 2019. The Line requires certain restrictive covenants which must be adhered to by the Organization. Among their provisions, the agreement calls for a minimum debt service coverage ratio of 1.00. As of June 30, 2019, the Organization was in compliance with its minimum debt service coverage ratio.

**Note 12 - Mortgage Note Payable**

The Organization holds a mortgage note payable with Branch Banking and Trust Company which is secured by the Organization's Deerfield Beach property. The mortgage requires monthly principal and interest payments of \$ 15,542 based on interest at a fixed rate of 4.67% through February 2030.

The Organization incurred certain costs as a result of the refinance of its mortgage. Loan costs, net of accumulated amortization, totaled \$ 12,254 and \$ 14,704 as of June 30, 2019 and 2018, respectively. Amortized interest expense for the years ended June 30, 2019 and 2018 was approximately \$ 2,450.

The mortgage note payable agreement contains a number of restrictive covenants. Among other provisions, the agreement requires a minimum debt service coverage ratio of 1.00. At June 30, 2019, the Organization was in compliance with the minimum debt service coverage.

Future mortgage principal payments, not including unamortized loan costs, are approximately as follows:

| Year Ending<br>June 30, |    |         |
|-------------------------|----|---------|
| <hr/>                   |    |         |
| 2020                    | \$ | 115,000 |
| 2021                    | \$ | 120,700 |
| 2022                    | \$ | 126,600 |
| 2023                    | \$ | 132,700 |
| 2024                    | \$ | 139,000 |
| 2025-2029               | \$ | 803,100 |
| 2030                    | \$ | 121,800 |

### Note 13 - Commitments and Contingencies

**Operating leases:** The Organization has a non-cancelable lease of property for its Thrift Store with Trizek Village Plaza, Inc. through February 2022. The monthly rent charged is approximately \$ 7,200 plus certain allocable costs.

The Organization also leases equipment under a non-cancelable lease. Monthly payments of approximately \$ 1,300 plus certain allocable costs are due through April 2020.

Rent expense under these operating leases, including certain allocable costs, totaled approximately \$ 165,800 and \$ 164,500 for the years ended June 30, 2019 and 2018, respectively.

Future minimum payments required under the above operating leases are approximately as follows:

| Year Ending<br>June 30, |           |
|-------------------------|-----------|
| 2020                    | \$ 98,900 |
| 2021                    | 88,100    |
| 2022                    | 59,500    |

**Compensated absences:** Vacation is earned at various rates depending upon length of service. Sick time is earned by regular and full-time employees at the rate of 10 days annually, and regular part-time employees who worked a minimum of 14 hours per week or more are entitled to sick time on a prorated basis. Under the Organization's policy, no more than two weeks of accrued vacation may be carried over from one year to the next. All employees are allowed to accumulate earned and unused sick time not to exceed 10 working days, and unused sick time is not paid in the event of employee termination. As of June 30, 2019 and 2018, the liability for accumulated vacation leave benefits amounted to approximately \$ 104,900 and \$ 96,700, respectively, and was included in accrued liabilities on the statements of financial position.

**Grants contingency:** Amounts received or receivable from Federal, state and local grantor agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the Organization. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the Organization expects such amounts, if any, to be immaterial.

### Note 14 - Employee Benefit Plans

**Retirement Plan:** The Organization participates in a 401(k) profit sharing plan (the "Plan") in accordance with Internal Revenue Service regulations. The Organization contributes 3% of eligible employees' salary to the 401(k) profit sharing plan. Eligible employees may make voluntary tax deferred contributions. During the year ended June 30, 2019 and 2018, the Organization contributed approximately \$ 83,200 and \$ 59,300, respectively to the Plan.

**Cafeteria Plan:** The Organization participates in a Cafeteria Plan (Section 125, as described in the Internal Revenue Code) covering all employees. Employees must have completed sixty-days of employment and are working at least 30 hours per week to be eligible for the benefit. The plan provides health insurance coverage with the Organization paying 80% of the insurance cost of eligible employees. The Organization paid approximately \$ 260,800 and \$ 189,600 to the Plan in 2019 and 2018, respectively.

**Note 15 - Functionalized Expenses**

The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include compensation, taxes and fringe benefits, professional fees, building occupancy costs, insurance, among other expense. These expenses are allocated based on full-time equivalents and other methods as determined by management.

**Note 16 – Restatement**

Beginning net assets with donor restrictions have been increased by \$ 170,917 to include promises to give with time restrictions. Beginning net assets without donor restrictions have been decreased by the same amount. Total beginning net assets are unchanged due to these restatements.

## ADDITIONAL INFORMATION

**Women in Distress of Broward County, Inc.**  
**Schedule of Expenditures of Federal Awards and State Financial Assistance**  
**For the Year Ended June 30, 2019**

| <u>Federal/State Agency Pass-Through<br/>Grantor/Federal Program/State Project</u> | <u>CFDA/CSFA<br/>Number</u> | <u>Contract/Grant Number</u> | <u>Expenditures</u> | <u>Transfers to<br/>Subrecipients</u> |
|--|-----------------------------|------------------------------|---------------------|---------------------------------------|
| <b>Federal Agency Name:</b>  |                             |                              |                     |                                       |
| Indirect Programs:   |                             |                              |                     |                                       |
| U.S. Department of Health and Human Services -                                     |                             |                              |                     |                                       |
| Passed through State of Florida Department of Children and Families -              |                             |                              |                     |                                       |
| Passed through Florida Coalition Against Domestic Violence -                       |                             |                              |                     |                                       |
| Temporary Assistance for Needy Families (TANF)                                     | 93.558                      | 19-2230-DVS                  | \$ 421,650          | \$ -                                  |
| Temporary Assistance for Needy Families (TANF)                                     | 93.558                      | 19-2230-BN                   | 4,640               | -                                     |
|  |                             |                              | <u>426,290</u>      | <u>-</u>                              |
|  |                             |                              |                     |                                       |
| Family Violence Prevention and Services (FVPSA)                                    | 93.671                      | 19-2230-DVS                  | 237,100             | -                                     |
|  |                             | 19-2230-DVS-Participant      |                     |                                       |
| Family Violence Prevention and Services (FVPSA-DL000)                              | 93.671                      | Program Needs                | 2,994               | -                                     |
| Family Violence Prevention and Services (FVPSA)                                    | 93.671                      | 19-2230-BN                   | 1,032               | -                                     |
|  |                             |                              | <u>241,126</u>      | <u>-</u>                              |
|  |                             |                              |                     |                                       |
| Family Violence Prevention and Services (FVPSA II)                                 | 93.671                      | 19-2230-DVS                  | 87,108              | -                                     |
| Family Violence Prevention and Services (FVPSA II)                                 | 93.671                      | 19-2230-DVS                  | 60,523              | -                                     |
|  |                             | 19-2230-DVS-Participant      |                     |                                       |
| Family Violence Prevention and Services (FVPSA II-FYE20)                           | 93.671                      | Program Needs                | 2,996               | -                                     |
|  |                             |                              | <u>150,627</u>      | <u>-</u>                              |
|  |                             |                              |                     |                                       |
| Total U.S. Department of Health and Human Services                                 |                             |                              | <u>818,043</u>      | <u>-</u>                              |
|  |                             |                              |                     |                                       |
| U.S. Department of Justice -   |                             |                              |                     |                                       |
| Passed through Florida Coalition Against Domestic Violence -                       |                             |                              |                     |                                       |
| Legal Assistance for Victims (LAV)   | 16.588                      | 20-2230-LAV                  | 18,178              | -                                     |
| STOP Violence Against Women Formula Grant Program                                  | 16.588                      | 19-2230-BN                   | 3,412               | -                                     |
|  |                             | 19-2230-DVS-Participant      |                     |                                       |
| STOP Violence Against Women Formula Grant Program                                  | 16.588                      | Program Needs                | 5,818               | -                                     |
|  |                             |                              | <u>27,408</u>       | <u>-</u>                              |

See notes to schedule of expenditures of Federal awards and state financial assistance.



**Women in Distress of Broward County, Inc.**  
**Schedule of Expenditures of Federal Awards and State Financial Assistance**  
**(continued)**  
**For the Year Ended June 30, 2019**

| <u>Federal/State Agency Pass-Through<br/>Federal Program/State Project</u> | <u>CFDA/CSFA<br/>Number</u> | <u>Contract/Grant Number</u>                 | <u>Expenditures</u> | <u>Transfers to<br/>Subrecipients</u> |
|--|-----------------------------|--|---------------------|---------------------------------------|
| <b>Federal Agency Name:</b>  |                             |  |                     |                                       |
| <b>(continued)</b>   |                             |  |                     |                                       |
| U.S. Department of Justice -   |                             |  |                     |                                       |
| Passed through State of Florida, Office of the Attorney General -          |                             |  |                     |                                       |
| Crime Victim Assistance  | 16.575                      | VOCA-2017 Women In<br>Distress of Brow-00567 | 278,947             | -                                     |
| Crime Victim Assistance  | 16.575                      | VOCA-2018 Women In<br>Distress of Brow-00459 | 625,180             | -                                     |
|  |                             |  | <u>904,127</u>      | <u>-</u>                              |
| U.S. Department of Justice -   |                             |  |                     |                                       |
| Passed through Florida Coalition Against Domestic Violence -               |                             |  |                     |                                       |
| Crime Victim Assistance  | 16.575                      | 18-2230-CPI VOCA                             | 14,310              | -                                     |
| Crime Victim Assistance  | 16.575                      | 19-2230-CPI VOCA                             | 43,189              | -                                     |
| Economic Justice Program   | 16.575                      | 18-2230-EJ-VOCA                              | 11,653              | -                                     |
| Economic Justice Program   | 16.575                      | 19-2230-EJ-VOCA                              | 34,328              | -                                     |
| Legal Project  | 16.575                      | 18-2230-LEGAL-VOCA                           | 115,940             | -                                     |
| Legal Project  | 16.575                      | 19-2230-LEGAL-VOCA                           | 328,542             | -                                     |
|  |                             |  | <u>547,962</u>      | <u>-</u>                              |
| Total U.S. Department of Justice   |                             |  | <u>1,479,497</u>    | <u>-</u>                              |
| U.S. Department of Housing and Urban Development -                         |                             |  |                     |                                       |
| Passed through Broward County -  |                             |  |                     |                                       |
| Emergency Solutions Grant  | 14.231                      | 17-CP-HIP-8219-01                            | 28,974              | -                                     |
| Emergency Solutions Grant  | 14.231                      | -  | <u>50,000</u>       | <u>-</u>                              |
| Total U.S. Department of Housing and Urban Development                     |                             |  | <u>78,974</u>       | <u>-</u>                              |

See notes to schedule of expenditures of Federal awards and state financial assistance.

**Women in Distress of Broward County, Inc.**  
**Schedule of Expenditures of Federal Awards and State Financial Assistance**  
**(continued)**  
**For the Year Ended June 30, 2019**

| <u>Federal/State Agency Pass-Through<br/>Federal Program/State Project</u> | <u>CFDA/CSFA<br/>Number</u> | <u>Contract/Grant Number</u> | <u>Expenditures</u> | <u>Transfers to<br/>Subrecipients</u> |
|--|-----------------------------|------------------------------|---------------------|---------------------------------------|
| <b>Federal Agency Name:</b>  |                             |                              |                     |                                       |
| <b>(continued)</b>   |                             |                              |                     |                                       |
| Community Development Block Grants passed through Cities -                 |                             |                              |                     |                                       |
| City of Fort Lauderdale  | 14.218                      | #B-17-MC-12-0005             | 11,514              | -                                     |
| City of Fort Lauderdale  | 14.218                      | #B-18-MC-12-0005             | 37,053              | -                                     |
|  |                             |                              | <u>48,567</u>       |                                       |
| City of Hollywood  | 14.218                      | -                            | 19,155              | -                                     |
| City of Pompano  | 14.218                      | -                            | 15,261              | -                                     |
| City of Plantation   | 14.218                      | -                            | <u>22,288</u>       | -                                     |
| Total Community Development Block Grants                                   |                             |                              | <u>105,271</u>      | -                                     |
| Total expenditures of federal awards                                       |                             |                              | <u>2,481,785</u>    | -                                     |
| <b>State Financial Assistance:</b>   |                             |                              |                     |                                       |
| Florida Department of Children and Families (DCF) -                        |                             |                              |                     |                                       |
| Passed through Florida Coalition Against Domestic Violence                 |                             |                              |                     |                                       |
| Domestic Violence Trust Fund (DVTF)  | **                          | 19-2230-DVS                  | 515,897             | -                                     |
| Domestic Violence Trust Fund (DVTF-DL000)                                  | **                          | 19-2230-BN                   | 1,576               | -                                     |
|  |                             | 19-2230-DVS-Participant      |                     |                                       |
| Domestic Violence Trust Fund (DVTF-DL000)                                  | **                          | Program Needs                | 9,076               | -                                     |
| Domestic Violence Trust Fund (DVTF II-FYE20)                               | **                          | 19-2230-DVS                  | 87,108              | -                                     |
| Domestic Violence Trust Fund (DVTF II-DL000)                               | **                          | 19-2230-BN                   | 373                 | -                                     |
| General Revenue Fund (GR)  | **                          | 19-2230-DVS                  | 589,030             | -                                     |
|  |                             | 19-2230-DVS-Participant      |                     |                                       |
| General Revenue Fund (GR-DL000)  | **                          | Program Needs                | 1,316               | -                                     |
| Primary Prevention   | **                          | 19-2230-DVS                  | 20,000              | -                                     |

See notes to schedule of expenditures of Federal awards and state financial assistance.

**Women in Distress of Broward County, Inc.**  
**Schedule of Expenditures of Federal Awards and State Financial Assistance**  
**(continued)**  
**For the Year Ended June 30, 2019**

| <u>Federal/State Agency Pass-Through<br/>Federal Program/State Project</u> | <u>CFDA/CSFA<br/>Number</u> | <u>Contract/Grant Number</u> | <u>Expenditures</u> | <u>Transfers to<br/>Subrecipients</u> |
|--|-----------------------------|------------------------------|---------------------|---------------------------------------|
| <b>State Financial Assistance:</b><br><b>(continued)</b>                   |                             |                              |                     |                                       |
| General Revenue Fund (GR-DL000)  | **                          | 19-2230-BN                   | 1,163               | -                                     |
| General Revenue Fund (GR-SFCAT)  | 60.139                      | 19-2230-BN                   | 1,212               | -                                     |
|  |                             | 19-2230-DVS-Participant      |                     |                                       |
| General Revenue Fund (GR-SFCDV)  | 60.139                      | Program Needs                | 9,023               | -                                     |
| General Revenue Fund (GR-SFCDV)  | 60.139                      | 19-2230-BN                   | 1,222               | -                                     |
|  |                             | 19-2230-DVS-Participant      |                     |                                       |
| CPI (GR-SFCAT)   | 60.139                      | Program Needs                | 5,791               | -                                     |
| CPI (DVTF-SFCAT)   | 60.139                      | 19-2230-BN                   | 653                 | -                                     |
| CPI (General Revenue)  | 60.139                      | 19-2230-CPI-GR               | 136,416             | -                                     |
|  |                             | 19-2230-DVS-Participant      |                     | -                                     |
| Domestic Violence Trust Fund (DVTF-SFCDV)                                  | 60.134                      | Program Needs                | 6,099               | -                                     |
| Total Florida Department of Child and Families (DCF)                       |                             |                              | 1,385,955           | -                                     |
| Total expenditures of state financial assistance                           |                             |                              | 1,385,955           | -                                     |
| Total expenditures of federal awards and state financial assistance        |                             |                              | \$ 3,867,740        | \$ -                                  |

\*\* Not subject to Florida Statutes, Section 215.97 Florida Single Audit Act.

See notes to schedule of expenditures of Federal awards and state financial assistance.

**Note 1 - Basis of Presentation**

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of Women in Distress of Broward County, Inc. (the "Organization") under programs of the federal government for the year ended June 30, 2019. 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 the Organization, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Organization.

**Note 2 - Summary of Significant Accounting Policies**

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

**Note 3 - Contingency**

The grant revenue amounts received are subject to audit and adjustment. If any expenditures or expenses are disallowed by the grantor agencies as a result of such an audit, any claim for reimbursement to the grantor agencies would become a liability of the Organization. In the opinion of management, all grant expenditures are in compliance with the terms of the grant agreements and applicable Federal and state laws and other applicable regulations.

**Note 4 - Indirect Cost Rate**

The Organization did not elect to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

# INTERNAL CONTROLS AND COMPLIANCE

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

To the Board of Directors  
Women in Distress of Broward County, Inc.  
Deerfield Beach, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Women in Distress of Broward County, Inc. (a nonprofit organization) (the "Organization"), which comprise the statement of financial position as of June 30, 2019, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated September 25, 2019.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Organization's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control.

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

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

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Organization's 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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

## **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

KEEFE McCULLOUGH

Fort Lauderdale, Florida  
September 25, 2019

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

To the Board of Directors  
Women in Distress of Broward County, Inc.  
Deerfield Beach, Florida

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

We have audited Women in Distress of Broward County, Inc.'s (a nonprofit organization) (the "Organization") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Organization's major federal programs for the year ended June 30, 2019. The Organization's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

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

**Auditor's Responsibility**

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

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Organization's compliance.

**Opinion on Each Major Federal Program**

In our opinion, the Organization complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2019.



## Report on Internal Control Over Compliance

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

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

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

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

KEEFE McCULLOUGH

Fort Lauderdale, Florida  
September 25, 2019

**Women in Distress of Broward County, Inc.  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2019**

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**A. Summary of Auditor's Results**

1. The auditor's report expresses an unmodified opinion on the financial statements of Women in Distress of Broward County, Inc.
2. No material weaknesses relating to the audit of the financial statements are reported in the Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*.
3. No instances of noncompliance material to the financial statements of Women in Distress of Broward County, Inc. were disclosed during the audit.
4. No material weaknesses relating to the audit of the major Federal programs are reported in the Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control Over Compliance Required by The Uniform Guidance.
5. The auditor's report on compliance with requirements applicable to the major Federal programs for Women in Distress of Broward County, Inc. expresses an unmodified opinion.
6. There are no findings relative to the major Federal programs for Women in Distress of Broward County, Inc. reported in Part C of this schedule.
7. The program tested as a major program is as follows:

| <u>Federal Award Program</u>   | <u>CFDA Number</u> |
|--|--------------------|
| United States Department of<br>Justice, Grants for Victims<br>of Crime | 16.575             |

8. The threshold for distinguishing Type A and Type B projects was \$ 750,000 for major Federal programs.
9. Women in Distress of Broward County, Inc. was determined to be a low risk auditee pursuant to The Uniform Guidance.

**B. Findings - Financial Statement Audit**

None

**C. Findings and Questioned Costs - Major Federal Program**

None

**D. Other Issues**

1. A separate management letter was not issued because there were no findings required to be reported in the management letter.
2. No summary schedule of prior audit findings is required because there were no prior audit findings related to Federal programs.
3. No corrective action plan is required because there were no findings required to be reported under the Federal Single Audit Act.