

**AID TO VICTIMS OF DOMESTIC
ABUSE, INC.
FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED
JUNE 30, 2021**

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Aid to Victims of Domestic Abuse, Inc.
Delray Beach, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of Aid to Victims of Domestic Abuse, Inc. (a nonprofit organization) (the "Organization"), which comprise the statement of financial position as of June 30, 2021, and the related statements of activities, functional expenses and cash flows for the fiscal 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 opinions 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 Aid to Victims of Domestic Abuse as of June 30, 2021, and the changes in its net assets and its cash flows for the fiscal 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 2020 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated October 22, 2020. In our opinion, the summarized comparative information presented herein as of and for the fiscal year ended June 30, 2020, 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 and state financial assistance, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and Chapter 10.650, Rules of the Auditor General is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 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 November 10, 2021, on our consideration of the Organization's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of the effectiveness of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control over financial reporting and compliance.

November 10, 2021

AID TO VICTIMS OF DOMESTIC ABUSE, INC.
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2021 WITH SUMMARIZED FINANCIAL INFORMATION
FOR JUNE 30, 2020

	2021			2020
	Without Donor Restrictions	With Donor Restrictions	Total	Total
ASSETS				
Cash and cash equivalents	\$ 210,567	\$ 186,477	\$ 397,044	\$ 294,872
Investments	146,837	-	146,837	122,729
Grants and contributions receivable	334,764	-	334,764	358,778
Other receivables	4,550	-	4,550	10,814
Prepaid expenses	42,406	-	42,406	27,960
Property and equipment, net	2,361,751	-	2,361,751	2,415,901
Other assets	24,771	-	24,771	24,103
Total assets	\$ 3,125,646	\$ 186,477	\$ 3,312,123	\$ 3,255,157
LIABILITIES AND NET ASSETS				
LIABILITIES				
Accounts payable	\$ 10,273	\$ -	\$ 10,273	\$ 3,830
Accrued expenses	122,603	-	122,603	104,243
Line of credit	331,086	-	331,086	150,000
Promissory Note	-	-	-	96,000
Deferred revenue	126,466	-	126,466	67,364
Total liabilities	590,428	-	590,428	421,437
NET ASSETS				
With donor restrictions				
Purpose restricted	-	186,477	186,477	205,810
Without donor restrictions				
Undesignated	2,535,218	-	2,535,218	2,627,910
Total net assets	2,535,218	186,477	2,721,695	2,833,720
Total liabilities and net assets	\$ 3,125,646	\$ 186,477	\$ 3,312,123	\$ 3,255,157

See notes to financial statements

AID TO VICTIMS OF DOMESTIC ABUSE, INC.
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2021 WITH SUMMARIZED FINANCIAL INFORMATION
FOR THE YEAR ENDED JUNE 30, 2020

	2021			2020
	Without Donor Restrictions	With Donor Restrictions	Total	Total
Revenues and Support:				
Contributions	\$ 571,747	\$ 80,202	\$ 651,949	\$ 947,445
Contributions - donation in-kind	37,200	-	37,200	-
Grants from United Way	248,220	-	248,220	202,416
Grants from governmental agencies (includes local agencies)	2,266,329	-	2,266,329	1,980,144
Special events, net	115,898	-	115,898	132,162
Interest income	22,893	-	22,893	3,407
Other income	10,000	-	10,000	3,940
Gain upon debt extinguishment	96,000	-	96,000	-
	3,368,287	80,202	3,448,489	3,269,514
Net assets released from restrictions	99,535	(99,535)	-	-
Total support and revenues	3,467,822	(19,333)	3,448,489	3,269,514
Expenses				
Program services	3,192,604	-	3,192,604	3,003,141
Supporting services:				
General and administration	153,650	-	153,650	198,180
Fund raising	214,260	-	214,260	127,334
Total expenses	3,560,514	-	3,560,514	3,328,655
Change in net assets	(92,692)	(19,333)	(112,025)	(59,141)
Net assets, beginning of year	2,627,910	205,810	2,833,720	2,892,861
Net assets, end of year	\$ 2,535,218	\$ 186,477	\$ 2,721,695	\$ 2,833,720

See notes to financial statements

AID TO VICTIMS OF DOMESTIC ABUSE, INC.
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2021 WITH SUMMARIZED FINANCIAL INFORMATION
FOR THE YEAR ENDED JUNE 30, 2020

	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ (112,025)	\$ (59,141)
Adjustments to reconcile change in net assets to net cash provided (used in) by operating activities:		
(Gain) upon debt extinguishment	(96,000)	-
Contributions - donation in-kind	(37,200)	-
Depreciation expense	138,787	128,198
(Increase) decrease in:		
Grants receivable	24,014	(129,638)
Other receivables	6,264	(10,235)
Prepaid expenses	(14,446)	(16,914)
Other assets	(668)	(18,667)
Increase (decrease) in:		
Accounts payable	6,443	1,372
Accrued expenses	18,360	32,195
Deferred revenues	59,102	35,740
NET CASH PROVIDED (USED IN) BY OPERATING ACTIVITIES	(7,369)	(37,090)
CASH FLOWS FROM INVESTING ACTIVITIES		
Sale (purchase) of investments	(24,109)	(3,388)
Purchase of fixed assets	(47,436)	(82,285)
NET CASH (USED IN) INVESTING ACTIVITIES	(71,545)	(85,673)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from/(repayment of) line of credit	181,086	-
Proceeds from/(repayment of) promissory note	-	96,000
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	181,086	96,000
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	102,172	(26,763)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	294,872	321,635
CASH AND CASH EQUIVALENTS AT END OF YEAR	\$ 397,044	\$ 294,872
Supplemental data:		
Interest paid	\$ 9,477	\$ 8,229

See notes to financial statement

AID TO VICTIMS OF DOMESTIC ABUSE, INC.
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2021 WITH SUMMARIZED FINANCIAL INFORMATION
FOR THE YEAR ENDED JUNE 30, 2020

	Program Services	General and Administrative	Fund Raising	Total All Expenses	
				2021	2020
Salaries	\$ 1,691,200	\$ 57,214	\$ 169,505	\$ 1,917,919	\$ 1,878,298
Payroll taxes and charges	135,318	4,199	12,975	152,492	146,110
Other employee benefits	243,690	6,013	18,524	268,227	238,931
Building maintenance and repairs	98,018	4,712	-	102,730	53,041
Utilities	46,857	1,492	-	48,349	60,586
Security	15,643	2,487	-	18,130	33,323
Client food and supplies	164,776	886	128	165,790	105,416
Storage rental	4,733	277	-	5,010	2,987
Rent	70,640	43,093	-	113,733	125,940
Postage	2,520	196	240	2,956	1,977
Printing	535	53	-	588	4,889
Telephone and internet	43,945	1,377	70	45,392	35,889
Public relations	10,139	31	911	11,081	11,730
Office supplies	14,544	2,558	103	17,205	16,705
IT Hardware & Software	23,908	949	1,461	26,318	4,439
Program supplies	38,992	-	-	38,992	57,483
Equipment rental and maintenance	18,185	1,348	159	19,692	21,383
Transportation	14,197	604	156	14,957	34,835
Direct assistance	262,169	-	-	262,169	155,299
Consulting and professional service	38,118	2,694	-	40,812	47,624
Payroll service charges	27,614	3,068	-	30,682	35,266
Insurance	70,972	4,472	-	75,444	71,604
Staff development	1,820	1	-	1,821	983
Travel and conferences	6,419	-	-	6,419	21,595
Memberships and subscriptions	7,423	710	-	8,133	4,174
Licenses and fees	5,158	381	-	5,539	4,748
Bank charges and processing fees	150	30	4,549	4,729	4,118
Interest expense	8,560	917	-	9,477	8,229
Fundraising campaigns	-	-	5,479	5,479	5,260
Miscellaneous	1,453	9	-	1,462	7,595
Special events - noncash prizes	-	-	5,607	5,607	4,688
Special events - rent/facility costs	-	-	10,685	10,685	21,718
Special events - food and beverages	-	-	919	919	1,149
Special events - entertainment	-	-	9,640	9,640	4,487
Special events - other direct costs	-	-	34,111	34,111	26,242
Total expenses before depreciation	3,067,696	139,771	275,222	3,482,689	3,258,741
Depreciation	124,908	13,879	-	138,787	128,198
Total expenses	\$ 3,192,604	\$ 153,650	\$ 275,222	3,621,476	\$ 3,386,939
Less direct costs reported net of special event revenue				(60,962)	(58,284)
Expenses reported on statement of activities				\$ 3,560,514	\$ 3,328,655

See notes to financial statements

**AID TO VICTIMS OF DOMESTIC ABUSE, INC.
NOTES TO FINANCIAL STATEMENTS**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of the significant accounting policies of Aid to Victims of Domestic Abuse, Inc.

Nature of the Organization's Activity

Aid to Victims of Domestic Abuse, Inc. (the “Organization”) operates a center in the Southern Palm Beach County area. The agency provides emergency shelter for victims of domestic violence and their children. In addition, the Organization provides counseling services, prevention programs, and community education to the general public. In March 2005, the Organization began a transitional living program for victims where they can stay up to two years.

During the fiscal year ended June 30, 2021, approximately 64% of the Organization's funding came from various federal, state and county agencies and local municipalities as contracted for services. If funding policies and/or amounts of funding were to be substantially reduced by these agencies in future contracts, the operations of the Organization could be significantly affected in the future.

Financial Statement Presentation

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. In addition, the Organization is required to present a statement of cash flows.

Contributions received are recorded as support with or without donor restrictions depending on the existence and/or nature of any donor restrictions. In addition, the Organization recognizes only those contributed services, which are provided by individuals possessing “specialized skills”. Restricted contributions whose restrictions are met in the same reporting period are treated as unrestricted contributions.

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 fiscal year ended June 30, 2020, from which the summarized information was derived.

Cash and Cash Equivalents

For purposes of reporting cash flows, the Organization considers all money market funds with an original maturity of three months or less to be cash equivalents.

Financial instruments that potentially subject the Organization to concentrations of credit risk consist principally of cash deposits. Accounts at each institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. At times, such accounts may be in excess of the FDIC insurance limits.

Investments

Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets. Investment income and gains restricted by a donor are reported as increases in unrestricted net assets if the restrictions are met (either by passage of time or by use) in the reporting period in which the income and gains are recognized.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Promises to Give

Unconditional promises to give are recognized as revenues or gains in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Unconditional promises to give non-cash assets that are expected to be received in future years are recorded at the present value of the expected fair value of the underlying non-cash assets expected to be received. The discounts on those amounts are computed using a risk-free interest rate applicable to the years in which the promises are received. Amortization of the discounts is included in contribution revenue. Any changes in the expected fair value of underlying non-cash assets are reported as increases and decreases in contribution revenue in the period the change occurs. Conditional promises to give are recognized when the conditions on which they depend are substantially met.

Accounts Receivable

Accounts receivable are unconditional promises to give or unsecured amounts due from grantors on cost reimbursement or performance grants. Management believes that all outstanding accounts receivable are collectible in full, therefore, no allowance for uncollectible receivables has been provided.

Donated Use of Assets and Donated Services

The estimated fair value of the free use of assets owned by others and the estimated fair value of contributed services of individuals with special skills over which the Organization exercises control, and which constitutes an enhancement to the normal program or services that would not otherwise be performed by paid personnel, the amount of which is clearly measurable, are also recorded and reflected in the accompanying financial statements.

Fixed Assets

Property and equipment are stated at cost, if purchased by the Organization or at fair value at the date of the gift, if received as a donation. Donations are reported as 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 with donor restrictions. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Organization reclassifies net assets with donor restriction to net assets without donor restrictions at that time. Those assets donated with donor stipulations regarding permanent restrictions for a certain use are included as assets with donor restrictions.

Major additions, which materially increase the value of the property, are capitalized and depreciated over the life of the asset. Maintenance and repairs are charged to expense as incurred. Depreciation expense has been computed using the straight-line method over useful lives ranging from 5 to 30 years. The Organization follows the practice of capitalizing all expenditures for land, buildings and equipment in excess of \$1,000.

Allocation of Common Costs

The costs of providing the various programs and other activities have been detailed in the statement of functional expenses and summarized on a functional basis in the statement of activities. Costs which are associated with a specific function are charged directly to that function. The remaining costs are allocated to different functions based on management's methodology as follows:

Common cost	Method of allocation
Salaries and related	Time and Effort
Life Enrichment Center and related	Full Time Employee Occupants
Other common costs	10% Admin; 90% Program.

Income Taxes

The Organization is incorporated in the state of Florida as a nonprofit organization and has also elected federal tax-exempt status under I.R.C. Section 501(c)(3).

The Organization's Form 990, Return of Organization Exempt from Income Tax, for the years ended 2018, 2019, and 2020 are subject to examination by the Internal Revenue Service, generally for three years after they were filed.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Use of Estimates in the Preparation of Financial Statements

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE 2 – NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are as follows at June 30:

	2021	2020
Life enrichment center	\$ 106,275	\$ 106,275
Direct assistance for participants	49,094	73,432
Commit to change program	-	7,777
Transitional housing	-	17,326
Welcome basket items	-	1,000
Emergency shelter	10,000	-
Outreach services	21,109	-
Total donor restricted net assets	<u>\$ 186,478</u>	<u>\$ 205,810</u>

Net assets released from restrictions during the fiscal year ended June 30,

	2021	2020
Victim advocate salary	\$ -	\$ 1,234
Direct assistance for participants	73,431	57,166
Commit to change program	7,778	6,793
Transitional housing	17,326	-
Welcome basket items	1,000	-
Emergency shelter	-	5,000
Anne's STEPS program	-	2,030
Total	<u>\$ 99,535</u>	<u>\$ 72,223</u>

NOTE 3 – PROPERTY AND EQUIPMENT

The following summarizes property and equipment at June 30:

	2021	2020
Land	\$ 111,261	\$ 111,261
Construction in process	20,000	12,029
Buildings and improvements	2,839,244	2,822,025
Equipment	259,275	199,828
Vehicles	58,658	58,658
Furniture and fixtures	160,454	160,454
Total property and equipment	<u>3,448,892</u>	<u>3,364,255</u>
Less accumulated depreciation	1,087,141	948,354
Total property and equipment, net	<u>\$ 2,361,751</u>	<u>\$ 2,415,901</u>

NOTE 4 – INVESTMENTS

The following is a summary of investments and their fair value measurements and levels within the fair value hierarchy of those measurements at June 30:

	2021		2020	
	Quoted prices in active markets for identical assets (Level 1)		Quoted prices in active markets for identical assets (Level 1)	
	Fair Value		Fair Value	
Bond funds	\$ 86,897	\$ 86,897	\$ 73,981	\$ 73,981
Equity funds	59,940	59,940	48,748	48,748
	\$ 146,837	\$ 146,837	\$ 122,729	\$ 122,729

NOTE 5 – GRANTS AND OTHER FUNDING

The following is a summary of grants and other funding for the fiscal year ended June 30:

	2021	2020
City of Boynton Beach	5,117	\$ 8,575
Florida Coalition Against Domestic Violence and Florida Department of Children and Families		
Child Protective Investigations	77,017	72,983
Domestic Violence Services	746,528	632,949
Economic Justice	-	83,533
Engaging Men	-	62,707
Transportation and Participant Needs	-	28,011
Future Without Violence	11,967	175
OVW Sexual Assault	45,446	36,833
OVW Transitional Housing	139,223	95,585
PBC Emergency Solutions Grant	87,757	65,513
PBC Community Development Block Grant	21,230	32,109
U. S. Department of Justice - Legal Assistance Grant	30,673	33,746
U. S. Department of Justice - Engaging Men	107,481	-
U. S. Department of Justice Victims of Crime Act	554,491	427,223
Total Federal and State grants	1,826,930	1,579,942
City of Boca Raton	27,500	27,500
Palm Beach County (PBC) Board of County Commissioners	288,862	275,885
PBC Youth Services	101,665	96,817
Town of Palm Beach United Way	163,809	142,206
United Way agencies	84,411	60,210
Other local grants	21,372	-
Total other grants	687,619	602,618
Total grants	\$ 2,514,549	\$ 2,182,560

Certain contracts require that the Organization match other funds with the contract revenues. Although most of the contracts are on a different fiscal period than the Organization, the unreimbursed amount of expenses exceeded the matching requirements of the related contracts. These contracts are renegotiated annually, and some have terms that do not coincide with the June 30 fiscal year of the Organization.

NOTE 6 – SPECIAL EVENTS

During the fiscal year ended June 30, 2021, the Organization held several special fund-raising events. The following summarizes those activities:

	2021	2020
Gross support	\$ 176,860	\$ 190,446
Less: direct costs	(60,962)	(58,284)
Net support	<u>\$ 115,898</u>	<u>\$ 132,162</u>

NOTE 7 – EMPLOYEE BENEFITS PLAN

Employees of the Organization are eligible to establish their own Tax-Deferred Annuity (TDA), a tax deferred retirement program, created under Section 403(b) of the Internal Revenue Code.

Effective May 1, 2002, the Board of Directors established a Thrift Plan for eligible employees. In order to be eligible, the employee must have obtained the age of 21 and have completed one year of service with the Organization. All employees who were employed prior to May 1, 2002 were eligible for the plan. The plan is administered by Mutual of America in New York.

The value of an individual account attributable to employer contributions is vested as follows:

<u>Years of Service</u>	<u>Percent Vested</u>
0-1	0%
1	33%
2	66%
3 or more	100%

Effective July 1, 2004, the Board passed a resolution to terminate funding the Thrift Plan. The plan remains in existence and is maintained for the benefit of the employees. At that time, all employees in the plan became 100% vested.

NOTE 8 – DONATED SERVICES

A substantial number of volunteers have donated significant amounts of their time in the Organization's program services. The estimated value of these services was \$14,561 and \$10,712 for the fiscal years ended June 30, 2021 and 2020, respectively. These services are considered non-professional and as such are not recorded in the financial statements.

NOTE 9 – LEASE COMMITMENTS

In fiscal year 2020, the Organization moved its administrative offices and entered into an operating lease agreement. In fiscal year 2021, the lease was amended to lease an additional 1,100 square feet on the same property. The lease agreement includes periodic increases over the life of the lease. Future minimum lease payments over the life of the lease are as follows at June 30, 2021:

Year Ended June 30,	Total
2022	\$ 147,319
2023	151,738
2024	156,290
2025	106,257
	<u><u>\$ 561,604</u></u>

Rent expense was \$113,733 and \$125,940 for the fiscal years ended June 30, 2021 and 2020, respectively.

NOTE 10 – COMPENSATED ABSENCES

The Organization allows its employees to carry forward up to 40 hours of vacation time each year unless a written request for extension has been approved. As of June 30, 2021 and 2020, the Organization had accrued \$59,005 and \$57,589, respectively, in relation to this expense.

NOTE 11 – GRANT REQUIREMENTS

During the fiscal years ended June 30, 2014, and June 30, 2015, the Organization received grant funds from the Florida Department of Children and Families ("DCF") to improve their emergency shelter. As part of the requirements placed on the Organization to receive the funds, DCF retained certain rights on the assets acquired with the grant funds. DCF provided \$582,540 towards the improvements and retained a security interest in the form of a mortgage for a term of 20 years from the date of completion of the project. The security interest will end on June 20, 2035.

NOTE 12 – AVAILABILITY AND LIQUIDITY

The following represents the Organization's financial assets at June 30, reduced by amounts not available for general use within one year of June 30:

Financial assets at June 30,	2021	2020
Cash and cash equivalents	\$ 397,044	\$ 294,872
Investments	146,837	122,729
Grants and contributions receivable	334,764	358,778
Other receivables	4,550	10,814
Total financial assets	<hr/> 883,195	<hr/> 787,193
Less those unavailable for general expenditure within one year:		
Cash and cash equivalents with donor restrictions	(186,477)	(86,255)
Financial assets available to meet general expenditures over the next twelve months	<hr/> \$ 696,718	<hr/> \$ 700,938

The Organization is substantially supported by restricted contributions. Because a donor's restrictions require resources to be used in a particular manner or in a future period, the Organization, must maintain sufficient resources to meet those responsibilities to its donors. Thus, financial assets may not be available for general expenditure within one year. As part of the Organization's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. In the event of an unanticipated liquidity need, the Organization, could draw upon the amount available on its line of credit as further discussed in Note 13.

NOTE 13 – LINE OF CREDIT

On January 26, 2011, the Organization entered into a revolving line of credit agreement with a bank in the amount of \$300,000, secured by substantially all of the Organization's assets, with no fixed maturity date. On June 1, 2015, the agreement was amended to increase the principal from \$300,000 to \$500,000. The line carries a variable interest rate based upon one percent over the prime rate. The line of credit carries a term note conversion option for a period up to sixty months at any time, upon written notice to the Organization. As of June 30, 2021, the Organization has \$331,086 outstanding on the line of credit and \$168,914 available.

NOTE 14 – GAIN UPON DEBT EXTINGUISHMENT

On May 2, 2020, the Organization entered into a promissory note agreement (the "Loan") with TD Bank, N.A. pursuant to Coronavirus Aid, Relief, and Economic Security Act ("CARES Act"). The Organization borrowed \$96,000 in relation to the agreement. During fiscal year 2021, the Organization applied for and was granted loan forgiveness in full under the CARES Act. The loan forgiveness is presented as gain upon debt extinguishment on the statement of activities in fiscal year 2021.

NOTE 15 – SUBSEQUENT EVENTS

There have been no significant subsequent events after June 30, 2021. Subsequent events have been evaluated through November 10, 2021, which is the date the financial statements were available to be issued. Events occurring after that date have not been evaluated to determine whether a change in the financial statements would be required.

AID TO VICTIMS OF DOMESTIC ABUSE, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Federal/State Agency, Pass-through Entity, Federal Program/State Project Title	CFDA/ CSFA Number	Contract Grant Number	Federal/State Expenditures
FEDERAL AGENCY			
<u>U.S. Department of Housing and Urban Development</u>			
Pass-through programs from:			
Palm Beach County, Florida:			
Emergency Shelter Grants Program	14.231	R2019-1268	\$ 7,076
Emergency Shelter Grants Program	14.231	R2020-1544	80,681
Palm Beach County, Florida:			
Community Development Block Grant	14.218	R2020-1461	21,230
City of Boynton Beach, Florida:			
Community Development Block Grant	14.218	R19-82	1,782
Community Development Block Grant	14.218	R21-070	3,335
Total U.S. Department of Housing and Urban Development			<u>114,104</u>
<u>U.S. Department of Health and Human Services</u>			
Pass-through programs from:			
Florida Department of Children and Families			
Temporary Assistance to Needy Families	93.558	LN037	217,958
Family Violence Prevention and Services	93.671	LN037	214,269
COVID-19 Family Violence Prevention and Services	93.671	LN037	59,336
Total U.S. Department of Health and Human Services			<u>491,563</u>
<u>U.S. Department of Justice</u>			
Direct programs:			
Transitional Housing Assistance	16.736	2016-WH-AX-007	139,223
Engaging Men	16.888	2015-CY-AX-4002	107,481
Pass-through programs from:			
Futures Without Violence			
OVW Technical Assistance Initiative	16.526	2019-TA-AX-K-002	11,967
State of Florida Office of Attorney General			
Victims of Crime Act Program	16.575	VOCA-2019-00163	137,921
Victims of Crime Act Program	16.575	VOCA-2020-00634	395,392
VOCA Economic Empowerment	16.575	VOCA-2020-00634	21,178
Legal Aid			
OVW Legal Assistance for Victims	16.524	2019-X0275-FL-WL	30,673
Palm Beach County Victim Services			
OVW - Sexual assault (SART)	16.590	2017-WE-AX-0034	<u>45,873</u>
Total U.S. Department of Justice			<u>889,708</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>1,495,375</u>
STATE AGENCY			
<u>Florida Department of Children & Families</u>			
Direct programs:			
DCF Domestic Violence Trust Fund	N/A	LN037	254,965
DCF General Revenue	N/A	LN037	<u>77,017</u>
Total Florida Department of Children & Families			<u>331,982</u>
TOTAL STATE FINANCIAL ASSISTANCE			<u>331,982</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE			<u>\$ 1,827,357</u>

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

**AID TO VICTIMS OF DOMESTIC ABUSE, INC.
NOTES TO SCHEDULE OF EXPENDITURES OF
FEDERAL AWARDS PROGRAMS AND STATE FINANCIAL ASSISTANCE**

NOTE A – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal and state financial assistance (the "Schedule") includes the federal and state grant activity of the Aid to Victims of Domestic Abuse, Inc., (the "Organization") for the fiscal year ended June 30, 2021. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and Chapter 10.650, Rules of the Auditor General. Since 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 B – 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 Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* wherein certain types of expenditures are not allowable or are limited as to reimbursement. Additionally, it should be noted the Organization has elected to use the 10 percent *de minimis* indirect cost rate.

NOTE C – REVIEWS PERFORMED BY OTHER ORGANIZATIONS

Reviews performed related to programs as of July 1, 2020 were as follows:

Date:	December 3, 2020
Agency:	Palm Beach County Department of Community Services
Type:	Emergency Solutions Grant (ESG)
Outcomes:	No findings or concerns
Date:	May 11, 2021
Agency:	Department of Children & Families
Type:	Domestic Violence Program – DVP
Outcomes:	One finding, no corrective action required
Date:	June 1-4, 2021
Agency:	Palm Beach County Department of Community Services
Type:	Financial Assisted Agency Program
Outcomes:	9 of 9 systems were in compliance; No Findings
Date:	June 28, 2021
Agency:	Department of Children & Families
Type:	Domestic Violence Shelter Certification
Outcomes:	In compliance with certification requirements
Date:	August 8, 2021
Agency:	Nonprofits First
Type:	Agency Certification
Outcomes:	2021-22 Accreditation for Excellence in Nonprofit Management
Date:	August 24, 2021
Agency:	Palm Beach County Department of Housing & Economic Sustainability
Type:	Community Development Block Grant (CDBG)
Outcomes:	No findings or concerns



**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**

Board of Directors
Aid to Victims of Domestic Abuse, Inc.
Delray 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 Aid to Victims of Domestic Abuse, Inc. (a nonprofit organization) (the "Organization"), which comprise the statement of financial position as of June 30, 2021, and the related statements of activities, functional expenses and cash flows for the fiscal year then ended, and the related notes to the financial statements, and have issued our report thereon dated November 10, 2021.

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.

November 10, 2021



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

To the Board of Directors
Aid to Victims of Domestic Abuse, Inc.
Delray Beach, Florida

Report on Compliance for Each Major Federal Program and State Project

We have audited Aid to Victims of Domestic Abuse, 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 fiscal year ended June 30, 2021. 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 the requirements of laws, regulations, contracts, and grants 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, Aid to Victims of Domestic Abuse, Inc. complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the fiscal year ended June 30, 2021.

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.

November 10, 2021

**AID TO VICTIMS OF DOMESTIC ABUSE, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS-
FEDERAL PROGRAMS FISCAL YEAR ENDED JUNE 30, 2021**

A. SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unmodified opinion on the financial statements of Aid to Victims of Domestic Abuse, Inc.
2. No significant deficiencies or 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 Aid to Victims of Domestic Abuse, Inc. were disclosed during the audit.
4. No significant deficiencies or material weaknesses relating to the audits of the major federal programs are reported in the independent auditor's report on compliance for the major program and on internal control over compliance required by the Uniform Guidance.
5. The independent auditor's report on compliance for the major federal award program of Aid to Victims of Domestic Abuse, Inc. expresses an unmodified opinion.
6. There were no audit findings relative to the major federal award tested for Aid to Victims of Domestic Abuse, Inc.
7. The federal program tested as major was:

Federal Program
Victims of Crime Act

Federal CFDA #
16.575

8. The dollar threshold used to distinguish between Type A and Type B programs was \$750,000.
9. Aid to Victims of Domestic Abuse, Inc. was determined to be a low-risk auditee pursuant to the Uniform Guidance.

B. PRIOR YEAR FINDINGS, FINDINGS AND QUESTION COSTS, AND OTHER FINDINGS – FINANCIAL STATEMENTS AUDIT

None