

Aid to Victims of Domestic Abuse, Inc.

Financial Statements
and Additional Information
For the Year Ended June 30, 2024

Aid to Victims of Domestic Abuse, Inc.

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INDEPENDENT AUDITOR'S REPORT

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

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Aid to Victims of Domestic Abuse, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2024, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

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, Inc. as of June 30, 2024, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Aid to Victims of Domestic Abuse, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

Prior Year Summarized Comparative Information

The financial statements of Aid to Victims of Domestic Abuse, Inc. as of June 30, 2023, from which the 2023 summarized comparative information was derived, were audited by other auditors whose report, dated October 26, 2023, expressed an unmodified opinion on those financial statements.

Report on Supplementary 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* 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. 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 13, 2024 on our consideration of Aid to Victims of Domestic Abuse, Inc.'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 Aid to Victims of Domestic Abuse, Inc.'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 Aid to Victims of Domestic Abuse, Inc.'s internal control over financial reporting and compliance.



Fort Lauderdale, Florida
November 13, 2024

Aid to Victims of Domestic Abuse, Inc.
Statement of Financial Position
June 30, 2024
(with comparative totals as of June 30, 2023)

	2024	2023
Assets:		
Cash and cash equivalents	\$ 423,258	\$ 338,751
Investments	153,485	139,860
Grants and other receivables	315,445	589,322
Prepaid expenses	47,559	43,154
Property and equipment, net	2,354,450	2,330,000
Right-of-use asset, net	70,252	226,315
	<u>3,364,449</u>	<u>3,667,402</u>
Total assets	\$ 3,364,449	\$ 3,667,402
Liabilities:		
Accounts payable	\$ 5,340	\$ 4,514
Accrued expenses	178,476	65,725
Lease liabilities	78,903	251,903
Line of credit	-	160,000
Refundable advances	111,971	119,521
	<u>374,690</u>	<u>601,663</u>
Total liabilities	374,690	601,663
Net Assets:		
Without donor restrictions	2,668,146	2,577,998
With donor restrictions	321,613	487,741
	<u>2,989,759</u>	<u>3,065,739</u>
Total net assets	2,989,759	3,065,739
Total liabilities and net assets	\$ 3,364,449	\$ 3,667,402

See accompanying notes to financial statements.

Aid to Victims of Domestic Abuse, Inc.
Statement of Activities
For the Year Ended June 30, 2024
(with comparative totals for the year ended June 30, 2023)

	Without Donor Restrictions	With Donor Restrictions	2024 Total	2023 Total
Revenues and Support:				
Contributions of cash and other financial assets	\$ 735,767	\$ 408,000	\$ 1,143,767	\$ 969,919
Contributions of nonfinancial assets	134,376	-	134,376	148,863
Grants - United Way	223,894	-	223,894	218,331
Grants - governmental agencies	2,378,133	-	2,378,133	2,781,329
Special events, net of direct costs of \$73,420 at June 30, 2024 and \$82,233 at June 30, 2023	304,096	-	304,096	316,963
Other income	14,998	-	14,998	10,380
Total revenues and support	3,791,264	408,000	4,199,264	4,445,785
Net Assets Released From Restrictions	574,128	(574,128)	-	-
Total revenues and support and net assets released from restriction	4,365,392	(166,128)	4,199,264	4,445,785
Expenses:				
Program services				
Supporting services:	4,050,628	-	4,050,628	3,908,776
General and administration	144,478	-	144,478	153,146
Fundraising	95,263	-	95,263	169,235
Total expenses	4,290,369	-	4,290,369	4,231,157
Other Income (Expenses):				
Gain (loss) on disposal of property and equipment	350	-	350	(1,761)
Investment returns, net	14,775	-	14,775	9,846
Total other income	15,125	-	15,125	8,085
Change in net assets	90,148	(166,128)	(75,980)	222,713
Net Assets, Beginning of Year	2,577,998	487,741	3,065,739	2,843,026
Net Assets, End of Year	\$ 2,668,146	\$ 321,613	\$ 2,989,759	\$ 3,065,739

See accompanying notes to financial statements.

Aid to Victims of Domestic Abuse, Inc.
Statement of Functional Expenses
For the Year Ended June 30, 2024
(with comparative totals for the year ended June 30, 2023)

	Program Services	General and Administrative	Fundraising	2024 Total	2023 Total
Functional Expenses:					
Salaries	\$ 2,072,777	\$ 72,504	37,645	\$ 2,182,926	\$ 2,251,509
Payroll taxes and benefits	386,876	13,533	7,026	407,435	481,982
Total personnel costs	2,459,653	86,037	44,671	2,590,361	2,733,491
Other Expenses:					
Advertising and marketing	-	-	16,271	16,271	17,765
Awards and giveaways	-	-	9,009	9,009	11,216
Communications	32,667	1,772	2,202	36,641	41,874
Food and beverage	-	-	20,957	20,957	22,913
Interest expense	9,669	538	537	10,744	5,813
Licenses, dues and fees	14,832	563	8,283	23,678	19,791
Occupancy	679,241	41,208	20,553	741,002	645,437
Participant assistance	415,733	-	-	415,733	296,604
Professional fees	98,468	3,032	22,748	124,248	101,054
Public relations	6,601	231	3,933	10,765	9,426
Staff development and training	10,502	63	193	10,758	9,713
Supplies and rentals	173,614	3,560	11,727	188,901	237,594
Transportation	15,987	49	173	16,209	31,898
Total other expenses	1,457,314	51,016	116,586	1,624,916	1,451,098
Provision for Depreciation	133,661	7,425	7,426	148,512	128,801
Total expenses by function	4,050,628	144,478	168,683	4,363,789	4,313,390
Less Expense Included With Revenues on the Statement of Activities:					
Advertising and marketing	-	-	(16,271)	(16,271)	(17,765)
Awards and giveaways	-	-	(9,009)	(9,009)	(11,216)
Food and beverage	-	-	(20,957)	(20,957)	(22,913)
Professional services	-	-	(19,518)	(19,518)	(17,871)
Rentals	-	-	(2,656)	(2,656)	(4,155)
Supplies and other direct costs	-	-	(5,009)	(5,009)	(8,313)
Total cost of direct benefit to donor	-	-	(73,420)	(73,420)	(82,233)
Total expenses included in the expense section on the statement of activities	\$ 4,050,628	\$ 144,478	\$ 95,263	\$ 4,290,369	\$ 4,231,157

See accompanying notes to financial statements.

Aid to Victims of Domestic Abuse, Inc.
Statement of Cash Flows
For the Year Ended June 30, 2024
(with comparative totals for the year ended June 30, 2023)

	<u>2024</u>	<u>2023</u>
Cash Flows From Operating Activities:		
Change in net assets	\$ (75,980)	\$ 222,713
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Provision for depreciation	148,512	128,801
Net realized and unrealized gains on investments	(8,848)	(4,878)
Amortization of operating lease right-of-use asset	156,063	125,742
Gain (loss) on disposal of property and equipment	(350)	1,761
Changes in assets and liabilities:		
(Increase) decrease in assets:		
Grants and other receivables	273,877	(272,557)
Prepaid expenses	(4,405)	8,458
Increase (decrease) in liabilities:		
Accounts payable	826	(11,592)
Accrued expenses	112,751	(104,642)
Deferred revenue and refundable advances	(7,550)	(58,686)
Lease liability	(173,000)	(135,304)
Net cash provided by (used in) operating activities	<u>421,896</u>	<u>(100,184)</u>
Cash Flows From Investing Activities:		
Purchase of investments	(4,777)	(3,978)
Proceeds on sale of fixed assets	350	-
Purchase of property and equipment	(172,962)	(190,196)
Net cash used in investing activities	<u>(177,389)</u>	<u>(194,174)</u>
Cash Flows From Financing Activities:		
Proceeds from line of credit	384,781	621,172
Payment on line of credit	(544,781)	(461,172)
Net cash provided by (used in) financing activities	<u>(160,000)</u>	<u>160,000</u>
Net increase (decrease) in cash and cash equivalents	84,507	(134,358)
Cash and Cash Equivalents, Beginning of Year	<u>338,751</u>	<u>473,109</u>
Cash and Cash Equivalents, End of Year	\$ <u><u>423,258</u></u>	\$ <u><u>338,751</u></u>
Supplemental Disclosure of Cash Flow Information:		
Cash paid during the year for:		
Interest paid	\$ <u><u>10,744</u></u>	\$ <u><u>5,813</u></u>

See accompanying notes to financial statements.

Note 1 - Nature of Organization and Operations

Aid to Victims of Domestic Abuse, Inc. (the "Organization") operates a state-certified domestic violence center in the Southern Palm Beach County area. The Organization 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.

Note 2 - Summary of Significant Accounting Policies

Basis of accounting: The financial statements have been prepared on the accrual basis of accounting for financial reporting in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP").

Basis of presentation: Financial statement presentation follows U.S. GAAP which requires the Organization 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.

Generally, 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 equivalents that the Organization intends to use for long-term purposes are classified as investments in the accompanying statement of financial position.

Note 2 - Summary of Significant Accounting Policies (continued)

Investments: The Organization reports its investments in marketable securities with readily determinable fair values and all investments in debt securities at their fair values in the statement of financial position. Investments in mutual funds are carried at fair value, as quoted on major stock exchanges. Money market funds maintain a constant net asset value of \$1 per unit. Net investment gains (losses) are reported in the accompanying statement of activities and consist of interest and dividend income, realized and unrealized gains and losses, less investment expenses. Purchases and sales are recorded on a trade-date basis.

Promises to give: Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are initially recorded at fair value using present value techniques incorporating risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the asset. In subsequent years, amortization of the discounts is included in contributions of cash and other financial assets revenue in the statement of activities. An allowance, if any, is determined based on historical experience, an assessment of economic conditions, and a review of subsequent collections. As of June 30, 2024 and 2023 there was no allowance recorded.

Property and equipment: Property and equipment are stated at cost, if purchased by the Organization or, if donated, at fair value on the date of donation, less accumulated depreciation. The Organization's policy is to provide for depreciation using the straight-line method over the estimated useful life of the asset.

Estimated useful lives for assets are as follows:

Buildings and improvements	5-40 years
Furniture and equipment	5-20 years
Vehicles	10 years

Maintenance and repairs are charged to expense as incurred. Additions and major renewals are capitalized.

Compensated absences: The Organization recognizes 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 expenses balance.

Revenue and revenue recognition: Contributions are recognized when cash, securities or other assets, an unconditional promise to give, or a notification of a beneficial interest is received. Conditional promises, that is, those with a measurable performance or other barrier, and a right of return, are not recognized until the conditions on which they depend have been substantially met or explicitly waived. Assets received before the barrier is overcome are accounted for as refundable advances.

Note 2 - Summary of Significant Accounting Policies (continued)

Grants from governmental agencies are generally billed monthly and are derived from units of service contracts and cost reimbursements. Units of service contract revenues are recognized when the unit of service has been provided in compliance with the specific contract. Revenue derived from cost-reimbursement contracts, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses, are recognized when such expenditures are incurred in compliance with specific contract provisions. Amounts received prior to meeting certain conditions, including measurable performance or other barriers, providing the unit of service, and/or incurring qualifying expenditures in compliance with the specific grant or contract are reported as a liability, refundable advances, in the statement of financial position.

Revenues from special events that are considered exchange transactions are not recognized until the special event takes place. Amounts received in advance are deferred to the applicable period.

Leases: The Organization determines if an arrangement is or contains a lease at inception. Leases are included in operating lease right-of-use ("ROU") asset and lease liabilities in the statement of financial position. ROU assets and lease liabilities reflect the present value of the future minimum lease payments over the lease term using a risk-free rate of return. Operating lease expense is recognized on a straight-line basis over the lease term. The Organization does not report ROU assets and lease liabilities for its short-term leases (leases with a term of 12 months or less). Instead, the lease payments of those leases are reported as lease expense on a straight-line basis over the lease term.

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

Income taxes: The Organization is registered with the Internal Revenue Services as a nonprofit organization under Internal Revenue Code Section 501(c)(3) and as such, are only subject to federal income taxes on unrelated business income. Management has evaluated the unrelated business income tax implications and believes that the effects, if any, are immaterial to the Organization's financial statements during the years ended June 30, 2024 and 2023. Accordingly, no provision for income taxes has been made to these financial statements.

Use of estimates: The Organization makes estimates and assumptions that affect certain reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Functional allocation of expenses: The costs of providing the various programs and supporting services have been summarized on a functional basis in the accompanying statement of activities. The statement of functional expenses presents the natural classification detail of expenses by function. Expenses that can be directly identified with a program or supporting service are charged accordingly. The financial statements report certain categories of expenses that are attributed to more than one function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses, including personnel costs, professional fees, occupancy costs and most other expenses are allocated on the basis of time and effort, full-time equivalents and other methods as determined by management.

Note 2 - Summary of Significant Accounting Policies (continued)

Comparative financial information: The financial statements include summarized comparative information from the prior year, which is not presented by net asset type and functional expense classification and does not include sufficient detail to conform with U.S. GAAP. This information should be read in conjunction with the Organization's audited financial statements for the year ended June 30, 2023, from which the comparative information was derived.

Concentrations of risk: The Organization's assets that are exposed to credit risk consist primarily of cash and equivalents, investments, and receivables. The Organization has cash, which may include certificates of deposits, in financial institutions that are insured by the Federal Deposit Insurance Corporation, subject to applicable limits. At June 30, 2024 and 2023, the Organization's cash balances exceed federally insured limits by approximately \$84,000 and \$3,000, respectively. Investments are held in a brokerage account protected by the Securities Investor Protection Corporation ("SIPC") in the event of broker-dealer failure, subject to applicable limits. The SIPC insurance does not protect against market losses on investments. Investments are overseen by an investment company whose performance is monitored by management. The concentration of credit risk with respect to receivables is primarily due to economic dependency in federal, state, and other agencies (as applicable) and the ability to obtain authorization, process and collect balances timely. Receivable balances are unsecured. The Organization has receivables due from one grantor agency that was approximately 22% and 42% of total receivables at June 30, 2024 and 2023, respectively.

Recently adopted accounting standards: In June 2016, the Financial Accounting Standards Board ("FASB") issued Accounting Standards Update ("ASU") No. 2016-13, *Financial Instruments – Credit Losses* (Topic 326) Accounting Standards Codification ("ASC") 326. Along with subsequently issued related ASUs, which requires financial assets (or groups of financial assets) measured at amortized cost basis to be presented at the net amount expected to be collected, among other provisions. ASC 326 eliminates the probable initial threshold for recognition of credit losses for financial assets recorded at amortized cost, which could result in earlier recognition of credit losses. It utilizes a lifetime expected credit loss measurement model for the recognition of credit losses at the time the financial asset is originated or acquired. The Organization's financial instruments include accounts receivable. The expected credit losses are adjusted each period for changes in expected lifetime credit losses. The Organization adopted ASC 326 using the modified retrospective method at July 1, 2023 and it did not have a material impact on the financial statements and related disclosures as of and for the year ended June 30, 2024.

Date of management's review: Subsequent events were evaluated by management through November 13, 2024 which is the date the financial statements were available to be issued.

Note 3 - Liquidity and Availability

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 equivalents	\$ 423,258
Investments	153,485
Grants and other receivables	<u>315,445</u>
Financial Assets, at year-end	892,188
Less those unavailable for general expenditures within one year, due to:	
Contractual or donor-imposed restrictions:	
Purpose and time restrictions by donor	<u>(321,613)</u>
Financial assets available to meet cash needs for general expenditures within one year	\$ <u><u>570,575</u></u>

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 \$500,000 of available line of credit (Note 6).

Note 4 - Investments

Fair value measurements: In accordance with U.S. GAAP, the Organization follows a framework for measuring fair value and expanded disclosures about fair value 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 that 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 are significant unobservable inputs (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.

Aid to Victims of Domestic Abuse, Inc.
Notes to Financial Statements
June 30, 2024
(with comparative totals as of June 30, 2023)

Note 4 – Investments (continued)

Fair values of assets held by the Organization are classified at June 30, 2024 as follows:

	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Money market funds	\$ 1,990	\$ 1,990	\$ -	\$ -
Bond funds	62,936	62,936	-	-
Equity funds	<u>88,559</u>	<u>88,559</u>	<u>-</u>	<u>-</u>
	\$ <u><u>153,485</u></u>	\$ <u><u>153,485</u></u>	\$ <u><u>-</u></u>	\$ <u><u>-</u></u>

Fair values of assets held by the Organization are classified at June 30, 2023 as follows:

	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Money market funds	\$ 1,720	\$ 1,720	\$ -	\$ -
Bond funds	81,110	81,110	-	-
Equity funds	<u>57,030</u>	<u>57,030</u>	<u>-</u>	<u>-</u>
	\$ <u><u>139,860</u></u>	\$ <u><u>139,860</u></u>	\$ <u><u>-</u></u>	\$ <u><u>-</u></u>

Note 5 - Property and Equipment, Net

Property and equipment consist of the following at June 30:

	<u>2024</u>	<u>2023</u>
Buildings and improvements	\$ 2,948,390	\$ 2,864,424
Furniture and equipment	571,056	460,583
Vehicles	<u>140,275</u>	<u>162,028</u>
	3,659,721	3,487,035
Less: accumulated depreciation	<u>(1,416,532)</u>	<u>(1,339,723)</u>
	2,243,189	2,147,312
Land	111,261	111,261
Construction in process	<u>-</u>	<u>71,427</u>
Property and equipment, net	\$ <u><u>2,354,450</u></u>	\$ <u><u>2,330,000</u></u>

Previously, 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 toward 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.

Aid to Victims of Domestic Abuse, Inc.
Notes to Financial Statements
June 30, 2024
(with comparative totals as of June 30, 2023)

Note 6 - Line of Credit

Previously, the Organization entered into a revolving line of credit agreement with a bank in the amount of \$500,000, secured by substantially all of the Organization's assets, with no fixed maturity date. The line of credit bears interest at the Wall Street Journal's prime rate plus 0.49%, but at a minimum rate of 3.25% (8.99% at June 30, 2024). 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, 2024 and 2023, \$0 and \$160,000, respectively, was outstanding on the line of credit.

Note 7 - Net Assets with Donor Restrictions

Net assets with donor restrictions consisted of the following as of June 30:

	<u>2024</u>	<u>2023</u>
Subject to expenditure for specified purpose:		
Direct assistance for participants	\$ 147,408	\$ 172,673
Emergency shelter	51,927	181,930
Life enrichment center	107,278	107,278
Outreach services	15,000	9,682
Residential food	-	16,178
	<u>\$ 321,613</u>	<u>\$ 487,741</u>

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 for the years ended June 30:

	<u>2024</u>	<u>2023</u>
Satisfaction of purpose restrictions:		
Direct assistance for participants	\$ 245,265	\$ 115,527
Emergency shelter	152,003	98,321
Outreach services	135,682	29,524
Residential food	41,178	13,822
	<u>\$ 574,128</u>	<u>\$ 257,194</u>

Note 8 - Employee Benefits Plan

The Organization maintains a Tax-Deferred Annuity defined contribution plan that covers employees meeting certain eligibility requirements. The plan permits only voluntary employee salary reduction contributions.

Aid to Victims of Domestic Abuse, Inc.
Notes to Financial Statements
June 30, 2024
(with comparative totals as of June 30, 2023)

Note 9 - Contributed Nonfinancial Assets

Contributed nonfinancial assets recognized with the statement of activities included the following for the years ended June 30:

	<u>2024</u>	<u>2023</u>
Food	\$ 73,826	\$ 45,271
Household items and clothing	<u>60,550</u>	<u>103,592</u>
	<u>\$ 134,376</u>	<u>\$ 148,863</u>

The Organization receives contributed household items and clothing and food that are reported at their estimated fair market value when received. The Organization's policy related to contribution nonfinancial assets or gifts-in-kind is to utilize the assets to carry out the mission of the Organization. If an asset is provided that does not allow the Organization to utilize it in its normal course of business, the asset will be sold at its fair market value as determined by an appraisal or specialist depending on the type of asset. The Organization received contributions of household items, clothing and food during the year which were valued using similar items sold in retail stores which is considered fair market value. All assets were used in the Organization's residential services. No items received were restricted by donors.

Note 10 - Operating Lease

The Organization leases its administrative offices under an operating lease agreement expiring in 2025. Under the agreement, monthly payments are approximately \$10,000, subject to annual 3% increases. The right-of-use asset and corresponding liability associated with future lease payments at June 30, 2024 and 2023 are approximately as follows:

	<u>2024</u>	<u>2023</u>
Right-of-use asset	\$ 70,000	\$ 226,000
Lease liability	\$ 79,000	\$ 252,000
Weighted Average:		
Discount Rate	4.76%	5.24%
Remaining lease term (years)	0.7	1.6

Lease cost related to this lease and other short-term leases was approximately \$127,000 and \$143,000 for the years ended June 30, 2024 and 2023, respectively.

Approximate future maturities of operating lease liabilities as of June 30, 2024 are as follows:

<u>Year Ending June 30,</u>	<u>Operating</u>
2025	\$ 80,000
Less: present value discount	<u>(1,100)</u>
	<u>\$ 78,900</u>

**Aid to Victims of Domestic Abuse, Inc.
Schedule of Expenditures of Federal Awards and State Financial Assistance
For the Year Ended June 30, 2024**

Federal Grantor/State Agency/Pass-through Grantor/ Program or Cluster Title	Federal Assistance Listing/CSFA Number	Pass-through Entity Identifying Number	Total Federal/State Expenditures	State Matching Expenditures (1)	Provided to Subrecipients
Federal Agency Name:					
U.S. Department of Justice- Office of Violence Against Women: Transitional Housing Assistance Grants for Victims of Domestic Violence, Dating Violence, Sexual Assault and Stalking	16.736		\$ 137,620	\$ -	\$ -
Office of Violence Against Women: Grants to Engage Men and Boys as Allies in the Prevention of Violence Against Women and Girls Program	16.888		78,535	-	-
Pass-through Futures Without Violence- Office of Violence Against Women: Technical Assistance Initiative	16.526	Unknown	3,861	-	-
Pass-through State of Florida Office of Attorney General- Victims of Crime Act Program	16.575	Unknown	541,054	-	-
Pass-through Palm Beach County Victim Services- Office of Violence Against Women: Improving Criminal Justice Response	16.590	Unknown	110,575	-	-
Total U.S. Department of Justice			871,645	-	-
U.S. Department of Housing and Urban Development- Pass-through Palm Beach County, Florida- Emergency Shelter Grants Program	14.231	Unknown	175,092	-	-

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

Aid to Victims of Domestic Abuse, Inc.
Schedule of Expenditures of Federal Awards and State Financial Assistance (Continued)
For the Year Ended June 30, 2024

Federal Grantor/State Agency/Pass-through Grantor/ Program or Cluster Title	Federal Assistance Listing/CSFA Number	Pass-through Entity Identifying Number	Total Federal/State Expenditures	State Matching Expenditures (1)	Provided to Subrecipients
Federal Agency Name:					
U.S. Department of Housing and Urban Development (continued)					
Community Development Block Grant Cluster					
Community Development Block Grant	14.218		29,589	-	-
Total U.S. Department of Housing and Urban Development			204,681	-	-
U.S. Department of Health and Human Services-					
Pass-through Florida Department of Children and Families-					
Temporary Assistance to Needy Families	93.558	Unknown	206,878	-	-
COVID-19 - Family Violence Prevention and services	93.671		27,978	6,995	-
Family Violence Prevention and services	93.671		210,716	52,679	-
		93.671 Total	238,694	59,674	-
Total U.S. Department of Health and Human Services			445,572	59,674	-
Total expenditures of federal awards			1,521,898	59,674	-
State Financial Assistance:					
Florida Department of Children & Families					
Domestic Violence Trust Fund	60.134		249,431	-	-
Child Abuse Domestic Violence Training	60.139		75,000	-	-
Total expenditures of state financial assistance			324,431	-	-
Total expenditures of federal awards and state financial assistance			\$ 1,846,329	\$ 59,674	\$ -

(1) State financial assistance not subject to Section 215.97, Florida Statutes.

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 and state financial assistance (the "Schedule") includes the grant activity of all federal awards and state financial assistance of Aid to Victims of Domestic Abuse, Inc., (the "Organization") for the year ended June 30, 2024. 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* (Uniform Guidance). Therefore, some amounts presented in the Schedule may differ from amounts presented in or used in the preparation of the financial statements. Because the Schedule presents only a selected portion of the operations, 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 Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Note 3 - Indirect Cost Rate

The Organization has elected to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

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
Aid to Victims of Domestic Abuse, Inc.

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., which comprise the statement of financial position as of June 30, 2024, and the 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 November 13, 2024.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Aid to Victims of Domestic Abuse, Inc.'s internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the consolidated financial statements, but not for the purpose of expressing an opinion on the effectiveness of Aid to Victims of Domestic Abuse, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of Aid to Victims of Domestic Abuse, Inc.'s internal control.

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

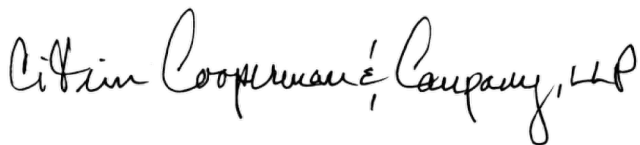
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

Report on Compliance and Other Matters

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

Purpose of this Report

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



Fort Lauderdale, Florida
November 13, 2024

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
Aid to Victims of Domestic Abuse, Inc.

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Aid to Victims of Domestic Abuse, Inc.'s (the "Organization") compliance with the types of compliance requirements identified as subject to the audit 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, 2024. 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.

In our opinion, the Organization complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; 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"). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal controls over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the Organization's federal programs.

Auditor's Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

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

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

Report on Internal Control Over Compliance

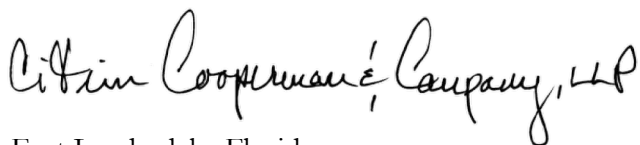
A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or 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.

Report on Internal Control Over Compliance (continued)

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

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

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



Fort Lauderdale, Florida
November 13, 2024

**Aid to Victims of Domestic Abuse, Inc.
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2024**

SECTION I - SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued:

Unmodified

Internal control over financial reporting:

Material weakness(es) identified?

_____ yes X no

Significant deficiency(ies) identified?

_____ yes X none reported

Noncompliance material to financial statements noted?

_____ yes X no

Federal Programs

Internal control over major federal programs:

Material weakness(es) identified?

_____ yes X no

Significant deficiency(ies) identified?

_____ yes X none reported

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

Unmodified

Any audit findings disclosed that are required to be
reported in accordance with 2 CFR 200.516(a)?

_____ yes X no

Identification of major federal program:

Assistance

Listing
Number

Federal Program(s)

16.575

Victims of Crime Act Program

Dollar threshold used to distinguish between Type A
and Type B programs:

\$750,000

Auditee qualified as low-risk auditee?

 X yes _____ no

SECTION II - FINANCIAL STATEMENTS FINDINGS

None Reported.

SECTION III - FEDERAL PROGRAMS FINDINGS AND QUESTIONED COSTS

None Reported.