

WOMANHAVEN
(non-profit organization)

dba

A Center for Family Solutions

FINANCIAL STATEMENTS
WITH
INDEPENDENT AUDITOR'S
REPORT

FOR THE YEAR ENDED
JUNE 30, 2018

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
WomanHaven
dba A Center for Family Solutions
El Centro, California 92243

Report on the Financial Statements

We have audited the accompanying financial statements of WomanHaven dba A Center for Family Solutions (a nonprofit organization), which comprise the statement of financial position as of June 30, 2018 and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of WomanHaven dba A Center for Family Solutions as of June 30, 2018, 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.

Other Matters

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the financial statements. 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 December 12, 2018 on our consideration of WomanHaven'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 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 WomanHaven's internal control over financial reporting and compliance.

David L. Scarbrough

David L. Scarbrough, CPA & Company
December 12, 2018

WOMANHAVEN
dba A Center for Family Solutions

STATEMENT OF FINANCIAL POSITION
JUNE 30, 2018

ASSETS

Current Assets

Cash and cash equivalents	\$ 280,534
Grants receivable	<u>146,348</u>

Total Current Assets 426,882

Property and Equipment, (Note 4) 957,873

Security Deposits 7,450

Total Assets \$ 1,392,205

LIABILITIES AND NET ASSETS

Current Liabilities

Line of Credit (Note 5)	\$ -
Accounts Payable, trade	9,659
Payroll withholdings payable	7,546
Other payables	10,457
Accrued Expenses	<u>74,421</u>

Total Current Liabilities 102,083

Long -Term Liabilities

Total Long-term Liabilities -

Total liabilities 102,083

Net Assets

Unrestricted	1,290,122
Temporarily-restricted	<u>-</u>
Total Net Assets	<u>1,290,122</u>

Total Liabilities and Net Assets \$ 1,392,205

See independent auditor's report and notes to financial statements.

WOMANHAVEN
dba A Center for Family Solutions

STATEMENT OF ACTIVITIES
YEAR ENDED
JUNE 30, 2018

	Unrestricted	Temporarily Restricted	Total
Revenue and Support			
Government Grants and Public Support:			
Government Grants	\$ 1,520,859	\$ -	\$ 1,520,859
Grants-Other	31,538	-	31,538
Contributions	<u>10,783</u>	<u>-</u>	<u>10,783</u>
Total Government Grants and Public Support	<u>1,563,180</u>	<u>-</u>	<u>1,563,180</u>
Other Income:			
Community Based Programs	52,412	-	52,412
Thrift Shop Revenue	171,644	-	171,644
Fundraising	28,057	-	28,057
Forgiveness of Debt	1,000,000	-	1,000,000
Miscellaneous Income	<u>4,200</u>	<u>-</u>	<u>4,200</u>
Total Other Income	<u>1,256,313</u>	<u>-</u>	<u>1,256,313</u>
Total Revenue and Support	<u>2,819,493</u>	<u>-</u>	<u>2,819,493</u>
Expenses			
Program Services			
Shelter	299,819	-	299,819
Rapid Re-Housing	287,526	-	287,526
Homeless Prevention	10,438	-	10,438
Transitional House Center	300,805	-	300,805
Center	350,617	-	350,617
Anger Management	42,498	-	42,498
Counseling Treatment	132,592	-	132,592
Community Education	64,840	-	64,840
Thrift Shop	141,070	-	141,070
Fundraising	<u>6,639</u>	<u>-</u>	<u>6,639</u>
Total Program Services	<u>1,636,844</u>	<u>-</u>	<u>1,636,844</u>
Supporting Services			
Management and General	<u>125,261</u>	<u>-</u>	<u>125,261</u>
Total Expenses	<u>1,762,105</u>	<u>-</u>	<u>1,762,105</u>
Increase in net assets	1,057,388	-	1,057,388
Net Assets, Beginning of year (deficit)	232,734	-	232,734
Net Assets, released from temporary restrictions	<u>-</u>	<u>-</u>	<u>-</u>
Net Assets, End of year	<u>\$ 1,290,122</u>	<u>\$ -</u>	<u>\$ 1,290,122</u>

See independent auditor's report and notes to financial statements

WOMANHAVEN
dba A Center for Family Solutions

STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2018

	PROGRAM SERVICES										SUPPORTING SERVICES	TOTAL EXPENSES	
	Shelter	Rapid Rehousing	Homeless Prevention	Transitional House	Center	Anger Management	Counseling Treatment Services	Community Education	Thrift Shop	Fund Raising	Program Totals	Management and General	Total
Wages	\$ 183,755	\$ 89,873	\$ -	\$ 104,459	\$ 187,842	\$ 31,545	\$ 86,553	\$ 38,488	\$ 63,390	\$ -	\$ 785,905	\$ 62,385	\$ 848,290
Other payroll costs	10,544	5,002	-	7,831	10,759	1,811	3,420	2,100	3,636	-	45,103	3,579	48,682
Payroll taxes	17,297	7,665	-	8,937	17,648	2,971	9,707	3,796	5,965	-	73,986	5,871	79,857
Employee benefits	16,901	7,369	-	8,693	17,244	2,902	9,731	3,623	5,829	-	72,292	5,736	78,028
Advertising & promotion	-	-	-	50	15	35	27	48	-	-	175	50	225
Assistance-Transitional Housing	-	-	-	131,139	-	-	-	-	-	-	131,139	-	131,139
Assistance-Rapid Rehousing	-	174,772	-	-	-	-	-	-	-	-	174,772	-	174,772
Assistance-Homeless prevention	-	-	10,438	-	-	-	-	-	-	-	10,438	-	10,438
Assistance-specific individual	5,795	169	-	886	1,926	-	-	88	-	-	8,864	-	8,864
Auto and mileage	2,955	-	-	-	1,995	-	-	-	2,142	-	7,092	-	7,092
Dues and subscriptions	-	-	-	-	1,120	-	-	-	-	-	1,120	210	1,330
Educational material	-	-	-	-	1,428	30	-	98	-	-	1,556	-	1,556
Fundraising cost	-	-	-	-	-	-	-	-	-	6,602	6,602	-	6,602
Insurance-general	877	-	-	-	17,936	627	877	-	877	-	21,194	-	21,194
Insurance-workers' comp	4,953	1,072	-	4,134	5,054	851	2,181	1,232	1,708	-	21,185	1,682	22,867
Interest expense	-	-	-	-	-	-	-	-	-	-	-	219	219
Other miscellaneous expenses	3,504	61	-	220	6,998	123	536	242	2,910	-	14,594	186	14,780
Postage	233	17	-	18	309	-	49	-	-	-	626	680	1,307
Payroll processing	769	166	-	642	784	132	339	191	265	-	3,288	262	3,550
Printing & Copying	1,021	514	-	315	6,027	226	278	67	285	18	8,751	2,240	10,991
Professional fees	-	-	-	-	-	-	-	-	-	-	-	29,451	29,451
Rent-facilities	1,200	-	-	-	37,007	-	10,979	14,386	30,000	-	93,572	6,078	99,650
Repairs and maintenance	7,669	-	-	3,054	783	50	4,615	12	100	-	16,283	91	16,373
Software & training	-	61	-	-	8,994	61	538	62	-	-	9,717	186	9,901
Supplies	8,952	632	-	468	6,164	1,118	1,340	162	2,963	-	21,798	3,104	24,903
Telephone	3,486	153	-	246	5,216	-	575	-	2,646	19	12,341	2,645	14,986
Travel and conferences	2,736	-	-	26	4,462	16	847	245	2,025	-	10,357	606	10,963
Utilities	16,503	-	-	4,578	-	-	-	-	9,922	-	31,003	-	31,003
Total expenses before depreciation	289,150	287,526	10,438	275,696	339,711	42,498	132,592	64,840	134,663	6,639	1,583,753	125,261	\$ 1,709,014
Depreciation	10,669	-	-	25,109	10,906	-	-	-	6,407	-	53,091	-	53,091
Total expenses	\$ 299,819	\$ 287,526	\$ 10,438	\$ 300,805	\$ 350,617	\$ 42,498	\$ 132,592	\$ 64,840	\$ 141,070	\$ 6,639	\$ 1,636,844	\$ 125,261	\$ 1,762,105

See independent auditor's report and notes to financial statements.

WOMANHAVEN
dba A Center for Family Solutions

STATEMENT OF CASH FLOWS
YEAR ENDED
JUNE 30, 2018

Cash Flows from Operating Activities

Increase in net assets	\$ 1,057,388
Adjustments to reconcile change in net assets to net cash provided by operating activities	
Depreciation	53,091
(Increase) decrease in:	
Grants receivable	107,496
Deposits	(750)
Increase (decrease) in:	
Accounts payable, trade	2,204
Accrued expenses	1,910
Other payables	<u>(7,786)</u>
Net cash provided (used) by operating activities	<u>1,213,553</u>

Cash Flows from Investing Activities

Purchase of equipment	<u>(11,233)</u>
Net cash provided (used) by investing activities	<u>(11,233)</u>

Cash Flows from Financing Activities

Forgiveness of debt-State of CA (HDC)	<u>(1,000,000)</u>
Net cash provided (used) by financing activities	<u>(1,000,000)</u>
Increase in cash and cash equivalents	202,320
Cash and cash equivalents, beginning of year	<u>78,214</u>
Cash and cash equivalents, end of year	<u><u>\$ 280,534</u></u>

See independent auditor's report and notes to financial statements.

WOMANHAVEN
dba A Center for Family Solutions

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

WomanHaven dba A Center for Family Solutions is a tax-exempt corporation, incorporated in the State of California on February 24, 1978 pursuant to section 501(c)(3) of the Internal Revenue Code and a similar section of the state of California Revenue and Taxation Code. WomanHaven was formed to provide assistance to victims of domestic violence.

WomanHaven's most basic services are those which revolve around safety issues, those which ensure security for the women and men and their children who are in immediate violent situations. Through the years, WomanHaven has added other important services and programs designed to heal and preserve families and prevent violence among adults, dating teens, and children. In addition, WomanHaven focuses on raising public awareness about violence in the family environment.

In January 2018, WomanHaven adopted the operating name "A Center for Family Solutions" to more accurately reflect the programs and services provided to the men, women and children of the Imperial Valley.

Financial Statement Presentation

The Organization has presented its financial statements in accordance with generally accepted accounting principles for not-for-profit organizations.

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America.

WOMANHAVEN
dba A Center for Family Solutions

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Presentation

WomanHaven reports information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted and permanently restricted, a description of which is as follows:

Unrestricted

Unrestricted net assets are utilized to record contributions and other forms of revenue and expenditures related to the general operations and special events efforts of the organization that are not restricted by the donor through use or time restrictions.

Temporarily Restricted

Temporarily restricted net assets are utilized to record resources received that are restricted as to use or timing of receipt by the donor or grantor. When a donor restriction expires, that is, when a stipulated time restriction ends or the purpose of the restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statement of Activities and Changes in Net Assets as net assets released from restriction. WomanHaven has no temporarily restricted net assets at June 30, 2018.

Permanently Restricted

Permanently restricted net assets are utilized to record resources received that are permanently restricted as to use by the donor or grantor. WomanHaven has no permanently restricted net assets at June 30, 2018.

Recognition of Revenues

Revenues are recognized on an accrual basis. Most government grants are billed subsequent to the rendering of services for the month; such billings are accrued as income for the month such services are rendered.

All contributions are available for unrestricted use unless specifically restricted by the donor or grantor.

WOMANHAVEN
dba A Center for Family Solutions

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been presented in the Statement of Functional Expenses. During the year, such costs are accumulated into separate groupings as either direct or indirect.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Property and Equipment

Property acquired with federal grant supported funds are recorded at cost and are owned by WomanHaven while used in the program for which it was purchased or in other authorized programs. However, the granting agency has a reversionary interest in the property.

Purchased property and equipment are capitalized at cost. Maintenance, repairs and minor renewals are charged to operations as incurred. Improvements and major renewals, which extend the original estimated useful lives of assets, are capitalized. Upon sale or disposition of properties, the asset account is relieved of the cost and the accumulated depreciation account is charged with depreciation taken prior to the sale and any resulting gain or loss is credited or charged to earnings.

Depreciation is provided for in amounts sufficient to relate the cost of depreciable assets to operations over their estimated service lives on a straight-line basis. Estimated service lives are listed below:

Furniture and Fixtures	3-5 years
Office Equipment	3-5 years
Buildings and Improvements	15-39 years

WOMANHAVEN
dba A Center for Family Solutions

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Income Taxes

WomanHaven is a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and comparable statutes of California, except for unrelated business income. The Organization does not have any net taxable unrelated business income for the year ended June 30, 2018 and accordingly, no provision for taxes have been made.

WomanHaven's federal exempt organization tax returns for the years ended June 30, 2015, 2016 and 2017 are subject to examination by the Internal Revenue Service, generally for three years after they are filed. Management has evaluated the tax positions reflected in the Organization's tax filings and does not believe that any material uncertain tax positions exist.

Cash and Cash Equivalents

For purposes of financial statement presentation, WomanHaven considers all highly liquid financial instruments with an original maturity of three months or less to be cash equivalents.

Concentration of Credit Risk

WomanHaven maintains the majority of its cash accounts at one financial institution. The balances at the institution are insured by the Federal Deposit Insurance Corporation up to \$250,000 per account. In the normal course of business, the Organization has not exceeded the insured balance.

Note 2. GRANTS RECEIVABLE

In the opinion of management, all grants receivable and accrued grants receivable at June 30, 2018 are considered fully collectible. No provision has been made for uncollectible accounts because the grants receivable is on a cost reimbursed basis. The following represents amounts due to WomanHaven for unpaid reimbursement claims as of June 30, 2018:

WOMANHAVEN
dba A Center for Family Solutions

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

Note 2. GRANTS RECEIVABLE (Continued)

Grants Receivable:

Emergency Solutions Grants Emergency Shelter Program	\$ 13,304
Emergency Solutions Grants Rapid Rehousing Program	20,887
California Office of Emergency Services (CAL-OES)	36,198
California Office of Emergency Services (CAL-OES) Transitional Housing	23,510
California Office of Emergency Services (CAL-OES-LE)	8,973
HUD-Rapid Rehousing Program	11,791
Imperial County Behavioral Health Services	31,450
Other grants	<u>235</u>
Total grants receivable	<u>\$ 146,348</u>

Note 3. DONATED INVENTORY AND SERVICES

Donated inventory and services have not been reflected in the accompanying financial statements since no objective basis is available to measure the value of such inventory and services. A substantial number of volunteers have donated significant amounts of their time (approximately 15,611 hours) to the Organization's program services and its fund-raising campaigns.

WOMANHAVEN
dba A Center for Family Solutions

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

Note 4. PROPERTY AND EQUIPMENT

The major classifications of fixed assets and the related accumulated depreciation consisted of the following at June 30, 2018.

Furniture and Fixtures	\$ 40,630
Office Equipment	196,082
Vehicles	84,739
Buildings and Improvements	1,143,505
Land	<u>90,971</u>
	1,555,927
Less: accumulated depreciation	<u>(598,054)</u>
	<u>\$ 957,873</u>

Depreciation for the year ended June 30, 2018 was \$ 53,091

Note 5. FORGIVENESS OF DEBT: NOTE PAYABLE- CALIFORNIA
DEPARTMENT OF HOUSING & COMMUNITY DEVELOPMENT

In 2007, WomanHaven received advances of \$1,000,000 from the Department of Housing and Community Development (a public agency of the State of California) to finance the building for transitional housing. This advance was a forgivable loan with a promissory note bearing interest at the rate of 3% simple interest per annum. Repayment of this loan and interest was deferred for as long as the development is used as an emergency shelter, a transitional housing facility or a safe haven as represented in the initial application. At the completion of the ten-years after the recording of the note, the loan and interest would be forgiven. The 10-year term has been completed. The Department of Housing and Community Development inspected the property and determined that WomanHaven had complied with all the requirements in the contract and has fully forgiven the \$1,000,000 loan and transferred title to the property to WomanHaven.

WOMANHAVEN
dba A Center for Family Solutions

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

Note 6. LINE OF CREDIT

The Organization maintains a revolving line of credit with Community Valley Bank to \$140,000. The line of credit bears interest at 6.75% per annum and is secured by the Organization's commercial properties. This line of credit matures on February 15, 2023. At June 30, 2018, there was no outstanding balance on the line of credit.

Note 7. OPERATING LEASES

The Organization leases office space under renewable operating leases with terms varying from month to month to three years. Lease payments for the year were \$99,650. The future minimum lease payments for non-cancelable leases for fiscal years ending June 30 are as follows:

2019	\$ 79,252
2020	74,393
2021	42,107
2022	1,139
Thereafter	<u>380</u>
Total future minimum lease payments	<u>\$ 197,271</u>

Note 8. RETIREMENT PLANS

The Organization maintains a non-contributory defined contribution pension plan qualified under the Internal Revenue Code 403 (b), for the benefit of its eligible employees. All employees are eligible after 90 days of employment. Employer contributions for the year June 30, 2018 totaled \$13,768.

Note 9. COMMITMENTS AND CONTINGENCIES

Grant Funding

WomanHaven received Federal and State funds for specific purposes that are subject to review and audit by grantor agencies. Although such audits could generate expenditure disallowance under terms of the grants, management believes that any reimbursement as a result thereof would not be material to the financial statements. Most grants received are on a cost reimbursement basis.

WOMANHAVEN
dba A Center for Family Solutions

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

Note 10. SUPPLEMENTAL DISCLOSURE OF CASH FLOWS INFORMATION

Cash paid during the year ended June 30, 2018:

Interest Expense	\$ <u>219</u>
Acquisition of property and equipment:	
Cost of property and equipment	\$ <u>11,233</u>
Payment of equipment debt obligations	\$ <u>1,000,000</u>

Note 11. SUBSEQUENT EVENTS

In connection with the preparation of the financial statements, management has evaluated events through December 12, 2018 which is the date the financial statements were available to be issued and concluded that no events or transactions occurred during that period which require recognition or disclosure.

SUPPLEMENTAL SCHEDULE

WOMANHAVEN
dba A Center for Family Solutions

SCHEDULE OF EXPENDITURES OF FEDERAL AND NON-FEDERAL AWARDS
FOR THE YEAR ENDED
JUNE 30, 2018

	Federal CFDA Number	Federal Government Awards		Expenditures from Federal Government Awards
		Federal	Non-Federal	
Federal Awards				
Agency/Program Grant Title				
Major Awards:				
CalOES-Domestic Violence Assistance Prog.	16.575	\$ 340,856	\$ -	\$ 340,856
CalOES-Transitional Housing Program	16.575	291,320	-	291,320
Total Cluster		<u>632,176</u>	<u>-</u>	<u>\$ 632,176</u>
Total Major Awards		<u>632,176</u>	<u>-</u>	<u>632,176</u>
Non-Major Awards:				
Emergency Solutions Grant-Shelter	14.231	115,593	-	115,593
Emergency Solutions Grant-Rapid Re-Housing	14.231	165,616	-	165,616
Total Cluster		<u>281,209</u>	<u>-</u>	<u>281,209</u>
HUD	14.267	133,323	-	133,323
Imperial Valley Housing Authority-EFSP 33	97.024	33,883	-	33,883
City of El Centro-CDBG-Shelter	14.218	6,124	-	6,124
Total Non-Major Awards		<u>454,539</u>	<u>-</u>	<u>454,539</u>
Total Expenditures of Federal Awards		<u>\$ 1,086,715</u>	<u>\$ -</u>	<u>\$ 1,086,715</u>

WOMANHAVEN
dba A Center for Family Solutions

SCHEDULE OF EXPENDITURES OF FEDERAL AND NON-FEDERAL AWARDS (Continued)
FOR THE YEAR ENDED
JUNE 30, 2018

Agency/Program Grant Title	Federal CFDA Number	Awards		Total Expenditures Federal & Non- Federal
		Federal	Non-Federal	
Non-Federal Awards				
California Office of Emergency Services	-	-	\$ 170,055	\$ 170,055
Imperial County D/A Collaborative (OES LE)	-	-	24,137	24,137
Imperial County Behavioral Health	-	-	192,516	192,516
Imperial County Community Benefit Grant	-	-	47,436	47,436
Blue Shield Foundation	-	-	20,000	20,000
United Way of Imperial Valley	-	-	9,038	9,038
Other non-Federal Awards	-	-	2,500	2,500
Total Non-Federal Awards		-	465,682	465,682
Total Awards-Federal and Non-Federal		\$ 1,086,715	\$ 465,682	\$ 1,552,397

Summary of Significant Accounting Policies:

1. Basis of Accounting - The Schedule of Expenditures of Federal and Non-Federal Awards has been reported on the accrual basis of accounting.
2. WomanHaven is exempt from income taxation under Internal Revenue Code Section 501©(3) and California Revenue Taxation code Section 23701d.
3. For reporting purposes, if a source of revenue or grant is less than \$5,000 it is grouped with other similar sources of revenue.

ADDITIONAL INFORMATION



**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
WomanHaven
dba A Center for Family Solutions
(a non-profit organization)

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 WomanHaven, (a nonprofit organization), which comprise the statement of financial position as of June 30, 2018, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated December 12, 2018.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered WomanHaven'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 WomanHaven's internal control. Accordingly, we do not express an opinion on the effectiveness of the WomanHaven'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 WomanHaven'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.

David L. Scarbrough

David L. Scarbrough, CPA & Company
December 12, 2018



**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
WomanHaven
dba A Center for Family Solutions
(a non-profit organization)

Report on Compliance for Each Major Federal Program

We have audited WomanHaven's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of WomanHaven's major federal programs for the year ended June 30, 2018. WomanHaven's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of WomanHaven'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 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 WomanHaven'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 WomanHaven's compliance.

Opinion on Each Major Federal Program

In our opinion, WomanHaven 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, 2018.

Report on Internal Control over Compliance

Management of WomanHaven 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 WomanHaven'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 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 WomanHaven'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.

David L. Scarbrough

David L. Scarbrough, CPA & Company
December 12, 2018

**WOMANHAVEN
dba A Center for Family Solutions**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED
JUNE 30, 2018**

Section I – Summary of Auditor’s Results

Financial Statements

Type of auditor’s report issued on whether the financial statements audited were prepared in
Accordance to GAAP: Unmodified

Internal control over financial reporting

Material weakness(es) identified? _____yes _____X no

Significant Deficiency(s) _____yes _____X none reported

Noncompliance material to financial
statements noted? _____yes _____X no

Federal Awards

Internal control over major federal programs:

Material weakness(es) identified? _____yes _____X no

Significant Deficiency(s) identified _____yes _____X none reported

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

Any audit findings disclosed that are
required to be reported in accordance
with 2 CFR 200.516(a)? _____yes _____X no

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

Auditee qualified as low-risk auditee? _____X yes _____ no

**WOMANHAVEN
dba A Center for Family Solutions**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED
JUNE 30, 2018**

Section I-Summary of Auditor's Results, (continued)

Identification of Major Programs:

CFDA Numbers

16.575

Name of Federal Program or Cluster

Cluster:

California Office of Emergency Services:
Domestic Violence Assistance Program

California Office of Emergency Services:
Transitional Housing Program

Section II-Financial Statement Findings

There are no findings required to be reported in accordance with *Generally Accepted Government Auditing Standards*.

Section III- Federal Award Findings and Questioned Costs

None reported.

David L. Scarbrough

David L. Scarbrough, CPA & Company
December 12, 2018