

**FAMILY VIOLENCE PREVENTION  
SERVICES, INC.**

**Financial Statements and Additional Information**

**June 30, 2018 and 2017**

**With Independent Auditors' Report Thereon**

# FAMILY VIOLENCE PREVENTION SERVICES, INC.

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# Gonzalez & Walker

Certified Public Accountants  
7800 IH 10 West, Suite 505  
San Antonio, Texas 78230  
210-366-9430 Fax 210-366-9451

Rinaldo J. Gonzalez, P.C., CPA

Randy L. Walker, CPA

## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of  
Family Violence Prevention Services, Inc.

### ***Report on the Financial Statements***

We have audited the accompanying financial statements of Family Violence Prevention Services, Inc. (a nonprofit organization), which comprise the statements of financial position as of June 30, 2018 and 2017, and the related statements of activities, functional expenses and cash flows for the years 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 of 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 Family Violence Prevention Services, Inc. as of June 30, 2018 and 2017, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

### **Other Matters**

#### **Additional Information**

Our audit was conducted for the purpose of forming an opinion on the basic financial statements as a whole. The accompanying Schedule of Expenditures of Federal Awards (Schedule 4, page 24), presented for purposes of additional analysis 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* is presented for purposes of additional analysis and the accompanying Schedules 1, 2 and 3 (pages 21 thru 23) are not a required part of the basic 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 basic 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 financial information is fairly presented in all material respects in relation to the financial statements as a whole.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated September 25, 2018 on our consideration of Family Violence Prevention Services, Inc.'s internal control over financial reporting and 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.



September 25, 2018

**FAMILY VIOLENCE PREVENTION SERVICES, INC.**

**Statements of Financial Position**

**June 30, 2018 and 2017**

	<u>Assets</u>	
	<u>2018</u>	<u>2017</u>
Current assets:		
Cash and cash equivalents	\$ 4,546,044	3,159,741
Grants receivable	290,404	264,978
Unconditional promises to give	652,265	735,169
Accounts receivable	-	10,084
Prepaid expenses	13,608	14,283
Deposits	<u>11,500</u>	<u>2,000</u>
Total current assets	5,513,821	4,186,255
Land, buildings and equipment, at cost, less accumulated depreciation of \$6,153,431 in 2018 and \$5,853,459 in 2017	<u>6,179,104</u>	<u>6,144,236</u>
Total assets	\$ <u><u>11,692,925</u></u>	<u><u>10,330,491</u></u>

See accompanying notes to financial statements.

**FAMILY VIOLENCE PREVENTION SERVICES, INC.**

**Statements of Financial Position**

**June 30, 2018 and 2017**

	<u>2018</u>	<u>2017</u>
Current liabilities:		
Accounts payable	\$ 14,250	2,558
Accrued expenses	178,114	144,869
Notes payable	7,456	8,018
Deferred revenue	22,891	18,653
	<u>222,711</u>	<u>174,098</u>
Total current liabilities		
	<u>222,711</u>	<u>174,098</u>
Net assets:		
Without donor restrictions	9,132,868	8,753,312
With donor restrictions	2,337,346	1,403,081
	<u>11,470,214</u>	<u>10,156,393</u>
Total net assets		
	<u>11,470,214</u>	<u>10,156,393</u>
Total liabilities and net assets	\$ <u>11,692,925</u>	<u>10,330,491</u>

See accompanying notes to financial statements.

**FAMILY VIOLENCE PREVENTION SERVICES, INC.**

**Statement of Activities**

**Year Ended June 30, 2018**

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Revenues and other support:			
Contributions	\$ 1,803,543	1,058,371	2,861,914
Special events, net	125,169	-	125,169
United Way allocations	-	652,265	652,265
Grants from governmental agencies	3,285,302	-	3,285,302
Program revenue	489,054	-	489,054
Interest income	11,600	4,077	15,677
Insurance reimbursements	33,504	-	33,504
Net assets released from restrictions	<u>780,448</u>	<u>(780,448)</u>	<u>-</u>
Total revenues and other support	<u>6,528,620</u>	<u>934,265</u>	<u>7,462,885</u>
Expenses:			
Program services	5,408,149	-	5,408,149
Supporting services	<u>740,915</u>	<u>-</u>	<u>740,915</u>
Total expenses	<u>6,149,064</u>	<u>-</u>	<u>6,149,064</u>
Change in net assets	<u>379,556</u>	<u>934,265</u>	<u>1,313,821</u>
Net assets, beginning	<u>8,753,312</u>	<u>1,403,081</u>	<u>10,156,393</u>
Net assets, ending	<u>\$ 9,132,868</u>	<u>2,337,346</u>	<u>11,470,214</u>

See accompanying notes to financial statements.

**FAMILY VIOLENCE PREVENTION SERVICES, INC.**

**Statement of Activities**

**Year Ended June 30, 2017**

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Revenues and other support:			
Contributions	\$ 1,722,176	36,422	1,758,598
Special events, net	96,167	-	96,167
United Way allocations	-	735,169	735,169
Grants from governmental agencies	3,021,903	-	3,021,903
Program revenue	344,930	-	344,930
Interest income	9,580	3,820	13,400
Insurance reimbursements	90,913	-	90,913
Net assets released from restrictions	959,669	(959,669)	-
	<u>6,245,338</u>	<u>(184,258)</u>	<u>6,061,080</u>
Total revenues and other support			
Expenses:			
Program services	5,171,904	-	5,171,904
Supporting services	727,603	-	727,603
	<u>5,899,507</u>	<u>-</u>	<u>5,899,507</u>
Total expenses			
Change in net assets	<u>345,831</u>	<u>(184,258)</u>	<u>161,573</u>
Net assets, beginning	<u>8,407,481</u>	<u>1,587,339</u>	<u>9,994,820</u>
Net assets, ending	<u>\$ 8,753,312</u>	<u>1,403,081</u>	<u>10,156,393</u>

See accompanying notes to financial statements.



FAMILY VIOLENCE PREVENTION SERVICES, INC.

Statement of Functional Expenses

Year Ended June 30, 2018

	Program Services								Supporting Services				
	Shelter/ Transitional/ Outreach	Counseling Center	Legal Services	Community Based Counseling	Substance Abuse/ Indicated Program	Batterers Intervention	Drug Court Programs	Celebrating Families/ Helping Hands	Total	Development and Campaign	Management and General	Total	Total
Salaries	\$ 1,311,613	455,132	364,990	344,108	240,039	118,272	109,000	296,051	3,239,205	173,628	324,448	498,076	3,737,281
Pension plan expense	10,534	2,703	5,338	1,931	2,183	1,775	2,558	-	27,022	100	6,891	6,991	34,013
Health, workers' compensation and other insurance	90,914	15,615	18,742	14,646	9,636	6,955	5,018	17,414	178,940	9,355	29,054	38,409	217,349
Payroll taxes	121,472	38,599	28,618	29,641	19,581	9,933	8,653	23,585	280,082	14,074	22,859	36,933	317,015
<b>Total salaries and related expenses</b>	<b>1,534,533</b>	<b>512,049</b>	<b>417,688</b>	<b>390,326</b>	<b>271,439</b>	<b>136,935</b>	<b>125,229</b>	<b>337,050</b>	<b>3,725,249</b>	<b>197,157</b>	<b>383,252</b>	<b>580,409</b>	<b>4,305,658</b>
Professional fees	13,742	10,738	11,313	4,687	32,345	76,896	1,560	28,971	180,252	9,822	65,915	75,737	255,989
Specific assistance	123,650	111	297	105,957	-	2,345	-	-	232,360	-	342	342	232,702
Printing and publications	2,189	225	75	-	-	-	-	-	2,489	190	2,777	2,967	5,456
Mailing and postage	3,212	294	-	21	7	293	-	405	4,232	1,115	674	1,789	6,021
Supplies	278,852	26,225	10,463	8,461	21,121	16,018	5,576	29,654	396,370	2,969	19,534	22,503	418,873
Telephone	33,123	6,627	1,742	640	2,198	3,160	2,611	9,911	60,012	310	5,295	5,605	65,617
Occupancy	312,331	20,518	145	10,777	595	10,301	72	29,786	384,525	1,644	867	2,511	387,036
Dues and subscriptions	10,609	2,074	1,573	5,132	636	1,142	264	1,339	22,769	680	9,471	10,151	32,920
Educational conferences and meetings	1,054	490	1,633	-	655	732	400	881	5,845	1,238	6,674	7,912	13,757
Transportation	17,736	1,906	10,369	3,705	12,912	86	2,946	1,827	51,487	1,026	7,131	8,157	59,644
Insurance	39,791	4,448	590	844	2,105	3,367	-	491	51,636	3,943	8,752	12,695	64,331
Other expenses	-	-	-	-	131	-	-	-	131	-	957	957	1,088
<b>Total expenses before depreciation</b>	<b>2,370,822</b>	<b>585,705</b>	<b>455,888</b>	<b>530,550</b>	<b>344,144</b>	<b>251,275</b>	<b>138,658</b>	<b>440,315</b>	<b>5,117,357</b>	<b>220,094</b>	<b>511,641</b>	<b>731,735</b>	<b>5,849,092</b>
Depreciation	263,272	18,340	-	-	-	9,180	-	-	290,792	-	9,180	9,180	299,972
<b>Total expenses</b>	<b>\$ 2,634,094</b>	<b>604,045</b>	<b>455,888</b>	<b>530,550</b>	<b>344,144</b>	<b>260,455</b>	<b>138,658</b>	<b>440,315</b>	<b>5,408,149</b>	<b>220,094</b>	<b>520,821</b>	<b>740,915</b>	<b>6,149,064</b>

See accompanying notes to financial statements

FAMILY VIOLENCE PREVENTION SERVICES, INC.

Statement of Functional Expenses

Year Ended June 30, 2017

	Program Services								Supporting Services				
	Shelter/ Transitional/ Outreach	Counseling Center	Legal Services	Community Based Counseling	Substance Abuse/ Indicated Program	Batterers Intervention	Drug Court Programs	Celebrating Families/ Helping Hands	Total	Development and Campaign	Management and General	Total	Total
Salaries	\$ 1,234,310	432,332	347,069	422,166	222,828	108,292	101,600	317,617	3,186,214	191,001	320,206	511,207	3,697,421
Health, workers' compensation and other insurance	65,497	19,170	12,381	15,862	8,444	7,304	4,149	12,978	145,785	3,466	29,574	33,040	178,825
Payroll taxes	108,940	36,832	29,040	35,406	19,151	8,718	8,230	27,415	273,732	16,239	23,390	39,629	313,361
<b>Total salaries and related expenses</b>	<b>1,408,747</b>	<b>488,334</b>	<b>388,490</b>	<b>473,434</b>	<b>250,423</b>	<b>124,314</b>	<b>113,979</b>	<b>358,010</b>	<b>3,605,731</b>	<b>210,706</b>	<b>373,170</b>	<b>583,876</b>	<b>4,189,607</b>
Professional fees	57,800	9,655	6,014	5,112	3,696	49,718	1,694	13,439	147,128	7,912	55,306	63,218	210,346
Specific assistance	152,165	15	2,202	19,487	-	4,500	-	37	178,406	-	130	130	178,536
Printing and publications	147	105	160	105	-	310	-	-	827	100	1,086	1,186	2,013
Mailing and postage	4,086	750	93	34	30	306	-	493	5,792	-	642	642	6,434
Supplies	252,172	29,426	8,603	8,844	8,834	17,038	3,360	26,433	354,710	2,546	20,244	22,790	377,500
Telephone	28,186	8,009	2,036	635	3,767	3,621	2,131	7,882	56,267	115	7,384	7,499	63,766
Occupancy	279,139	21,916	18	10,603	3,029	10,925	-	42,400	368,030	1,391	416	1,807	369,837
Dues and subscriptions	20,238	1,996	1,751	3,136	526	1,060	225	818	29,750	3,998	9,232	13,230	42,980
Educational conferences and meetings	4,866	672	4,373	-	2,339	1,656	1,130	448	15,484	375	7,031	7,406	22,890
Transportation	17,663	1,724	11,864	6,966	8,973	380	2,045	2,101	51,716	400	6,087	6,487	58,203
Insurance	39,191	4,448	590	844	2,105	3,367	-	491	51,036	3,943	5,291	9,234	60,270
<b>Total expenses before depreciation</b>	<b>2,264,400</b>	<b>567,050</b>	<b>426,194</b>	<b>529,200</b>	<b>283,722</b>	<b>217,195</b>	<b>124,564</b>	<b>452,552</b>	<b>4,864,877</b>	<b>231,486</b>	<b>486,019</b>	<b>717,505</b>	<b>5,582,382</b>
Depreciation	276,755	20,174	-	-	-	10,098	-	-	307,027	-	10,098	10,098	317,125
<b>Total expenses</b>	<b>\$ 2,541,155</b>	<b>587,224</b>	<b>426,194</b>	<b>529,200</b>	<b>283,722</b>	<b>227,293</b>	<b>124,564</b>	<b>452,552</b>	<b>5,171,904</b>	<b>231,486</b>	<b>496,117</b>	<b>727,603</b>	<b>5,899,507</b>

See accompanying notes to financial statements

**FAMILY VIOLENCE PREVENTION SERVICES, INC.**

**Statements of Cash Flows**

**Years Ended June 30, 2018 and 2017**

	<u>2018</u>	<u>2017</u>
Cash flows from operating activities:		
Change in net assets	\$ 1,313,821	161,573
Adjustments to reconcile increase in net assets to net cash provided by operating activities:		
Depreciation	299,972	317,125
Gain on disposal of asset	-	-
(Increase) decrease in operating assets:		
Grants receivable	(25,426)	10,668
Unconditional promises to give	82,904	135,050
Accounts receivable	10,084	(3,287)
Prepaid expenses	675	4,882
Deposits	(9,500)	4,939
Increase (decrease) in operating liabilities:		
Accounts payable	11,692	(21,075)
Accrued expenses	33,245	21,055
Current portion of notes payable	(562)	(3,319)
Deferred revenue	4,238	(4,036)
	<u>1,721,143</u>	<u>623,575</u>
Cash flows from investing activities:		
Purchase of buildings and equipment	(5,795)	(59,402)
Construction in process	<u>(329,044)</u>	<u>-</u>
	<u>(334,839)</u>	<u>(59,402)</u>
Net increase in cash	1,386,304	564,173
Beginning cash and cash equivalents	<u>3,159,741</u>	<u>2,595,568</u>
Ending cash and cash equivalents	\$ <u><u>4,546,045</u></u>	\$ <u><u>3,159,741</u></u>

See accompanying notes to financial statements.

# FAMILY VIOLENCE PREVENTION SERVICES, INC.

## Notes to Financial Statements

June 30, 2018 and 2017

### (1) Nature of Activities and Significant Accounting Policies

#### Nature of Activities

Family Violence Prevention Services, Inc. (the Center) provides victims of domestic violence with a place of safety and transition to self-sufficiency, as well as a non-shelter program of counseling and support for women, children, and families who are victims of domestic violence and in need of services but not shelter. The Center is funded primarily through individual and corporate contributions and grants from government and United Way.

The Board of Directors and management of the organization acknowledge that, to the best of their ability, all assets received have been used for the purpose for which they were contributed, or have been accumulated to allow management to conduct the operations of the organization as effectively as possible.

#### Description of Programs

**Battered Women and Children's Shelter/Transitional and Outreach Services** – Shelter and transitional housing services includes safe lodging, food, clothing, medical care and basic necessities. Counseling services include individual and group counseling focusing on self-esteem, personal assessment, goal setting, and family relationships. Casework services focus on financial needs, legal advocacy, housing and other assistance. Support services include educational workshops and classes covering a wide range of subjects: parent education classes focusing on child growth and development, how to provide a nurturing environment, effective discipline, etc.; a legal services program; nursery program for infants and toddlers; and a school age children's program designed to educate children and adolescents about the effects of alcohol and other drugs, to enhance their self esteem, to teach them healthy ways of identifying and expressing their feelings, and to educate them about the dynamics of family violence while giving them a safe place to talk about their experiences living in violent homes.

An important extension of the Shelter is the programming provided to ex-residents and battered women seeking services but not shelter. Included in this program are monthly educational workshops and classes, support groups (English and Spanish), information and referral services, medical assessment and primary care, legal clinic, emergency food, clothing and furniture assistance, counseling, and structured children's activities.

**FAMILY VIOLENCE PREVENTION SERVICES, INC.**

**Notes to Financial Statements**

**June 30, 2018 and 2017**

**(1) Nature of Activities and Significant Accounting Policies, (continued)**

**Description of Programs, (continued)**

**Counseling Center Services** – The goal of this Center is to identify and treat the unique needs of victims of family violence. Individual, group, and family therapy is available. Support groups are provided for battered women, incest survivors in abusive relationships, former batterers, and children victimized by family violence.

**Community Based Counseling Services/ Haven for Hope** – These programs provide specialized counseling for homeless individuals in 12 agencies as well as Haven for Hope. Counseling is related to substance abuse, family violence, youth, grief and mourning.

**Legal Services** - This program provides free legal advice and representation in civil cases to Bexar County residents who are homeless, victims of crime living in a shelter or in transitional housing, or are in the military or are military dependents. Cases handled include divorce, child custody, protective orders, paternity orders, wills and estate planning, power of attorney, debt consolidation, landlord-tenant disputes and deed changes.

**Substance Abuse/Indicated Program** – Substance Abuse/Indicated Program targets adults and youth at risk of substance abuse, family violence, and/or homelessness. Services include individual, group, and family counseling, assessments, referrals and follow-ups. It also targets youth at risk of family violence, truancy, low school performance, depression and substance abuse.

**Court Liaison** – The program works with courts to refer victims of domestic violence to professional intervention services and legal assistance.

**Batterers Intervention Services** – This program provides a twenty-week psycho-educational approach for male and female abusers who are court mandated or court referred for family violence. The curriculum includes cognitive restructuring strategies and helps to build conflict resolution skills.

**Helping Hands**- Specialized groups are offered for domestic violence victims, their children, and perpetrators involved with Child Protective Services (CPS).

# FAMILY VIOLENCE PREVENTION SERVICES, INC.

## Notes to Financial Statements

June 30, 2018 and 2017

### (1) Nature of Activities and Significant Accounting Policies, (continued)

#### Description of Programs, (continued)

***Celebrating Families! Program*** – *Celebrating Families!* is an intergenerational family skills building curriculum proven to support and maintain recovery, improve the health and well-being of children and family members, and increase family reunification. The program strengthens family life and is comprehensive, developmentally appropriate, relevant for diverse cultures, and includes all family members.

**P.O.W.E.R. (Providing Options with Educational Resources)** - This program provides educational classes which enable battered women and children to obtain skills to help them move toward self-sufficiency. Classes offered are basic computer skills, financial empowerment and job readiness.

**The Middle Way Parenting Education Program** – This program, whose curriculum was developed by the University of Texas at San Antonio’s School of Social Work, is offered both at the Battered Women and Children’s Shelter and to the Center’s non-residential clients. The ten-week structured curriculum focuses on helping parents recognize the impact of their own childhood experiences, and of domestic violence, on their parenting. An additional two weeks of sessions occur after the ten structured sessions conclude, to provide parents with the opportunity to continue to process their experiences, further strengthen their relationships with one another, and develop systems of ongoing support with other participants. The program is available for any victim of domestic violence, but is particularly targeted at Child Protective Services-involved clients and very young mothers.

**Children’s Program** – This program provides therapeutic educational activities and childcare to address generational violence.

#### Significant Accounting Policies

#### Estimates

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.

# **FAMILY VIOLENCE PREVENTION SERVICES, INC.**

## **Notes to Financial Statements**

**June 30, 2018 and 2017**

### **(1) Nature of Activities and Significant Accounting Policies, (continued)**

#### **Grants and Accounts Receivable**

Grants and accounts receivable are stated at the amount management expects to collect from balances outstanding at year-end. Based on management's assessment of the credit history with clients having outstanding balances and current relationships with them, it has concluded that realization losses on balances outstanding at year-end will be immaterial.

#### **Unconditional Promises to Give**

Contributions are recognized when the donor makes a promise to give to the Center that is, in substance, unconditional. Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Contributions that are restricted by the donor are reported as increases in net assets without restrictions if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in restricted net assets depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without restrictions.

#### **Land, Buildings and Equipment**

Land, buildings and equipment are recorded at cost. Donations of land, buildings and equipment are recorded as support at their estimated fair value. Such donations are reported as unrestricted support unless the donor has restricted the donated assets 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 temporarily restricted support. Absent donor stipulations regarding how long these donated assets must be maintained, the Center reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Center reclassifies net assets with donor restrictions to net assets without donor restrictions at that time. Buildings and equipment are depreciated using the straight-line method over their estimated useful lives.

#### **Functional Allocation of Costs**

The costs of providing the program and other activities have been summarized on a functional basis in the statements of activities. Accordingly, costs are allocated to program and supporting expenses based on actual use or estimated use if actual use is not readily determinable.

# FAMILY VIOLENCE PREVENTION SERVICES, INC.

## Notes to Financial Statements

June 30, 2018 and 2017

### (1) Nature of Activities and Significant Accounting Policies, (continued)

#### Financial Statement Presentation

The Center's financial statements have been prepared on the accrual basis of accounting and current provisions applicable to nonprofit organizations.

Under these provisions, net assets and revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the Center's net assets and changes therein are classified and reported as follows:

**Without donor restrictions** – Net assets that are not subject to donor-imposed stipulations.

**With donor restrictions** – Net assets subject to temporary restrictions imposed by donors or with the donor imposed stipulation that the assets be designated toward the creation of an endowment fund.

#### Grant Revenue Recognition

Funds restricted by the grantor for particular operating purposes are deemed to be earned and reported as revenues when the Center has incurred expenditures in compliance with the specific restrictions. Amounts received but not yet earned are reported as deferred revenue.

#### Contributions

The value of contributed services meeting the requirements for recognition in the financial statements was not material and has not been recorded. In addition, many individuals volunteer their time and perform a variety of tasks that assist the Center in its many activities. There were 20,713 and 15,941 volunteer hours provided during the years ended June 30, 2018 and 2017 with an approximate fair value of \$207,130 and \$159,410, respectively.

#### Tax Status

The Center is exempt from federal income taxes under Sections 501(c) (3) and 509 (a) (2) of the Internal Revenue Code. The three fiscal years under the statute of limitations (June 30, 2018, 2017 and 2016) remain open and subject to examination by Federal jurisdictions.



**FAMILY VIOLENCE PREVENTION SERVICES, INC.**

**Notes to Financial Statements**

**June 30, 2018 and 2017**

**(1) Nature of Activities and Significant Accounting Policies, (continued)**

**Cash and Cash Equivalents**

For purpose of the statement of cash flows, the Center considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

**Reclassification of Prior Year Amounts**

Certain prior year amounts have been reclassified to conform to the current year presentation.

**(2) Unconditional Promises to Give**

Unconditional promises to give were as follows:

	2018	2017
United Way	\$ <u>652,265</u>	<u>735,169</u>

All unconditional promises to give are due within one year.

**(3) Land, Buildings and Equipment and Related Depreciation**

Land, buildings and equipment are recorded at cost. Depreciation of buildings and equipment are provided on a straight-line basis over the estimated useful lives of the assets: buildings –35 years; furniture and equipment – 3-7 years and building and improvements – 7 years. Donated assets are recorded at their estimated fair market value at date of contribution.

Expenditures in excess of \$5,000, for all assets that materially extend useful lives or increase values or capabilities are capitalized, whereas routine maintenance, repair, and replacement costs are charged against current income. At June 30, the costs and donated value of such assets were as follows:

**FAMILY VIOLENCE PREVENTION SERVICES, INC.**

**Notes to Financial Statements**

**June 30, 2018 and 2017**

**(3) Land, Buildings and Equipment and Related Depreciation (continued)**

	2018	2017
Land	\$ 480,929	480,929
Buildings	4,000,925	4,000,925
Building improvements	2,042,035	2,042,035
Buildings – new shelter	4,393,188	4,393,188
Furniture and equipment	912,236	906,440
Software	39,304	39,304
Transportation equipment	124,345	124,345
Leasehold improvements	10,529	10,529
Construction in progress	329,044	-
Total cost	12,332,535	11,997,695
Less accumulated depreciation	6,153,431	5,853,459
Net land, buildings and equipment	\$ 6,179,104	6,144,236

During fiscal year 2018, the Center entered into a contract to build a recreation facility (gym) and a pet shelter. The cost of construction and design is estimated to be \$1,227,086. During fiscal year 2018, \$329,044 was paid towards the construction project and was recorded as a construction in progress. The project is expected to be completed by June 2019.

**(4) Note Payable**

The Center has the following note payable at June 30:

	2018	2017
Insurance premium financing, payable in monthly installment within one year.	\$ 7,456	8,018

**(5) Net Assets Without Donor Restrictions – Designated by Board**

The Board of Directors has declared \$1,000,000 of net assets without donor restrictions to be designated as a working capital operating reserve.

**FAMILY VIOLENCE PREVENTION SERVICES, INC.**

**Notes to Financial Statements**

**June 30, 2018 and 2017**

**(6) Net Assets with Donor Restrictions**

Net assets with temporary restrictions are available for the following purposes:

	<u>2018</u>	<u>2017</u>
Capital campaign	\$ -	45,279
United Way allocations	652,265	735,169
Printing and Tuition Assistance	16,667	-
Endowment interest	11,190	7,113
	<u>\$ 680,122</u>	<u>787,561</u>

Net assets released from restrictions consisted of the following:

Released due to the expiration of time restrictions - United Way allocation	\$ 735,169
Released by incurring expenses satisfying the related restrictions	<u>45,279</u>
Total released	<u>\$ 780,448</u>

Net assets with permanent restrictions at June 30 consisted of the following:

	<u>2018</u>	<u>2017</u>
Reserved Endowment Fund:		
Beginning balance	\$ 615,520	579,098
Contributions	<u>1,041,704</u>	<u>36,422</u>
Ending balance	<u>\$ 1,657,224</u>	<u>615,520</u>

Each year the Center has the right to distributions of the net income from the fund to be used exclusively for expenses related to its programs. Endowment interest income is included in net assets with donor restrictions. Endowment funds are invested in interest bearing cash equivalents that provide a predictable stream of income while seeking to minimize investment risk and to conserve principal.

**FAMILY VIOLENCE PREVENTION SERVICES, INC.**

**Notes to Financial Statements**

**June 30, 2018 and 2017**

**(6) Net Assets with Donor Restrictions (continued)**

*Interpretation of Relevant Law*

Management has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA), as adopted by the state of Texas, as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Center classifies as permanently restricted net assets (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified as permanently restricted is classified as temporarily restricted until those amounts are appropriated for expenditure by the Center in a manner consistent with the standard of prudence prescribed by UPMIFA.

In accordance with UPMIFA, the Center considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- (1) The duration and preservation of the fund
- (2) The purposes of the Center and the donor-restricted endowment fund
- (3) General economic conditions
- (4) The possible effect of inflation and deflation
- (5) The expected total return from income and the appreciation of investments
- (6) Other resources of the Center
- (7) The investment policies of the Center

**(7) Financial Assets Available Within One Year (Liquidity)**

The Center's financial assets available within one year of the statement of financial position date for general expenditures are as follows:

Cash and cash equivalents	\$3,504,340
Grants receivable	290,404
Unconditional promises to give	<u>652,265</u>
	<u>\$4,447,009</u>

The Center's endowment funds consist of donor-restricted endowments in the amount of \$1,041,704. Income from donor-restricted endowments is available for general expenditures.

# **FAMILY VIOLENCE PREVENTION SERVICES, INC.**

## **Notes to Financial Statements**

**June 30, 2018 and 2017**

### **(8) Economic Dependency**

The revenues earned by the Center depend on the availability of funds generated by federal, state and local governments to assist victims of domestic violence. Contracts with funding agencies are renegotiated on an annual basis and represent approximately 44% of the total revenues and other support of the organization. Final determination of eligibility of costs will be made by the funding agencies. Should any costs be found ineligible, the Center will be responsible for reimbursing the funding agencies for these amounts.

### **(9) Concentrations of Credit Risk**

Financial instruments which potentially subject the Center to credit risk consist principally of cash accounts and accounts receivables. The organization places its cash accounts at highly rated local banks in amounts that may exceed the federally insured limit of \$250,000.

Concentrations of credit risk with respect to accounts receivables are limited because such receivables result primarily from contracts with federal, state and local governments.

Historically, the Center has not incurred any credit related losses.

### **(10) Program Matching Requirements**

Program matching requirements in connection with contracts with Texas Department of State Health Services and other agencies require minimum matching of approximately \$683,029. During the year ended June 30, 2018 the Center exceeded such requirements by using contributions from donors.

### **(11) Pension Plan**

The Center offers a defined contribution retirement plan under Code Sec. 403(b). Beginning January 2018, the Center matches up to 4% of the employee deferrals. Contributions made to plan during 2018 and 2017 were \$34,014 and \$0, respectively.

### **(12) Texas Access to Justice Foundation Awards**

The Center received four awards from Texas Access to Justice Foundation. The award for IOLTA ended August 31, 2017. The BCLS and BCLS-VW is for two years and CVCLS for one year. This is the first year of the two year grant award. The funding sources are as follows:

**FAMILY VIOLENCE PREVENTION SERVICES, INC.**

**Notes to Financial Statements**

**June 30, 2018 and 2017**

**(12) Texas Access to Justice Foundation Awards (continued)**

<u>Funding Source</u>	<u>Annual Award Amount</u>	<u>Revenue Earned</u>	<u>Actual Expenses</u>
Interest on Lawyers Trust Account (IOLTA)	\$ 30,000	7,203	7,203
Basic Civil Legal Services Grant (BCLS)	168,212	153,329	153,329
Basic Civil Legal Services Grant (BCLS) - VW	58,559	48,375	48,375
Crime Victims Civil Legal Services (CVCLS)	69,510	66,038	66,038
<b>Total Texas Justice Foundation Awards</b>	<b>\$ 326,281</b>	<b>274,945</b>	<b>274,945</b>

**(13) Special Events**

The breakout of special events is as follows:

**June 30, 2018**

<b>Description</b>	<b>Gross Income</b>	<b>Direct Expenses</b>	<b>Total (Net)</b>
Nutcracker Sweets	\$ 72,527	(41,259)	31,268
Purple Run	12,230	(791)	11,439
Honoring Mothers	115,215	(32,753)	82,462
<b>Total</b>	<b>\$ 199,972</b>	<b>(74,803)</b>	<b>125,169</b>

**June 30, 2017**

<b>Description</b>	<b>Gross Income</b>	<b>Direct Expenses</b>	<b>Total (Net)</b>
Nutcracker Sweets	\$ 80,439	(37,108)	43,331
Purple Run	10,102	(3,292)	6,810
Honoring Mothers	86,320	(40,294)	46,026
<b>Total</b>	<b>\$ 176,861</b>	<b>(80,694)</b>	<b>96,167</b>

**(14) Subsequent Events**

The Center has evaluated subsequent events through September 25, 2018, which is the date the financial statements were available to be issued.

## **ADDITIONAL INFORMATION**

**SCHEDULES OF REVENUES AND EXPENSES COMPARED TO BUDGET  
FOR TEXAS ACCESS TO JUSTICE FOUNDATION AWARDS**



**FAMILY VIOLENCE PREVENTION SERVICES, INC.**

**Schedule of Revenues and Expenses Compared to Budget for  
Texas Access to Justice Foundation Awards**

**CVCLS Grant**

**Year ended June 30, 2018**

	<u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Revenue	\$ <u>69,510</u>	<u>66,038</u>	<u>(3,472)</u>
Expenses:			
Personnel:			
Lawyer	52,000	53,517	(1,517)
Employee benefits	<u>8,300</u>	<u>7,469</u>	<u>831</u>
Total Personnel	<u>60,300</u>	<u>60,986</u>	<u>(686)</u>
Non-Personnel:			
Supplies	2,800	579	2,221
Litigation	2,000	1,633	367
Travel	1,700	1,569	131
Telephone	250	191	59
Dues and subscriptions	145	145	-
Library	1,350	810	540
Confrence and training	<u>965</u>	<u>125</u>	<u>840</u>
Total Non-Personnel	<u>9,210</u>	<u>5,052</u>	<u>4,158</u>
Total Expenses	\$ <u><u>69,510</u></u>	<u><u>66,038</u></u>	<u><u>3,472</u></u>

See accompanying independent auditor's report.

## FAMILY VIOLENCE PREVENTION SERVICES, INC.

Schedule of Revenues and Expenses Compared to Budget for  
Texas Access to Justice Foundation Awards

## BCLS Grant

Year ended June 30, 2018

	<u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Revenue	\$ <u>168,212</u>	<u>153,329</u>	<u>(14,883)</u>
Expenses:			
Personnel:			
Lawyer	136,500	128,231	8,269
Employee benefits	<u>12,107</u>	<u>12,624</u>	<u>(517)</u>
Total Personnel	<u>148,607</u>	<u>140,855</u>	<u>7,752</u>
Non-Personnel:			
Supplies	5,000	2,697	2,303
Contract services	2,500	3,269	(769)
Telephone	950	571	379
Travel	6,000	3,420	2,580
Dues and subscription	455	573	(118)
Library	2,700	1,619	1,081
Conferences and training	<u>2,000</u>	<u>325</u>	<u>1,675</u>
Total Non-Personnel	<u>19,605</u>	<u>12,474</u>	<u>7,131</u>
Total Expenses	<u>\$ 168,212</u>	<u>153,329</u>	<u>14,883</u>

See accompanying independent auditor's report.

## FAMILY VIOLENCE PREVENTION SERVICES, INC.

Schedule of Revenues and Expenses Compared to Budget for  
Texas Access to Justice Foundation Awards

## BCLS - VW Grant

Year ended June 30, 2018

	<u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Revenue	\$ <u>58,559</u>	<u>48,375</u>	<u>(10,184)</u>
Expenses:			
Personnel:			
Paralegal	44,500	37,083	7,417
Employee benefits	<u>7,809</u>	<u>7,293</u>	<u>516</u>
Total Personnel	<u>52,309</u>	<u>44,376</u>	<u>7,933</u>
Non-Personnel:			
Supplies	3,000	1,270	1,730
Contract services	1,250	1,563	(313)
Travel	300	231	69
Library	1,350	810	540
Conferences and training	<u>350</u>	<u>125</u>	<u>225</u>
Total Non-Personnel	<u>6,250</u>	<u>3,999</u>	<u>2,251</u>
Total Expenses	\$ <u><u>58,559</u></u>	<u><u>48,375</u></u>	<u><u>10,184</u></u>

See accompanying independent auditor's report.

**SINGLE AUDIT COMPLIANCE  
INFORMATION**

## FAMILY VIOLENCE PREVENTION SERVICES, INC.

## Schedule of Expenditures of Federal, State and Local Awards

Year ended June 30, 2018

<u>Disbursements/ Grantor/Pass Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-through Grantor's Number</u>	<u>Expenditures</u>
<b>FEDERAL:</b>			
<u>Department of Health and Human Services</u>			
Passed through Texas Health and Human Services Commission:			
Family Violence Prevention and Services	93.671	529-15-0032-00002D	\$ 151,435
Social Security Block Grant	93.667	529-15-0032-00002D	322,913
Family Violence Prevention and Services	93.671	529-15-0006-00013B	14,619
Family Violence Prevention and Services	93.671	529-15-0006-00013C	40,605
Block Grants for Prevention and Treatment of Substance Abuse (RY)	93.959	2016-048113-002 SA/YPI	61,738
Block Grants for Prevention and Treatment of Substance Abuse (RY)	93.959	2016-048113-003 SA/YPI	<u>222,765</u>
Total Health and Human Services			<u>814,075</u>
<u>Department of Housing and Urban Development</u>			
HUD-Community Based Counseling and Rapid Rehousing	14.235	TX0435L6J001502	96,606
HUD-Community Based Counseling and Rapid Rehousing	14.235	TX0435L6J001603	87,054
HUD-Family Violence Prevention Services RRH	14.235	TX0435L6J001600	70,067
HUD-LaPaloma	14.235	TX0010L6J001508	5,394
HUD-LaPaloma	14.235	TX0010L6J001609	146,795
Passed through Texas Department of Housing and Community Affairs:			
Emergency Shelter Grant Programs	14.231	42160002549	10,172
Emergency Shelter Grant Programs	14.231	42170002821	106,341
Passed through City of San Antonio:			
Emergency Solutions Grant Program	14.231	4600015765	50,538
Emergency Solutions Grant Program	14.231	4600016602	<u>154,638</u>
Total Department of Housing and Urban Development			<u>727,605</u>
<u>Department of Justice</u>			
Passed through the Office of the Governor,			
Criminal Justice Division:			
Crime Victim Assistance	16.575	VA-13-V30-23659-07	506,616
Crime Victim Assistance	16.575	VA-13-V30-31138-01	70,566
Crime Victim Assistance	16.575	VA-13-V30-31138-02	<u>243,546</u>
Total Department of Justice			<u>820,728</u>
<u>Federal Emergency Management Agency</u>			
Passed through United Way of Bexar County			
Emergency Food and Shelter	97.024	LR0-788600-006	<u>57,800</u>
Total Federal Emergency Management Agency			<u>57,800</u>
Total Federal Awards			<u>2,420,208</u>

See accompanying independent auditor's report

## FAMILY VIOLENCE PREVENTION SERVICES, INC.

## Schedule of Federal, State and Local Awards

Year ended June 30, 2018

<u>Disbursements/ Grantor/Pass Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-through Grantor's Number</u>	<u>Expenditures</u>
<b>STATE:</b>			
Office of the AG (OVAG)		1768928	\$ 5,916
Office of the AG (OVAG)		1879386	36,030
Criminal Justice Division		015-013	18,134
Criminal Justice Division		015-013	127,055
Tx Health and Human Services Commission		529-15-0032-00002C	108,361
Tx Health and Human Services Commission		529-15-0032-00002D	<u>214,553</u>
Total State Awards			<u>510,049</u>
<b>LOCAL:</b>			
City of San Antonio - Haven for Hope - Project B		4600015765	33,134
City of San Antonio - Haven for Hope - Project B		4600016602	105,430
City of San Antonio - Construction Grant		4600016687	<u>216,481</u>
Total Local Awards			<u>355,045</u>
<b>TOTAL FEDERAL, STATE AND LOCAL AWARDS</b>			<b>\$ <u><u>3,285,302</u></u></b>

See accompanying independent auditor's report

**FAMILY VIOLENCE PREVENTION SERVICES, INC.**

**Notes to Schedule of Federal, State and Local Awards**

**Year ended June 30, 2018**

**(1) Basis of Presentation**

The accompanying schedule of federal, state and local awards includes the federal, state and local grant activity of Family Violence Prevention Services and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Uniform Guidance, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the financial statements.

**(2) Summary of Significant Accounting Policies**

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

**(3) Indirect Cost Rate**

Family Violence Prevention Services has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

# Gonzalez & Walker

Certified Public Accountants  
7800 IH 10 West, Suite 505  
San Antonio, Texas 78230  
210-366-9430 Fax 210-366-9451

Rinaldo J. Gonzalez, P.C., CPA

Randy L. Walker, CPA

## 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  
Family Violence Prevention Services, 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 Family Violence Prevention Services, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2018, and the related statements activities and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated September 25, 2018.

### Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Family Violence Prevention Services, Inc.'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 Family Violence Prevention Services, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of Family Violence Prevention Services, 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 the 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 Family Violence Prevention Services, Inc.'s financial statements are free of 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 organizations internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



September 25, 2018

# Gonzalez & Walker

Certified Public Accountants  
7800 IH 10 West, Suite 505  
San Antonio, Texas 78230  
210-366-9430 Fax 210-366-9451

Rinaldo J. Gonzalez, P.C., CPA

Randy L. Walker, CPA

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

Board of Directors  
Family Violence Prevention Services, Inc.

### Report on Compliance for Each Major Federal Program

We have audited Family Violence Prevention Services, Inc.'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 Family Violence Preventions Services, Inc.'s major federal programs for the year ended June 30, 2018. Family Violence Prevention Services, Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

### Managements 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 Family Violence Prevention Services, Inc.'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 Family Violence Prevention Services Inc. 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 Family Violence Prevention Services, Inc.'s compliance.

## Opinion on Each Major Federal Program

In our opinion, Family Violence Prevention Services, 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 year ended June 30, 2018.

## Report on Internal Control over Compliance

Management of Family Violence Prevention Services, Inc 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 Family Violence Prevention Services, Inc.'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 Family Violence Prevention Services, Inc.'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 Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



September 25, 2018

**FAMILY VIOLENCE PREVENTION SERVICES, INC.**

**Schedule of Prior Audit Findings and Questioned Costs**

**Year ended June 30, 2018**

**Program**

**Prior Year's Finding/Noncompliance Questioned Costs**

None.

**FAMILY VIOLENCE PREVENTION SERVICES, INC.**

**Schedule of Findings and Questioned Costs**

**Year ended June 30, 2018**

**Summary of Auditors' Results**

**Financial Statements**

Type of auditor's report issued	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified	None
Significant deficiencies identified that are not considered to be material weakness(es)	None
Noncompliance material to the financial statements	None

**Federal Awards**

Internal control over major programs:	
Material weakness(es) identified	None
Significant deficiencies identified that are not considered to be material weakness(es)	None
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 section CFR Part 200	None

**Major Programs**

**Federal Programs**

CFDA 16.575 Department of Justice:  
 Passed through Office of the Governor, Criminal Justice Division:  
 Crime Victim Assistance  
 CFDA 93.959 Department of Health and Human Services:  
 Block Grants for Prevention and Treatment of Substance Abuse  
 CFDA 97.024 Federal Emergency Management Agency:  
 Passed through United Way of Bexar County: Emergency Food and Shelter

Dollar threshold used to distinguish between type A and type B programs	\$750,000
Auditee qualified as low-risk auditee	Yes

**Findings – Financial Statements Audit** None

**Findings and Questioned Costs – Major Federal Award Programs Audit** None