

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN'S SHELTER
ENDOWMENT FUND**

**CONSOLIDATED FINANCIAL STATEMENTS
WITH COMPLIANCE AND SINGLE AUDIT REPORTING**

June 30, 2020 and 2019

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN’S SHELTER ENDOWMENT FUND
CONSOLIDATED FINANCIAL STATEMENTS WITH COMPLIANCE
AND SINGLE AUDIT REPORTING
June 30, 2020 and 2019**

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Family Violence Prevention Services, Inc. and
Battered Women's Shelter Endowment Fund
San Antonio, Texas

Report on the Financial Statements

We have audited the accompanying consolidated financial statements of Family Violence Prevention Services, Inc. and Battered Women's Shelter Endowment Fund (nonprofit organizations), which comprise the consolidated statements of financial position as of June 30, 2020 and 2019, and the related consolidated statements of activities (with comparative totals for 2019), functional expenses (with comparative totals for 2019), and cash flows for the years then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated 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 consolidated 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 consolidated financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated 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 consolidated 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 consolidated 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 consolidated financial statements referred to above present fairly, in all material respects, the financial position of Family Violence Prevention Services, Inc. and Battered Women's Shelter Endowment Fund as of June 30, 2020 and 2019, and the changes in their net assets and their cash flows for the years 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 consolidated financial statements as a whole. The accompanying schedule of expenditures of federal, state and local awards on pages 25-26, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the State of Texas Single Audit Circular issued by the Office of the Governor of the State, and the accompanying consolidating statements and schedules on pages 21-24, are presented for purposes of additional analysis and are not a required part of the consolidated 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 consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated 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 consolidated 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 August 24, 2020 on pages 28-29 on our consideration of Family Violence Prevention Services, Inc.'s and Battered Women's Shelter Endowment Fund's internal control over financial reporting and our tests of their compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Family Violence Prevention Services, Inc.'s and Battered Women's Shelter Endowment Fund's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Family Violence Prevention Services, Inc.'s and Battered Women's Shelter Endowment Fund's internal control over financial reporting and compliance.



San Antonio, Texas
August 24, 2020

CONSOLIDATED FINANCIAL STATEMENTS

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN'S SHELTER ENDOWMENT FUND
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
June 30, 2020 and 2019**

	2020	2019
<u>ASSETS</u>		
CURRENT ASSETS		
Cash and Cash Equivalents	\$ 2,873,635	\$ 2,055,916
Grants Receivable	381,704	464,166
Accounts Receivable	-	750
Prepaid Expenses	-	11,356
Deposits	7,110	3,560
Total Current Assets	3,262,449	2,535,748
LONG-TERM ASSETS		
Investments	3,918,250	3,734,850
Land, Buildings and Equipment, net	6,715,444	6,666,788
Total Long-Term Assets	10,633,694	10,401,638
TOTAL ASSETS	\$ 13,896,143	\$ 12,937,386
<u>LIABILITIES AND NET ASSETS</u>		
CURRENT LIABILITIES		
Accounts Payable	\$ 1,503	\$ 141,719
Accrued Expenses	235,225	179,958
Deferred Revenue	145,577	27,551
PPP Loan Payable - current portion	100,432	-
Other Payable	-	7,284
Total Current Liabilities	482,737	356,512
LONG-TERM LIABILITIES		
PPP Loan Payable - long-term portion	125,368	-
Total Long-Term Liabilities	125,368	-
TOTAL LIABILITIES	608,105	356,512
NET ASSETS		
Without Donor Restrictions		
Undesignated	9,864,363	9,278,304
Board-Designated	1,000,000	1,000,000
Total Without Donor Restrictions	10,864,363	10,278,304
With Donor Restrictions		
Purpose Restricted	321,966	236,304
Perpetually Restricted - Endowment	2,101,709	2,066,266
Total With Donor Restrictions	2,423,675	2,302,570
TOTAL NET ASSETS	13,288,038	12,580,874
TOTAL LIABILITIES AND NET ASSETS	\$ 13,896,143	\$ 12,937,386

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

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN'S SHELTER ENDOWMENT FUND
CONSOLIDATED STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2020
(with comparative totals for 2019)**

	Without Donor Restrictions	With Donor Restrictions	2020 Total	2019 Total
<u>OPERATING SUPPORT AND REVENUE</u>				
Grants from Governmental Agencies	\$ 3,252,948	\$ -	\$ 3,252,948	\$ 3,851,799
Contributions and Other Grants	2,152,506	256,105	2,408,611	2,772,014
United Way	827,687	-	827,687	-
Program Revenue	587,394	-	587,394	554,788
Special Events, net of direct expenses of \$34,130 and \$129,918, respectively	54,063	-	54,063	135,249
Net Assets Released from Restrictions	135,000	(135,000)	-	-
TOTAL OPERATING SUPPORT AND REVENUE	7,009,598	121,105	7,130,703	7,313,850
<u>OPERATING EXPENSES</u>				
Program Services	5,784,851	-	5,784,851	5,731,934
Supporting Services	844,345	-	844,345	730,920
TOTAL OPERATING EXPENSES	6,629,196	-	6,629,196	6,462,854
CHANGE IN NET ASSETS BEFORE NON- OPERATING ACTIVITY				
	380,402	121,105	501,507	850,996
<u>NON-OPERATING ACTIVITY</u>				
Investment Income, net	183,400	-	183,400	234,851
Interest Income	22,257	-	22,257	24,813
TOTAL NON-OPERATING ACTIVITY	205,657	-	205,657	259,664
CHANGE IN NET ASSETS AFTER NON- OPERATING ACTIVITY				
	586,059	121,105	707,164	1,110,660
NET ASSETS, BEGINNING OF YEAR	10,278,304	2,302,570	12,580,874	11,470,214
NET ASSETS, END OF YEAR	\$ 10,864,363	\$ 2,423,675	\$ 13,288,038	\$ 12,580,874

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

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN'S SHELTER ENDOWMENT FUND
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended June 30, 2020
(with comparative totals for 2019)**

	Program Services									Supporting Services			2020 Total	2019 Total
	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		
OPERATING EXPENSES														
Salaries	\$ 1,557,211	\$ 354,302	\$ 394,316	\$ 366,071	\$ 133,045	\$ 126,013	\$ 161,750	\$ 310,581	\$ 3,403,289	\$ 141,048	\$ 409,407	\$ 550,455	\$ 3,953,744	\$ 3,824,415
Payroll Taxes	129,785	28,564	30,733	30,511	11,195	10,699	12,958	26,073	280,518	11,194	29,513	40,707	321,225	314,331
Health, Workers' Compensation and Other Insurance	85,957	28,374	21,873	23,185	4,684	6,932	3,531	24,913	199,449	6,335	23,686	30,021	229,470	207,193
Pension Plan Expense	28,751	8,612	11,028	7,543	2,425	1,110	6,470	2,480	68,419	1,100	18,367	19,467	87,886	82,818
Total Payroll Expenses	1,801,704	419,852	457,950	427,310	151,349	144,754	184,709	364,047	3,951,675	159,677	480,973	640,650	4,592,325	4,428,757
Supplies	340,123	19,508	11,607	7,571	16,157	17,543	6,538	23,817	442,864	2,673	21,787	24,460	467,324	450,323
Occupancy	315,553	23,922	362	11,103	362	12,670	181	32,311	396,464	1,753	5,828	7,581	404,045	402,644
Specific Assistance	129,315	-	5,560	189,923	-	234	-	-	325,032	-	-	-	325,032	337,114
Professional Fees	33,829	10,975	4,770	7,034	4,769	79,143	2,334	13,100	155,954	6,837	84,384	91,221	247,175	259,520
Insurance	62,292	4,448	590	844	2,105	3,367	-	491	74,137	3,943	4,080	8,023	82,160	78,918
Telephone	36,104	5,518	2,018	-	1,132	2,824	2,880	9,068	59,544	-	3,352	3,352	62,896	66,061
Dues and Subscriptions	5,805	271	20,113	5,318	-	119	-	350	31,976	1,384	23,610	24,994	56,970	27,720
Transportation	19,688	585	11,193	2,203	5,528	348	4,917	1,333	45,795	45	6,192	6,237	52,032	62,178
Legal and Accounting	-	-	-	-	-	-	-	-	-	-	20,547	20,547	20,547	20,000
Educational Conferences and Meetings	2,904	596	660	-	1,230	162	511	-	6,063	-	6,433	6,433	12,496	21,131
Mailing and Postage	3,848	537	24	-	-	572	-	813	5,794	247	177	424	6,218	4,191
Printing and Publications	-	-	182	-	-	257	-	-	439	-	522	522	961	4,323
Other Expenses	-	-	-	-	177	-	-	-	177	-	1	1	178	3,185
Total Expenses Before Depreciation	2,751,165	486,212	515,029	651,306	182,809	261,993	202,070	445,330	5,495,914	176,559	657,886	834,445	6,330,359	6,166,065
Depreciation	275,737	13,200	-	-	-	-	-	-	288,937	-	9,900	9,900	298,837	296,789
TOTAL OPERATING EXPENSES	\$ 3,026,902	\$ 499,412	\$ 515,029	\$ 651,306	\$ 182,809	\$ 261,993	\$ 202,070	\$ 445,330	\$ 5,784,851	\$ 176,559	\$ 667,786	\$ 844,345	\$ 6,629,196	\$ 6,462,854

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

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN'S SHELTER ENDOWMENT FUND
CONSOLIDATED STATEMENTS OF CASH FLOWS
For the Years Ended June 30, 2020 and 2019**

	2020	2019
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Change in Net Assets	\$ 707,164	\$ 1,110,660
Adjustments to Reconcile Net Change to Net Cash		
Provided by Operations:		
Depreciation	298,837	296,789
Unrealized Gain on Investments	(131,212)	(210,991)
Decrease (Increase) in Operating Assets:		
Grants Receivable	82,462	(173,762)
Unconditional Promises to Give	-	652,265
Accounts Receivable	750	(750)
Prepaid Expenses	11,356	2,252
Deposits	(3,550)	7,940
(Decrease) Increase in Operating Liabilities:		
Accounts Payable	(140,214)	127,469
Accrued Expenses	55,267	1,844
Deferred Revenue	118,026	4,660
Other Payable	(7,284)	(172)
NET CASH PROVIDED BY OPERATING ACTIVITIES	991,602	1,818,204
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Purchase of Buildings and Equipment	(347,495)	(784,473)
Purchase of Investments	(52,188)	(3,523,859)
NET CASH USED BY INVESTING ACTIVITIES	(399,683)	(4,308,332)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>		
Borrowings on PPP Loan	225,800	-
NET CASH PROVIDED BY FINANCING ACTIVITIES	225,800	-
NET INCREASE (DECREASE) IN CASH FLOWS	817,719	(2,490,128)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	2,055,916	4,546,044
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 2,873,635	\$ 2,055,916

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

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN'S SHELTER ENDOWMENT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2020 and 2019**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying consolidated statements of Family Violence Prevention Services, Inc. (the Center) and Battered Women's Shelter Endowment Fund (the Fund) have been prepared on the accrual basis of accounting. The significant accounting policies followed are described below to enhance the usefulness of the financial statements to the reader.

Nature of Activities

The Center is a 501(c)(3) organization that 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 agencies and United Way.

The Fund was legally formed in 2004 as a 509(a)(2) organization for the exclusive purpose of supporting the Center, including receiving and holding contributions, endowments, gifts, and donations from the general public for the Center. The Fund is controlled by a Board of Directors and Finance Committee.

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; a 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 Center 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; a legal clinic; emergency food, clothing and furniture assistance; counseling; and structured children's activities.

Counseling Center Services – The goal of this program 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.

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN'S SHELTER ENDOWMENT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2020 and 2019**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Description of Programs (continued)

Community Based Counseling Services at 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 in the military or 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 – This 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 – This 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).

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.

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

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN'S SHELTER ENDOWMENT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2020 and 2019**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Description of Programs (continued)

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 CPS-involved clients and very young mothers.

Basis of Consolidation

The accompanying consolidated financial statements include the financial activities of the Center and the Fund due to common control and interest. All intercompany accounts and transactions have been eliminated in the consolidation.

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.

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. Therefore, no allowance for uncollectible accounts has been recorded.

Functional Expense Allocation

The costs of providing the programs and other activities have been summarized on a functional basis in the consolidated statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited. These expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include payroll expenses, which are allocated on the basis of estimates of time and effort, as well as occupancy, depreciation, insurance, supplies, and various other operating expenses, which are allocated on the basis of square footage or some other reasonable basis.

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN'S SHELTER ENDOWMENT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2020 and 2019**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Contributions

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 net assets with donor restrictions depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without 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 for a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as support with donor restrictions. Absent donor stipulations regarding how long 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. Depreciation of buildings and equipment is calculated 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.

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.

Cash and Cash Equivalents

For purposes of the consolidated statements of cash flows, the Center and the Fund consider all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN'S SHELTER ENDOWMENT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2020 and 2019**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Contributed Services

The value of contributed services meeting the requirements for recognition in the consolidated financial statements was not material and has not been recorded. In addition, many individuals volunteer their non-specialized time and perform a variety of tasks that assist the Center in its many activities. There were 15,053 and 18,803 volunteer hours provided during the years ended June 30, 2020 and 2019 with an approximate fair value of \$150,530 and \$188,030, respectively. These amounts are not recognized in the consolidated financial statements.

Basis of Presentation

The Center and the Fund are required to report information regarding their financial position and activities according to two classes of net assets:

Net Assets Without Donor Restrictions – Net assets available for use in the general operations and not subject to donor restrictions. Assets restricted solely through the actions of the Board of Directors (the Board) are reported as net assets without donor restrictions, board-designated.

Net Assets With Donor Restrictions – Net assets subject to donor-imposed restrictions that are more restrictive than the Center's and the Fund's mission and purpose. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purposes for which the resource was restricted has been fulfilled, or both. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity.

Investments

Investments are stated at fair value based upon quoted market prices, when available, or estimates of fair value, in the consolidated statements of financial position. Dividends, interest and unrealized gains and losses are reported as investment income, net in the consolidated statement of activities.

Income Taxes

The Center and the Fund are exempt from federal income taxes under Sections 501(c)(3) and 509 (a)(2) of the Internal Revenue Code, and as such qualify for the maximum charitable contributions deduction by donors. As of June 30, 2020, the tax years that remain subject to examination by taxing authorities begin with 2017.

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN'S SHELTER ENDOWMENT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2020 and 2019**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

New Accounting Pronouncements

In May 2014, the Financial Accounting Standards Board (FASB) issued a new accounting pronouncement regarding revenue recognition effective for reporting periods beginning after December 15, 2019. Management is currently evaluating the effect this pronouncement will have on its financial position, results of operations and related disclosures.

In February 2016, the FASB issued a new accounting pronouncement regarding lease accounting for reporting periods beginning after December 15, 2021. A lessee will be required to recognize on the statement of financial position the assets and liabilities for leases with terms of more than twelve months. Management is currently evaluating the effect this pronouncement will have on the financial statements and related disclosures.

Recently Adopted Accounting Pronouncements

In 2016, the FASB issued Accounting Standards Update (ASU) 2016-01, *Financial Instruments—Overall (Subtopic 825-10): Recognition and Measurement of Financial Assets and Financial Liabilities*. This update was followed up in 2018 by ASU 2018-03, *Technical Corrections and Improvements to Financial Instruments—Overall (Subtopic 825-10): Recognition and Measurement of Financial Assets and Financial Liabilities* and ASU 2018-09, *Codification Improvements*. These pronouncements provide guidance regarding the reporting and disclosure requirements of investments, effective for periods beginning after December 15, 2018. The Center and the Fund adopted these new pronouncements effective July 1, 2019. The change was applied retrospectively, but there is no cumulative effect on beginning net assets as of this date.

In 2018, the FASB issued ASU 2018-08, *Not-for-Profit Entities (Topic 958): Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made*, effective for periods beginning after December 15, 2018. This pronouncement clarifies and improves the scope and the accounting guidance for contributions received and contributions made in order to assist entities in (1) evaluating whether transactions should be accounted for as contributions (nonreciprocal transactions) within the scope of *Topic 958, Not-for-Profit Entities*, or as exchange (reciprocal) transactions subject to other guidance and (2) determining whether a contribution is conditional. The Center and the Fund adopted this new pronouncement effective July 1, 2019. The change was applied retrospectively, but there is no cumulative effect on beginning net assets as of this date.

NOTE 2 – PROGRAM MATCHING REQUIREMENTS

Contracts with Texas Department of State Health Services and other agencies require minimum matching of approximately \$638,285. During the year ended June 30, 2020, the Center exceeded such requirements by using contributions from donors.

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN'S SHELTER ENDOWMENT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2020 and 2019**

NOTE 3 – INVESTMENTS

The fair value of investments was as follows at June 30:

	<u>2020</u>	<u>2019</u>
Money Market Funds	\$ 278,345	\$ 177,366
Corporate Bonds	1,763,975	1,688,727
Stocks	<u>1,875,930</u>	<u>1,868,757</u>
Total	<u>\$ 3,918,250</u>	<u>\$ 3,734,850</u>

Investment income consisted of the following for the years ended June 30:

	<u>2020</u>	<u>2019</u>
Unrealized Gains	\$ 131,212	\$ 210,991
Interest	49,145	23,765
Dividends	31,334	24,908
Less Investment Fees	<u>(28,291)</u>	<u>(24,813)</u>
Total	<u>\$ 183,400</u>	<u>\$ 234,851</u>

NOTE 4 – LAND, BUILDINGS AND EQUIPMENT

Land, buildings and equipment were as follows at June 30:

	<u>2020</u>	<u>2019</u>
Land	\$ 480,929	\$ 480,929
Buildings	4,000,924	4,000,924
Building Improvements	2,042,035	2,042,035
Buildings – New Shelter	4,393,187	4,393,187
Furniture and Equipment	1,020,903	912,236
Software	39,304	39,304
Transportation Equipment	124,345	124,345
Leasehold Improvements	10,529	10,529
Construction in Progress	<u>1,352,346</u>	<u>1,113,519</u>
Total Cost	13,464,502	13,117,008
Less Accumulated Depreciation	<u>(6,749,058)</u>	<u>(6,450,220)</u>
Land, Buildings and Equipment, net	<u>\$ 6,715,444</u>	<u>\$ 6,666,788</u>

Depreciation expense for the years ended June 30, 2020 and 2019 was \$298,837 and \$296,789, respectively.

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
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NOTE 5 – FAIR VALUE MEASUREMENTS

The Center and the Fund adopted the provisions of ASC 820, “*Fair Value Measurements and Disclosures*” (formerly SFAS 157). ASC 820 defines fair value as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market, and establishes a framework for measuring fair value in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants at the measurement date. The adoption of ASC 820 did not affect the Center’s or the Fund’s financial position or results of operations.

The valuation techniques required by ASC 820 are based upon observable and unobservable inputs, and ASC 820 establishes a three-level fair value hierarchy that prioritizes the inputs used to measure fair value. The three levels of inputs used to measure fair value are as follows:

- Level 1 inputs consist of unadjusted quoted prices in active markets for identical assets or liabilities and have the highest priority.
- Level 2 valuations are based on quoted prices in markets that are not active.
- Level 3 valuations are based on inputs that are unobservable and supported by little or no market activity.

The Center’s and the Fund’s current assets and liabilities as presented in the consolidated statements of financial position are Level 1. The Center and the Fund have no Level 2 or Level 3 assets or liabilities. The carrying amounts reported in the consolidated statements of financial position approximate fair values because of the short maturities of those instruments.

The Center’s and the Fund’s financial instruments also include investments totaling \$3,918,250 and \$3,734,850 at June 30, 2020 and 2019, respectively. The fair values of investments are based on quoted market prices for those or similar investments.

NOTE 6 – PENSION PLAN

The Center offers a defined contribution retirement plan under Code Sec. 403(b). The Center matches up to 4% of the employee deferrals. Contributions made to the plan for the years ended June 30, 2020 and 2019 were \$87,886 and \$82,818, respectively.

NOTE 7 – NET ASSETS WITHOUT DONOR RESTRICTIONS - DESIGNATED BY BOARD

Net assets without donor restrictions of \$1,000,000 have been designated by the Board as a working capital operating reserve at June 30, 2020 and 2019.

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
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NOTE 8 – NET ASSETS WITH DONOR RESTRICTIONS

Purpose restricted net assets were available for the following purposes at June 30:

		<u>2020</u>		<u>2019</u>
Van	\$	50,000	\$	-
Tuition Assistance		17,970		1,304
Capital Campaign		<u>253,996</u>		<u>235,000</u>
Total	\$	<u>321,966</u>	\$	<u>236,304</u>

Perpetually restricted net assets of \$2,101,709 and \$2,066,266 were available for family violence prevention at June 30, 2020 and 2019, respectively.

NOTE 9 – PPP LOAN PAYABLE

The Center applied for and was granted a Paycheck Protection Program (PPP) loan in April 2020 for \$225,800 to assist with payroll not covered by grants. Management intends to use the loan funds in accordance with the time and purpose restrictions defined by the PPP. The loan has a 1% interest rate. However, it is anticipated that the loan will be forgiven in fiscal year 2021.

Principal maturities of the loan payable are as follows:

<u>Years Ending June 30,</u>				
2021	\$		\$	100,432
2022				<u>125,368</u>
Total	\$		\$	<u>225,800</u>

NOTE 10 – LEASE COMMITMENTS

The Center has an operating lease for a copier/printer/scanner that expires in July 2021. Lease expense for the years ended June 30, 2020 and 2019 was \$56,822 and \$60,392, respectively.

Future annual lease payments under existing lease agreements are as follows:

<u>Years Ending June 30,</u>				
2021	\$		\$	60,392
2022				<u>4,501</u>
Total	\$		\$	<u>64,893</u>

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN'S SHELTER ENDOWMENT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
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NOTE 11 – ENDOWMENT FUND

The Fund was established for family violence prevention and includes donor-restricted endowment funds. As required by GAAP, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

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 Fund classifies as perpetually 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 perpetually restricted is classified as without donor restrictions based on the intent of the donor as specified in the donor gift instrument.

In accordance with UPMIFA, the Fund 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 Fund 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 Fund
- (7) The investment policies of the Fund

The Fund had the following changes in endowments net assets for the year ended June 30, 2020:

	Without Donor Restrictions	Perpetually Restricted	Total
Endowment Net Assets at Beginning of Year	\$ 144,582	\$ 2,066,266	\$ 2,210,848
Interest	27,855	-	27,855
Dividends	18,133	-	18,133
Realized and Unrealized Gains, net	60,122	-	60,122
Contributions	-	35,443	35,443
Endowment Net Assets at End of Year	<u>\$ 250,692</u>	<u>\$ 2,101,709</u>	<u>\$ 2,352,401</u>

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN'S SHELTER ENDOWMENT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2020 and 2019**

NOTE 11 – ENDOWMENT FUND (continued)

The Fund had the following changes in endowment net assets for the year ended June 30, 2019:

	Without Donor Restrictions	Perpetually Restricted	Total
Endowment Net Assets at Beginning of Year	\$ 11,190	\$ 1,657,224	\$ 1,668,414
Interest	13,510	-	13,510
Dividends	14,061	-	14,061
Realized and Unrealized Gains	105,821	-	105,821
Contributions	-	409,042	409,042
Endowment Net Assets at End of Year	<u>\$ 144,582</u>	<u>\$ 2,066,266</u>	<u>\$ 2,210,848</u>

Following is a description of amounts classified as perpetually restricted net assets (endowment only) at June 30:

	<u>2020</u>	<u>2019</u>
Perpetually Restricted Net Assets		
The portion of perpetual endowment funds required to be retained permanently, either by explicit donor stipulation or by UPMIFA	<u>\$ 2,101,709</u>	<u>\$ 2,066,266</u>

Return Objectives, Policies, and Risk Parameters

The Fund's investment and spending policies for the endowment assets are to preserve their real purchasing power, while providing a predictable, stable, and constant (in real terms) stream of earnings consistent with the Fund's spending needs. The current spending policy allows a maximum annual draw of 5% of the total market value of the endowment investment account. The Finance Committee shall review the spending policy from time to time and make recommendations to the Board if it is deemed that the formula for maximum distributions should be adjusted based upon the current financial needs of the Fund.

Strategies Employed for Achieving Objectives

To achieve its investment objective, the Fund's assets are to be invested in the following manner:

	<u>Minimum</u>	<u>Maximum</u>
Money Markets	5%	45%
Equities	20%	60%
Fixed	35%	75%

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN'S SHELTER ENDOWMENT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2020 and 2019**

NOTE 11 – ENDOWMENT FUND (continued)

The purpose of dividing the investments in this manner is to ensure that the asset allocation between investment types remains diversified. Over the long run, the allocation among the investment types will be the single most important determinant of the Fund's investment performance.

Spending Policy and How the Investment Objectives Relate to Spending Policy

The primary investment objective is to earn an average annual return at least equal to the nominal spending rate policy plus the rate of inflation plus an additional return of 5%, net of all fees, including management advisory fees and custody charges, over the long term (defined as rolling five to seven year periods). This is consistent with the Fund's objective to maintain the purchasing power of the endowment assets held in perpetuity or for a specified term, as well as to provide additional real growth through new gifts and investment return.

Each year, the Fund has the right to distributions of the net income from the Fund to be used for operating expenses of the Center. Endowment interest income is included in undesignated net assets without donor restrictions. Endowment funds are invested in financial instruments that provide a predictable stream of income while seeking to minimize investment risk and to conserve principal.

NOTE 12 – LIQUIDITY AND AVAILABILITY OF FINANCIAL RESOURCES

The following reflects the Center's and the Fund's financial assets as of the consolidated statement of financial position date, reduced by amounts not available for general use because of donor-stipulated restrictions and internal designations that are amounts set aside for operating and other reserves that could be drawn upon if the Board approves that action.

	<u>2020</u>	<u>2019</u>
Cash and Cash Equivalents	\$ 2,873,635	\$ 2,055,916
Investments	3,918,250	3,734,850
Grants Receivable	381,704	464,166
Accounts Receivable	-	750
Total Financial Assets	<u>7,173,589</u>	<u>6,255,682</u>
Board Designations	(1,000,000)	(1,000,000)
Donor Restrictions	<u>(2,423,675)</u>	<u>(2,302,570)</u>
Financial Assets Available to Meet Cash Needs for Expenditures Within One Year	<u>\$ 3,749,914</u>	<u>\$ 2,953,112</u>

The Center's primary sources of cash flows during the year are grants and contributions. These revenue sources provide a consistent inflow of cash throughout the year to cover normal operating expenses.

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN'S SHELTER ENDOWMENT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2020 and 2019**

NOTE 13 – CONCENTRATION OF CREDIT RISK

Financial instruments which potentially subject the Center and the Fund to credit risk consist principally of cash and investment accounts. Cash accounts are guaranteed by the Federal Deposit Insurance Corporation up to a maximum of \$250,000 per bank, while the Securities Investor Protection Corporation insures the balances in investment accounts up to \$500,000. At June 30, 2020 and 2019, the uninsured balances in the Center's and the Fund's cash and investment accounts totaled \$4,784,699 and \$4,813,352, respectively, without consideration of reconciling items.

NOTE 14 – 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 46% and 53% of the total operating support and revenue of the Center for the years ended June 30, 2020 and 2019, respectively. Final determination of allowability of costs is made by the funding agencies. Should any costs be found unallowable, the Center is responsible for reimbursing the funding agencies for these amounts.

NOTE 15 – SPECIAL EVENTS

The breakout of special events activity was as follows for the years ended:

	June 30, 2020		
Description	Gross Income	Direct Expenses	Total (Net)
Nutcracker Sweets	\$ 71,462	\$ (30,187)	\$ 41,275
Purple Run	16,731	(3,943)	12,788
Total	\$ 88,193	\$ (34,130)	\$ 54,063
	June 30, 2019		
Description	Gross Income	Direct Expenses	Total (Net)
Nutcracker Sweets	\$ 88,536	\$ (46,120)	\$ 42,416
Purple Run	14,600	(4,389)	10,211
Honoring Mothers	162,031	(79,409)	82,622
Total	\$ 265,167	\$ (129,918)	\$ 135,249

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN'S SHELTER ENDOWMENT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2020 and 2019**

NOTE 16 – TEXAS ACCESS TO JUSTICE FOUNDATION AWARDS

The Center received the following grant awards from the Texas Access to Justice Foundation (the Foundation) during the years ended June 30, 2020 and 2019: Basic Civil Legal Services Grant (BCLS) and Crime Victims Civil Legal Services (CVCLS). Total revenue from these awards was \$286,808 and \$307,815 for the years ended June 30, 2020 and 2019, respectively.

NOTE 17 – PRIOR YEAR RECLASSIFICATION

During the year ended June 30, 2020, an evaluation of net assets revealed \$144,582 in net assets without donor restrictions that were incorrectly classified as purpose restricted net assets at June 30, 2019. Correction of this misclassification resulted in an increase of \$144,582 in net assets without donor restrictions and a corresponding decrease in purpose restricted net assets. There was no effect on total net assets at June 30, 2019.

NOTE 18 – SUBSEQUENT EVENTS

The Center and the Fund have evaluated subsequent events through August 24, 2020, which is the date the financial statements were available to be issued.

SUPPLEMENTARY INFORMATION

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN'S SHELTER ENDOWMENT FUND
CONSOLIDATING STATEMENT OF FINANCIAL POSITION**

June 30, 2020

(with comparative totals for 2019)

	Family Violence Prevention Services, Inc.	Battered Women's Shelter Endowment Fund	2020 Total	2019 Total
<u>ASSETS</u>				
CURRENT ASSETS				
Cash and Cash Equivalents	\$ 2,759,267	\$ 114,368	\$ 2,873,635	\$ 2,055,916
Grants Receivable	381,704	-	381,704	464,166
Accounts Receivable	-	-	-	750
Prepaid Expenses	-	-	-	11,356
Deposits	7,110	-	7,110	3,560
Total Current Assets	3,148,081	114,368	3,262,449	2,535,748
LONG-TERM ASSETS				
Investments	1,680,217	2,238,033	3,918,250	3,734,850
Land, Buildings and Equipment, net	6,715,444	-	6,715,444	6,666,788
Total Long-Term Assets	8,395,661	2,238,033	10,633,694	10,401,638
TOTAL ASSETS	\$ 11,543,742	\$ 2,352,401	\$ 13,896,143	\$ 12,937,386
<u>LIABILITIES AND NET ASSETS</u>				
CURRENT LIABILITIES				
Accounts Payable	\$ 1,503	\$ -	\$ 1,503	\$ 141,719
Accrued Expenses	235,225	-	235,225	179,958
Deferred Revenue	145,577	-	145,577	27,551
PPP Loan Payable - current portion	100,432	-	100,432	-
Other Payable	-	-	-	7,284
Total Current Liabilities	482,737	-	482,737	356,512
LONG-TERM LIABILITIES				
PPP Loan Payable - long-term portion	125,368	-	125,368	-
Total Long-Term Liabilities	125,368	-	125,368	-
TOTAL LIABILITIES	608,105	-	608,105	356,512
NET ASSETS				
Without Donor Restrictions				
Undesignated	9,613,671	250,692	9,864,363	9,278,304
Board-Designated	1,000,000	-	1,000,000	1,000,000
Total Without Donor Restrictions	10,613,671	250,692	10,864,363	10,278,304
With Donor Restrictions				
Purpose Restricted	321,966	-	321,966	236,304
Perpetually Restricted - Endowment	-	2,101,709	2,101,709	2,066,266
Total With Donor Restrictions	321,966	2,101,709	2,423,675	2,302,570
TOTAL NET ASSETS	10,935,637	2,352,401	13,288,038	12,580,874
TOTAL LIABILITIES AND NET ASSETS	\$ 11,543,742	\$ 2,352,401	\$ 13,896,143	\$ 12,937,386

See independent auditor's report.

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN'S SHELTER ENDOWMENT FUND
CONSOLIDATING STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2020
(with comparative totals for 2019)**

	Family Violence Prevention Services, Inc.		Battered Women's Shelter Endowment Fund		2020 Total	2019 Total
	Without Donor Restrictions	With Donor Restrictions	Without Donor Restrictions	With Donor Restrictions		
<u>OPERATING SUPPORT AND REVENUE</u>						
Grants from Governmental Agencies	\$ 3,252,948	\$ -	\$ -	\$ -	\$ 3,252,948	\$ 3,851,799
Contributions and Other Grants	2,152,506	220,662	-	35,443	2,408,611	2,772,014
United Way	827,687	-	-	-	827,687	-
Program Revenue	587,394	-	-	-	587,394	554,788
Special Events, net of direct expenses of \$34,130 and \$129,918, respectively	54,063	-	-	-	54,063	135,249
Net Assets Released from Restrictions	135,000	(135,000)	-	-	-	-
TOTAL OPERATING SUPPORT AND REVENUE	7,009,598	85,662	-	35,443	7,130,703	7,313,850
<u>OPERATING EXPENSES</u>						
Program Services	5,784,851	-	-	-	5,784,851	5,731,934
Supporting Services	844,345	-	-	-	844,345	730,920
TOTAL OPERATING EXPENSES	6,629,196	-	-	-	6,629,196	6,462,854
CHANGE IN NET ASSETS BEFORE NON- OPERATING ACTIVITY	380,402	85,662	-	35,443	501,507	850,996
<u>NON-OPERATING ACTIVITY</u>						
Investment Income, net	77,290	-	106,110	-	183,400	234,851
Interest Income	22,257	-	-	-	22,257	24,813
TOTAL NON-OPERATING ACTIVITY	99,547	-	106,110	-	205,657	259,664
CHANGE IN NET ASSETS AFTER NON- OPERATING ACTIVITY	479,949	85,662	106,110	35,443	707,164	1,110,660
NET ASSETS, BEGINNING OF YEAR	10,133,722	236,304	144,582	2,066,266	12,580,874	11,470,214
NET ASSETS, END OF YEAR	\$ 10,613,671	\$ 321,966	\$ 250,692	\$ 2,101,709	\$ 13,288,038	\$ 12,580,874

See independent auditor's report.

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN'S SHELTER ENDOWMENT FUND
SCHEDULE OF REVENUES AND EXPENSES COMPARED TO BUDGET FOR
TEXAS ACCESS TO JUSTICE FOUNDATION AWARDS - CVCLS
For the Year Ended June 30, 2020**

		<u>Budget</u>	<u>Actual</u>	<u>Favorable (Unfavorable)</u>
Revenue	\$	<u>69,510</u>	\$ <u>67,932</u>	\$ <u>(1,578)</u>
Expenses:				
Personnel:				
Lawyer		63,000	60,405	2,595
Employee Benefits		<u>6,510</u>	<u>8,920</u>	<u>(2,410)</u>
Total Personnel		<u>69,510</u>	<u>69,325</u>	<u>185</u>
Total Expenses	\$	<u><u>69,510</u></u>	\$ <u><u>69,325</u></u>	\$ <u><u>185</u></u>

See independent auditor's report.

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN'S SHELTER ENDOWMENT FUND
SCHEDULE OF REVENUES AND EXPENSES COMPARED TO BUDGET FOR
TEXAS ACCESS TO JUSTICE FOUNDATION AWARDS - BCLS
For the Year Ended June 30, 2020**

	<u>Budget</u>	<u>Actual</u>	<u>Favorable (Unfavorable)</u>
Revenue	\$ <u>227,599</u>	\$ <u>218,876</u>	\$ <u>(8,723)</u>
Expenses:			
Personnel:			
Lawyer	153,000	147,962	5,038
Paralegal	46,000	47,000	(1,000)
Employee Benefits	<u>26,000</u>	<u>21,315</u>	<u>4,685</u>
Total Personnel	<u>225,000</u>	<u>216,277</u>	<u>8,723</u>
Non-Personnel:			
Conferences and Training	200	200	-
Travel	2,046	2,046	-
Supplies	<u>353</u>	<u>353</u>	<u>-</u>
Total Non-Personnel	<u>2,599</u>	<u>2,599</u>	<u>-</u>
Total Expenses	<u>\$ 227,599</u>	<u>\$ 218,876</u>	<u>\$ 8,723</u>

See independent auditor's report.

FINANCIAL AWARDS SECTION

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN'S SHELTER ENDOWMENT FUND
SCHEDULE OF EXPENDITURES OF FEDERAL, STATE AND LOCAL AWARDS
For the Year Ended June 30, 2020**

Grantor/Pass Through Grantor/Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Expenditures
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Pass-Through Texas Health and Human Services Commission:			
Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services	93.671	HHS000380000068	\$ 176,941
COVID-19 - Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services	93.671	HHS000380000068	13,187
Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services	93.671	529-15-0006-00013	15,853
			<u>205,981</u>
Block Grants for Prevention and Treatment of Substance Abuse	93.959	HHS000077600043SA/YPI 201909	80,988
Block Grants for Prevention and Treatment of Substance Abuse	93.959	2016-048113-003 SA/YPI	47,794
			<u>128,782</u>
Social Services Block Grant	93.667	HHS000380000068	279,229
Social Services Block Grant	93.667	529-15-0032-00002	103,495
			<u>382,724</u>
Temporary Assistance for Needy Families	93.558	HHS000380000068	341,888
			<u>341,888</u>
<i>Total U.S. Department of Health and Human Services</i>			<u>1,059,375</u>
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			
Supportive Housing Program	14.235	TX0361L6J001704	73,399
Supportive Housing Program	14.235	TX0435L6J001802	277,583
Supportive Housing Program	14.235	TX0435L6J001701	2,459
Supportive Housing Program	14.235	TX0510D6J001800	54,629
Supportive Housing Program	14.235	TX0010L6J001710	600
Supportive Housing Program	14.235	TX0010L6J001811	148,613
			<u>557,283</u>
Pass-Through Texas Department of Housing and Community Affairs:			
Emergency Solutions Grant Program	14.231	42185000001	60,111
Emergency Solutions Grant Program	14.231	42195000001	94,953
Emergency Solutions Grant Program	14.231	43205000001	47,688
			<u>202,752</u>
<i>Total U.S. Department of Housing and Urban Development</i>			<u>760,035</u>
U.S. DEPARTMENT OF JUSTICE			
Pass-Through Office of the Governor:			
Crime Victim Assistance	16.575	VA-13-V30-23659-08	441,866
Crime Victim Assistance	16.575	VA-13-V30-31138-02	83,497
Crime Victim Assistance	16.575	VA-13-V30-31138-03	260,302
			<u>260,302</u>
<i>Total U.S. Department of Justice</i>			<u>785,665</u>
U.S. DEPARTMENT OF HOMELAND SECURITY			
Emergency Food and Shelter National Board Program	97.024	LR0-788600-006	33,300
			<u>33,300</u>
<i>Total U.S. Department of Justice</i>			<u>33,300</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>2,638,375</u>

See accompanying notes to schedule of expenditures of federal, state and local awards.

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN'S SHELTER ENDOWMENT FUND
SCHEDULE OF EXPENDITURES OF FEDERAL, STATE AND LOCAL AWARDS
For the Year Ended June 30, 2020**

Grantor/Pass Through Grantor/Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Expenditures
TEXAS DEPARTMENT OF CRIMINAL JUSTICE			
Family Violence Prevention Services	N/A	015-013	21,204
Family Violence Prevention Services	N/A	015-013	115,204
<i>Total Texas Department of Criminal Justice</i>			<u>136,408</u>
TEXAS OFFICE OF THE ATTORNEY GENERAL			
Other Victim Assistance Grant	N/A	1987403	6,511
Other Victim Assistance Grant	N/A	2097251	36,429
<i>Total Texas Office of the Attorney General</i>			<u>42,940</u>
TOTAL EXPENDITURES OF STATE AWARDS			<u>179,348</u>
CITY OF SAN ANTONIO			
Battered Women and Children's Shelter Project A	N/A	4600017663	48,073
Battered Women and Children's Shelter Project A	N/A	4600018862	177,348
Haven for Hope Project B	N/A	4600017663	37,386
Haven for Hope Project B	N/A	4600018862	110,474
Battered Women and Children's Shelter Renovations	N/A	4600016687	52,477
Lethality Assessment Training	N/A	4600019314	9,467
TOTAL EXPENDITURES OF LOCAL AWARDS			<u>435,225</u>
TOTAL EXPENDITURES OF FEDERAL, STATE AND LOCAL AWARDS			<u><u>\$ 3,252,948</u></u>

See accompanying notes to schedule of expenditures of federal, state and local awards.

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN’S SHELTER ENDOWMENT FUND
NOTES TO SCHEDULE OF FEDERAL, STATE AND LOCAL AWARDS
For the Year Ended June 30, 2020**

NOTE 1 – BASIS OF PRESENTATION

The accompanying schedule of federal, state and local awards (the Schedule) includes the federal, state and local grant activity of Family Violence Prevention Services, Inc. and Battered Women’s Shelter Endowment Fund and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the State of Texas Single Audit Circular issued by the Office of the Governor of the State. Because the Schedule presents only a selected portion of the operations of Family Violence Prevention Services, Inc. and Battered Women’s Shelter Endowment Fund, it is not intended to and does not present the financial position, changes in net assets, or cash flows of Family Violence Prevention Services, Inc. and Battered Women’s Shelter Endowment Fund.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

NOTE 3 – OTHER DISCLOSURES

Family Violence Prevention Services, Inc. and Battered Women’s Shelter Endowment Fund have elected not to use the 10% de minimis indirect cost rate.

There were no loans or loan guarantees outstanding at year-end.

Gonzalez & Walker

Certified Public Accountants
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Phone: 210-366-9430
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Rinaldo J. Gonzalez, P.C., CPA

Randy Walker & Co., P.C.

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
Family Violence Prevention Services, Inc. and
Battered Women's Shelter Endowment Fund
San Antonio, Texas

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 consolidated financial statements of Family Violence Prevention Services, Inc. (the Center) and Battered Women's Shelter Endowment Fund (the Fund), nonprofit organizations, which comprise the consolidated statement of financial position as of June 30, 2020, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements, and have issued our report thereon dated August 24, 2020.

Internal Control Over Financial Reporting

In planning and performing our audit of the consolidated financial statements, we considered the Center's and the Fund'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 consolidated financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Center's and the Fund's internal control. Accordingly, we do not express an opinion on the effectiveness of the Center's and the Fund'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.

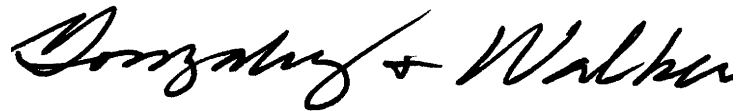
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Center's and the Fund's consolidated financial statements are free from material misstatement, we performed tests of their 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 Center's and the Fund'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 Center's and the Fund's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink, appearing to read "Douglas & Walker". The signature is written in a cursive, flowing style.

San Antonio, Texas
August 24, 2020

Gonzalez & Walker

**Certified Public Accountants
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San Antonio, Texas 78230
Phone: 210-366-9430
Fax: 210-366-9451**

Rinaldo J. Gonzalez, P.C., CPA

Randy Walker & Co., P.C.

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE AND THE STATE OF TEXAS SINGLE AUDIT CIRCULAR

To the Board of Directors
Family Violence Prevention Services, Inc. and
Battered Women's Shelter Endowment Fund
San Antonio, Texas

Report on Compliance for Each Major Federal and State Program

We have audited Family Violence Prevention Services, Inc.'s (the Center) and Battered Women's Shelter Endowment Fund's (the Fund) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the State of Texas Single Audit Circular that could have a direct and material effect on each of the Center's and the Fund's major federal and state programs for the year ended June 30, 2020. The Center's and the Fund's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal and state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Center's and the Fund's major federal and state 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; 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); and the State of Texas Single Audit Circular. 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 and state program occurred. An audit includes examining, on a test basis, evidence about the Center's and the Fund'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 and state program. However, our audit does not provide a legal determination of the Center's and the Fund's compliance.

Opinion on Each Major Federal and State Program

In our opinion, the Center and the Fund 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 their major federal and state programs for the year ended June 30, 2020.

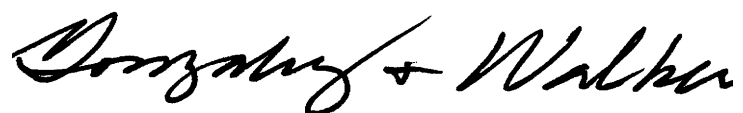
Report on Internal Control Over Compliance

Management of the Center and the Fund is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Center's and the Fund's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and state 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 and state program and to test and report on internal control over compliance in accordance with the Uniform Guidance and the State of Texas Single Audit Circular, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Center's and the Fund'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 or state 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 or state 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 or state 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 or significant deficiencies. However, material weaknesses or significant deficiencies 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 and the State of Texas Single Audit Circular. Accordingly, this report is not suitable for any other purpose.



San Antonio, Texas
August 24, 2020

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN'S SHELTER ENDOWMENT FUND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2020**

Section I – Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

Material weakness(es) identified? _____ Yes X No
 Significant deficiency(ies) identified that are
 not considered to be material weakness(es)? _____ Yes X None Reported
 Noncompliance material to the financial statements
 noted? _____ Yes X No

Federal and State Awards

Internal control over financial reporting:

Material weakness(es) identified? _____ Yes X No
 Significant deficiency(ies) identified that are
 not considered to be material weakness(es)? _____ 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 the Uniform
 Guidance or the State of Texas Single Audit
 Circular? _____ Yes X No

Major Programs

Auditee qualified as low-risk auditee? X Yes _____ No

Federal and State

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
93.671	Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services
93.558	Temporary Assistance for Needy Families

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

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN'S SHELTER ENDOWMENT FUND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2020**

Section II – Financial Statement Findings

None

Section III – Federal Award Findings and Questioned Costs

None

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN'S SHELTER ENDOWMENT FUND
SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2020**

Section I – Prior Year Financial Statement Findings

None

Section II – Prior Year Federal Award Findings and Questioned Costs

None