

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

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

June 30, 2023 and 2022

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN’S SHELTER ENDOWMENT FUND
CONSOLIDATED FINANCIAL STATEMENTS WITH COMPLIANCE
AND SINGLE AUDIT REPORTING
June 30, 2023 and 2022**

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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 Audit of the Financial Statements

Opinion

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 statement of financial position as of June 30, 2023, 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.

In our opinion, the consolidated financial statements 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, 2023, and the changes in their net assets and their cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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

Responsibilities of Management for the Financial Statements

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

Responsibilities of Management for the Financial Statements (continued)

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Family Violence Prevention Services, Inc.'s and Battered Women's Shelter Endowment Fund's ability to continue as a going concern within one year after the date that the consolidated financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Other Matters

Other Information

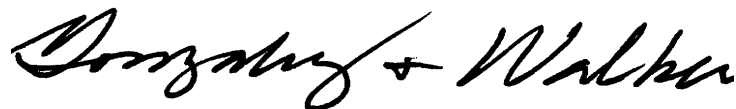
Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying schedule of expenditures of federal, state and local awards on pages 25-26, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the accompanying consolidating statements and schedules on pages 20-24, 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 September 29, 2023 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.

Report on Summarized Comparative Information

We have previously audited Family Violence Prevention Services, Inc.'s and Battered Women's Shelter Endowment Fund's 2022 consolidated financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated September 27, 2022. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2022, is consistent, in all material respects, with the audited financial statements from which it has been derived.



San Antonio, Texas
September 29, 2023

CONSOLIDATED FINANCIAL STATEMENTS

**FAMILY VIOLENCE PREVENTION SERVICES, INC. AND BATTERED
WOMEN'S SHELTER ENDOWMENT FUND
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
June 30, 2023 and 2022**

	<u>2023</u>	<u>2022</u>
<u>ASSETS</u>		
CURRENT ASSETS		
Cash and Cash Equivalents	\$ 4,479,886	\$ 4,410,646
Grants Receivable	729,474	708,442
Total Current Assets	<u>5,209,360</u>	<u>5,119,088</u>
LONG-TERM ASSETS		
Investments	5,524,037	4,144,808
Land, Buildings and Equipment, net	7,054,038	6,993,078
Total Long-Term Assets	<u>12,578,075</u>	<u>11,137,886</u>
TOTAL ASSETS	<u>\$ 17,787,435</u>	<u>\$ 16,256,974</u>
<u>LIABILITIES AND NET ASSETS</u>		
CURRENT LIABILITIES		
Accrued Expenses	\$ 252,292	\$ 228,792
Deferred Revenue	69,950	92,102
Total Current Liabilities	<u>322,242</u>	<u>320,894</u>
TOTAL LIABILITIES	<u>322,242</u>	<u>320,894</u>
NET ASSETS		
Without Donor Restrictions		
Undesignated	12,384,570	11,053,453
Board-Designated	2,500,000	2,500,000
Total Without Donor Restrictions	<u>14,884,570</u>	<u>13,553,453</u>
With Donor Restrictions		
Purpose-Restricted	396,365	220,210
Perpetually Restricted - Endowment	2,184,258	2,162,417
Total With Donor Restrictions	<u>2,580,623</u>	<u>2,382,627</u>
TOTAL NET ASSETS	<u>17,465,193</u>	<u>15,936,080</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 17,787,435</u>	<u>\$ 16,256,974</u>

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

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN'S SHELTER ENDOWMENT FUND
CONSOLIDATED STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2023
(with comparative totals for 2022)**

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>2023 Total</u>	<u>2022 Total</u>
<u>OPERATING SUPPORT AND REVENUE</u>				
Grants from Governmental Agencies	\$ 3,857,006	\$ -	\$ 3,857,006	\$ 3,377,888
Contributions and Other Grants	2,998,554	388,821	3,387,375	2,555,167
United Way	927,588	-	927,588	846,354
Counseling Revenue	313,747	-	313,747	332,252
Special Events, net of direct expenses of \$25,152 and \$40,711, respectively	151,357	-	151,357	108,697
Court Donation Revenue	26,959	-	26,959	21,791
Net Assets Released from Restrictions	190,825	(190,825)	-	-
TOTAL OPERATING SUPPORT AND REVENUE	<u>8,466,036</u>	<u>197,996</u>	<u>8,664,032</u>	<u>7,242,149</u>
<u>OPERATING EXPENSES</u>				
Program Services	6,769,213	-	6,769,213	5,982,752
Supporting Services	1,027,993	-	1,027,993	960,448
TOTAL OPERATING EXPENSES	<u>7,797,206</u>	<u>-</u>	<u>7,797,206</u>	<u>6,943,200</u>
CHANGE IN NET ASSETS BEFORE NON- OPERATING ACTIVITY	<u>668,830</u>	<u>197,996</u>	<u>866,826</u>	<u>298,949</u>
<u>NON-OPERATING ACTIVITY</u>				
Investment Income (Loss), net	379,229	-	379,229	(493,583)
Insurance Proceeds	219,015	-	219,015	548,603
Interest Income	64,043	-	64,043	12,663
Other Income	-	-	-	12,372
TOTAL NON-OPERATING ACTIVITY	<u>662,287</u>	<u>-</u>	<u>662,287</u>	<u>80,055</u>
CHANGE IN NET ASSETS AFTER NON- OPERATING ACTIVITY	<u>1,331,117</u>	<u>197,996</u>	<u>1,529,113</u>	<u>379,004</u>
NET ASSETS, BEGINNING OF YEAR	<u>13,553,453</u>	<u>2,382,627</u>	<u>15,936,080</u>	<u>15,557,076</u>
NET ASSETS, END OF YEAR	<u>\$ 14,884,570</u>	<u>\$ 2,580,623</u>	<u>\$ 17,465,193</u>	<u>\$ 15,936,080</u>

The accompanying notes are an integral part of these consolidated 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, 2023
(with comparative totals for 2022)**

	Program Services							Supporting Services				2023 Total	2022 Total
	Shelter/ Transitional/ Outreach	Counseling Center	Legal Services	Community Based Counseling	Battered Intervention	Court Programs	Celebrating Families/ Helping Hands	Total	Development and Campaign	Management and General	Total		
OPERATING EXPENSES													
Salaries	\$ 2,060,070	\$ 293,785	\$ 405,437	\$ 296,948	\$ 202,744	\$ 174,498	\$ 413,217	\$ 3,846,699	\$ 234,711	\$ 480,751	\$ 715,462	\$ 4,562,161	\$ 4,152,527
Payroll Taxes	155,649	22,582	30,863	22,960	15,302	13,316	31,991	292,663	17,210	34,130	51,340	344,003	322,198
Health, Workers' Compensation and Other Insurance	139,516	23,748	10,195	16,468	13,056	10,387	32,006	245,376	12,696	26,449	39,145	284,521	217,685
Pension Plan Expense	39,936	4,040	12,488	2,847	7,816	6,128	5,478	78,733	2,887	20,926	23,813	102,546	96,968
Total Payroll Expenses	2,395,171	344,155	458,983	339,223	238,918	204,329	482,692	4,463,471	267,504	562,256	829,760	5,293,231	4,789,378
Supplies	406,118	15,286	17,607	11,694	19,965	6,783	26,592	504,045	186	29,504	29,690	533,735	410,927
Occupancy	357,080	23,959	529	11,974	12,318	118	32,195	438,173	1,533	6,209	7,742	445,915	410,788
Specific Assistance	257,921	1,899	1,336	168,586	9,686	-	1,816	441,244	-	280	280	441,524	371,885
Professional Fees	52,182	92,612	8,552	7,487	65,601	2,258	29,138	257,830	4,918	39,964	44,882	302,712	258,839
Insurance	80,150	3,702	556	2,318	1,907	556	5,609	94,798	-	25,471	25,471	120,269	107,612
Telephone	47,233	5,979	1,886	-	2,923	2,550	9,877	70,448	-	6,629	6,629	77,077	80,831
Transportation	24,709	1,006	8,249	2,260	1,943	3,694	1,120	42,981	-	5,344	5,344	48,325	38,456
Dues and Subscriptions	5,891	33	4,115	5,329	527	79	549	16,523	-	30,916	30,916	47,439	34,949
Legal and Accounting	-	-	-	-	-	-	-	-	-	30,049	30,049	30,049	26,426
Educational Conferences and Meetings	3,043	105	-	29	640	140	219	4,176	-	12,737	12,737	16,913	13,233
Mailing and Postage	3,563	214	34	4	126	27	568	4,536	212	650	862	5,398	6,143
Printing and Publications	6	-	-	-	-	-	-	6	751	2,880	3,631	3,637	520
Total Expenses Before Depreciation	3,633,067	488,950	501,847	548,904	354,554	220,534	590,375	6,338,231	275,104	752,889	1,027,993	7,366,224	6,549,987
Depreciation	378,000	17,484	-	-	9,007	-	26,491	430,982	-	-	-	430,982	393,213
TOTAL OPERATING EXPENSES	\$ 4,011,067	\$ 506,434	\$ 501,847	\$ 548,904	\$ 363,561	\$ 220,534	\$ 616,866	\$ 6,769,213	\$ 275,104	\$ 752,889	\$ 1,027,993	\$ 7,797,206	\$ 6,943,200

The accompanying notes are an integral part of these consolidated 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, 2023 and 2022**

	2023	2022
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Change in Net Assets	\$ 1,529,113	\$ 379,004
Adjustments to Reconcile Net Change to Net Cash		
Provided by Operations:		
Depreciation	430,982	393,213
Unrealized (Gain) Loss on Investments	(307,896)	538,832
Increase in Operating Assets:		
Grants Receivable	(21,032)	(178,876)
Increase (Decrease) in Operating Liabilities:		
Accrued Expenses	23,500	(27,238)
Deferred Revenue	(22,152)	45,613
NET CASH PROVIDED BY OPERATING ACTIVITIES	1,632,515	1,150,548
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Purchase of Buildings and Equipment	(491,942)	(632,310)
Purchase of Investments	(1,071,333)	(45,249)
NET CASH USED BY INVESTING ACTIVITIES	(1,563,275)	(677,559)
NET INCREASE IN CASH FLOWS	69,240	472,989
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	4,410,646	3,937,657
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 4,479,886	\$ 4,410,646

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

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN’S SHELTER ENDOWMENT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2023 and 2022**

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 include 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. Therapeutic education activities and childcare services are provided to address generational violence. Educational classes are provided to 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. 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.

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN’S SHELTER ENDOWMENT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2023 and 2022**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Description of Programs (continued)

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.

Included in Counseling Center Services is a parenting education program whose curriculum was developed by the University of Texas at San Antonio’s School of Social Work, and it is offered at both 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.

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.

Court Programs – These programs work 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.

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN’S SHELTER ENDOWMENT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2023 and 2022**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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 purpose 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.

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 (GAAP) requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Grants Receivable

Grants receivable is 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.

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, 2023 and 2022**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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, telephone, insurance, supplies, and various other operating expenses, which are allocated on the basis of square footage or some other reasonable basis.

Grants and Contributions

The Center and the Fund record grants and contributions in accordance with Accounting Standards Update (ASU) 2018-08, *Not-for-Profit Entities (Topic 958): Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made*. Grants and 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 grants and contributions are reported as increases in net assets with donor restrictions depending on the nature of the restrictions. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is fulfilled), net assets with donor restrictions are reclassified to net assets without restrictions and reported in the statement of activities as net assets released from restrictions.

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 (loss), net in the consolidated statement of activities.

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 11,912 and 10,048 volunteer hours provided during the years ended June 30, 2023 and 2022 with an approximate fair value of \$119,115 and \$100,478, respectively. These amounts are not recognized in the consolidated financial statements.

Income Taxes

The Center and the Fund are exempt from federal income taxes under Sections 501(c)(3) and 509 (a)(2), respectively, of the Internal Revenue Code and, as such, qualify for the maximum charitable contributions deduction by donors. As of June 30, 2023, the tax years that remain subject to examination by taxing authorities begin with 2020.

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN’S SHELTER ENDOWMENT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2023 and 2022**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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 at date of contribution. 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 improvements – 7 years.

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.

New Accounting Pronouncements

In February 2016, the Financial Accounting Standards Board (FASB) issued ASU 2016-02, *Leases*. This pronouncement provides new guidance 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 has evaluated the pronouncement and determined it does not have a material effect on the consolidated financial statements for the year ended June 30, 2023. Therefore, it will not be adopted for fiscal year 2023.

In September 2020, the FASB issued ASU 2020-07, *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*. This pronouncement requires nonprofits to expand their financial statement presentation and disclosure of contributed nonfinancial assets, including in-kind contributions. The pronouncement includes disclosure of information on an entity’s policies on contributed nonfinancial assets about monetization and utilization during the reporting period, information on donor-imposed restrictions, and valuation techniques. The new pronouncement, as amended, is to be applied retrospectively, to annual reporting periods beginning after June 15, 2021, and interim periods with annual reporting periods beginning after June 15, 2022. Management has evaluated the pronouncement and determined it is not applicable to the Center and the Fund since they did not receive in-kind contributions during the year ended June 30, 2023. Therefore, it will not be adopted for fiscal year 2023.

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN'S SHELTER ENDOWMENT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2023 and 2022**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Revenue - Exchange Transactions

The Center and the Fund recognize revenue related to exchange transactions in accordance with ASU 2014-09, *Revenue from Contracts with Customers (Topic 606)*. The Center and the Fund receive revenues through various exchange transactions, including counseling and special events. The amount of consideration received from these transactions is variable. Revenue from these transactions is recorded as an increase in net assets without donor restrictions to the extent that the earnings process is complete. Performance obligations are satisfied at a point in time when the service is performed or the event is held. There were no receivables or contract assets related to these exchange transactions at June 30, 2023, June 30, 2022, or July 1, 2021. Disaggregation of revenue is presented on the face of the consolidated statement of activities. For the years ended June 30, 2023 and 2022, substantially all special event income consisted of contributions (non-exchange) which are recognized as revenue when received and are recorded as support with or without donor restrictions depending on the existence and/or nature of any donor restrictions.

Contract Balances

Contract liabilities represent the Center's and the Fund's obligation to transfer goods or services to a customer when consideration has already been received from the customer. Contract liability balances for exchange transactions related to deferred revenue for future special events were as follows at June 30:

	<u>2023</u>		<u>2022</u>
Beginning of Year	\$ 48,559	\$	20,489
End of Year	\$ 39,950	\$	48,559

NOTE 2 – LAND, BUILDINGS AND EQUIPMENT

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

	<u>2023</u>	<u>2022</u>
Land	\$ 480,929	\$ 480,929
Buildings	4,011,389	4,000,924
Building Improvements	2,391,556	2,132,216
Buildings – New Shelter	6,459,638	6,459,638
Furniture and Equipment	1,222,974	1,048,198
Software	39,304	39,304
Transportation Equipment	250,817	250,817
Leasehold Improvements	10,529	10,529
Construction in Progress	96,144	48,783
Total Cost	<u>14,963,280</u>	<u>14,471,338</u>
Less Accumulated Depreciation	<u>(7,909,242)</u>	<u>(7,478,260)</u>
Land, Buildings and Equipment, net	<u>\$ 7,054,038</u>	<u>\$ 6,993,078</u>

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN’S SHELTER ENDOWMENT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2023 and 2022**

NOTE 2 – LAND, BUILDINGS AND EQUIPMENT (continued)

Depreciation expense for the years ended June 30, 2023 and 2022 was \$430,982 and \$393,213, respectively.

NOTE 3 – 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, 2023 and 2022, the uninsured balances in the Center’s and the Fund’s cash and investment accounts totaled \$6,805,398 and \$6,490,293, respectively, without consideration of reconciling items.

NOTE 4 – 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. The fair values of investments are based on quoted market prices for those or similar investments.

The following table represents investments measured at fair value as reported on the consolidated statement of financial position as of June 30, 2023, as well as by level within the fair value measurement hierarchy:

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN'S SHELTER ENDOWMENT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2023 and 2022**

NOTE 4 – FAIR VALUE MEASUREMENTS (continued)

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Money Market Funds	\$ 1,466,384	\$ -	\$ -	\$ 1,466,384
Fixed Income	1,905,659	-	-	1,905,659
Equities	<u>2,151,994</u>	<u>-</u>	<u>-</u>	<u>2,151,994</u>
	<u>\$ 5,524,037</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,524,037</u>

The following table represents investments measured at fair value as reported on the consolidated statement of financial position as of June 30, 2022, as well as by level within the fair value measurement hierarchy:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Money Market Funds	\$ 356,903	\$ -	\$ -	\$ 356,903
Fixed Income	1,685,649	-	-	1,685,649
Equities	<u>2,102,256</u>	<u>-</u>	<u>-</u>	<u>2,102,256</u>
	<u>\$ 4,144,808</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,144,808</u>

Investment income (loss) totaled \$379,229 and \$(493,583), net of fees of \$50,689 and \$20,567, for the years ended June 30, 2023 and 2022, respectively.

NOTE 5 – NET ASSETS WITH DONOR RESTRICTIONS

Purpose-restricted net assets of \$396,365 and \$220,210 were available for the capital campaign at June 30, 2023 and 2022, respectively.

Perpetually restricted net assets of \$2,184,258 and \$2,162,417 were available for family violence prevention at June 30, 2023 and 2022, respectively.

NOTE 6 – NET ASSETS WITHOUT DONOR RESTRICTIONS - DESIGNATED BY BOARD

Net assets without donor restrictions of \$2,500,000 have been designated by the Board as a working capital operating reserve at June 30, 2023 and 2022.

NOTE 7 – 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 45% and 47% of the total operating support and revenue of the Center for the years ended June 30, 2023 and 2022, 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.

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN’S SHELTER ENDOWMENT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2023 and 2022**

NOTE 8 – 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 endowment net assets for the year ended June 30, 2023:

	Without Donor Restrictions	Perpetually Restricted	Total
Endowment Net Assets at Beginning of Year	\$ 381,591	\$ 2,162,417	\$ 2,544,008
Interest	39,744	-	39,744
Dividends	20,209	-	20,209
Realized and Unrealized Gain, net	141,212	-	141,212
Contributions	-	21,841	21,841
Endowment Net Assets at End of Year	<u>\$ 582,756</u>	<u>\$ 2,184,258</u>	<u>\$ 2,767,014</u>

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN'S SHELTER ENDOWMENT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2023 and 2022**

NOTE 8 – ENDOWMENT FUND (continued)

The Fund had the following changes in endowment net assets for the year ended June 30, 2022:

	Without Donor Restrictions	Perpetually Restricted	Total
Endowment Net Assets at Beginning of Year	\$ 663,575	\$ 2,135,677	\$ 2,799,252
Interest	20,575	-	20,575
Dividends	17,216	-	17,216
Realized and Unrealized Loss, net	(319,775)	-	(319,775)
Contributions	-	26,740	26,740
Endowment Net Assets at End of Year	<u>\$ 381,591</u>	<u>\$ 2,162,417</u>	<u>\$ 2,544,008</u>

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

	<u>2023</u>	<u>2022</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>\$ 2,184,258</u>	<u>\$ 2,162,417</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 Market	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, 2023 and 2022**

NOTE 8 – ENDOWMENT FUND (continued)

Strategies Employed for Achieving Objectives (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 9 – SPECIAL EVENTS

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

		June 30, 2023		
		Gross Income	Direct Expenses	Total Net
Honoring Mothers	\$	256,115	\$ (107,306)	\$ 148,809
Purple Run		16,608	(14,060)	2,548
Total	\$	272,723	\$ (121,366)	\$ 151,357
		June 30, 2022		
		Gross Income	Direct Expenses	Total Net
Power of the Other				
Hand	\$	122,391	\$ (20,691)	\$ 101,700
Purple Run		11,458	(4,461)	6,997
Total	\$	133,849	\$ (25,152)	\$ 108,697

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN’S SHELTER ENDOWMENT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2023 and 2022**

NOTE 10 – 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, 2023 and 2022 were \$102,546 and \$96,968, respectively.

NOTE 11 – 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, 2023 and 2022: Basic Civil Legal Services Grant (BCLS), Crime Victims Civil Legal Services Grant (CVCLS), and LawTeria II Grant. Total revenue from these awards was \$301,810 and \$285,667 for the years ended June 30, 2023 and 2022, respectively.

NOTE 12 – SUBSEQUENT EVENTS

The Center and the Fund have evaluated subsequent events through September 29, 2023, which is the date the financial statements were available to be issued.

NOTE 13 – 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>2023</u>	<u>2022</u>
Cash and Cash Equivalents	\$ 4,479,886	\$ 4,410,646
Investments	5,524,037	4,144,808
Grants Receivable	<u>729,474</u>	<u>708,442</u>
Total Financial Assets	<u>10,733,397</u>	9,263,896
Board Designations	<u>(2,500,000)</u>	(2,500,000)
Donor Restrictions	<u>(2,580,623)</u>	<u>(2,382,627)</u>
Financial Assets Available to Meet Cash Needs for Expenditures Within One Year	<u>\$ 5,652,774</u>	<u>\$ 4,381,269</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.

SUPPLEMENTARY INFORMATION

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN'S SHELTER ENDOWMENT FUND
CONSOLIDATING STATEMENT OF FINANCIAL POSITION
June 30, 2023
(with comparative totals for 2022)**

	Family Violence Prevention Services, Inc.	Battered Women's Shelter Endowment Fund	2023	Total	2022 Total
<u>ASSETS</u>					
CURRENT ASSETS					
Cash and Cash Equivalents	\$ 4,282,861	\$ 197,025	\$ 4,479,886		\$ 4,410,646
Grants Receivable	729,474	-	729,474		708,442
Total Current Assets	5,012,335	197,025	5,209,360		5,119,088
LONG-TERM ASSETS					
Investments	2,954,048	2,569,989	5,524,037		4,144,808
Land, Buildings and Equipment, net	7,054,038	-	7,054,038		6,993,078
Total Long-Term Assets	10,008,086	2,569,989	12,578,075		11,137,886
TOTAL ASSETS	\$ 15,020,421	\$ 2,767,014	\$ 17,787,435		\$ 16,256,974
<u>LIABILITIES AND NET ASSETS</u>					
CURRENT LIABILITIES					
Accrued Expenses	\$ 252,292	\$ -	\$ 252,292		\$ 228,792
Deferred Revenue	69,950	-	69,950		92,102
Total Current Liabilities	322,242	-	322,242		320,894
TOTAL LIABILITIES	322,242	-	322,242		320,894
NET ASSETS					
Without Donor Restrictions					
Undesignated	11,801,814	582,756	12,384,570		11,053,453
Board-Designated	2,500,000	-	2,500,000		2,500,000
Total Without Donor Restrictions	14,301,814	582,756	14,884,570		13,553,453
With Donor Restrictions					
Purpose-Restricted	396,365	-	396,365		220,210
Perpetually Restricted - Endowment	-	2,184,258	2,184,258		2,162,417
Total With Donor Restrictions	396,365	2,184,258	2,580,623		2,382,627
TOTAL NET ASSETS	14,698,179	2,767,014	17,465,193		15,936,080
TOTAL LIABILITIES AND NET ASSETS	\$ 15,020,421	\$ 2,767,014	\$ 17,787,435		\$ 16,256,974

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, 2023
(with comparative totals for 2022)**

	<u>Family Violence Prevention Services, Inc.</u>		<u>Battered Women's Shelter Endowment Fund</u>		<u>2023 Total</u>	<u>2022 Total</u>
	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>		
<u>OPERATING SUPPORT AND REVENUE</u>						
Grants from Governmental Agencies	\$ 3,857,006	\$ -	\$ -	\$ -	\$ 3,857,006	\$ 3,377,888
Contributions and Other Grants	2,998,554	366,980	-	21,841	3,387,375	2,555,167
United Way	927,588	-	-	-	927,588	846,354
Counseling Revenue	313,747	-	-	-	313,747	332,252
Special Events, net of direct expenses of \$121,366 and \$25,152, respectively	151,357	-	-	-	151,357	108,697
Court Donation Revenue	26,959	-	-	-	26,959	21,791
Net Assets Released from Restrictions	190,825	(190,825)	-	-	-	-
TOTAL OPERATING SUPPORT AND REVENUE	<u>8,466,036</u>	<u>176,155</u>	<u>-</u>	<u>21,841</u>	<u>8,664,032</u>	<u>7,242,149</u>
<u>OPERATING EXPENSES</u>						
Program Services	6,769,213	-	-	-	6,769,213	5,982,752
Supporting Services	1,027,993	-	-	-	1,027,993	960,448
TOTAL OPERATING EXPENSES	<u>7,797,206</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,797,206</u>	<u>6,943,200</u>
CHANGE IN NET ASSETS BEFORE NON- OPERATING ACTIVITY	<u>668,830</u>	<u>176,155</u>	<u>-</u>	<u>21,841</u>	<u>866,826</u>	<u>298,949</u>
<u>NON-OPERATING ACTIVITY</u>						
Investment Income (Loss), net	178,120	-	201,109	-	379,229	(493,583)
Insurance Proceeds	219,015	-	-	-	219,015	548,603
Interest Income	63,987	-	56	-	64,043	12,663
Other Income	-	-	-	-	-	12,372
TOTAL NON-OPERATING ACTIVITY	<u>461,122</u>	<u>-</u>	<u>201,165</u>	<u>-</u>	<u>662,287</u>	<u>80,055</u>
CHANGE IN NET ASSETS AFTER NON- OPERATING ACTIVITY	<u>1,129,952</u>	<u>176,155</u>	<u>201,165</u>	<u>21,841</u>	<u>1,529,113</u>	<u>379,004</u>
NET ASSETS, BEGINNING OF YEAR	<u>13,171,862</u>	<u>220,210</u>	<u>381,591</u>	<u>2,162,417</u>	<u>15,936,080</u>	<u>15,557,076</u>
NET ASSETS, END OF YEAR	<u>\$ 14,301,814</u>	<u>\$ 396,365</u>	<u>\$ 582,756</u>	<u>\$ 2,184,258</u>	<u>\$ 17,465,193</u>	<u>\$ 15,936,080</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 - CVCLS GRANT
For the Year Ended June 30, 2023**

	<u>Budget</u>	<u>Actual</u>	<u>Favorable (Unfavorable)</u>
Revenue	\$ <u>69,510</u>	\$ <u>65,887</u>	\$ <u>(3,623)</u>
Expenses:			
Personnel:			
Lawyer	64,000	60,583	3,417
Employee Benefits	<u>5,510</u>	<u>5,304</u>	<u>206</u>
Total Personnel	<u>69,510</u>	<u>65,887</u>	<u>3,623</u>
Total Expenses	\$ <u>69,510</u>	\$ <u>65,887</u>	\$ <u>3,623</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 GRANT
For the Year Ended June 30, 2023**

	<u>Budget</u>	<u>Actual</u>	<u>Favorable (Unfavorable)</u>
Revenue	\$ <u>226,772</u>	\$ <u>234,896</u>	\$ <u>8,124</u>
Expenses:			
Personnel:			
Lawyer	150,000	157,884	(7,884)
Paralegal	45,725	46,000	(275)
Employee Benefits	<u>26,872</u>	<u>27,587</u>	<u>(715)</u>
Total Personnel	<u>222,597</u>	<u>231,471</u>	<u>(8,874)</u>
Non-Personnel:			
Travel	<u>4,175</u>	<u>3,425</u>	<u>750</u>
Total Non-Personnel	<u>4,175</u>	<u>3,425</u>	<u>750</u>
Total Expenses	<u>\$ 226,772</u>	<u>\$ 234,896</u>	<u>\$ (8,124)</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 - LAWTERIA II GRANT
For the Year Ended June 30, 2023**

	<u>Budget</u>	<u>Actual</u>	<u>Favorable (Unfavorable)</u>
Revenue	\$ <u> -</u>	\$ <u> 1,027</u>	\$ <u> 1,027</u>
Expenses:			
Personnel:			
Legal Clerk	-	876	(876)
Employee Benefits	<u> -</u>	<u> 151</u>	<u> (151)</u>
Total Personnel	<u> -</u>	<u> 1,027</u>	<u> (1,027)</u>
Total Expenses	\$ <u> -</u>	\$ <u> 1,027</u>	\$ <u> (1,027)</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, 2023**

Grantor/Pass Through Grantor/Program Title	Assistance Listing Number	Pass-Through Entity Identifying Number	Expenditures
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Passed Through Texas Health and Human Services Commission:			
Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services	93.671	HHS000380000068	\$ 181,121
COVID-19 - Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services	93.671	HHS000380000068	355,713
COVID-19 - Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services	93.671	HHS001108000005	82,126
			<u>618,960</u>
Social Services Block Grant	93.667	HHS000380000068	521,114
			<u>521,114</u>
<i>Total U.S. Department of Health and Human Services</i>			<u>1,140,074</u>
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			
Continuum of Care Program	14.267	TX0435L6J002105	281,967
Continuum of Care Program	14.267	TX0435L6J002004	19,194
Continuum of Care Program	14.267	TX0510D6J002103	77,859
Continuum of Care Program	14.267	TX0510D6J002002	621
			<u>379,641</u>
Passed Through City of San Antonio:			
Community Development Block Grants/Entitlement Grants	14.218	46000020966	60,288
			<u>60,288</u>
Passed Through Texas Department of Housing and Community Affairs:			
Emergency Solutions Grant Program	14.231	42215000001	91,543
Emergency Solutions Grant Program	14.231	42225000001	161,247
			<u>252,790</u>
Supportive Housing Program	14.235	TX0010L6J002114	148,921
Supportive Housing Program	14.235	TX0010L6J002013	2,238
			<u>151,159</u>
<i>Total U.S. Department of Housing and Urban Development</i>			<u>843,878</u>
U.S. DEPARTMENT OF JUSTICE			
Passed Through Office of the Governor:			
Crime Victim Assistance	16.575	VA-13-V30-31138-04	390,201
Crime Victim Assistance	16.575	VA-13-V30-23659-10	268,907
			<u>659,108</u>
<i>Total U.S. Department of Justice</i>			<u>659,108</u>
U.S. DEPARTMENT OF HOMELAND SECURITY			
Emergency Food and Shelter National Board Program - Phase 39	97.024	LR0-788600-006	41,106
Emergency Food and Shelter National Board Program - Phase 40	97.024	LR0-788600-006	9,315
			<u>50,421</u>
<i>Total U.S. Department of Homeland Security</i>			<u>50,421</u>
U.S. DEPARTMENT OF TREASURY			
Passed Through County of the Bexar:			
Coronavirus State and Local Fiscal Recovery	21.027	817-9999-520006	297,546
			<u>297,546</u>
<i>Total U.S. Department of Treasury</i>			<u>297,546</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>2,991,027</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, 2023**

-continued-

Grantor/Pass Through Grantor/Program Title	Assistance Listing Number	Pass-Through Entity Identifying Number	Expenditures
TEXAS DEPARTMENT OF CRIMINAL JUSTICE			
Family Violence Prevention Services	N/A	015-013	144,041
<i>Total Texas Department of Criminal Justice</i>			<u>144,041</u>
TEXAS OFFICE OF THE ATTORNEY GENERAL			
Other Victim Assistance Grant	N/A	C-00294	40,833
Other Victim Assistance Grant	N/A	2216331	4,608
<i>Total Texas Office of the Attorney General</i>			<u>45,441</u>
TEXAS HEALTH AND HUMAN SERVICES COMMISSION			
Residential and Non-Residential Family Violence Services Grant Program	N/A	HHS000380000068	302,409
<i>Total Texas Health and Human Services Commission</i>			<u>302,409</u>
TOTAL EXPENDITURES OF STATE AWARDS			<u>491,891</u>
 CITY OF SAN ANTONIO			
Battered Women and Children's Shelter Project A	N/A	46000020966	279,164
Haven for Hope Project B	N/A	46000020966	94,924
TOTAL EXPENDITURES OF LOCAL AWARDS			<u>374,088</u>
TOTAL EXPENDITURES OF FEDERAL, STATE AND LOCAL AWARDS			\$ <u><u>3,857,006</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 EXPENDITURES OF FEDERAL, STATE AND LOCAL AWARDS
June 30, 2023**

NOTE 1 – GENERAL

The accompanying schedule of expenditures of federal, state and local awards presents expenditures for all federal, state and local assistance awards that were in effect for the year ended June 30, 2023 for Family Violence Prevention Services, Inc. (the Center) and Battered Women’s Shelter Endowment Fund (the Fund). The Center’s and the Fund’s reporting entity is described in Note 1 of the basic consolidated financial statements.

NOTE 2 – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal, state and local awards (the Schedule) includes the federal, state and local grant activity of the Center and the 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*. Because the Schedule presents only a selected portion of the operations of the Center and the Fund, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Center and the Fund.

NOTE 3 – 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 4 – OTHER DISCLOSURES

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

The Center and the Fund did not disburse any federal, state or local awards to subrecipients for the year ended June 30, 2023.

The Center and the Fund have elected not to use the 10% *de minimis* indirect cost rate.

Gonzalez & Walker

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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*

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, 2023, 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 September 29, 2023.

Report on 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) as a basis for designing 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.

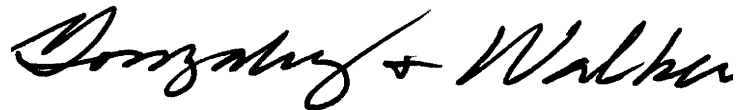
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

Report on 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 consolidated financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of 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.



San Antonio, Texas
September 29, 2023

Gonzalez & Walker

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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

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 Program

Opinion on Each Major Federal 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* that could have a direct and material effect on each of the Center's and the Fund's major federal programs for the year ended June 30, 2023. The Center's and the Fund's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the 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 its major federal programs for the year ended June 30, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control over Compliance

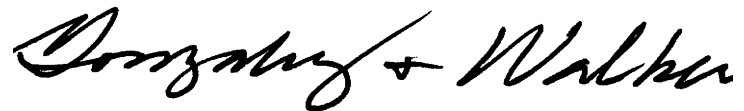
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a 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 Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses or significant deficiencies, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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

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

San Antonio, Texas
September 29, 2023

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN'S SHELTER ENDOWMENT FUND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2023**

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 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? _____ Yes X No

Major Programs:

Federal

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
16.575	Crime Victim Assistance
93.671	Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services

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

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

**FAMILY VIOLENCE PREVENTION SERVICES, INC.
AND BATTERED WOMEN'S SHELTER ENDOWMENT FUND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2023**

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, 2023**

Section I – Prior Year Financial Statement Findings

None

Section II – Prior Year Federal Award Findings and Questioned Costs

None