

**THE WOMEN'S CENTER OF TARRANT COUNTY, INC.
AND AFFILIATE**

**CONSOLIDATED FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION**

YEAR ENDED SEPTEMBER 30, 2022



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INDEPENDENT AUDITORS' REPORT

Board of Directors
The Women's Center of Tarrant County, Inc. and Affiliate
Fort Worth, Texas

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of The Women's Center of Tarrant County, Inc. and Affiliate (nonprofit corporations), (collectively, the Organization), which comprise the consolidated statement of financial position as of September 30, 2022, 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 referred to above present fairly, in all material respects, the financial position of the Organization as of September 30, 2022, 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 (GAAS) 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 *Auditors' Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are required to be independent of The Women's Center of Tarrant County, Inc. and Affiliate 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 Consolidated 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.

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 The Women's Center of Tarrant County, Inc. and Affiliate's ability to continue as a going concern within one year after the date that the consolidated financial statements are available to be issued.

Auditors' Responsibilities for the Audit of the Consolidated 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 auditors' 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 GAAS 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 GAAS 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 The Women's Center of Tarrant County, Inc. and Affiliate'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 The Women's Center of Tarrant County, Inc. and Affiliate'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.

Supplementary Information

Our audit was conducted for the purpose of forming opinion on the consolidated financial statements as a whole. The accompanying schedule of expenditures of federal awards and schedule of expenditures of state awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and the Texas Governor's Office of Budget and Planning Uniform Grant Management Standards, which includes the State of Texas Audit Circular (UGMS), respectively, is presented for purposes of additional analysis and is 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 GAAS. In our opinion, the schedule of expenditures of federal and state awards is fairly stated, 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 June 1, 2023, on our consideration of The Women's Center of Tarrant County, Inc. and Affiliate's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of The Women's Center of Tarrant County, Inc. and Affiliate'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 The Women's Center of Tarrant County, Inc. and Affiliate's internal control over financial reporting and compliance.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Fort Worth, Texas
June 1, 2023

**THE WOMEN'S CENTER OF TARRANT COUNTY, INC. AND AFFILIATE
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
SEPTEMBER 30, 2022**

ASSETS	The Women's Center of Tarrant County, Inc.	The Women's Center of Tarrant County Foundation	Eliminating	Total
CURRENT ASSETS				
Cash and Cash Equivalents	\$ 293,702	\$ 149,000	\$ -	\$ 442,702
Accounts Receivable	742,483	-	-	742,483
Contributions Receivable	150,869	46,313	-	197,182
Due from Affiliate	100,683	-	(100,683)	-
Inventory	21,511	-	-	21,511
Prepaid Expenses and Other Deposits	138,322	-	-	138,322
Total Current Assets	<u>1,447,570</u>	<u>195,313</u>	<u>(100,683)</u>	<u>1,542,200</u>
NONCURRENT ASSETS				
Other Asset, Net	373,275	-	-	373,275
Contributions Receivable	90,000	-	-	90,000
Investments	5,525,155	3,491,899	-	9,017,054
Property and Equipment, Net	4,390,039	-	-	4,390,039
Assets Permanently Restricted to Endowment	-	20,000	-	20,000
Total Noncurrent Assets	<u>10,378,469</u>	<u>3,511,899</u>	<u>-</u>	<u>13,890,368</u>
Total Assets	<u>\$ 11,826,039</u>	<u>\$ 3,707,212</u>	<u>\$ (100,683)</u>	<u>\$ 15,432,568</u>
LIABILITIES AND NET ASSETS				
CURRENT LIABILITIES				
Accounts Payable	\$ 160,048	\$ -	\$ -	\$ 160,048
Accrued Liabilities	215,575	-	-	215,575
Due to Affiliate	-	100,683	(100,683)	-
Deferred Revenue	169,350	-	-	169,350
Total Current Liabilities	<u>544,973</u>	<u>100,683</u>	<u>(100,683)</u>	<u>544,973</u>
Total Liabilities	544,973	100,683	(100,683)	544,973
NET ASSETS				
Without Donor Restrictions:				
Undesignated	6,701,908	-	-	6,701,908
Board-Designated - Operating Reserve	2,925,000	-	-	2,925,000
Board-Designated - Building Maintenance	1,401,389	-	-	1,401,389
Board-Designated - Endowment	-	3,545,216	-	3,545,216
Total Without Donor Restrictions	<u>11,028,297</u>	<u>3,545,216</u>	<u>-</u>	<u>14,573,513</u>
With Donor Restrictions:				
Perpetual in Nature	-	20,000	-	20,000
Purpose Restrictions	11,900	-	-	11,900
Time-Restricted for Future Periods	240,869	41,313	-	282,182
Total With Donor Restrictions	<u>252,769</u>	<u>61,313</u>	<u>-</u>	<u>314,082</u>
Total Net Assets	<u>11,281,066</u>	<u>3,606,529</u>	<u>-</u>	<u>14,887,595</u>
Total Liabilities and Net Assets	<u>\$ 11,826,039</u>	<u>\$ 3,707,212</u>	<u>\$ (100,683)</u>	<u>\$ 15,432,568</u>

See accompanying Notes to Consolidated Financial Statements.

**THE WOMEN'S CENTER OF TARRANT COUNTY, INC. AND AFFILIATE
CONSOLIDATED STATEMENT OF ACTIVITIES
YEAR ENDED SEPTEMBER 30, 2022**

	The Women's Center of Tarrant County, Inc.			The Women's Center of Tarrant County Foundation			Eliminating	Total
	Without Donor Restriction	With Donor Restriction	Total	Without Donor Restriction	With Donor Restriction	Total		
REVENUE AND OTHER SUPPORT								
Contributions	\$ 329,882	\$ 1,408,950	\$ 1,738,832	\$ 65,397	\$ 25,000	\$ 90,397	\$ (167,800)	\$ 1,661,429
Contributions of Nonfinancial Assets	17,242	-	17,242	-	-	-	-	17,242
United Way	175,606	42,188	217,794	-	-	-	-	217,794
Government Grants and Contracts	3,440,320	-	3,440,320	-	-	-	-	3,440,320
Program Service Fees	97,340	-	97,340	-	-	-	-	97,340
Special Events Income, Net of Expenses of \$116,316	285,673	-	285,673	-	-	-	(10,000)	275,673
Investment Income	102,113	-	102,113	68,182	509	68,691	-	170,804
Net Realized and Unrealized Loss on Investments	(738,561)	-	(738,561)	(525,763)	(3,927)	(529,690)	-	(1,268,251)
Miscellaneous Income	27,121	-	27,121	-	-	-	-	27,121
Net Assets Released from Restriction:								
Satisfaction of Time Restrictions	520,266	(520,266)	-	135,000	(135,000)	-	-	-
Satisfaction of Program Restrictions	831,448	(831,448)	-	5,169	(5,169)	-	-	-
Total Revenue and Other Support	<u>5,088,450</u>	<u>99,424</u>	<u>5,187,874</u>	<u>(252,015)</u>	<u>(118,587)</u>	<u>(370,602)</u>	<u>(177,800)</u>	<u>4,639,472</u>
EXPENSES								
Program Services:								
Rape Crisis and Victim Services	3,006,273	-	3,006,273	-	-	-	-	3,006,273
Employment Solutions	1,214,522	-	1,214,522	-	-	-	-	1,214,522
Counseling and Case Management	891,918	-	891,918	-	-	-	-	891,918
Support of Mission	-	-	-	177,800	-	177,800	(177,800)	-
Total Program Services	<u>5,112,713</u>	<u>-</u>	<u>5,112,713</u>	<u>177,800</u>	<u>-</u>	<u>177,800</u>	<u>(177,800)</u>	<u>5,112,713</u>
Supporting Services:								
Management and General	624,366	-	624,366	4,187	-	4,187	-	628,553
Fundraising	448,749	-	448,749	53,779	-	53,779	-	502,528
Total Supporting Services	<u>1,073,115</u>	<u>-</u>	<u>1,073,115</u>	<u>57,966</u>	<u>-</u>	<u>57,966</u>	<u>-</u>	<u>1,131,081</u>
Total Expenses	<u>6,185,828</u>	<u>-</u>	<u>6,185,828</u>	<u>235,766</u>	<u>-</u>	<u>235,766</u>	<u>(177,800)</u>	<u>6,243,794</u>
CHANGE IN NET ASSETS	<u>(1,097,378)</u>	<u>99,424</u>	<u>(997,954)</u>	<u>(487,781)</u>	<u>(118,587)</u>	<u>(606,368)</u>	<u>-</u>	<u>(1,604,322)</u>
Net Assets - Beginning of Year	<u>12,125,675</u>	<u>153,345</u>	<u>12,279,020</u>	<u>4,032,997</u>	<u>179,900</u>	<u>4,212,897</u>	<u>-</u>	<u>16,491,917</u>
NET ASSETS - END OF YEAR	<u>\$ 11,028,297</u>	<u>\$ 252,769</u>	<u>\$ 11,281,066</u>	<u>\$ 3,545,216</u>	<u>\$ 61,313</u>	<u>\$ 3,606,529</u>	<u>\$ -</u>	<u>\$ 14,887,595</u>

See accompanying Notes to Consolidated Financial Statements.

**THE WOMEN'S CENTER OF TARRANT COUNTY, INC. AND AFFILIATE
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED SEPTEMBER 30, 2022**

	Program Services				Supporting Services				Eliminating	Total
	Rape Crisis and Victim Services	Employment Solutions	Counseling and Case Management	Support of Mission	Total Program Services	Management and General	Fundraising	Total Supporting Services		
CENTER										
Salaries and Related Costs	\$ 2,483,604	\$ 692,633	\$ 724,688	\$ -	\$ 3,900,925	\$ 560,922	\$ 402,840	\$ 963,762	\$ -	\$ 4,864,687
Professional fees	17,793	79,026	2,660	-	99,479	28,405	1,109	29,514	-	128,993
Assistance to individuals	175	81,709	5,221	-	87,105	-	-	-	-	87,105
Supplies	37,032	14,786	6,872	-	58,690	1,962	2,936	4,898	-	63,588
Telephone costs	28,263	7,530	8,714	-	44,507	413	415	828	-	45,335
Occupancy	130,936	97,794	45,213	-	273,943	6,505	5,905	12,410	-	286,353
Equipment costs	65,980	80,088	24,359	-	170,427	4,111	4,998	9,109	-	179,536
Marketing / Recruitment	13,705	6,321	3,786	-	23,812	1,214	6,131	7,345	-	31,157
Insurance	31,328	26,521	9,395	-	67,244	1,450	1,463	2,913	-	70,157
Local Travel	5,745	1,751	10,000	-	17,496	292	426	718	-	18,214
Staff training	15,518	4,644	1,224	-	21,386	105	195	300	-	21,686
Special Events	-	-	-	-	-	-	116,316	116,316	-	116,316
Miscellaneous	29,681	13,573	6,437	-	49,691	12,891	15,894	28,785	-	78,476
Total Expenses before Depreciation and Amortization	2,859,760	1,106,376	848,569	-	4,814,705	618,270	558,628	1,176,898	-	5,991,603
Depreciation and Amortization	146,513	108,146	43,349	-	298,008	6,096	6,437	12,533	-	310,541
Total Center Expenses Before Netted Costs	3,006,273	1,214,522	891,918	-	5,112,713	624,366	565,065	1,189,431	-	6,302,144
Less: Costs Included with Revenues in the Consolidated Statement of Activities	-	-	-	-	-	-	(116,316)	(116,316)	-	(116,316)
Total Center Expenses	3,006,273	1,214,522	891,918	-	5,112,713	624,366	448,749	1,073,115	-	6,185,828
FOUNDATION										
Salaries and Related Costs	-	-	-	-	-	4,187	37,947	42,134	-	42,134
Support of Mission	-	-	-	177,800	177,800	-	15,149	15,149	(177,800)	15,149
Professional Fees	-	-	-	-	-	-	70	70	-	70
Supplies	-	-	-	-	-	-	432	432	-	432
Printing and Advertising	-	-	-	-	-	-	181	181	-	181
Conferences	-	-	-	-	-	-	-	-	-	-
Total Foundation Expenses	-	-	-	177,800	177,800	4,187	53,779	57,966	(177,800)	57,966
Total Expenses	\$ 3,006,273	\$ 1,214,522	\$ 891,918	\$ 177,800	\$ 5,290,513	\$ 628,553	\$ 502,528	\$ 1,131,081	\$ (177,800)	\$ 6,243,794

See accompanying Notes to Consolidated Financial Statements.

**THE WOMEN'S CENTER OF TARRANT COUNTY, INC. AND AFFILIATE
CONSOLIDATED STATEMENT OF CASH FLOWS
YEAR ENDED SEPTEMBER 30, 2022**

	The Women's Center of Tarrant County, Inc.	The Women's Center of Tarrant County Foundation	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Change in Net Assets	\$ (997,954)	\$ (606,368)	\$ (1,604,322)
Adjustments to Reconcile Change in Net Assets to Net Cash Provided (Used) by Operating Activities:			
Depreciation	244,965	-	244,965
Amortization	65,576	-	65,576
Net Realized and Unrealized Loss on Investments	738,561	529,690	1,268,251
Loss on Dispositions of Fixed Assets	1,202	-	1,202
(Increase) Decrease in Operating Assets:			
Accounts Receivable	(167,901)	105,000	(62,901)
Contributions Receivable	(108,496)	-	(108,496)
Inventory	(8)	-	(8)
Prepaid Expenses and Other Deposits	(49,560)	-	(49,560)
Due from (to) Affiliate	(50,767)	50,767	-
Increase (Decrease) in Operating Liabilities:			
Accounts Payable to Accrued Liabilities	123,244	-	123,244
Deferred Revenue	(18,157)	-	(18,157)
Net Cash Provided (Used) by Operating Activities	(219,295)	79,089	(140,206)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of Investments	(266,900)	(12,319)	(279,219)
Proceeds from Sale of Investments	301,962	82,230	384,192
Net Cash Provided by Investment Activities	35,062	69,911	104,973
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(184,233)	149,000	(35,233)
Cash and Cash Equivalents - Beginning of Year	477,935	-	477,935
CASH AND EQUIVALENTS - END OF YEAR	<u>\$ 293,702</u>	<u>\$ 149,000</u>	<u>\$ 442,702</u>

See accompanying Notes to Consolidated Financial Statements.

**THE WOMEN'S CENTER OF TARRANT COUNTY, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
SEPTEMBER 30, 2022**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

The Women's Center of Tarrant County, Inc. (the Center) opened in Fort Worth, Texas in January 1979. The Center provides comprehensive crisis intervention, counseling, and crime prevention services in the areas of sexual assault and other violent crime; information, referral, and counseling for women in crisis and transition; comprehensive employment services for women and men; and public advocacy and community education in all the areas in which the Center works. The Center's mission is to inspire and empower women, men and children to overcome violence, crisis and poverty. The Center is governed by a board of directors (the Board), which is composed of up to forty unpaid community volunteers. The Board's key roles and responsibilities are strategic planning, policy development, and general organization oversight and accountability. The Board employs the President and Chief Executive Officer, who is the general manager and chief administrative officer of the Center.

The Women's Center of Tarrant County Foundation (the Foundation) was incorporated on October 11, 2013, to perform charitable activities including holding, managing, receiving, administering, and investing property for the exclusive use, benefit, and support of the Center and to be responsive to the needs and demands of the Center. The Center is the sole member of the Foundation, and the Center elects the board of directors of the Foundation. The Center contributed the assets to form the Foundation on February 1, 2015.

Basis of Presentation and Reporting Entity

The accompanying consolidated financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (GAAP) and, includes the accounts of both the Center and the Foundation (collectively, the Organization). All material intra-entity transactions and balances have been eliminated.

Cash and Cash Equivalents

The Organization considers all highly liquid investments with original maturities of three months or less when purchased to be cash equivalents.

Accounts Receivable

Accounts receivable represent government grant receivables and other receivables. Based on past experience and analysis of current receivable collectability, no allowance for doubtful accounts is considered necessary at September 30, 2022.

Inventory

Inventory, consisting primarily of print and electronic educational materials for the Play it Safe!® program, are valued using lower of cost or market on the first-in, first-out basis.

Other Assets

Other assets are comprised of the Rape Crisis & Victim Services Play it Safe!® video project, the Play it Safe!® web based application and updates to the Center's website. Other assets are amortized over the useful life using the straight-line method.

THE WOMEN'S CENTER OF TARRANT COUNTY, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Other Assets (Continued)

The estimated useful lives for each major amortizable classification of other assets are as follows:

Play it Safe!® Videos	15 years
Play it Safe!® Web Based Application	10 years
Center Website	10 years

Investments

The Organization records investment purchases at cost, or if donated, at fair value on the date of donation. Thereafter, investments are reported at their fair values in the consolidated statement of financial position. Investment return includes dividend, interest, and other investment income/losses. Net realized and unrealized gains and losses on investments includes both realized and unrealized gains and losses on investments carried at fair value.

Investment return that is initially restricted by donor stipulation and for which the restriction will be satisfied in the same year is included as net assets with donor restriction and then released from restriction. Other investment return is reflected in the consolidated statement of activities as net assets without restriction or net assets with donor restriction based upon the existence and nature of any donor or legally imposed restrictions.

The Foundation maintains pooled investment accounts for its endowments. Investment income and realized and unrealized gains and losses from securities in the pooled investment accounts are allocated monthly to the individual endowments based on the relationship of the fair value of the interest of each endowment to the total fair value of the pooled investment accounts, as adjusted for additions to or deductions from those accounts.

Property and Equipment

Property and equipment are carried at cost or, if donated, at the approximate fair value at the date of donation. All acquisitions of property and equipment in excess of \$2,500 and all expenditures for repairs, maintenance, renewals, and betterments that materially prolong the useful lives of assets are capitalized. Depreciation is provided over the estimated useful lives of the assets using the straight-line method.

The estimated useful lives for each major depreciable classification of property and equipment are as follows:

Buildings	30 Years
Furniture and Equipment	5 to 10 Years
Leasehold Improvements	5 to 10 Years

The Organization periodically reviews the carrying value of its long-lived assets, including property and equipment, whenever events or changes in circumstances indicate that the carrying value may not be recoverable. To the extent the fair value of long-lived assets, determined based upon the estimated future cash inflows attributable to the assets less estimated future cash outflows, is less than the carrying amount, an impairment loss is recognized. No such losses were recognized during the year ended September 30, 2022.

THE WOMEN'S CENTER OF TARRANT COUNTY, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net Assets

The Organization is required to report information regarding its financial position and activities according to the following two classes of net assets:

Net assets without donor restriction – net assets that are not subject to donor-imposed stipulations.

Net assets with donor restriction – net assets subject to donor-imposed stipulations. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resources was restricted has been fulfilled, or both.

Contributions Received and Contributions Made

Contributions are recognized when unconditional commitments are received and recorded as with donor restrictions or without donor restrictions, depending on the existence and/or nature of any donor restrictions. Conditional commitments, that is, those with a measurable performance or other barrier and a right of return, are not recognized until the conditions on which they depend have been met. Conditional pledges totaled \$158,125 at September 30, 2022.

A portion of the Organization's revenue is derived from cost-reimbursable federal and state contracts and grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as deferred revenue in the consolidated statement of financial position. The Organization received cost-reimbursable grants of \$1,932,183 that have not been recognized at September 30, 2022 because qualifying expenditures have not yet been incurred.

When a donor restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the consolidated statement of activities as net assets released from restrictions.

Contributions of Nonfinancial Assets

Donated goods are recognized as revenue at their estimated fair value during the period received. Donated services are recognized as revenue at their estimated fair value, if both of the following criteria are met: the services require special skills and the services are provided by individuals possessing those skills; and the services would typically need to be purchased, if not donated. Although the Organization may utilize the services of outside volunteers, the fair value of these services have not been recognized in the accompanying consolidated financial statements since they do not meet the criteria for recognition under GAAP. The Organization obtained \$17,242 in contributions of nonfinancial assets it utilized during the year ended September 30, 2022 primarily related to counseling and professional services.

THE WOMEN'S CENTER OF TARRANT COUNTY, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Functional Allocation of Expenses

The costs of supporting the various programs and other activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services based upon specific identification of costs, approximate percentage of time expended or usage of building, as appropriate.

Income Taxes

The Center and Foundation are exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. However, any income from certain activities not directly related to the Organization's tax- exempt purpose is subject to taxation as unrelated business income.

At September 30, 2022, the tax years 2019 and thereafter remain subject to examination for federal tax purposes.

Use of Estimates

The preparation of consolidated financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statement and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Concentration of Credit Risk

The Organization places its cash with quality financial institutions and attempts to limit cash balances in any one financial institution to amounts covered by related insurance limitations; however, at times during the year ended September 30, 2022, cash balances exceeded the related Federal Deposit Insurance Corporation insurance limit of \$250,000.

Recent Accounting Guidance

In September 2020, the Financial Accounting Standards Board issued Accounting Standards Update (ASU) 2020-07, *Not-for-Profit Entities (Topic 958): Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*. This ASU was issued to improve the transparency of contributed nonfinancial assets through enhancements to presentation and disclosure. The amendment to this ASU requires nonprofits to (1) present contributed nonfinancial assets as a separate line item in the statement of activities, apart from contributions of cash and other financial assets and (2) include a disclosure of the disaggregation of the amount of contributed nonfinancial assets recognized by category that depicts the type of contributed nonfinancial assets. No cumulative-effect adjustment in net assets was recorded as a result of the adoption.

**THE WOMEN'S CENTER OF TARRANT COUNTY, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
SEPTEMBER 30, 2022**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Subsequent Events

The Organization evaluated all events or transactions that occurred after September 30, 2022 through June 1, 2023, the date these consolidated financial statements were available to be issued.

NOTE 2 CONTRIBUTIONS RECEIVABLE

At September 30, 2022, contributors have made unconditional promises to give of \$240,869 to the Center and \$46,313 to the Foundation. Based upon past experience and analysis of current receivable collectability, no allowance for uncollectible accounts is considered necessary at September 30, 2022.

The Organization's receivables are scheduled to be collected as follows:

<u>Year Ending September 30,</u>	<u>The Center</u>	<u>The Foundation</u>
2023	\$ 150,869	\$ 46,313
2024	60,000	-
2025	30,000	-
Total	<u>\$ 240,869</u>	<u>\$ 46,313</u>

NOTE 3 OTHER ASSETS

Other assets at September 30, 2022 consists of:

Play it Safe!® Videos	\$ 623,315
Play it Safe!® Web Based Application	176,250
Center Website	<u>63,970</u>
Total	863,535
Less: Accumulated Amortization	<u>(490,260)</u>
Other Assets, Net	<u>\$ 373,275</u>

NOTE 4 FAIR VALUE MEASUREMENTS

GAAP establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy give the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described below:

Level 1 – Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Organization has the ability to access.

THE WOMEN'S CENTER OF TARRANT COUNTY, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 4 FAIR VALUE MEASUREMENTS (CONTINUED)

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. These include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities that are not active, inputs other than quoted prices that are observable for the asset or liability, and market-corroborated inputs.

Level 3 – Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The assets or liability's fair value measurement level is within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

All of the Organization's investment assets are classified within Level 1 because they comprise open-end mutual funds with readily determinable fair values based on daily redemption values.

The following tables set forth by level, within the fair value hierarchy, the Organization's assets at fair value as of September 30, 2022:

	Center			Total
	Level 1	Level 2	Level 3	
Cash Equivalents	\$ 150,351	\$ -	\$ -	\$ 150,351
Equities:				
Domestic Equities	3,140,968	-	-	3,140,968
International Equities	-	-	-	-
Inflation Hedge	294,485	-	-	294,485
Fixed Income	1,939,351	-	-	1,939,351
Total	<u>\$ 5,525,155</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,525,155</u>
	Foundation			Total
	Level 1	Level 2	Level 3	
Cash Equivalents	\$ 37,098	\$ -	\$ -	\$ 37,098
Equities:				
Domestic Equities	2,497,954	-	-	2,497,954
International Equities	16,421	-	-	16,421
Inflation Hedge	310,886	-	-	310,886
Fixed Income	649,540	-	-	649,540
Total	<u>\$ 3,511,899</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,511,899</u>

**THE WOMEN'S CENTER OF TARRANT COUNTY, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
SEPTEMBER 30, 2022**

NOTE 4 FAIR VALUE MEASUREMENTS (CONTINUED)

The Foundation investments reconcile to the statement of financial position as follows:

Investments	\$ 3,491,899
Assets Permanently Restricted to Endowment	20,000
Total	<u>\$ 3,511,899</u>

Investment and Spending Policies

The overarching theme is that the investment assets should be managed in a prudent fashion to support the mission of the Center. Given the evolving implementation of the mission and the dynamic nature of the markets, how best to support this mission is subject to change over time. Thus, the policy is to have the Center and Foundation board of directors routinely monitor the investments and affirm they are consistent with objectives or modify as appropriate. The portfolio will generally be managed on a fully invested basis, thereby avoiding the long-term performance penalty of holding cash reserves.

In order to meet the stated objectives, the following guidelines are established:

	<u>Foundation</u>		
	<u>Minimum Allocation</u>	<u>Target Allocation</u>	<u>Maximum Allocation</u>
Equity	60%	80%	85%
Fixed Income	15%	20%	40%
Cash Equivalents	0%	0%	10%

	<u>Center</u>		
	<u>Minimum Allocation</u>	<u>Target Allocation</u>	<u>Maximum Allocation</u>
Equity	45%	55%	65%
Fixed Income	35%	45%	55%
Cash Equivalents	0%	0%	10%

As of the year-ended, September 30, 2022, the allocation guidelines were being followed.

NOTE 5 PROPERTY AND EQUIPMENT

Property and equipment consist of the following at September 30, 2022:

Land	\$ 554,592
Buildings	6,324,140
Furniture and Equipment	724,959
Leasehold Improvements	2,574
Total Property and Equipment	<u>7,606,265</u>
Less: Accumulated Depreciation	<u>(3,216,226)</u>
Property and Equipment, Net	<u>\$ 4,390,039</u>

**THE WOMEN'S CENTER OF TARRANT COUNTY, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
SEPTEMBER 30, 2022**

NOTE 6 NET ASSETS OF THE CENTER

Center Net Assets Without Donor Restriction - Board Designated

The net assets without donor restriction of the Center which are presented as board designated represents amounts designated by the Center's Board to be used for operation purposes and building maintenance. Amounts designated as operating reserve are comprised of no less than six months average operating expenses based on the current year's operating budget and are \$2,925,000 at September 30, 2022. Amounts designated as building maintenance are comprised of \$1,401,389 and were designated following the 2005-2009 Capital Campaign. Earnings from these funds will be used as needed in the annual operating budget to fund increased operating costs and to fund repairs and maintenance of the new facility.

Center Net Assets With Donor Restriction

Net assets with donor restriction at September 30, 2022 consist of the following:

Subject to Expenditure for Specified Purpose:	
Rape Crisis and Victim Services	\$ 11,900
Subject to the Passage of Time:	
Promises to Give that are Not Restricted by Donors, but which are Unavailable for Expenditure until Due	240,869
Total	<u>\$ 252,769</u>

NOTE 7 NET ASSETS OF THE FOUNDATION

Foundation Endowment

As required by GAAP, net assets associated with endowment funds, including funds designated by the board of directors to function as endowments, are classified and reported based upon the existence or absence of donor-imposed restrictions.

The Foundation board of directors have interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) of the state of Texas to require the preservation of the fair value of the original gift as of the gift date of donor-restricted endowment funds absent explicit donor stipulations to the contrary. Therefore, the Foundation will classify as net assets with donor restriction in perpetuity (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 net assets with donor restriction in perpetuity is classified as net assets with donor restriction only until those amounts are appropriated for expenditure by the Foundation in a manner consistent with the standard of prudence prescribed by UPMIFA. There were no underwater endowment funds at September 30, 2022.

THE WOMEN'S CENTER OF TARRANT COUNTY, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 7 NET ASSETS OF THE FOUNDATION (CONTINUED)

Foundation Endowment (Continued)

In accordance with UPMIFA, the Foundation 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 Foundation 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 Foundation
7. The investment policies of the Foundation

Foundation net asset composition by type of funds as of September 30, 2022 consist of the following:

	<u>Without Donor Restriction</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Board Designated Endowment Funds	\$ 3,545,216	\$ -	\$ 3,545,216
Donor Restricted Endowment Funds:			
Original Donor-Restricted Gift Amount and Amounts Required to be Maintained in Perpetuity by Donor	-	20,000	20,000
Promises to Give that are Not Restricted by Donors for Purpose, but Which are Unavailable for Expenditure until Due	-	41,313	41,313
Total	<u>\$ 3,545,216</u>	<u>\$ 61,313</u>	<u>\$ 3,606,529</u>

The changes in the endowment net assets for the year ended September 30, 2022 consist of the following:

	<u>Without Donor Restriction</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Endowment Balance - Beginning of Year	\$ 4,032,997	\$ 179,900	\$ 4,212,897
Contributions	65,397	25,000	90,397
Investment Income	81,022	605	81,627
Net Realized and Unrealized Loss on Investments	(525,763)	(3,927)	(529,690)
Investment Fees	(12,840)	(96)	(12,936)
Other Expenses	(235,766)	-	(235,766)
Satisfaction of Time Restrictions	140,169	(140,169)	-
Endowment Balance - End of Year	<u>\$ 3,545,216</u>	<u>\$ 61,313</u>	<u>\$ 3,606,529</u>

The overall investment objective of the portfolio is to provide long-term growth and income. It is also expected that the return of the portfolio will compare favorably with portfolios of similar objectives and asset allocations.

THE WOMEN'S CENTER OF TARRANT COUNTY, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 7 NET ASSETS OF THE FOUNDATION (CONTINUED)

Foundation Endowment (Continued)

The annual distributable funds for each calendar year may be up to 5% of the preceding rolling 16 quarter market value average at the fiscal year end.

The percentage distributed shall be reviewed annually by the Foundation board of directors and adjusted as appropriate according to the needs of the Center and current market climate. Should the suggested distribution result in a reduction of the real value of the endowment and reserve funds to a level below the adjusted real value, the Foundation board of directors shall determine the percent or amount to be withdrawn.

NOTE 8 RETIREMENT PLAN

The Center has a defined contribution employee retirement plan to which it contributes an amount equal to 3% of eligible employees' salary. Employees are eligible to participate in the plan after they have completed one year and 1,000 hours of service or immediately after hire date if they have worked for another social service organization within the last three years for a comparable period. Participating employees vest 100% after six years of service or upon attainment of their retirement age. Forfeitures due to employee separation from service before vesting are used to reduce Center contributions. Contributions totaled \$90,612 during the year ended September 30, 2022.

NOTE 9 LIQUIDITY

The following reflects the Organization's financial assets as September 30, 2022, reduced by amounts not available for general use because of contractual, donor-imposed restrictions and board designations within one year of the statement of financial position date.

	<u>The Center</u>	<u>The Foundation</u>
Cash and Cash Equivalents	\$ 293,702	\$ 80,683
Accounts Receivable	742,483	-
Contributions Receivable	150,869	-
Due from Affiliate	100,683	-
Investments	<u>276,258</u>	<u>-</u>
Financial Assets Available to Meet Cash Needs for General Expenditures Within One Year	<u>\$ 1,563,995</u>	<u>\$ 80,683</u>

THE WOMEN'S CENTER OF TARRANT COUNTY, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 9 LIQUIDITY (CONTINUED)

As part of the Organization's liquidity management, cash in excess of daily requirements is invested in short-term investments. The Center's investment balance, as shown within the liquidity footnote, reflects the Center's 5% annual estimated distribution policy. Additionally, the board of directors designates as operating reserve an amount no less than six months average operating expenses based on the following year's operating budget and may be drawn upon, if necessary, to meet unexpected liquidity needs or in the event of financial distress.

NOTE 10 CONCENTRATIONS

Approximately 31% of revenue is derived from grants from the Federal government under the Department of Justice and approximately 16% of revenue is derived from grants from the Texas Office of the Attorney General during the year ended September 30, 2022. The current level of the Organization's operations and program services may be impacted or segments discontinued if such funding discontinues or is not renewed.

NOTE 11 RELATED PARTY TRANSACTIONS

The Organization received \$195,438 in contributions from board members for the year ended September 30, 2022.



INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Board of Directors
The Women's Center of Tarrant County, Inc. and Affiliate
Fort Worth, 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 The Women's Center of Tarrant County, Inc. and Affiliate (the Organization), which comprise the statement of financial position as of September 30, 2022, and the related 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 June 1, 2023.

Internal Control Over Financial Reporting

In planning and performing our audit of the consolidated financial statements, we considered the Organization'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 Organization's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization'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 consolidated financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Organization's consolidated financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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 Organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Fort Worth, Texas
June 1, 2023



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE AND THE STATE OF TEXAS UNIFORM GRANT MANAGEMENT STANDARDS

Board of Directors
The Women's Center of Tarrant County, Inc. and Affiliate
Fort Worth, Texas

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited The Women's Center of Tarrant County, Inc. and Affiliate's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* and the *Uniform Grant Management Standards* of the *State of Texas Single Audit Circular* that could have a direct and material effect on each of The Women's Center of Tarrant County, Inc. and Affiliate's major federal and state programs for the year ended September 30, 2022. The Women's Center of Tarrant County, Inc. and Affiliate's major federal and state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, The Women's Center of Tarrant County, Inc. and Affiliate complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended September 30, 2022.

Basis for Opinion on Each Major Federal and State Program

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

We are required to be independent of The Women's Center of Tarrant County, Inc. and Affiliate 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 and state program. Our audit does not provide a legal determination of The Women's Center of Tarrant County, Inc. and Affiliate'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 Women's Center of Tarrant County, Inc. and Affiliate's federal and state programs.

Auditors' 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 Women's Center of Tarrant County, Inc. and Affiliate'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 GAAS, *Government Auditing Standards*, *Uniform Grant Management 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 Women's Center of Tarrant County, Inc. and Affiliate's compliance with the requirements of each major federal and state program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, *Uniform Grant Management 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 Women's Center of Tarrant County, Inc. and Affiliate'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 Women's Center of Tarrant County, Inc. and Affiliate'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 Women's Center of Tarrant County, Inc. and Affiliate'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 Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Fort Worth, Texas
June 1, 2023

THE WOMEN'S CENTER OF TARRANT COUNTY, INC. AND AFFILIATE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
SEPTEMBER 30, 2022

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Pass-Through Entity Identifying Number	Federal Assistance Listing Number	Total Federal Expenditures
U.S. Department of Health and Human Services			
Tarrant County Local Workforce Development Board			
Workforce Development Board:			
TANF Cluster:			
Temporary Assistance for Needy Families	22-AAS-VAR-004	93.558	\$ 266,535
Texas Office of the Attorney General			
Sexual Assault Prevention and Crisis Services	2220457	93.991	<u>37,628</u>
Total U.S. Department of Health and Human Services			304,163
U.S. Department of Labor			
Tarrant County Local Workforce Development Board			
Workforce Development Board:			
TANF Cluster:			
Temporary Assistance for Needy Families	22-AAS-VAR-004	17.259	7,995
Temporary Assistance for Needy Families	22-AAS-VAR-004	17.278	13,261
Temporary Assistance for Needy Families	22-AAS-VAR-004	17.258	13,681
Temporary Assistance for Needy Families	22-AAS-VAR-004	17.277	6,362
Temporary Assistance for Needy Families	22-AAS-VAR-004	17.225	<u>1,009</u>
Total U.S. Department of Labor			42,308
U.S. Department of Agriculture			
Tarrant County Local Workforce Development Board			
Workforce Development Board:			
TANF Cluster:			
Temporary Assistance for Needy Families	22-AAS-VAR-004	10.561	<u>3,279</u>
Total U.S. Department of Agriculture			3,279
U.S. Department of Housing and Urban Development			
City of Arlington:			
CDBG Entitlement Grants Cluster:			
Community Development Block Grant	B-21-MC-48-008	14.218	19,804
Community Development Block Grant	B-22-MC-48-008	14.218	12,347
CARES COVID-19 Financial & Mental Grant	B-20-MW-48-0008	14.218	<u>44,204</u>
Total			76,355
City of Fort Worth:			
CDBG Entitlement Grants Cluster:			
CARES COVID-19 Financial Stability Grant	54270	14.218	<u>13,998</u>
Total U.S. Department of Housing and Urban Development			90,353

See accompanying Notes to the Schedules of Expenditures of Federal and State Awards.

**THE WOMEN'S CENTER OF TARRANT COUNTY, INC. AND AFFILIATE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
SEPTEMBER 30, 2022**

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Pass-Through Entity Identifying Number	Federal Assistance Listing Number	Total Federal Expenditures
U.S. Department of Justice			
Texas Office of the Governor - Criminal Justice Division:			
Crime Victim Assistance:			
Continuum of Care of Child and Adult Victims of Sexual and Other Violence	2548608	16.575	\$ 1,047,508
Violence Against Women Formula Grants:			
Victim Services Training for Law Enforcement and Other Professionals	3268505	16.588	47,863
	3268506	16.588	<u>5,502</u>
Total			<u>53,365</u>
Violence Against Women Formula Grants:			
Legal Assistance for Victims	2020-WL-AX-0051	16.524	218,687
Texas Association Against Sexual Assault:			
Services for Child and Adult Victims of Sexual Violence	SASP-FY22	16.017	74,709
Office of Violence Against Women:			
Transitional Housing	2017-WH-AX-0016	16.736	<u>39,497</u>
Total U.S. Department of Justice			1,433,766
U.S. Department of Treasury			
Tarrant County			
COVID-19 ARPA Grant	N/A	21.027	<u>249,065</u>
Total U.S. Department of Treasury			<u>249,065</u>
Total Expenditures of Federal Awards			<u>\$ 2,122,934</u>

See accompanying Notes to the Schedules of Expenditures of Federal and State Awards.

**THE WOMEN'S CENTER OF TARRANT COUNTY, INC. AND AFFILIATE
SCHEDULE OF EXPENDITURES OF STATE AWARDS
SEPTEMBER 30, 2022**

State Grantor/Pass-Through Grantor/Program or Cluster Title	Contract Number	Total State Expenditures
Texas Office of the Attorney General		
Crisis Intervention and Education	2218154	\$ 629,221
Crisis Intervention and Education	C-00150	58,153
Total		<u>687,374</u>
Other Victims Assistance Grant	2217255	41,439
Other Victims Assistance Grant	C-00467	4,025
Total		<u>45,464</u>
Total Texas Office of the Attorney General		732,838
Tarrant County Local Workforce Development Board		
Workforce Development Board:		
TANF Cluster:		
Temporary Assistance for Needy Families	22-AAS-VAR-004	<u>35,796</u>
Total Tarrant County Local Workforce Development Board		<u>35,796</u>
Total Expenditures of State Awards		<u><u>\$ 768,634</u></u>

See accompanying Notes to the Schedules of Expenditures of Federal and State Awards.

THE WOMEN'S CENTER OF TARRANT COUNTY, INC. AND AFFILIATE
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS
SEPTEMBER 30, 2022

NOTE 1 BASIS OF PRESENTATION OF SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS

The accompanying schedule of expenditures of federal awards and schedule of expenditures of state awards presents the activity of all federal and state award programs of The Women's Center of Tarrant County, Inc. and Affiliate (the Organization) during the year ended September 30, 2022. The Organization's accounting policies and procedures are defined in Note 1 to the basic financial statements. All federal and state awards received directly from federal and state agencies, as well as awards passed through other government agencies, have been included in the accompanying schedule of expenditures of federal awards and schedule of expenditures of state awards.

NOTE 2 BASIS OF ACCOUNTING

The accompanying schedule of expenditures of federal awards and schedule of expenditures of state awards has been prepared using the accrual method of accounting whereby grant revenues are recognized as expenditures are incurred. Separate accounts are maintained for the different awards to aid in the observance of limitations and restrictions imposed by the funding agencies. The information in this schedule is presented in accordance with the 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 UGMS of the State of Texas Audit Circular.

NOTE 3 SUBRECIPIENTS

Of the federal and state expenditures presented, the Organization provided no federal or state awards to subrecipients.

NOTE 4 NONCASH ASSISTANCE

The Organization did not receive any noncash assistance from federal or state awards for the year ended September 30, 2022.

NOTE 5 LOANS

At year-end, the Organization had no loans or loan guarantees outstanding with federal or state awarding agencies.

NOTE 6 INDIRECT COST RATES

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

**THE WOMEN'S CENTER OF TARRANT COUNTY, INC. AND AFFILIATE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS ON FEDERAL AWARDS
YEAR ENDED SEPTEMBER 30, 2022**

Section I – Summary of Auditors’ Results

Consolidated Financial Statements

- | | | |
|--|------------|------------------------------|
| 1. Type of auditors’ report issued: | Unmodified | |
| 2. Internal control over financial reporting: | | |
| • Material weakness(es) identified? | _____ yes | _____ <u>x</u> no |
| • Significant deficiency(ies) identified? | _____ yes | _____ <u>x</u> none reported |
| 3. Noncompliance material to financial statements noted? | _____ yes | _____ <u>x</u> no |

Federal Awards

- | | | |
|---|------------|------------------------------|
| 1. Internal control over major federal programs: | | |
| • Material weakness(es) identified? | _____ yes | _____ <u>x</u> no |
| • Significant deficiency(ies) identified? | _____ yes | _____ <u>x</u> none reported |
| 2. Type of auditors’ report issued on compliance for major federal programs: | Unmodified | |
| 3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? | _____ yes | _____ <u>x</u> no |

Identification of Major Federal Programs

16.575	Crime Victim Assistance
Dollar threshold used to distinguish between Type A and Type B programs:	\$ <u>750,000</u>
Auditee qualified as low-risk auditee?	_____ <u>x</u> yes _____ no

**THE WOMEN'S CENTER OF TARRANT COUNTY, INC. AND AFFILIATE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS ON FEDERAL AWARDS (CONTINUED)
YEAR ENDED SEPTEMBER 30, 2022**

Section II – Financial Statement Findings

Our audit did not disclose any matters required to be reported in accordance with *Government Auditing Standards*.

Section III – Findings and Questioned Costs – Major Federal Programs

Our audit did not disclose any matters required to be reported in accordance with the Uniform Guidance.

**THE WOMEN'S CENTER OF TARRANT COUNTY, INC. AND AFFILIATE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS ON STATE AWARDS
YEAR ENDED SEPTEMBER 30, 2022**

Section I – Summary of Auditors’ Results

Consolidated Financial Statements

1. Type of auditors’ report issued: Unmodified
2. Internal control over financial reporting:
- Material weakness(es) identified? _____ yes x no
 - Significant deficiency(ies) identified? _____ yes x none reported
3. Noncompliance material to financial statements noted? _____ yes x no

State Awards

1. Internal control over major federal programs:
- Material weakness(es) identified? _____ yes x no
 - Significant deficiency(ies) identified? _____ yes x none reported
2. Type of auditors’ report issued on compliance for major federal programs: Unmodified
3. Any audit findings disclosed that are required to be reported in accordance with the Uniform Grant Management Standards? _____ yes x no

Identification of Major State Programs

Contract 2218154 and C-00150 Crisis Intervention and Education

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

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

**THE WOMEN'S CENTER OF TARRANT COUNTY, INC. AND AFFILIATE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS ON STATE AWARDS (CONTINUED)
YEAR ENDED SEPTEMBER 30, 2022**

Section II – Financial Statement Findings

Our audit did not disclose any matters required to be reported in accordance with *Government Auditing Standards*.

Section III – Findings and Questioned Costs – Major State Programs

Our audit did not disclose any matters required to be reported in accordance with the Uniform Grant Management Standards.