



Domestic Violence Crisis Center, Inc. and Affiliate

Financial Statements

For the Years Ended June 30, 2017 and 2016

Domestic Violence Crisis Center, Inc. and Affiliate

For the Years Ended June 30, 2017 and 2016

<u>Contents</u>	<u>Page</u>
Independent Auditor's Report	1-2
Consolidated Statement of Financial Position	3-4
Consolidated Statement of Activities	5-6
Consolidated Statement of Cash Flows	7
Notes to Consolidated Financial Statements	8-20
Supplementary Information	
Consolidated Statement of Functional Expenses	22
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Consolidated Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	23-24
Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance	25-26
Independent Auditor's Report on Internal Control over Compliance; and Report on the Schedule of Expenditures of State Financial Assistance Required by the State Single Audit Act	27-29
Schedule of Expenditures of Federal Awards	30
Schedule of Expenditures of State Financial Assistance	31
Notes to Schedule of Federal Awards	32
Notes to Schedule of Expenditure of State Financial Assistance	33
Schedule of Findings and Questioned Costs - Federal Awards	34-35
Schedule of Findings and Questioned Costs - State Financial Assistance	36

INDEPENDENT AUDITOR'S REPORT

To The Board of Directors  
Domestic Violence Crisis Center, Inc. and Affiliate:

**Report on the Financial Statements**

We have audited the accompanying financial statements of Domestic Violence Crisis Center, Inc. and Affiliate, (a nonprofit organization), which comprise the statements of financial position as of June 30, 2017 and 2016, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

**Management's Responsibility for the Financial Statements**

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

**Auditor's Responsibility**

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

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

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

**Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Domestic Violence Crisis Center, Inc. and Affiliate, as of June 30, 2017 and 2016, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.


**Other Matters**

*Other Information*

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and state financial assistance, as required by the State Single Audit Act, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated December 31, 2017, on our consideration of the Organization's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grants and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Domestic Violence Crisis Center, Inc. and Affiliate's internal control over financial reporting and compliance.



Toms River, New Jersey  
December 31, 2017

Domestic Violence Crisis Center, Inc. and Affiliate

Consolidated Statements of Financial Position

June 30, 2017 and 2016

ASSETS

	<u>2017</u>	<u>2016</u>
Current assets:		
Cash - operations	\$ 218,486	213,721
Cash - board designated	10,321	5,807
Investments - board designated	769,509	684,261
Accounts receivable	122,496	100,571
Grants receivables	228,018	175,426
Prepaid expenses and inventory	<u>22,302</u>	<u>22,320</u>
Total current assets	<u>1,371,132</u>	<u>1,202,106</u>
Property and equipment:		
Land, building improvements and equipment	871,506	860,006
Less: accumulated depreciation	<u>617,626</u>	<u>582,755</u>
Net property and equipment	<u>253,880</u>	<u>277,251</u>
Restricted assets:		
Security deposits	18,734	13,379
Restricted for long-term investment	<u>5,000</u>	<u>5,000</u>
Total restricted assets	<u>23,734</u>	<u>18,379</u>
Total assets	<u>\$ 1,648,746</u>	<u>1,497,736</u>

See accompanying notes to consolidated financial statements.

Domestic Violence Crisis Center, Inc. and Affiliate  
Consolidated Statements of Financial Position (continued)

June 30, 2017 and 2016

LIABILITIES AND NET ASSETS

	<u>2017</u>	<u>2016</u>
Liabilities:		
Accounts payable and accrued expense	\$ <u>125,001</u>	<u>114,401</u>
Total liabilities	<u>125,001</u>	<u>114,401</u>
Net assets		
Unrestricted:		
Net investment in land, building, improvements and equipment	253,880	277,251
Board designated:		
Joanne Lorange Memorial	23,894	23,894
Undesignated - Available for operations	<u>1,237,473</u>	<u>1,072,092</u>
Total unrestricted	1,515,247	1,373,237
Temporarily restricted	3,498	5,098
Permanently restricted	<u>5,000</u>	<u>5,000</u>
Total net assets	<u>1,523,745</u>	<u>1,383,335</u>
Total liabilities and net assets	<u>\$ 1,648,746</u>	<u>1,497,736</u>

See accompanying notes to consolidated financial statements.

Domestic Violence Crisis Center, Inc. and Affiliate

Consolidated Statements of Activities

For the Years Ended June 30, 2017

(with comparative totals for 2016)

	2017			2016	
	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>	<u>Total</u>
Support and revenue:					
Grants - federal, state and city	\$1,692,581	-	-	1,692,581	\$1,272,899
United Way allocations and designations	21,854	-	-	21,854	29,138
Contributions and promises to give:					
Foundations	156,457	-	-	156,457	227,950
Corporations/Organizations/Schools	52,809	-	-	52,809	81,223
Faith based organizations	21,131	-	-	21,131	23,750
Individual and other	111,665	-	-	111,665	146,576
In-kind	478,663	-	-	478,663	540,771
Total contributions and promises to give	820,725	-	-	820,725	1,020,270
Fund-raising events	124,669	-	-	124,669	159,972
Investment income	18,111	-	-	18,111	29,297
Unrealized gain (loss) on investments	75,681	-	-	75,681	(33,251)
Realized gain on investments	14,924	-	-	14,924	8,250
Revenues released from restriction	1,600	(1,600)	-	-	-
Miscellaneous income	1,830	-	-	1,830	18,028
Total revenue and support	\$2,771,975	(1,600)	-	2,770,375	\$2,504,603

See accompanying notes to consolidated financial statements.

Domestic Violence Crisis Center, Inc. and Affiliate

Consolidated Statements of Activities (continued)

For the Years Ended June 30, 2017

(with comparative totals for 2016)

	2017			2016	
	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>	<u>Total</u>
Expenses:					
Program services:					
Safehouses	\$ 881,067	-	-	881,067	\$ 826,127
Counseling & EsperanzaCT	336,882	-	-	336,882	315,875
Court & Legal	621,933	-	-	621,933	583,152
PeaceWorks	155,483	-	-	155,483	145,788
SustainabilityCT	<u>285,052</u>	<u>-</u>	<u>-</u>	<u>285,052</u>	<u>267,277</u>
Total program services	<u>2,280,417</u>	<u>-</u>	<u>-</u>	<u>2,280,417</u>	<u>2,138,219</u>
Support services:					
Management and general	233,228	-	-	233,228	218,687
Fundraising and development	<u>116,320</u>	<u>-</u>	<u>-</u>	<u>116,320</u>	<u>114,726</u>
Total support services	<u>349,548</u>	<u>-</u>	<u>-</u>	<u>349,548</u>	<u>333,413</u>
Total functional expenses	2,629,965	-	-	2,629,965	2,471,632
Change in net assets	142,010	(1,600)	-	140,410	32,971
Net assets, beginning of year	<u>1,373,237</u>	<u>5,098</u>	<u>5,000</u>	<u>1,383,335</u>	<u>1,350,364</u>
Net assets, end of year	<u>\$ 1,515,247</u>	<u>3,498</u>	<u>5,000</u>	<u>1,523,745</u>	<u>\$ 1,383,335</u>

See accompanying notes to consolidated financial statements.

Domestic Violence Crisis Center, Inc. and Affiliate

Consolidated Statements of Cash Flows

For the Years Ended June 30, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Cash Flows from Operating Activities		
Change in net assets	\$ 140,410	32,971
Adjustments to Reconcile Change in Net Assets to Net Cash Provided (Used) by Operating Activities:		
Depreciation and Amortization	34,871	23,412
Unrealized (gain) loss on investments	(75,681)	33,251
Change in:		
Grants receivable	(52,592)	52,691
Other receivables	(21,925)	(72,800)
Prepaid expenses and inventory	18	(7,009)
Security deposit	(5,355)	-
Accounts payable and other accrued expenses	<u>10,600</u>	<u>21,837</u>
Total adjustments	<u>(110,064)</u>	<u>51,382</u>
Net cash provided by operating activities	<u>30,346</u>	<u>84,353</u>
Cash Flows from Investing Activities:		
Net purchase/maturity of securities	(9,567)	(33,116)
Net purchase/disposal of assets	<u>(11,500)</u>	<u>(7,653)</u>
Net cash used in investing activities	<u>(21,067)</u>	<u>(40,769)</u>
Net increase in cash	9,279	43,584
Cash beginning of year	<u>219,528</u>	<u>175,944</u>
Cash end of year	<u>\$ 228,807</u>	<u>219,528</u>

See accompanying notes to consolidated financial statements.

Domestic Violence Crisis Center, Inc. and Affiliate

Notes to Consolidated Financial Statements

June 30, 2017 and 2016

1. Nature of Operations and Basis of Accounting

Domestic Violence Crisis Center, Inc. and Affiliate (the "Organization") is committed to breaking the cycle of domestic abuse through counseling, education, advocacy, safe housing and empowerment (CEASE). The Organization primarily serves the communities of Norwalk, Stamford, Darien, New Canaan, Wilton, Westport and Weston.

The Organization has a wholly owned affiliate (the "Affiliate") which owns a Shelter property which is used by the Organization at no charge. The Affiliate's net assets have been included in the accompanying consolidated financial statements. Interorganizational transactions and balances have been eliminated in consolidation.

The Organization and Affiliate are not-for-profit organizations incorporated under the Nonstock Corporation Act of the State of Connecticut, and are exempt from federal tax under Section (501)(c)(3) of the Internal Revenue Code. The Organization and Affiliate are also exempt from state income tax.

2. Summary of Significant Accounting Policies

a) Net asset classes

The net asset classes of the Organization and Affiliate consist of the following:

Unrestricted net assets: Unrestricted net assets consist of the net assets over which the governing boards have control to use in carrying out the operations of the Organization and Affiliate in accordance with their charters and by-laws and are neither Permanently restricted nor temporarily restricted by donor-imposed restrictions.

The net investment in Land, Building, Improvements and Equipment consists of the Net book value of Land, Building, Improvements and Equipment acquired with Unrestricted net assets.

The Board of the Organization has designated certain unrestricted net assets for program development and capital expenditures.

Additionally, the Board of the Organization has designated all contributions received in memory of Joanne Lorange for the Joanne Lorange Memorial Fund to be used to fund programs of the Organization based upon recommendations of an Ad hoc subcommittee which includes a member of Joanne Lorange's family.

The Board of the Organization has determined that the ongoing operations of the Organization require undesignated net assets available for operations balance equal to approximately three to four months of operating expenses and has set as a goal the retention of that amount.

Domestic Violence Crisis Center, Inc. and Affiliate

Notes to Consolidated Financial Statements (continued)

June 30, 2017 and 2016

2. Summary of Significant Accounting Policies (continued)

Temporarily restricted net assets: Temporarily restricted net assets consist of net assets whose use is limited by donor-imposed restrictions which expire with the passage of time (time restriction) or can be fulfilled and removed by actions of the Organization and Affiliate pursuant to the restrictions (purpose restriction). If a restriction is fulfilled, however, in the same time period in which the contribution is received, the Organization and Affiliate reflect the support as unrestricted.

When donor-imposed restrictions expire, that is when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reflected in the accompanying consolidated statements of activities as net assets released from restriction.

Permanently restricted net assets: Permanently restricted net assets which have donor-imposed restrictions whose limits do not expire with the passage of time nor can be fulfilled or otherwise removed by actions of the Organization and Affiliate. Permanently restricted net assets consist of an endowment fund, whereby the donor has stipulated that the principal amount be maintained intact in perpetuity and that only the income and net gains from investment thereof be expended for the purpose specified by the donor.

b) Contributions or promises to give

Contributions or promises to give without donor-imposed restrictions are reflected as unrestricted support. Contributions or promises to give with donor-imposed restrictions are reflected as either temporarily or permanently restricted support in the accompanying consolidated financial statements. Contributions or promises to give with donor-imposed conditions are not recognized as contributions or promises to give in the accompanying consolidated financial statements until the period when the conditions are met.

Promises to give that are expected to be received within one year of the financial statement date are reflected at their net realizable value (the gross amount of the promises to give, net allowance for uncollectible amount). Promises to give that are expected to be collected more than one year after the financial statement date are reflected at the present value of their estimated future cash flows using a discount rate commensurate with the risks involved at the date the promise to give is received.

Domestic Violence Crisis Center, Inc. and Affiliate

Notes to Consolidated Financial Statements (continued)

June 30, 2017 and 2016

2. Summary of Significant Accounting Policies (continued)

c) Revenue and expense recognition

Grants awarded to the Organization are reflected at the earlier of the date the funds are received or the time that the grant expenditures are incurred. The amounts of the grants that are received but unearned, are reflected as Deferred revenue in the accompanying consolidated statements of financial position and are subsequently reflected in the accompanying consolidated statements of activities during the period to which they apply as the grants are expended.

The Organization receives certain of its contributions, program and event fees in the form of cash. It was impractical for the Organization to exercise control over these contributions and fees prior to the initial entry of these receipts into the Organizations accounting records.

d) Cash equivalents

The Organization considers all investments with a maturity of three months or less as cash equivalents.

e) Investments

The Organization has adopted accounting for Certain Investments Held by Not-for-Profit Organizations. Not-for-profit accounting requires investments in marketable securities with readily determinable fair values and all investments in debt securities to be reported at their fair values in the statements of financial position. Unrealized gains and losses are included in the change in net assets. Investment income and gains restricted by a donor are reported as increases in unrestricted net assets if the restrictions are met (either by passage of time or by use) in the reporting period in which the income and gains are recognized.

f) Receivables

Promises to give and other receivables are evaluated periodically for collectibility based upon Management's evaluation of past loss experience, known and inherent risks in its accounts plus other factors which could affect collectibility. In the opinion of Management, all accounts for which the collectibility is doubtful have been written off or an allowance provided and the remaining accounts are deemed to be collectible.

g) Land, building, improvements and equipment

Expenditures for land, building, improvements and equipment are reflected at cost. Contributed assets are reflected at their fair value at the date of the gift. Depreciation is provided over the estimated useful lives of the assets, five to twenty years on straight-line basis. It is the Organization's policy to capitalize furniture and equipment with a cost of \$500 or greater.

Domestic Violence Crisis Center, Inc. and Affiliate

Notes to Consolidated Financial Statements (continued)

June 30, 2017 and 2016

2. Summary of Significant Accounting Policies (continued)

g) Land, building, improvements and equipment (continued)

Certain furniture and equipment was acquired with grant funds. Although in some instances the grantors retain a reversionary right to such assets in the event they are not used for the respective programs for which they were funded. It is the policy of the Organization to capitalize such assets when it considers it probable that it will be permitted to retain the assets when the grant agreements terminate.

h) Contributed goods or services

Goods or services have been provided by various organizations and a number of unpaid volunteers have contributed their time. Contributions are recognized if the goods or services received (a) create or enhance nonfinancial assets or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. Contributed goods or services that do not meet the above criteria are not recognized.

During the years ended June 30, 2017 and 2016 the Organization reflected the following In-kind contributions and reflect related In-kind expenses:

	<u>2017</u>	<u>2016</u>
Specialized-Certified with additional departmental training (able to work with clients, Hotline, Court, SafeHouse, PeaceWork, etc.)	\$ 216,580	99,861
Unspecialized-Certified (non client contact, filing, phones, fundraising)	159,279	299,183
Annual Report Printing, Printing & Design Services	26,500	25,000
Food & Other Client Related Supplies for Shelter Clients	62,104	91,127
Norwalk and Stamford Courthouse Facilities - Occupancy	14,200	16,000
Shelter Leasehold Improvements	<u>-</u>	<u>9,600</u>
Total	<u>\$ 478,663</u>	<u>540,771</u>

i) Compensated absences

Employees of the Organization are entitled to paid vacations based upon length of service. It was the Organization's policy to accrue vacation pay based upon the amount earned as of the financial statement date. This policy changed. The Organization no longer allows vacation time to be carried over to the subsequent year effective June 30, 2009.

j) Advertising

Advertising costs are expensed as incurred.

Domestic Violence Crisis Center, Inc. and Affiliate

Notes to Consolidated Financial Statements (continued)

June 30, 2017 and 2016

2. Summary of Significant Accounting Policies (continued)

k) Functional expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the accompanying Consolidated statements of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

l) Fair value measurements

Not-for-profit accounting established a single definition of fair value and a framework for measuring fair value. That is intended to result in increased consistency and comparability in fair value measurements. Not-for-profit accounting also expands disclosures about fair value measurements and applies whenever other authoritative literature requires (or permits) certain assets or liabilities to be measured at fair value, but does not expand the use of fair value. To increase consistency and comparability in fair value measurements and related disclosures, the fair value hierarchy prioritizes the inputs to valuation techniques used to measure fair value into three broad levels. The fair value hierarchy gives the highest priority to quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1), a secondary priority to quoted prices for similar assets or liabilities in active or inactive markets and other observable inputs from or corroborated by observable market data (Level 2) and the lowest priority to unobservable inputs using assumptions that market participants would use (Level 3).

m) Use of estimates

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

n) Subsequent events

Management has evaluated subsequent events through December 31, 2017, the date the Consolidated financial statements were available to be issued.

The Organization purchased a building on August 21, 2017. A majority of the purchase price was provided by a grant from the State of Connecticut Nonprofit Grant Program. The purchase price of the building was \$932,199 with grant funding of \$841,095. The remaining cash due of \$91,104 was paid out of the Organization's resources.

Domestic Violence Crisis Center, Inc. and Affiliate

Notes to Consolidated Financial Statements (continued)

June 30, 2017 and 2016

3. Concentration of Risk

a) Cash

The Organization maintains cash accounts at three banks. These accounts are guaranteed by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 per bank. At times during the years, the cash balances at the banks may have exceeded the insured limit.

b) Revenues and support

The Organization derives its revenue and other support primarily from Grants from the State of Connecticut, the Federal Government as a pass-through from Connecticut Coalition Against Domestic Violence, Inc. (CCADV), from allocations from the United Ways of Stamford, Norwalk & Wilton, New Canaan, Darien and Westport, and from contributions, promises to give and fundraising activities from donors in the communities the Organization services.

4. Investments

At June 30, 2017 and 2016 investments consisted of the following:

	<u>2017</u>		<u>2016</u>	
	Cost	Market	Cost	Market
Mutual funds	\$ <u>645,358</u>	<u>769,509</u>	<u>635,790</u>	<u>684,261</u>
	\$ <u>645,358</u>	<u>769,509</u>	<u>635,790</u>	<u>684,261</u>

5. Fair Value Measurements

Fair values of assets measured on a recurring basis at June 30, 2017 and 2016 are as followed:

Fair Value Measurements at Reporting Date Using

	<u>Fair Value</u>	Quoted Prices In Active Markets for Identical Assets/ Liabilities (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
<u>June 30, 2017</u>				
Mutual Funds	\$ <u>769,509</u>	<u>769,509</u>	<u>-</u>	<u>-</u>
Total Assets	\$ <u>769,509</u>	<u>769,509</u>	<u>-</u>	<u>-</u>
<u>June 30, 2016</u>				
Mutual Funds	\$ <u>684,261</u>	<u>684,261</u>	<u>-</u>	<u>-</u>
Total Assets	\$ <u>684,261</u>	<u>684,261</u>	<u>-</u>	<u>-</u>

All assets have been valued using a market approach.

Domestic Violence Crisis Center, Inc. and Affiliate

Notes to Consolidated Financial Statements (continued)

June 30, 2017 and 2016

6. Grants Receivable and Grant Revenues - Federal and State

Grants receivable at June 30, 2017 and 2016 and Grant revenues for the years ended June 30, 2017 and 2016 consist of the following:

<u>Federal</u>	<u>2017</u>	<u>Grants Receivable</u>	<u>Deferred Revenue</u>	<u>Grant Revenue</u>
U.S. Department of Health and Human Services:				
Pass-Through from the State of CT				
Department of Social Services				
Family Violence Prevention Services	\$ -	-	-	139,769
Child Welfare Services Program	-	-	-	5,440
U.S. Department of Justice:				
Pass-Through from Connecticut Coalition				
Against Domestic Violence:				
Crime Victim Assistance	160,317	-	-	432,514
Violence Against Women Formula Grant	-	-	-	-
Child Advocate	6,256	-	-	17,274
Pass-Through from City of Stamford:				
Grant to Encourage Arrest Policies				
and Enforcement of Protection Orders	-	-	-	-
Pass-Through from the State of Connecticut				
Judicial Branch Office of Victims Services:				
Crime Victim Assistance	44,522	-	-	385,687
U.S. Department of Housing and Urban Development:				
Pass-Through from City of Norwalk:				
Community Development Block Grant	1,923	-	-	14,548
Pass-Through from City of Stamford				
Community Development Block Grant	-	-	-	11,500
U.S. Department of Homeland Security:				
Pass-Through from United Way of America				
Emergency Food and Shelter National				
Board Program:				
Grant to Fund Served Meals	15,000	-	-	15,000
Total Federal	<u>228,018</u>	<u>-</u>	<u>-</u>	<u>1,021,732</u>
<u>State of Connecticut</u>				
Department of Social Services:				
Pass-Through from Connecticut Coalition				
Against Domestic Violence:				
Shelter Services Program	-	-	-	571,286
Judicial Branch Office of Victims Services:				
Pass-Through from Connecticut Coalition				
Against Domestic Violence:				
Victims of Crime Act Victim Assistance				
and Family Violence Court FVVA Program	-	-	-	87,565
Office of Policy and Management:				
Pass-Through from Connecticut Coalition				
Against Domestic Violence:				
Child Advocate	-	-	-	5,986
Total State of Connecticut	<u>-</u>	<u>-</u>	<u>-</u>	<u>664,837</u>
City of Norwalk	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,012</u>
Total	<u>\$ 228,018</u>	<u>-</u>	<u>-</u>	<u>1,692,581</u>

Domestic Violence Crisis Center, Inc. and Affiliate

Notes to Consolidated Financial Statements (continued)

June 30, 2017 and 2016

6. Grants Receivable and Grant Revenues - Federal and State (continued)

	<u>2016</u>	<u>Grants Receivable</u>	<u>Deferred Revenue</u>	<u>Grant Revenue</u>
<u>Federal</u>				
U.S. Department of Health and Human Services:				
Pass-Through from State of Connecticut				
Department of Social Services				
Family Violence Prevention Services	\$ -	-	-	122,105
Child Welfare Services Program	5,636	-	-	10,000
U.S. Department of Justice:				
Pass-Through from Connecticut Coalition				
Against Domestic Violence:				
Crime Victim Assistance	49,911	-	-	165,030
Violence Against Women Formula Grant	7,131	-	-	17,706
Pass-Through from the State of Connecticut				
Judicial Branch Office of Victims Services:				
Crime Victim Assistance	52,067	-	-	152,047
U.S. Department of Housing and Urban				
Development:				
Pass-Through from City of Norwalk:				
Community Development Block Grant	-	-	-	6,500
U.S. Department of Homeland Security:				
Pass-Through from United Way of America				
Emergency Food and Shelter National				
Board Program:				
Grant to Fund Served Meals	<u>15,000</u>	<u>-</u>	<u>-</u>	<u>24,889</u>
Total Federal	<u>129,745</u>	<u>-</u>	<u>-</u>	<u>498,277</u>
<u>State of Connecticut</u>				
Department of Social Services:				
Pass-Through from Connecticut Coalition				
Against Domestic Violence:				
Shelter Services Program	-	-	-	600,885
Judicial Branch Office of Victim Services:				
Pass-Through from Connecticut Coalition				
Against Domestic Violence:				
Victims of Crime Act Victim Assistance				
and Family Violence Court FVVA Program	43,529	-	-	162,381
Office of Policy and Management:				
Pass-Through from Connecticut Coalition				
Against Domestic Violence:				
Child Advocate	<u>2,152</u>	<u>-</u>	<u>-</u>	<u>5,344</u>
Total State of Connecticut	<u>45,681</u>	<u>-</u>	<u>-</u>	<u>768,610</u>
City of Norwalk	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,012</u>
Total	<u>\$ 175,426</u>	<u>-</u>	<u>-</u>	<u>1,272,899</u>

Domestic Violence Crisis Center, Inc. and Affiliate

Notes to Consolidated Financial Statements (continued)

June 30, 2017 and 2016

6. Grants Receivable and Grant Revenues - Federal and State (continued)

At June 30, 2017 and 2016 various grant programs have a funding period which extends beyond June 30, 2017. A Grant receivable has been reflected in the accompanying consolidated financial statements for any programs where expenditures exceed payments received from grantors as of June 30, 2017 and 2016. Deferred revenues at June 30, 2017 and 2016 are reflected in the accompanying consolidated financial statements for any program where payments received were in excess of expenditures incurred.

7. Organization Facilities and Equipment

Organization facilities and equipment at June 30, 2017 and 2016 consisted of the following:

	<u>2017</u>	<u>2016</u>
Land	\$ 51,430	51,430
Buildings	205,716	205,716
Shelter furniture and fixtures	44,820	44,820
Shelter improvements	257,988	257,988
Equipment	13,416	13,416
Computer equipment and software	43,850	43,850
Office furniture and fixtures	108,525	108,525
Leasehold improvements	<u>145,761</u>	<u>134,261</u>
Total	871,506	860,006
Less: Accumulated depreciation	<u>(617,626)</u>	<u>(582,755)</u>
Total	<u>\$ 253,880</u>	<u>277,251</u>

8. Assets Restricted for Long-Term Investments

Assets restricted for long-term investment at both June 30, 2017 and 2016 consisted of interest-bearing cash of \$5,000 and \$5,000, respectively.

9. Line of Credit

The Organization has a \$100,000 line of credit from a Bank but has no balance at either June 30, 2017 or 2016.

10. Endowment

In June 2013 the Board approved a \$100,000 asset transfer to the Fairfield County Community Foundation, (the "FCCF"), to establish the Domestic Violence Crisis Center Endowment fund, ("the Fund"). The purpose of the Domestic Violence Crisis Center Endowment Fund is to provide a long term source of funds to support and sustain Domestic Violence Crisis Center's financial viability and advance the mission of the Organization through FCCF's larger contributor base. FCCF will annually distribute to the Organization a percentage of the Fund.

Domestic Violence Crisis Center, Inc. and Affiliate

Notes to Consolidated Financial Statements (continued)

June 30, 2017 and 2016

11. Net Assets

a) Temporarily restricted net assets:

Temporarily restricted net assets at June 30, are restricted for the following purposes:

	<u>2017</u>	<u>2016</u>
Shelter program:		
Security deposits	\$ <u>3,498</u>	<u>5,098</u>
Total	\$ <u><u>3,498</u></u>	<u><u>5,098</u></u>

b) Net assets released:

Net assets released from donor restrictions by incurring expenses satisfying the restricted purposes specified by the donors during the years ended June 30, were as follows:

	<u>2017</u>	<u>2016</u>
Security deposits	\$ <u>1,600</u>	<u>250</u>
Total	\$ <u><u>1,600</u></u>	<u><u>250</u></u>

c) Permanently restricted net assets:

Permanently restricted net assets consist of an Endowment fund. Income generated from this Endowment fund is expendable for purposes as set forth in the Endowment. Total permanently restricted net assets as of June 30, 2017 and 2016 amounted to \$5,000 and \$5,000.

Domestic Violence Crisis Center, Inc. and Affiliate

Notes to Consolidated Financial Statements (continued)

June 30, 2017 and 2016

12. Employee Benefits

Beginning calendar year 2009 the Organization changed the Simple IRA Plan to a 401(k) Plan (the Plan). Under the Plan, employees can contribute up to a maximum of \$18,000 for those participants under 50 years of age for the years ended 2017 and \$18,000 in 2016, and an extra \$5,500 for those over 50 years of age. The Plan allows that the Organization can elect to match from 1% to 4% of employee contributions to a maximum of 4%. For the years ended June 30, 2017 and 2016, the Organization's match amounted to \$18,715 and \$18,978, respectively.

Additionally, the Organization has instituted a Flexible Spending Accounting arrangement whereby employees can contribute a portion of their salary to an account for specified medical expenditures and dependent care expenses on a pretax basis. The employees must use the funds contributed each year. Should amounts be left in a Flexible Spending Account at the end of the specified period, the excess funds revert to the Organization. During the years ended June 30, 2017 and 2016, \$- and \$622, respectively, reverted to the Organization.

13. Lease Commitment

The Organization has leases for its office and program facilities. Effective July 1, 2016, the Organization entered into a one-year lease for its Stamford facility with a one-year renewal option. Rent is based on an annual rental of \$57,820 with an annual increase of 5%. Rent expense amounted to \$61,207 and \$57,820, for the years ended June 30, 2017 and 2016, respectively. The lease was renewed effective July 1, 2017 for six months.

In January 2008, the Organization executed a five-year lease for its Norwalk facility. The Lease provides for a monthly rental of \$6,100 through December 31, 2008, \$6,450 from January 1, 2009 through December 31, 2009, \$6,800 from January 1, 2010 through December 31, 2010, \$7,150 from January 1, 2011 through December 31, 2011, \$7,500 from January 1, 2012 through December 31, 2012. In November 2009 the Organization amended the lease to reflect a reduction in square footage being leased by the Organization. Commencing January 1, 2010 the new lease payments are \$2,000 per month through December 31, 2012. On January 1, 2013 the Organization exercised the extension option of the lease agreement. The extension option extends the term of the lease for an additional five year period with annual increases in rent. In May 2017 the lease was amended to extend the lease through December 31, 2025. Rent expense amounted to approximately \$29,946 and \$29,074 for the years ended June 30, 2017 and 2016, respectively.

Domestic Violence Crisis Center, Inc. and Affiliate

Notes to Consolidated Financial Statements (continued)

June 30, 2017 and 2016

13. Lease Commitment (continued)

In December 2009, the Organization executed a five-year two-month lease ending January 31, 2015 for the property at 777 Summer Street with a 3 year renewal option. The Organization exercised the extension option of the lease agreement in February 2015. The extension option extends the term of the lease for an additional three year period with annual increases in rent. Rent expense amounted to approximately \$86,634 and \$84,500 the years ended June 30, 2017 and 2016, respectively.

Minimum future payments at June 30, 2017 under the Organizations operating leases are:

<u>Years Ending June 30,</u>	<u>Amount</u>
2018	\$ 114,307
2019	30,389
2020	30,389
2021	30,845
2022	31,770
Thereafter	<u>119,242</u>
Total	<u>\$ 356,942</u>

In addition, the Organization reflected \$14,200 and \$16,000 in occupancy expenses for the years ended June 30, 2017 and 2016, respectively, resulting from the in-kind contribution of the use of space at the Norwalk and Stamford Courthouses.

14. Uncertain Tax Positions

The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code, except on net income derived from unrelated business activities. The Organization does not have business activities currently subject to tax on unrelated business income. The Organization believes that it has appropriate support for any tax positions taken, and as such, does not have any uncertain tax positions that are material to the financial statements. The Organization has no open tax year prior to June 30, 2014.

Domestic Violence Crisis Center, Inc. and Affiliate

Notes to Consolidated Financial Statements (continued)

June 30, 2017 and 2016

15. Fund-Raising Events and Expenses

Fund-raising events revenues and expenses for the years ended June 30, 2017 and 2016 consisted of the following:

	<u>2017</u>	
	Voices of Courage Spring <u>Luncheon</u>	<u>Total</u>
Revenues collected	\$ <u>124,669</u>	\$ <u>124,669</u>
Expenses		
Event expense	<u>38,588</u>	<u>38,588</u>
Net	\$ <u>86,081</u>	\$ <u>86,081</u>
	<u>2016</u>	
	Voices of Courage Spring <u>Luncheon</u>	<u>Total</u>
Revenues Collected	\$ <u>159,972</u>	\$ <u>159,972</u>
Expenses		
Event expenses	<u>41,834</u>	<u>41,834</u>
Net	\$ <u>118,138</u>	\$ <u>118,138</u>

16. Prior Year Information

The Consolidated financial statements include certain prior year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Organization's consolidated financial statements at June 30, 2016 and for the year ended, from which summarized information was derived.

## SUPPLEMENTARY INFORMATION

Domestic Violence Crisis Center, Inc. and Affiliate

Consolidated Statement of Functional Expenses

For the Year Ended June 30, 2017

(with comparative totals for 2016)

	Program Services					Support Services			Total		
	Safehouses	Counseling & EsperanzaCT	Court & Legal	PeaceWorks	Sustain-AbilityCT	Management and General	Fundraising and Development	Total	2017	2016	
Salaries	\$ 483,315	184,798	341,165	85,291	156,367	\$1,250,936	127,941	42,644	\$ 170,585	\$1,421,521	\$1,235,357
Employee benefits	29,452	11,261	20,790	5,197	9,529	76,229	7,796	2,598	10,394	86,623	93,566
Payroll taxes	32,837	12,555	23,179	5,795	10,624	84,990	8,692	2,897	11,589	96,579	90,035
Advertising and public relations	1,239	474	875	219	401	3,208	329	108	437	3,645	4,903
Client Service	6,682	2,555	4,717	1,179	2,162	17,295	1,769	590	2,359	19,654	25,469
Conferences and training	130	50	91	23	42	336	34	11	45	381	1,770
Contract services	9,318	3,563	6,577	1,644	3,015	24,117	2,467	821	3,288	27,405	19,501
Dues and subscriptions	1,549	592	1,094	273	501	4,009	410	138	548	4,557	2,774
Insurance	26,389	10,090	18,628	4,657	8,538	68,302	6,985	2,328	9,313	77,615	79,985
Leased equipment	2,894	1,107	2,043	511	936	7,491	766	255	1,021	8,512	8,227
Postage and printing	2,085	797	1,472	368	675	5,397	552	183	735	6,132	3,852
Office supplies	5,348	2,045	3,775	944	1,730	13,842	1,416	470	1,886	15,728	8,819
Professional fees	5,100	1,950	3,600	900	1,650	13,200	1,350	450	1,800	15,000	15,000
In-kind services	127,792	48,862	90,206	22,552	41,344	330,756	33,827	11,276	45,103	375,859	449,644
Occupancy	66,154	25,294	46,697	11,674	21,403	171,222	17,511	5,837	23,348	194,570	186,519
Repairs and maintenance	4,522	1,729	3,192	798	1,463	11,704	1,197	398	1,595	13,299	18,527
Supplies	5,070	1,938	3,579	895	1,640	13,122	1,342	447	1,789	14,911	11,545
Telephone	8,195	3,134	5,785	1,446	2,651	21,211	2,169	724	2,893	24,104	19,249
Travel	1,359	520	959	240	440	3,518	360	119	479	3,997	2,605
Grant development	1,088	416	768	192	352	2,816	288	96	384	3,200	4,000
Fundraising fees	17	7	12	3	5	44	5	1	6	50	-
Fundraising events	-	-	-	-	-	-	-	38,588	38,588	38,588	41,834
In-kind inventory	30,125	11,519	21,265	5,316	9,746	77,971	7,974	2,658	10,632	88,604	72,577
In-kind rent	4,828	1,846	3,408	852	1,562	12,496	1,278	426	1,704	14,200	14,200
Miscellaneous	13,723	5,247	9,687	2,422	4,440	35,519	3,632	1,210	4,842	40,361	38,262
Total expenses before depreciation and amortization	<u>869,211</u>	<u>332,349</u>	<u>613,564</u>	<u>153,391</u>	<u>281,216</u>	<u>2,249,731</u>	<u>230,090</u>	<u>115,273</u>	<u>345,363</u>	<u>2,595,094</u>	<u>2,448,220</u>
Depreciation and amortization	<u>11,856</u>	<u>4,533</u>	<u>8,369</u>	<u>2,092</u>	<u>3,836</u>	<u>30,686</u>	<u>3,138</u>	<u>1,047</u>	<u>4,185</u>	<u>34,871</u>	<u>23,412</u>
Total	<u>\$ 881,067</u>	<u>336,882</u>	<u>621,933</u>	<u>155,483</u>	<u>285,052</u>	<u>\$2,280,417</u>	<u>233,228</u>	<u>116,320</u>	<u>\$ 349,548</u>	<u>\$2,629,966</u>	<u>\$2,471,632</u>

See independent auditor's report.

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  
Domestic Violence Crisis Center, Inc. and Affiliate:

We have audited, 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 the financial statements of Domestic Violence Crisis Center, Inc. and Affiliate, which comprise the statement of financial position as of June 30, 2017, and the related statements of activities, and cash flows for the year ended, and the related notes to the financial statements, and have issued our report thereon dated December 31, 2017.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Domestic Violence Crisis Center, Inc. and Affiliate's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Domestic Violence Crisis Center, Inc. and Affiliate's internal control. Accordingly, we do not express an opinion on the effectiveness of Domestic Violence Crisis Center, Inc. and Affiliate'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 combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Domestic Violence Crisis Center, Inc. and Affiliate's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

## **Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of Domestic Violence Crisis Center, Inc. and Affiliate's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Domestic Violence Crisis Center, Inc. and Affiliate's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Toms River, New Jersey  
December 31, 2017

*Imp, Perry and Company LLP*

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

The Board of Trustees  
Domestic Violence Crisis Center, Inc. and Affiliate:

**Report on Compliance for Each Major Federal Program**

We have audited Domestic Violence Crisis Center, Inc. and Affiliate's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Domestic Violence Crisis Center, Inc. and Affiliate's major federal programs for the year ended June 30, 2017. Domestic Violence Crisis Center, Inc. and Affiliate's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

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

**Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of Domestic Violence Crisis Center, Inc. and Affiliate's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of *Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Domestic Violence Crisis Center, Inc. and Affiliate's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Domestic Violence Crisis Center, Inc. and Affiliate's compliance.

**Opinion on Each Major Federal Program**

In our opinion, Domestic Violence Crisis Center, Inc. and Affiliate, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2017.

## Report on Internal Control Over Compliance

Management of Domestic Violence Crisis Center, Inc. and Affiliate is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Domestic Violence Crisis Center, Inc. and Affiliate's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Domestic Violence Crisis Center, Inc. and Affiliate's internal control over compliance.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

Toms River, New Jersey  
December 31, 2017

*Imp, Perry and Company LLP*

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT  
ON THE SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE REQUIRED  
BY THE STATE SINGLE AUDIT ACT

The Board of Trustees  
Domestic Violence Crisis Center, Inc. and Affiliate:

**Report on Compliance for Each Major State Program**

We have audited Domestic Violence Crisis Center, Inc. and Affiliate's compliance with the types of compliance requirements described in the Office of Policy and Management's *Compliance Supplement* that could have a direct and material effect on each of Domestic Violence Crisis Center, Inc. and Affiliate's major state programs for the year ended June 30, 2017. Domestic Violence Crisis Center, Inc. and Affiliate's major state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

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

**Auditors' Responsibility**

Our responsibility is to express an opinion on compliance for each of Domestic Violence Crisis Center, Inc. and Affiliate's major state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the State Single Audit Act (C.G.S. Sections 4-230 to 4-236). Those standards and the State Single Audit Act require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major state program occurred. An audit includes examining, on a test basis, evidence about Domestic Violence Crisis Center, Inc. and Affiliate's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major state program. However, our audit does not provide a legal determination of Domestic Violence Crisis Center, Inc. and Affiliate's compliance.

**Opinion on Each Major State Program**

In our opinion, Domestic Violence Crisis Center, Inc. and Affiliate, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended June 30, 2017.

## **Report on Internal Control Over Compliance**

Management of Domestic Violence Crisis Center, Inc. and Affiliate is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Domestic Violence Crisis Center, Inc. and Affiliate's internal control over compliance with the types of requirements that could have a direct and material effect on each major state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major state program and to test and report on internal control over compliance in accordance with the State Single Audit Act, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Domestic Violence Crisis Center, Inc. and Affiliate's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a state program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a state program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance with a type of compliance requirement of a state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

**Report on Schedule of Expenditures of State Financial Assistance Required by the State Single Audit Act**

We have audited the financial statements of Domestic Violence Crisis Center, Inc. and Affiliate, as of and for the year ended June 30, 2017 and have issued our report thereon dated December 31, 2017, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of state financial assistance is presented for purposes of additional analysis as required by the State Single Audit Act and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of state financial assistance is fairly stated in all material respects in relation to the financial statements as a whole.

*Imp, Perry and Company LLP*

Toms River, New Jersey  
December 31, 2017

Domestic Violence Crisis Center, Inc. and Affiliate

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2017

<u>Pass-Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Expenditures</u>
U.S. Department of Justice:			
Pass-through from Connecticut			
Coalition Against Domestic Violence:			
Violence Against Women Formula			
Grant	16.588	2014-WF-AX-0018	\$ 17,274
Crime Victim Assistance	16.575	2015-VA-GX-0016	385,687
Pass-through from State of			
Connecticut, Judicial Branch Office			
of Victims Services			
Crime Victim Assistance	16.575	2015-VA-GX-0016	432,514
U.S. Department of Homeland Security:			
Pass-through from United Way of			
Western Connecticut:			
Emergency Food and Shelter			
National Board Program	97.024		15,000
U.S. Department of Health and Human			
Services Administration for Children			
and Families:			
Pass-through from State of			
Connecticut Department of Social			
Services:			
Family Violence Prevention and			
Services	93.671		139,769
Child Welfare Services Program	93.671		5,440
U.S. Department of Housing and Urban			
Development:			
Passthrough from City of Stamford:			
Community Development Block Grants	14.218		<u>26,048</u>
Total Expenditures of Federal Awards			<u>\$ 1,021,732</u>

Domestic Violence Crisis Center, Inc. and Affiliate  
 Schedule of Expenditures of State Financial Assistance  
 For the Year Ended June 30, 2017

<u>Pass-Through Grantor/Program Title</u>	<u>State Grant Program Core- CT Number</u>	<u>Expenditures</u>
Connecticut Department of Social Services:		
Passthrough Connecticut Coalition		
Against Domestic Violence:		
Shelter Services Program (Domestic Violence) (SSP)	11000-06100-16149	\$ 559,076
Shelter Services Program (Domestic Violence) (SSP) DSS-MLS	11000-06100-35132	12,210
Connecticut Office of Policy and Management:		
Passthrough Connecticut Coalition		
Against Domestic Violence:		
Child Advocate	11000-OPM20350-12251	5,986
Connecticut Judicial Branch Office of Victims Services:		
Passthrough Connecticut Coalition		
Against Domestic Violence:		
Victims of Crime Act Victim Assistance and Family Violence Court FVVA Program:		
State General Funds	11000-95810-12047	<u>87,565</u>
Total Expenditures of State Financial Assistance		\$ <u><u>664,837</u></u>

Domestic Violence Crisis Center, Inc. and Affiliate

Notes to Schedule of Federal Awards

For the Year Ended June 30, 2017

1. Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Domestic Violence Crisis Center, Inc. and Affiliate, and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statements.

Domestic Violence Crisis Center, Inc. and Affiliate

Notes to Schedule of Expenditures of State Financial Assistance

For the Year Ended June 30, 2017

The accompanying schedule of expenditures of state financial assistance includes state grant activity of Domestic Violence Crisis Center, Inc. and Affiliate under programs of the State of Connecticut for the fiscal year ended June 30, 2017. Various departments and agencies of the State of Connecticut have provided financial assistance through grants and other authorizations. These financial assistance programs fund several programs including counseling, community education, victim advocacy and shelter for victims of domestic violence and their children.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Domestic Violence Crisis Center, Inc. and Affiliate conform to accounting principles generally accepted in the United States of America as applicable to not-for-profit agencies.

The information in the Schedule of Expenditures of State Financial Assistance is presented based upon regulations established by the State of Connecticut, Office of Policy and Management.

*Basis of Accounting*

The expenditures reported on the Schedule of Expenditures of State Financial Assistance, are reported on the accrual basis of accounting. In accordance with Section 4-236-22 of the Regulations to the State Single Audit Act, certain grants are not dependent on expenditure activity, and accordingly, are considered to be expended in the fiscal year of receipt. These grant program receipts are reflected in the expenditures column of the Schedule of Expenditures of State Financial Assistance.

Domestic Violence Crisis Center, Inc. and Affiliate  
 Schedule of Findings and Questioned Costs - Federal Awards  
 For the Year Ended June 30, 2017

I. Summary of Auditor's Results

Financial Statement Section

- |   |            |
|---|------------|
| 1. Type of auditor's report issued:   | Unmodified |
| 2. Internal control over financial reporting  |            |
| a. Material Weakness(es) identified?  | No         |
| b. Were significant deficiencies identified not considered to be material weaknesses? | No         |
| 3. Noncompliance material to the financial statements?                                | No         |

Federal Awards Section

- |  |            |
|--|------------|
| 1. Dollar threshold used to distinguish between type A and type B programs:  | \$750,000  |
| 2. Auditee qualified as low-risk Auditee?  | Yes        |
| 3. Type of auditor's report on compliance for major programs:  | Unmodified |
| 4. Internal Control over compliance:   |            |
| a. Material Weakness(es) identified?   | No         |
| b. Were significant deficiencies identified not considered to be material weaknesses?                              | No         |
| c. Any audit findings that are required to be reported in accordance with section .516(a) of the Uniform Guidance? | No         |
| 5. Identification of major programs:   |            |

<u>CFDA Number</u>	<u>Name of Federal Program</u>
16.575	Crime Victim Assistance

Domestic Violence Crisis Center, Inc. and Affiliate  
Schedule of Findings and Questioned Costs - Federal Awards (continued)  
For the Year Ended June 30, 2017

II. Financial Statement Findings

No matters were reported

III. Federal Financial Assistance Findings and Questioned Costs

No matters were reported

IV. Prior Year Findings and Questioned Costs

No matters were reported

Domestic Violence Crisis Center, Inc. and Affiliate

Schedule of Findings and Questioned Costs - State Financial Assistance

For the Year Ended June 30, 2017

I. Summary of Auditor's Results

State Financial Assistance Section

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- a. Material Weakness(es) identified? No
- b. Significant deficiencies identified? None reported

Noncompliance material to financial statements noted? No

State Financial Assistance

Internal control over major programs:

- a. Material weakness(es) identified? No
- b. Significant deficiency(ies) identified? None reported

Type of auditor's opinion issued on compliance for major programs: Unmodified

Any audit findings that are required to be reported in accordance with Section 4-236-24 of the Regulations to the State Single Audit Act? No

The following schedule reflects the major programs included in the audit:

<u>State Grantor and Program</u>	<u>State Core C-T Number</u>	<u>Expenditures</u>
Connecticut Department of Social Services:		
Shelter Services Program (Domestic Violence) (SSP)	11000-06100-16149	\$ 559,076
Dollar threshold used to distinguish between type A and type B programs		\$ 100,000

II. Financial Statement Findings

No matters were reported

III. State Financial Assistance Findings and Questioned Costs

No matters were reported