

WOMEN'S CENTER - YOUTH & FAMILY SERVICES
(A Nonprofit Corporation)

**FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION**

Year Ended June 30, 2013

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Women's Center – Youth & Family Services (A Nonprofit Organization)
Stockton, California

I have audited the accompanying financial statements of Women's Center - Youth & Family Services (a nonprofit organization), which comprise the statement of financial position as of June 30, 2013, and the related statements of activities, functional income and expenses, and cash flows for the year 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

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from 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 organization'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 organization's internal control. Accordingly, I 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Women's Center - Youth & Family Services as of June 30, 2013, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

My audit was 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 Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and the schedule of Cal EMA Grants on page 17 are presented for purposes of additional analysis and are 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 my opinion, the information is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, I have also issued my report dated December 12, 2013 on my consideration of Women's Center - Youth & Family Services' internal control over financial reporting and on my tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion of 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 Women's Center - Youth & Family Services' internal control over financial reporting and compliance.

December 12, 2013
Stockton, California

WOMEN'S CENTER - YOUTH & FAMILY SERVICES
(A Nonprofit Corporation)

STATEMENT OF FINANCIAL POSITION
June 30, 2013

ASSETS

Current assets	
Cash	\$ 655,294
Accounts receivable	266,913
Bequests receivable	362,000
City of Tracy grant receivable	418,000
Prepaid expenses	10,278
Investments (Note 2)	<u>350,877</u>
Total current assets	\$ 2,063,362
Property and equipment	
Land, buildings and equipment, net of accumulated depreciation of \$2,256,065 (Notes 3)	1,120,223
Agency quasi endowment fund (Note 2)	<u>119,544</u>
Total assets	<u><u>\$ 3,303,129</u></u>

LIABILITIES AND NET ASSETS

Current liabilities	
Notes payable, current portion (Note 5)	\$ 48,808
Accounts payable	55,260
Accrued expenses	<u>148,154</u>
Total current liabilities	\$ 252,222
Notes payable, less current portion	<u>256,125</u>
Total liabilities	<u><u>\$ 508,347</u></u>
NET ASSETS	
Unrestricted	
Undesignated	\$ 465,044
Property and equipment	<u>1,120,223</u>
Total unrestricted net assets	\$ 1,585,267
Temporarily restricted	<u>1,209,515</u>
Total net assets	<u><u>\$ 2,794,782</u></u>
Total liabilities and net assets	<u><u>\$ 3,303,129</u></u>

See Notes to Financial Statements.

WOMEN'S CENTER - FAMILY & YOUTH SERVICES

(A Nonprofit Corporation)

STATEMENT OF ACTIVITIES

Year Ended June 30, 2013

CHANGES IN UNRESTRICTED NET ASSETS

PUBLIC SUPPORT AND REVENUE

Public Support	
Contributions (including In-kind of \$206,366)	\$ 1,020,462
Special events	98,427
Total public support	<u>\$ 1,118,889</u>
Revenue	
Contracts & grants	\$ 2,467,231
Investment income including unrealized gains & (losses)	45,448
Net contracts & grants released from restrictions	104,595
Total revenue	<u>\$ 2,617,274</u>
Total public support and revenue	<u>\$ 3,736,163</u>

EXPENSES

Program services	
Sexual assault	\$ 429,882
Domestic violence	998,203
Satellite offices	124,320
Youth services	965,972
DAWN shelter	466,677
Total program services	<u>\$ 2,985,054</u>
Supporting services	
Management and general	\$ 425,973
Fundraising	181,242
Total supporting services	<u>\$ 607,215</u>
Total expenses	<u>\$ 3,592,269</u>
Increase (decrease) in unrestricted net assets	\$ 143,894

CHANGE IN TEMPORARILY RESTRICTED NET ASSETS

Contributions	1,113,820
Contracts & Grants	
Net contributed assets released from restrictions	<u>(104,595)</u>
Increase (decrease) in net assets	\$ 1,153,119
NET ASSETS, merged (Note 4)	<u>1,641,663</u>
NET ASSETS, end of year	<u><u>\$ 2,794,782</u></u>

See Notes to Financial Statements.

**WOMEN'S CENTER - YOUTH & FAMILY SERVICES
STATEMENT OF FUNCTIONAL INCOME AND EXPENSES**

Year Ended June 30, 2013

	Program Services					Supporting Services			Total
	Sexual Assault	Domestic Violence	Satellite Offices	DAWN Shelter	Youth Services	Total	Management and General	Fund Raising	
PUBLIC SUPPORT & REVENUE									
Contracts & grants	\$ 353,775	\$ 927,473	\$ 11,994	\$ 282,905	\$ 903,488	\$ 2,479,635	\$ (1,197)	\$ -	\$ (1,197)
Contributions & special events	-	119,796	776,897	75,477	122,488	1,094,658	464,540	455,981	920,521
Investment & other income	-	-	-	-	-	-	251,763	8	251,771
Total public support and revenue	\$ 353,775	\$ 1,047,269	\$ 788,891	\$ 358,382	\$ 1,025,976	\$ 3,574,293	\$ 715,106	\$ 455,989	\$ 1,171,095
EXPENSES									
Wage Expense	\$ 250,469	\$ 642,793	\$ 66,724	\$ 284,099	\$ 566,535	\$ 1,810,620	\$ 127,340	\$ 98,428	\$ 225,768
Benefits	62,488	167,422	11,593	70,838	141,004	453,345	92,213	15,488	107,701
Program Materials	8,609	23,714	924	6,742	21,240	61,229	162,841	13,645	176,486
Office Supplies	3,792	7,535	2,714	5,580	12,854	32,475	64,179	4,940	69,119
Other	132	1,450	-	-	-	1,582	17,473	28,142	45,615
Professional Fees	20,603	10,358	13,907	2,532	21,915	69,315	29,236	2,458	31,694
Conferences / Training / Mileage	6,299	26,802	1,749	1,530	9,762	46,142	9,170	960	10,130
Utilities	-	(3,311)	6,486	28,831	45,023	77,029	6,800	-	6,800
Communications	677	7,552	6,606	4,342	11,290	30,467	19,299	900	20,199
Occupancy Expense	-	4,614	1,875	1,799	14,774	23,062	4,067	-	4,067
Repairs & Maintenance	-	323	1,901	13,558	39,892	55,674	1,053	-	1,053
Insurance	2,000	1,500	-	11,768	12,193	27,461	17,368	(200)	17,168
Supplies	-	382	332	6,272	13,529	20,515	2,994	2,955	5,949
Relief Workers	9,372	-	-	2,578	-	11,950	-	-	-
Donor & Community Relations	47	47	536	-	47	677	2,215	6,709	8,924
Unallowed Costs	50	-	485	50	1,641	2,226	8,552	431	8,983
Expendable Equipment	-	2,588	-	725	4,913	8,226	3,159	-	3,159
Administrative Expense	20,210	42,328	4,108	8,234	15,325	90,205	(83,976)	-	(83,976)
Shared Costs	29,988	26,935	-	756	-	57,679	(73,019)	-	(73,019)
Total expenses before depreciation	\$ 414,736	\$ 963,032	\$ 119,940	\$ 450,234	\$ 931,937	\$ 2,879,879	\$ 410,964	\$ 174,856	\$ 585,820
Excess before depreciation	\$ (60,961)	\$ 84,237	\$ 666,951	\$ (91,852)	\$ 94,039	\$ 694,414	\$ 304,142	\$ 281,133	\$ 585,275
Depreciation	15,146	35,171	4,380	16,443	34,035	105,175	15,009	6,386	21,395
Total expenses after depreciation	\$ 429,882	\$ 998,203	\$ 124,320	\$ 466,677	\$ 965,972	\$ 2,985,054	\$ 425,973	\$ 181,242	\$ 607,215
Excess of revenue over expenses	\$ (76,107)	\$ 49,066	\$ 664,571	\$ (108,295)	\$ 60,004	\$ 589,239	\$ 289,133	\$ 274,747	\$ 563,880
									\$ 3,465,699
									\$ 2,478,438
									\$ 2,015,179
									\$ 251,771
									\$ 4,745,388
									\$ 2,036,388
									\$ 561,046
									\$ 237,715
									\$ 101,594
									\$ 47,197
									\$ 101,009
									\$ 56,272
									\$ 83,829
									\$ 50,666
									\$ 27,129
									\$ 56,727
									\$ 44,629
									\$ 26,464
									\$ 11,950
									\$ 9,601
									\$ 11,209
									\$ 11,385
									\$ 6,229
									\$ (15,340)

WOMEN'S CENTER - YOUTH & FAMILY SERVICES

(A Nonprofit Corporation)

STATEMENT OF CASH FLOWS

Year Ended June 30, 2013

Cash flows from operating activities	
Increase (decrease) in net assets	\$ 1,153,119
Adjustments to reconcile operating income to net cash provided by operating activities	
Depreciation & amortization	126,570
Unrealized (gain) loss on investments	(44,488)
Changes in assets and liabilities	
(Increase) Decrease in accounts receivable	(724,209)
(Increase) Decrease in prepaid expenses	5,669
(Decrease) Increase in accounts payable	23,411
(Decrease) Increase in accrued expenses	22,917
	<u>562,989</u>
Net cash provided by (used in) operating activities	\$ 562,989
 Cash flows from investing activities	
Purchase of capital assets	\$ (70,594)
Investments reduction	<u>-</u>
Net cash used in investing activities	\$ (70,594)
 Cash flows from financing activities	
Borrowings on line of credit	\$ 247,000
Payments on line of credit	(275,722)
Increase (Decrease) in Notes Payable	<u>(44,735)</u>
Net cash provided by financing activities	\$ (73,457)
 Net increase (decrease) in cash and cash equivalents	\$ 418,938
 Cash and cash equivalents:	
Beginning	<u>236,356</u>
Ending	<u>\$ 655,294</u>

Cash paid for interest: \$ 13,882

See Notes to Financial Statements.

WOMEN'S CENTER – YOUTH & FAMILY SERVICES

NOTES TO FINANCIAL STATEMENTS

Note 1. Nature of Business and Significant Accounting Policies

Women's Center -Youth & Family Services is a nonprofit California corporation organized to provide educational and charitable services to women, children and men and comprehensive services to at-risk youth and adults ages 12-24. Services include sexual assault and domestic violence counseling and advocacy, domestic violence shelter, transitional housing, information and referral, prevention, parenting outreach and a youth Drop-In Center.

Program Descriptions:

Sexual Assault: The Sexual Assault program provides comprehensive services for victims of sexual assault in San Joaquin County. Services include 24-hour crisis line and response to sexual assault victims, advocacy including personal accompaniment to law enforcement agencies, hospitals and social service providers and court proceedings. Temporary Restraining Order assistance, legal justice system information is provided to victims of sexual assault. Individual and peer counseling in English, Spanish, and Southeast Asian dialects are available to sexual assault victims. Support groups for survivors of sexual assault. Provides age appropriate workshops and a self-defense class to children, teens, teachers, and parents regarding sexual assault prevention.

Domestic Violence: The Domestic Violence program provides comprehensive services for victims of domestic violence. Services include a 24-hour crisis line as well as personal accompaniment to victims of domestic violence. Temporary Restraining Order assistance is offered as well as legal and justice system information or information and referrals to other appropriate agencies. Peer counseling in English, Spanish and Southeast Asian dialects is available either one on one or in a support group setting. Presentations about agency services and domestic violence prevention and education are provided to children, teens, teachers, civic groups, churches and classrooms in an age appropriate method.

TREE House, Tracy Shelter: Established in 1998, the Tracy Women's Center serves South County residents. Through a public office, all Women Center services are provided by certified staff and volunteers. In 2003, the Tracy refuge for empowerment and education (TREE House) emergency shelter opened the door to serve battered women and their children. These individuals can spend up to 60 days while participating in crisis intervention programs.

DAWN House, Stockton Shelter: DAWN House provides temporary emergency shelter for battered women and their children. Victims may stay in DAWN House for up to 60 days while participating in supportive programming including life skills training, support groups and individual counseling, "Just For Kids" children's Program, "Just For Moms" parenting program, referral services and employment readiness.

Youth Services: The Youth Services Department provides comprehensive services to at-risk youth and young adults ages 12-24. Services include a 24-hour crisis line, two emergency shelters for homeless and runaway youth; a youth outreach component as well as a Drop-In Center. The Drop-In Center provides hot meals and snacks, shower and laundry facilities, case management, therapy, recreational activities and emotional support. The Youth Outreach program provides mentoring, field trips, classes, education support and employment skill building sessions.

Revenue Recognition:

A substantial portion of program revenues are derived from government contracts and grants. In accordance with the contract or grant provisions, revenues are recognized as expenses are incurred by the programs. Accounts receivable represents reimbursements due from the contracting or granting entities. Deferred revenue represents amounts received in advance of expenditure for the specific purpose. A significant reduction in the level of this support could affect the Center's programs.

NOTES TO FINANCIAL STATEMENTS

Note 1. Nature of Business and Significant Accounting Policies (Continued)

Line of Credit:

The Organization has a line of credit of \$250,000 with a local bank. The balance of the line at June 30, 2013 was \$ 0.

Estimates:

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

Buildings and Equipment:

Purchased buildings, improvements and equipment are stated at cost. Donated equipment is stated at the estimated fair market value at the date of donation. Depreciation is computed by the straight-line method over useful lives ranging from five to thirty-one years.

Recognition of Restricted Contributions:

Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in temporarily or permanently restricted net assets depending on the nature of the restriction. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets. Included in temporarily restricted net assets are restrictions for a specific grant. At June 30, 2013, \$ 1,209,515 was restricted for future use.

Taxes:

The Women's Center – Youth & Family Services organization is exempt from federal income taxes under IRC Sec. 501 (c)(3) and state income tax under section 23701 of the California Revenue and Taxation Code.

Donated Services:

No amounts have been reflected in the statements for donated services since an objective basis is not available to measure the value of such services; however, a substantial number of volunteers have donated their time in the Center's program services and its fund raising campaigns.

Allocation of Expenses:

The Center allocates its expenses on a functional basis among its various programs and support services. Expenses that can be identified with a specific program and support service are allocated directly according to their natural classification. Other expenses that are common to several functions are allocated among the programs and support services benefited.

Subsequent Events:

Subsequent events have been evaluated through the date the financial statements were available to be issued, which was December 12, 2013.

NOTES TO FINANCIAL STATEMENTS

Note 2. Investments and Agency Quasi Endowment Fund

Investments are stated at market value
and consist of the following:

Mutual funds	\$	195,562
Variable annuity		102,742
Fixed annuity		52,573
Total investments	\$	350,877
Agency quasi endowment fund		119,544
Total investments and agency quasi endowment fund	\$	470,421

Investments include 41% in equities and 59% in fixed income.
The variable annuity is invested in fixed-rate annuity and U.S. equities.
The fixed annuity is a flexible premium tax deferred annuity.

Generally accepted accounting principles establish 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 gives 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 methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values.

The organization's investments fair value fell within the Level 1 fair value hierarchy as of June 30, 2013.

The agency quasi endowment fund are held by Sacramento Region Community Foundation and the Community Foundation of San Joaquin and the Women's Center can direct how they are invested.

Note 3. Land, Building and Equipment

A summary of land, building and equipment follows:

Equipment and furniture	\$	644,834
Building improvements		1,488,498
Buildings		984,615
Land & improvements		258,341
	\$	3,376,288
Less accumulated depreciation		2,256,065
	\$	1,120,223

Note 4. Merger of Women's Center with Family and Youth Services

Women's Center of San Joaquin County merged with FAYS - Family and Youth Services of San Joaquin County on July 1, 2012 to form a new organization: Women's Center - Youth & Family Services. No gain or loss resulted from the merger and net assets of \$622,721 from FAYS was merged with \$1,018,942 of Women's Center net assets for a combined beginning net assets of \$1,641,663.

WOMEN'S CENTER - YOUTH & FAMILY SERVICES

Note 4. Merger of Women's Center with Family and Youth Services(Continued)

The June 30, 2012 statements of financial position from the respective audited financial statements appears below. The combined column represents the beginning amount at the merger date of July 1, 2012.

ASSETS	Women's Center	Family & Youth Services	Combined
Current assets			
Cash	\$ 98,000	\$ 138,356	\$ 236,356
Accounts receivable	277,216	45,488	322,704
Prepaid expenses	15,565	382	15,947
Investments	313,411	-	313,411
Total current assets	\$ 704,192	\$ 184,226	\$ 888,418
Property and equipment			
Land, buildings and equipment	1,990,563	1,315,131	3,305,694
Less accumulated depreciation	(1,637,418)	(492,077)	(2,129,495)
Net fixed assets	353,145	823,054	1,176,199
Agency quasi endowment fund	112,522	-	112,522
Total assets	\$ 1,169,859	\$1,007,280	\$ 2,177,139
 LIABILITIES AND NET ASSETS			
Current liabilities			
Bank Line of Credit	\$ 28,722	\$ -	\$ 28,722
Accounts payable	28,787	3,062	31,849
Accrued expenses	93,408	31,829	125,237
Notes payable, current portion	-	51,782	51,782
Total current liabilities	\$ 150,917	\$ 86,673	\$ 237,590
Long-Term liabilities			
Notes payable, less current portion	-	297,886	297,886
Total liabilities	\$ 150,917	\$ 384,559	\$ 535,476
 NET ASSETS			
Unrestricted	\$ 923,247	\$ 622,721	\$ 1,545,968
Temporarily restricted	95,695	-	95,695
Total net assets	\$ 1,018,942	\$ 622,721	\$ 1,641,663
Total liabilities and net assets	\$ 1,169,859	\$1,007,280	\$ 2,177,139

NOTES TO FINANCIAL STATEMENTS

Note 5. Long-Term Debt

Long-term debt consisted of the following at June 30, 2013:

Note Payable, Bank of Stockton, due September 2037, interest rate of 6%. Payable in monthly payments of principal and interest of \$922. Secured by land and building.	\$ 139,900
Note payable, City of Stockton, Redevelopment Department, due August 2015, interest rate of 0%. Each year, upon successful completion of an annual review, one-tenth of the original loan principal will be forgiven. Secured by land and building.	60,799
Note payable, City of Stockton, Redevelopment Department, due September 2020, interest rate of 0%. Each year, upon successful completion of an annual review, one-tenth of the original loan principal will be forgiven. Secured by land and building.	58,420
Note payable, City of Stockton, Redevelopment Department, due June 2018, interest rate of 0%. Each year, upon successful completion of an annual review, one-tenth of the original loan principal will be forgiven. Secured by land and building.	24,814
Note payable, City of Stockton, due October 2019, interest rate of 0%. Each year, upon successful completion of an annual review, one-tenth of the original loan principal will be forgiven. Secured by land and building.	21,000
	\$ 304,933

Maturities of debt in future years are as follows as June 30:

2014	\$ 48,808
2015	46,577
2016	17,558
2017	17,750
2018	17,952
Thereafter	156,288
	\$ 304,933



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
Women's Center - Youth & Family Services

I have audited, in accordance with the auditing standards generally accepted in the United State of America and the standards applicable to financial audits contained in *Government Auditing Standards* issue by the Comptroller General of the United States, the financial statements of Women's Center - Youth & Family Services (a nonprofit organization), which comprise the statement of financial position as of June 30, 2013, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued my report dated December 12, 2013.

Internal Control Over Financial Reporting

In planning and performing my audit of the financial statements, I considered Women's Center - Youth & Family Services' internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing my opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Women's Center - Youth & Family Services' internal control. Accordingly, I 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 organization's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

My 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 my audit I did not identify any deficiencies in internal control that I 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 Women's Center - Youth & Family Services' (a nonprofit organization) financial statements are free of material misstatement, I 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 my audit and accordingly, I do not express such an opinion. The results of my 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 my 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 organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Stockton, California
December 12, 2013



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133**

To the Board of Directors
Women's Center - Youth & Family Services

Report on Compliance for Each Major Federal Program

I have audited Women's Center - Youth & Family Services' compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Women's Center - Youth & Family Services' major federal programs for the year ended June 30, 2013. Women's Center - Youth & Family Services' 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 the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

My responsibility is to express an opinion on compliance for each of Women's Center - Youth & Family Services' major federal programs based on my audit of the types of compliance requirements referred to above. I conducted my 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 OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that I 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 Women's Center - Youth & Family Services' compliance with those requirements and performing such other procedures as I considered necessary in the circumstances.

I believe that my audit provides a reasonable basis for my opinion on compliance for each major federal program. However, my audit does not provide a legal determination of Women's Center - Youth & Family Services' compliance.

Opinion on Each Major Federal Program

In my opinion, Women's Center - Youth & Family Services 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, 2013.

Report on Internal Control Over Compliance

Management of Women's Center - Youth & Family Services is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing my audit of compliance, I considered Women's Center - Youth & Family Services' 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 OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, I do not express an opinion on the effectiveness of Women's Center - Youth & Family Services' 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.

My 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. I did not identify any deficiencies in internal control over compliance that I 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 my testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Stockton, CA
December 12, 2013

WOMEN'S CENTER - YOUTH & FAMILY SERVICES
(A Nonprofit Corporation)
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2013

Federal Grantor/Pass-Through Grantor Program Title	Agency or Pass through #	Federal CFDA #	Federal Expenditures	
U.S Department of Health and Human Services				
Passed through California Emergency Management Agency:				
Sexual Assault Victim Services	RPE Grant (3)	93.136	<u>\$ 66,342</u>	\$ 66,342
Passed through Administration on Children, Youth and Families:				
Basic Center Program		93.623	\$184,249	
Transitional Living Program		93.550	<u>123,774</u>	\$ 308,023
U.S Department of Justice				
Passed through California Emergency Management Agency:				
Sexual Assault Victim Services	RC11311101 (4)	16.575	\$ 42,153	
Domestic Violence - Victim Services	DV12271101 (2)	16.575	205,569	
Sexual Assault Victim Services	RC12321101 (1)	16.575	<u>189,660</u>	437,382
U.S Department of Housing & Urban Development				
CDBG Grant Passed through City of Lathrop		14.218	\$ 1,000	
CDBG Grant Passed through City of Manteca		14.218	3,000	
CDBG Grant Passed through City of Stockton		14.218	41,218	
CDBG Grant Passed through San Joaquin County		14.218	22,900	
CDBG Grant Passed through City of Tracy		14.218	<u>7,994</u>	76,112
Federal Emergency Management Agency				
Passed through United Way of America:				
Emergency Food and Shelter Program	16-0860-00-006	97.024	\$ 29,360	29,360
Total Federal Expenditures			<u><u>\$ 917,219</u></u>	

(1) \$ 189,660
(2) 256,943
(3) 66,342
(4) 210,760

Note: This schedule of expenditures of federal awards is prepared on the accrual basis of accounting.

WOMEN'S CENTER - YOUTH & FAMILY SERVICES

(A Nonprofit Corporation)

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year Ended June 30, 2013

A. Auditor's results

- (1) An unqualified report on the financial statements was issued.
- (2) No material weaknesses or reportable conditions in internal controls were disclosed by the audit.
- (3) No noncompliance which is material to the financial statements was disclosed by the audit.
- (4) No material weaknesses or reportable conditions in internal controls over major programs were disclosed by the audit.
- (5) An unqualified report on compliance was issued.
- (6) No audit findings related to major programs were disclosed by the audit.
- (7) The major programs are:

CFDA# 16.575	Sexual Assault & Domestic Violence	\$ 437,382
CFDA# 93.623	Basic Center Program	\$ 184,249
- (8) The dollar threshold to distinguish Type A and Type B programs is \$300,000.
- (9) The auditee did qualify as a low risk auditee.

B. No findings relating to the financial statements which are required to be reported in accordance with GAGAS were disclosed by the audit.

C. No findings or questioned costs for major federal awards programs were disclosed by the audit.

WOMEN'S CENTER - YOUTH & FAMILY SERVICES
SCHEDULE OF CAL EMA GRANTS
Year Ended June 30, 2013

	CAL EMA		CAL EMA		CAL EMA	
	RC12321101		DV12271101		RC11311101	
	<i>Cash</i>	<i>Match</i>	<i>Cash</i>	<i>Match</i>	<i>Cash</i>	<i>Match</i>
Public Support & Revenue						
Contracts & Grants - non federal	49,530		198,096	19,810	9,906	
Contracts & Grants -federal	189,660	47,420	205,569		42,153	9,484
Total Public Support and Revenue	239,190	47,420	403,665	19,810	52,059	9,484
Expenses						
Personnel	197,622	47,420	356,413	6,310	60,439	9,484
Operating Expenses	39,072	-	47,252	13,500	21,389	-
Equipment purchases						
Total program expenditures	236,695	47,420	403,665	19,810	81,827	9,484