

**WOMEN'S CENTER OF SAN JOAQUIN COUNTY**  
(A Nonprofit Corporation)

**FINANCIAL STATEMENTS AND  
SUPPLEMENTARY INFORMATION**

**Year Ended June 30, 2007**

## CONTENTS

	Page
INDEPENDENT AUDITOR'S REPORT	1
FINANCIAL STATEMENTS	
Statement of financial position	2
Statement of activities	3
Statement of functional income & expenses	4
Statement of cash flows	5
Notes to financial statements	6-8
REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS	9
Schedule of OES Grants	10



David E. Vaughn CPA

(209) 957-5566, fax (209) 957-9589

2495 W. March Lane, Suite 75, Stockton, Ca. 95207-5207

## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
Women's Center of San Joaquin County  
(A Nonprofit Organization)  
Stockton, California

I have audited the accompanying statement of financial position of Women's Center of San Joaquin County (A Nonprofit Organization) as of June 30, 2007, and the related statements of activities, functional expenses, and cash flows for the year then ended. These financial statements are the responsibility of Women's Center of San Joaquin County's management. My responsibility is to express an opinion on these financial statements based on my audit. The prior year summarized comparative information has been derived from the Organization's 2006 financial statements and, in my report dated November 9, 2006, I expressed an unqualified opinion on those financial statements.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provide a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Women's Center of San Joaquin County (A Nonprofit Organization) as of June 30, 2007, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, I have also issued my report dated November 29, 2007 on my consideration Women's Center of San Joaquin County's internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts and grants. 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 on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Governmental Auditing Standards* and should be read in conjunction with this report in considering the results of my audit.

My audit was performed for the purpose of forming an opinion on the basic financial statements of Women's Center of San Joaquin County (A Nonprofit Organization), taken as a whole. The accompanying supplementary information on page 10 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, is fairly presented in all material respects in relation to the basic financial statements taken as a whole.

Stockton, California  
November 29, 2007

**WOMEN'S CENTER OF SAN JOAQUIN COUNTY**  
(A Nonprofit Corporation)

**STATEMENT OF FINANCIAL POSITION**  
June 30, 2007  
(with Comparative Totals for June 30, 2006)

<b>ASSETS</b>	<u>2007</u>	<u>2006</u>
<b>Current assets</b>		
Cash	\$ 96,315	\$ 23,323
Accounts receivable	304,525	350,093
Prepaid expenses	24,610	59,634
Investments (Note 2)	<u>440,884</u>	<u>323,771</u>
Total current assets	\$ 866,334	\$ 756,821
<b>Property and equipment</b>		
Land, buildings and equipment, net of accumulated depreciation of \$ 1,177,564 & 1,072,019 (Notes 3 & 4)	<u>534,825</u>	<u>599,068</u>
Total assets	<u>\$ 1,401,159</u>	<u>\$ 1,355,889</u>
 <b>LIABILITIES AND NET ASSETS</b>		
<b>Current liabilities</b>		
Current portion of mortgage payable (Note 4)	\$ 6,404	\$ 6,123
Line of credit	-	59,866
Accounts payable	17,099	32,662
Accrued expenses	<u>59,969</u>	<u>46,412</u>
Total current liabilities	\$ 83,472	\$ 145,063
 Mortgage payable, less current portion (Note 4)	<u>94,108</u>	<u>99,669</u>
Total liabilities	<u>\$ 177,580</u>	<u>\$ 244,732</u>
 <b>NET ASSETS</b>		
<b>Unrestricted</b>		
Undesignated	\$ 692,595	\$ 601,081
Property and equipment	<u>434,313</u>	<u>493,276</u>
Total unrestricted net assets	\$ 1,126,908	\$ 1,094,357
 Temporarily restricted	<u>96,671</u>	<u>16,800</u>
Total net assets	<u>\$ 1,223,579</u>	<u>\$ 1,111,157</u>
 Total liabilities and net assets	<u>\$ 1,401,159</u>	<u>\$ 1,355,889</u>

See Notes to Financial Statements.

**WOMEN'S CENTER OF SAN JOAQUIN COUNTY**

(A Nonprofit Corporation)

**STATEMENT OF ACTIVITIES**

Year Ended June 30, 2007

(with Comparative Totals for Year Ended June 30, 2006)

## CHANGES IN UNRESTRICTED NET ASSETS

<b>PUBLIC SUPPORT AND REVENUE</b>	<b>2007</b>	<b>2006</b>
Public Support		
Contributions & bequests	\$ 378,780	\$ 230,598
Special events - gross	108,665	114,886
Total public support	<u>\$ 487,445</u>	<u>\$ 345,484</u>
Revenue		
Contracts & grants	\$ 1,258,661	\$ 1,278,722
Investment income including unrealized gains & (losses)	36,979	20,101
Net contributed assets released from restrictions	16,800	107,649
Total revenue	<u>\$ 1,312,440</u>	<u>\$ 1,406,472</u>
Total public support and revenue	<u>\$ 1,799,885</u>	<u>\$ 1,751,956</u>
<b>EXPENSES</b>		
Program services		
Sexual assault	\$ 460,522	\$ 497,934
Domestic violence	647,290	565,075
Underserved	76,234	177,119
Dawn shelter	331,781	326,682
Total program services	<u>\$ 1,515,827</u>	<u>\$ 1,566,810</u>
Supporting services		
Management and general	\$ 79,116	\$ 54,465
Fund raising	172,391	116,921
Total supporting services	<u>\$ 251,507</u>	<u>\$ 171,386</u>
Total expenses	<u>\$ 1,767,334</u>	<u>\$ 1,738,196</u>
Increase (decrease) in unrestricted net assets	\$ 32,551	\$ 13,760
<b>CHANGE IN TEMPORARILY RESTRICTED NET ASSETS</b>		
Contributions	96,671	16,800
Net contributed assets released from restrictions	<u>(16,800)</u>	<u>(107,649)</u>
Increase (decrease) in net assets	\$ 112,422	\$ (77,089)
<b>NET ASSETS, beginning of year</b>	<u>1,111,157</u>	<u>1,188,246</u>
<b>NET ASSETS, end of year</b>	<u>\$ 1,223,579</u>	<u>\$ 1,111,157</u>

See Notes to Financial Statements.

**WOMEN'S CENTER OF SAN JOAQUIN COUNTY  
STATEMENT OF FUNCTIONAL INCOME AND EXPENSES**

Year Ended June 30, 2007

(with Comparative Totals for Year Ended June 30, 2006)

	Program Services						Supporting Services			Total June 30,	
	Sexual Assault	Domestic Violence	Under-served	Dawn Shelter	Shared Costs	Total	Management and General	Fund Raising	Total	2007	2006
<b>PUBLIC SUPPORT &amp; REVENUE</b>											
Contracts & grants	\$ 421,842	\$ 683,057	\$ 7,625	\$ 145,694	\$ -	\$ 1,258,218	\$ 443	\$ -	\$ 443	\$ 1,258,661	\$ 1,278,722
Contributions & special events	64,008	3,445	111,630	29,000	-	208,083	-	376,033	376,033	584,116	362,284
Investment & other income	-	-	-	-	-	-	36,957	22	36,979	36,979	20,101
<b>Total public support and revenue</b>	<b>\$ 485,850</b>	<b>\$ 686,502</b>	<b>\$ 119,255</b>	<b>\$ 174,694</b>	<b>\$ -</b>	<b>\$ 1,466,301</b>	<b>\$ 37,400</b>	<b>\$ 376,055</b>	<b>\$ 413,455</b>	<b>\$ 1,879,756</b>	<b>\$ 1,661,107</b>
<b>EXPENSES</b>											
Wage Expense	\$ 273,228	\$ 392,566	\$ 8,244	\$ 167,246	\$ 24,332	\$ 865,616	\$ 110,305	\$ 84,052	\$ 194,357	\$ 1,059,973	\$ 1,027,084
Benefits	50,918	72,544	1,537	44,722	2,784	172,505	38,746	18,874	57,620	230,125	212,328
Office Supplies	1,081	8,026	745	3,966	40,087	53,905	1,956	5,198	7,154	61,059	55,547
Repairs & Maintenance	1,528	226	1,261	13,943	23,626	40,584	3,251	10,470	13,721	54,305	24,326
Relief Workers	11,058	7,643	337	19,231	-	38,269	-	8,384	8,384	46,653	63,013
Utilities	2,000	4,763	3,781	22,037	10,743	43,324	(5,939)	2,775	(3,164)	40,160	43,006
Supplies	201	687	129	1,889	2,821	5,727	4,819	26,189	31,008	36,735	21,409
Communications	2,861	5,966	2,472	2,526	15,703	29,528	(1,259)	1,585	326	29,854	32,051
Conferences / Training / Mileage	6,077	9,975	1,014	864	136	18,066	5,617	4,155	9,772	27,838	20,411
Insurance	2,000	-	-	10,000	-	12,000	13,325	-	13,325	25,325	21,092
Program Materials	2,867	14,293	707	1,320	-	19,187	677	4,827	5,504	24,691	42,501
Professional Fees	7,125	75	-	-	-	7,200	8,755	475	9,230	16,430	34,606
Expendable Equipment	-	3,951	354	737	971	6,013	3,193	1,443	4,636	10,649	3,269
Occupancy Expense	2,500	5,136	798	154	14,129	22,717	(16,481)	2,775	(13,706)	9,011	20,616
Donor & Community Relations	-	-	-	-	-	-	6,686	940	7,626	7,626	3,860
Client Assistance	-	6,120	125	480	-	6,725	-	-	-	6,725	12,415
Other	324	446	-	-	-	770	6,211	-	6,211	6,981	6,666
Unallowed Costs	500	-	135	-	-	635	4,324	-	4,324	4,959	2,863
Expenditures Capitalized	-	(3,252)	-	(7,298)	(14,143)	(24,693)	(5,896)	(10,713)	(16,609)	(41,302)	-
Administrative Expense	20,721	34,641	52,058	31,223	(24,997)	113,646	(116,146)	2,500	(113,646)	-	-
Shared Costs	48,031	44,347	1,479	1,817	(96,192)	(518)	4,279	-	4,279	3,761	-
<b>Total expenses before depreciation</b>	<b>\$ 433,020</b>	<b>\$ 608,153</b>	<b>\$ 75,176</b>	<b>\$ 314,857</b>	<b>\$ -</b>	<b>\$ 1,431,206</b>	<b>\$ 66,423</b>	<b>\$ 163,929</b>	<b>\$ 230,352</b>	<b>\$ 1,661,558</b>	<b>\$ 1,647,063</b>
Excess before depreciation	\$ 52,830	\$ 78,349	\$ 44,079	\$ (140,163)	\$ -	\$ 35,095	\$ (29,023)	\$ 212,126	\$ 183,103	\$ 218,198	\$ 14,044
Depreciation	27,502	39,137	1,058	16,924	-	84,621	12,693	8,462	21,155	105,776	91,133
<b>Total expenses after depreciation</b>	<b>\$ 460,522</b>	<b>\$ 647,290</b>	<b>\$ 76,234</b>	<b>\$ 331,781</b>	<b>\$ -</b>	<b>\$ 1,515,827</b>	<b>\$ 79,116</b>	<b>\$ 172,391</b>	<b>\$ 251,507</b>	<b>\$ 1,767,334</b>	<b>\$ 1,738,196</b>
<b>Excess of revenue over expenses</b>	<b>\$ 25,328</b>	<b>\$ 39,212</b>	<b>\$ 43,021</b>	<b>\$ (157,087)</b>	<b>\$ -</b>	<b>\$ (49,526)</b>	<b>\$ (41,716)</b>	<b>\$ 203,664</b>	<b>\$ 161,948</b>	<b>\$ 112,422</b>	<b>\$ (77,089)</b>

See Notes to Financial Statements.

**WOMEN'S CENTER OF SAN JOAQUIN COUNTY**  
(A Nonprofit Corporation)

**STATEMENT OF CASH FLOWS**  
Year Ended June 30, 2007  
(with Comparative Totals for Year Ended June 30, 2006)

	2007	2006
<b>Cash flows from operating activities</b>		
Increase (decrease) in net assets	\$ 112,422	\$ (77,089)
Adjustments to reconcile operating income to net cash provided by operating activities		
Depreciation & amortization	105,545	91,363
Unrealized (gain) loss on investments	(36,542)	(19,909)
Changes in assets and liabilities		
(Increase) Decrease in accounts receivable	45,568	42,550
(Increase) Decrease in prepaid expenses	35,024	(31,723)
(Decrease) Increase in accounts payable	(15,563)	361
(Decrease) Increase in accrued expenses	13,557	(11,011)
(Decrease) Increase in deferred income	-	(6,166)
<b>Net cash provided by (used in) operating activities</b>	<b>\$ 260,011</b>	<b>\$ (11,624)</b>
<b>Cash flows from investing activities</b>		
Purchase of capital assets	\$ (41,302)	\$ (33,674)
Cash addition to investments	(80,571)	-
<b>Net cash used in investing activities</b>	<b>\$ (121,873)</b>	<b>\$ (33,674)</b>
<b>Cash flows from financing activities</b>		
Principal payments on mortgage note	\$ (5,280)	\$ (4,747)
Borrowings on line of credit	33,008	95,000
Payments on line of credit	(92,874)	(55,134)
<b>Net cash provided by financing activities</b>	<b>\$ (65,146)</b>	<b>\$ 35,119</b>
Net increase (decrease) in cash and cash equivalents	\$ 72,992	\$ (10,179)
<b>Cash and cash equivalents:</b>		
Beginning	23,323	33,502
Ending	<b>\$ 96,315</b>	<b>\$ 23,323</b>

Supplemental disclosures of cash flows information

Cash payments for: Interest	\$ 8,919	\$ 7,962
-----------------------------	----------	----------

See Notes to Financial Statements.

## WOMEN'S CENTER OF SAN JOAQUIN COUNTY NOTES TO FINANCIAL STATEMENTS

### **Note 1. Nature of Business and Significant Accounting Policies**

Women's Center of San Joaquin County is a nonprofit California corporation organized to provide educational and charitable services to women, children and men. Services include sexual assault and domestic violence counseling and advocacy, domestic violence shelter, transitional housing, information and referral, prevention, parenting and outreach.

#### **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 August 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.

#### **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 Women's Center has a line of credit of \$100,000 with a local bank. The balance of the line at June 30, 2007 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.

#### Comparative Totals:

Certain reclassifications have been made to the prior year to conform to the current year's presentation.

#### 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, 2007, \$ 16,100 was restricted for the fall event and \$80,571 is to be used for the Lodi facility.

#### Taxes:

The Women's Center of San Joaquin County 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.

## NOTES TO FINANCIAL STATEMENTS

### Note 2. Investments and Cash

Investments are stated at market value ( original cost \$236,682 )  
and consist of the following:

Mutual funds	\$ 158,996
Annuities	189,457
Cash management	<u>92,431</u>
	<u>\$ 440,884</u>

Cash in bank at times exceeded the federal insurance limit of \$100,000.

### Note 3. Land, Building and Equipment

A summary of land, building and equipment follows:

Equipment and furniture	\$ 360,336
Building improvements	891,395
Buildings	363,168
Land & improvements	<u>97,490</u>
	<u>\$ 1,712,389</u>
Less accumulated depreciation	<u>1,177,564</u>
	<u>\$ 534,825</u>

### Note 4. Mortgage Payable

Mortgage payable to Farmers & Merchants Bank due in monthly installments of \$ 1,088 including interest (variable, now at 8.0%) through July, 2009, when a balloon payment will be due. The mortgage is secured by land & building.

\$ 100,512

Subsequent to year end the mortgage note was paid off.

Total interest expense on this debt for the year was \$ 7,675



David E. Vaughn CPA

(209) 957-8866, fax (209) 957-9589

2495 W. March Lane, Suite 75, Stockton, Ca. 95207-8207

**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Directors  
Women's Center of San Joaquin County  
Stockton, California

I have audited the financial statements of Women's Center of San Joaquin County (A Nonprofit Organization) as of and for the year ended June 30, 2007, and have issued my report thereon dated November 29, 2007. 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.

**Internal Control Over Financial Reporting**

In planning and performing my audit, I considered Women's Center of San Joaquin County (A Nonprofit Organization)'s internal control over financial reporting as a basis for designing my auditing procedures 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 of San Joaquin County's internal control over financial reporting. Accordingly, I do not express an opinion on the effectiveness of the Organization's internal control over financial reporting.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or a combination of control deficiencies, that adversely affects the Organization's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles, such that there is more than a remote likelihood that a misstatement of the Organization's financial statements that is more than inconsequential will not be prevented or detected by Organization's internal controls.

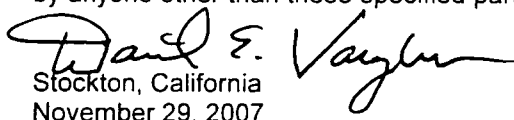
A material weakness is a significant deficiency, or a combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Organization's internal control.

My consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. I did not identify any deficiencies in internal control over financial reporting that I consider to be material weaknesses, as defined above.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Women's Center of San Joaquin County (A Nonprofit Organization)'s 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 that are required to be reported under *Government Auditing Standards*.

This report is intended for the information of the board of directors, management and federal and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

  
Stockton, California  
November 29, 2007

**WOMEN'S CENTER OF SAN JOAQUIN COUNTY**

**SCHEDULE OF O.E.S. GRANTS**

Year Ended June 30, 2007

	State OES RC 06261101		State OES DV 06211101	
	Cash	Match	Cash	Match
<b>PUBLIC SUPPORT &amp; REVENUE</b>				
Contracts & grants - nonfederal	\$ 68,003	\$ -	\$ 32,117	\$ -
Contracts & grants - federal	180,553	45,138	167,953	43,903
Service fees & investment income	-	-	-	-
Total Public Support and Revenue	<u>\$ 248,556</u>	<u>\$ 45,138</u>	<u>\$ 200,070</u>	<u>\$ 43,903</u>
<b>EXPENSES</b>				
Personnel	\$ 208,431	\$ 45,138	\$ 168,421	\$ 43,903
Operating expenses	40,125	-	33,771	-
Equipment purchases	-	-	-	-
Total program expenditures	<u>\$ 248,556</u>	<u>\$ 45,138</u>	<u>\$ 202,192</u>	<u>\$ 43,903</u>