

**End Violence Against Women  
International (EVAWI)**

Financial Statements and  
Independent Auditors' Report

December 31, 2017 and 2016



**DINGUS | ZARECOR & ASSOCIATES** PLLC  
Certified Public Accountants

**End Violence Against Women International (EVAWI)  
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Certified Public Accountants

## INDEPENDENT AUDITORS' REPORT

Board of Directors  
End Violence Against Women International (EVAWI)  
Colville, Washington

### ***Report on the Financial Statements***

We have audited the accompanying financial statements of End Violence Against Women International (EVAWI) (the Organization) (a nonprofit organization), which comprise the statements of financial position as of December 31, 2017 and 2016, and the related statements of activities 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.

### ***Auditors' 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. Those standards require that we 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 auditors' 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 auditors consider 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 the Organization as of December 31, 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.

*Dingus, Zarecor & Associates PLLC*

Spokane Valley, Washington  
March 19, 2018

**End Violence Against Women International (EVAWI)**  
**Statements of Financial Position**  
**December 31, 2017 and 2016**

<b>ASSETS</b>	<b>2017</b>	<b>2016</b>
<i>Current assets</i>		
Cash	\$ 1,222,003	\$ 1,018,494
Accounts receivable	1,876	-
Grants receivable	232,365	57,480
Promises to give, net of allowance for doubtful pledges of \$3,741 and \$4,032, respectively	1,509	3,670
Prepaid expenses	80,493	89,884
<b>Total current assets</b>	<b>\$ 1,538,246</b>	<b>\$ 1,169,528</b>
<b>LIABILITIES AND NET ASSETS</b>		
<i>Current liabilities</i>		
Accounts payable	\$ 44,952	\$ 24,067
Accrued payroll and leave	40,734	26,251
Deferred conference revenue	337,835	288,948
<b>Total current liabilities</b>	<b>423,521</b>	<b>339,266</b>
<i>Net assets</i>		
Unrestricted	1,104,066	817,741
Temporarily restricted	10,659	12,521
<b>Total net assets</b>	<b>1,114,725</b>	<b>830,262</b>
<b>Total liabilities and net assets</b>	<b>\$ 1,538,246</b>	<b>\$ 1,169,528</b>

*See accompanying notes to financial statements.*

**End Violence Against Women International (EVAWI)**  
**Statements of Activities**  
**Years Ended December 31, 2017 and 2016**

	2017			2016		
	Unrestricted	Temporarily Restricted	Total	Unrestricted	Temporarily Restricted	Total
<i>Revenues, gains, and other support</i>						
Grants	\$ 700,768	\$ -	\$ 700,768	\$ 496,538	\$ -	\$ 496,538
Conference fees	1,183,598	-	1,183,598	878,082	-	878,082
Online training	40	-	40	250	-	250
Consulting	23,197	-	23,197	27,492	-	27,492
Interest	617	-	617	464	-	464
Other revenue	14,545	-	14,545	12,855	-	12,855
Donations	26,367	3,269	29,636	33,510	6,922	40,432
Net assets released from restrictions for expenses	5,131	(5,131)	-	6,339	(6,339)	-
<b>Total revenues, gains, and other support</b>	<b>1,954,263</b>	<b>(1,862)</b>	<b>1,952,401</b>	<b>1,455,530</b>	<b>583</b>	<b>1,456,113</b>
<i>Expenses</i>						
Salaries and wages	555,178	-	555,178	435,239	-	435,239
Employee benefits	133,962	-	133,962	134,187	-	134,187
Purchased services	120,475	-	120,475	64,258	-	64,258
Conference and training	501,019	-	501,019	574,018	-	574,018
Travel	128,824	-	128,824	69,799	-	69,799
Subrecipient distributions	64,420	-	64,420	-	-	-
Merchant and bank fees	39,169	-	39,169	27,537	-	27,537
Supplies	27,394	-	27,394	24,405	-	24,405
Rent	19,922	-	19,922	7,800	-	7,800
Utilities	14,550	-	14,550	13,091	-	13,091
Marketing	13,063	-	13,063	6,565	-	6,565
Insurance	3,128	-	3,128	3,426	-	3,426
Bad debts	4,577	-	4,577	1,220	-	1,220
Other	42,257	-	42,257	15,290	-	15,290
<b>Total expenses</b>	<b>1,667,938</b>	<b>-</b>	<b>1,667,938</b>	<b>1,376,835</b>	<b>-</b>	<b>1,376,835</b>
Change in net assets	286,325	(1,862)	284,463	78,695	583	79,278
Net assets, beginning of year	817,741	12,521	830,262	739,046	11,938	750,984
<b>Net assets, end of year</b>	<b>\$ 1,104,066</b>	<b>\$ 10,659</b>	<b>\$ 1,114,725</b>	<b>\$ 817,741</b>	<b>\$ 12,521</b>	<b>\$ 830,262</b>

*See accompanying notes to financial statements.*

**End Violence Against Women International (EVAWI)**  
**Statements of Cash Flows**  
**Years Ended December 31, 2017 and 2016**

	<b>2017</b>	<b>2016</b>
<b><i>Increase (Decrease) in Cash</i></b>		
<i>Cash flows from operating activities</i>		
Cash received from grants	\$ 525,883	\$ 542,010
Cash received from conference and consulting fees	1,253,846	922,813
Cash received from donations and fundraising	46,342	54,011
Cash paid for employee salaries and benefits	(674,657)	(570,642)
Cash paid to suppliers and others	(948,522)	(788,258)
Interest received	617	464
Net cash provided by operating activities	203,509	160,398
Cash, beginning of year	1,018,494	858,096
<b>Cash, end of year</b>	<b>\$ 1,222,003</b>	<b>\$ 1,018,494</b>
<b><i>Reconciliation of Change in Net Assets to Net Cash</i></b>		
<b><i>Provided by Operating Activities</i></b>		
Change in net assets	\$ 284,463	\$ 79,278
<i>Adjustments to reconcile change in net assets to net cash provided by operating activities</i>		
<i>(Increase) decrease in assets:</i>		
Accounts receivable	(1,876)	595
Grants receivable	(174,885)	45,472
Promises to give	2,161	724
Prepaid expenses	9,391	6,284
<i>Increase (decrease) in liabilities:</i>		
Accounts payable	20,885	12,867
Accrued payroll and leave	14,483	(1,216)
Deferred conference revenue	48,887	16,394
<b>Net cash provided by operating activities</b>	<b>\$ 203,509</b>	<b>\$ 160,398</b>

*See accompanying notes to financial statements.*

**End Violence Against Women International (EVAWI)  
Notes to Financial Statements  
Years Ended December 31, 2017 and 2016**

**1. Organization and Summary of Significant Accounting Policies:**

**a. Organization**

End Violence Against Women International's (EVAWI) (the Organization) primary operations are to provide education, training, technical assistance, and expert consultation to those who respond to gender-based violence. The Organization promotes victim-centered, multi-disciplinary collaboration, which strengthens the response of the criminal justice system, other professional allies, and the general public, making communities safer.

The Organization is primarily supported through educational program fees, grants, and donations.

**b. Summary of Significant Accounting Policies**

***Basis of presentation*** – The financial statements of the Organization have been presented on the accrual basis of accounting. The Organization reports information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted, and permanently restricted. The Organization has no permanently restricted net assets.

***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 and disclosure of contingent assets and 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.

***Cash and cash equivalents*** – For purposes of the statements of cash flows, the Organization considers all highly liquid investments with original maturity dates of three months or less to be cash equivalents. The Organization did not have any cash equivalents as of December 31, 2017 or 2016.

***Grants and other receivables*** – Grants and other receivables for revenue from services to clients are recorded net of uncollectible accounts based on experience and any unusual circumstances that may affect the ability of funding organizations to meet their obligations. Grants and other receivables at December 31, 2017 and 2016, were evaluated based on the above criteria and believed to be fully collectible. Therefore, no allowance for uncollectible grants and other receivables is considered necessary.

***Promises to give*** – Contribution revenues reflect donations with and without donor-imposed restrictions. Contributions specifically restricted by the donor have been included in temporarily restricted net assets and are reclassified to unrestricted net assets when the donor restriction expires.

Unconditional promises to give are presently valued at their net realizable value. Management evaluates potential uncollectible promises to give at year end. Based on this evaluation, an allowance for uncollectible promises to give was necessary at December 31, 2017 and 2016.

***Prepaid expenses*** – Prepaid expenses are expenses paid during the year relating to expenses incurred in future periods. Prepaid expenses are amortized over the expected benefit period of the related expense.



**End Violence Against Women International (EVAWI)**  
**Notes to Financial Statements (Continued)**  
**Years Ended December 31, 2017 and 2016**

**1. Organization and Summary of Significant Accounting Policies (continued):**

**b. Summary of Significant Accounting Policies (continued)**

*Property and equipment* – The Organization’s policy is to capitalize property and equipment when its acquisition cost or fair value at the date of purchase or donation is greater than \$5,000. All capital assets are depreciated using the straight-line method of depreciation. The Organization had no property and equipment as of December 31, 2017 and 2016.

*Compensated absences* – The Organization’s employees earn paid time off at varying rates depending on their position and years of service. Unused paid time off is accumulated and paid to the employee when the employee terminates employment with the Organization if the employee has completed their probationary period up to two times their annual accrual. The current liability for compensated absences as of December 31, 2017 and 2016, was \$39,986 and \$25,504, respectively.

*Revenue recognition* – Conference fees are recognized as revenue when the program is conducted.

*Grant revenue* – The Organization receives its grant revenue from the United States Department of Justice, Office on Violence Against Women and Office of Justice Programs, Office for Victims of Crime. Revenue from its awards is recognized on a monthly basis. Revenue is recognized when earned.

Grant awards from governmental entities are subject to audits. Such audits could result in claims against the Organization for disallowed costs or noncompliance with grantor restrictions. The amount, if any, of expenditures that may be disallowed by grantors cannot be determined at this time. However, the Organization expects any such amounts to be immaterial.

*Contributions* – Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence or nature of any donor or time restrictions. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized.

*Contributed services* – Contributed services are recognized only if the services require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. Many individuals volunteer their time and perform a variety of tasks that assist the Organization with various programs. The services do not meet the criteria for recognition as a contribution and are not reflected in the financial statements. The fair value of contributed professional services is reported as donation revenue and expense in the period in which the services are performed.

The Organization generally pays for services requiring specific expertise. However, the Board of Directors volunteers their time and performs a variety of tasks that assist the Organization with operations and administration.

**End Violence Against Women International (EVAWI)  
Notes to Financial Statements (Continued)  
Years Ended December 31, 2017 and 2016**

**1. Organization and Summary of Significant Accounting Policies (continued):**

**b. Summary of Significant Accounting Policies (continued)**

*Credit risk* – The Organization maintains its cash balance with a local bank. Accounts are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. At various times during the year and at year end, the Organization did have deposits in excess of FDIC coverage. The Organization has not experienced any losses in cash balances and management does not believe it is exposed to any significant credit risk.

The Organization grants credit without collateral to its customers and governmental agencies. Receivables from the United States Department of Justice, Office on Violence Against Women and Office of Justice Programs, Office for Victims of Crime, accounted for the grants receivable for the years ended December 31, 2017 and 2016.

*Income tax status* – The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and is classified by the Internal Revenue Code as other than a private foundation. The Organization evaluates uncertain tax positions whereby the effect of the uncertainty would be recorded if the outcome was considered probable and reasonably estimable. As of December 31, 2017 and 2016, the Organization had no uncertain tax positions requiring accrual.

*Subsequent events* – The Organization has evaluated subsequent events through March 19, 2018, the date on which the financial statements were available to be issued.

**2. Line of Credit:**

The Organization had four lines of credit with various credit card companies at December 31, 2017 and 2016. The open lines of credit totaled \$202,000 at December 31, 2017 and 2016, and draws on these lines of credit were \$13,208 and \$13,405 (included in accounts payable) at December 31, 2017 and 2016, respectively.

**3. Temporarily Restricted Net Assets:**

Temporarily restricted net assets at December 31, 2017 and 2016, include promises to give of \$1,509 and \$3,670, respectively, and scholarships of \$9,150 and \$8,851, respectively, which are considered time restricted until collected or awarded.

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of other events specified by donors.

**End Violence Against Women International (EVAWI)**  
**Notes to Financial Statements (Continued)**  
**Years Ended December 31, 2017 and 2016**

**4. Retirement Plan:**

The Organization offers its employees the option of participating in a 401(k) Plan (the Plan). The Plan, available to all employees who meet the eligibility requirements, permits them to defer a portion of their salary until future years.

Participation in the Plan is voluntary. For the years ended December 31, 2017 and 2016, each qualified employee will become vested in the fund after six and three months, respectively, of employment. For the years ended December 31, 2017 and 2016, the Organization may contribute to the Plan with matching contributions up to four percent of the employee's salary. During the years ended December 31, 2017 and 2016, the Organization contributed approximately \$18,000 and \$20,000, respectively, to the Plan on behalf of its employees.

All amounts of compensation deferred and matching contributions under the Plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are held in trust for the exclusive benefit of employee plan participants. Consistent with this, the Organization has no rights to these assets and, therefore, plan assets and liabilities are not reported on the Organization's financial statements.

**5. Functional Expenses:**

The Organization provides various programs and other activities to clients across the nation. Accordingly, certain costs have been allocated among the programs and supporting services benefited as follows:

	<b>2017</b>	<b>2016</b>
Program services	\$ 1,495,778	\$ 1,230,745
Management and general	152,304	106,195
Fundraising	19,856	39,895
<b>Total expenses</b>	<b>\$ 1,667,938</b>	<b>\$ 1,376,835</b>

**6. Commitment:**

Future minimum lease payments under an operating lease for building space consisted of the following:

<b>Years Ending December 31,</b>	
2018	\$ 18,000
2019	18,000
	<b>\$ 36,000</b>