

End Violence Against Women International (EVAWI)

Financial Statements and
Independent Auditors' Report

December 31, 2021 and 2020



DINGUS | ZARECOR & ASSOCIATES PLLC
Certified Public Accountants

End Violence Against Women International (EVAWI)
Table of Contents

	Page
<i>INDEPENDENT AUDITORS' REPORT</i>	1-2
<i>FINANCIAL STATEMENTS:</i>	
Statements of financial position	3
Statements of activities	4
Statements of cash flows	5
Notes to financial statements	6-12



DINGUS | ZARECOR & ASSOCIATES PLLC
Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

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

Opinion

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, 2021 and 2020, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements.

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, 2021 and 2020, and the related statements of activities and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Organization, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with auditing standards generally accepted in the United States of America will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with auditing standards generally accepted in the United States of America, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Dingus, Zarecor & Associates PLLC

Spokane Valley, Washington
April 11, 2022

End Violence Against Women International (EVAWI)
Statements of Financial Position
December 31, 2021 and 2020

ASSETS	2021	2020
<i>Current assets</i>		
Cash	\$ 600,209	\$ 370,475
Investments	1,547,422	990,321
Grants receivable	34,954	180,096
Other receivables	3,810	2,394
Prepaid expenses	74,920	93,933
Total current assets	\$ 2,261,315	\$ 1,637,219
LIABILITIES AND NET ASSETS		
<i>Current liabilities</i>		
Accounts payable	\$ 24,032	\$ 62,238
Accrued payroll and leave	41,600	36,462
Deferred conference and program revenue	356,351	294,696
Total current liabilities	421,983	393,396
<i>Net assets</i>		
Without donor restrictions	1,828,394	1,225,242
With donor restrictions	10,938	18,581
Total net assets	1,839,332	1,243,823
Total liabilities and net assets	\$ 2,261,315	\$ 1,637,219

See accompanying notes to financial statements.

End Violence Against Women International (EVAWI)
Statements of Activities
Years Ended December 31, 2021 and 2020

	2021			2020		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
<i>Revenues, gains, and other support</i>						
Government grants	\$ 412,853	\$ -	\$ 412,853	\$ 1,067,042	\$ -	\$ 1,067,042
Conference fees	1,117,571	-	1,117,571	3,830	-	3,830
Other revenue	45,525	-	45,525	11,902	-	11,902
Investment return, net	57,123	-	57,123	(16,726)	-	(16,726)
Paycheck Protection Program grant	49,602	-	49,602	38,656	-	38,656
Donations	73,153	58,086	131,239	49,128	8,675	57,803
Net assets released from restrictions for expenses	65,729	(65,729)	-	15,000	(15,000)	-
Total revenues, gains, and other support	1,821,556	(7,643)	1,813,913	1,168,832	(6,325)	1,162,507
<i>Expenses</i>						
Program services	972,910	-	972,910	1,179,323	-	1,179,323
Management and general	178,568	-	178,568	189,824	-	189,824
Fundraising	66,926	-	66,926	85,557	-	85,557
Total expenses	1,218,404	-	1,218,404	1,454,704	-	1,454,704
Change in net assets	603,152	(7,643)	595,509	(285,872)	(6,325)	(292,197)
Net assets, beginning of year	1,225,242	18,581	1,243,823	1,511,114	24,906	1,536,020
Net assets, end of year	\$ 1,828,394	\$ 10,938	\$ 1,839,332	\$ 1,225,242	\$ 18,581	\$ 1,243,823

See accompanying notes to financial statements.

End Violence Against Women International (EVAWI)
Statements of Cash Flows
Years Ended December 31, 2021 and 2020

	2021	2020
<i>Increase (Decrease) in Cash</i>		
<i>Cash flows from operating activities</i>		
Cash received from grants	\$ 557,995	\$ 1,059,954
Cash received from conference fees	1,219,505	115,699
Cash received from donations and fundraising	135,069	67,552
Cash received from Paycheck Protection Program grant	49,602	38,656
Cash paid for employee salaries and benefits	(751,339)	(766,039)
Cash paid to suppliers and others	(481,120)	(742,009)
Investment income received	33,452	60
Net cash provided by (used in) operating activities	763,164	(226,127)
<i>Cash flows from financing activities</i>		
Purchase of investments	(533,430)	-
Net increase (decrease) in cash	229,734	(226,127)
Cash, beginning of year	370,475	596,602
Cash, end of year	\$ 600,209	\$ 370,475
<i>Reconciliation of Change in Net Assets to Net Cash</i>		
<i>Provided by (Used in) Operating Activities</i>		
Change in net assets	\$ 595,509	\$ (292,197)
<i>Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities</i>		
(Gain) loss on investment	(23,671)	16,786
(Increase) decrease in assets:		
Grants receivable	145,142	(5,943)
Other receivables	(1,416)	231,378
Prepaid expenses	19,013	(53,764)
Increase (decrease) in liabilities:		
Accounts payable	(38,206)	3,247
Accrued payroll and leave	5,138	(2,827)
Deferred conference revenue	61,655	(122,807)
Net cash provided by (used in) operating activities	\$ 763,164	\$ (226,127)

See accompanying notes to financial statements.

**End Violence Against Women International (EVAWI)
Notes to Financial Statements
Years Ended December 31, 2021 and 2020**

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 two classes of net assets: with donor restrictions and without donor restrictions.

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.

Investments – Investments are stated at fair value as determined by quoted market prices. Market risk could occur and is dependent on the future changes in market prices of the various investments held. Investment income consists of interest and dividend income earned, investment fees, and gains or losses on those investments.

Fair value measurements – Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability (i.e., the “exit price”) in an orderly transaction between market participants at the measurement date.

The Organization classified its investments based upon an established 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).

**End Violence Against Women International (EVAWI)
Notes to Financial Statements (Continued)
Years Ended December 31, 2021 and 2020**

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

b. Summary of Significant Accounting Policies (continued)

Fair value measurements (continued) – The three levels of the fair value hierarchy are as follows:

- **Level 1** – Unadjusted quoted prices in active markets that are accessible at the measurement date for identical, unrestricted assets or liabilities
- **Level 2** – Quoted prices in markets that are not considered to be active or financial instruments without quoted market prices, but for which all significant inputs are observable, either directly or indirectly
- **Level 3** – Prices or valuations that require inputs that are both significant to the fair value measurement and unobservable

All the Organization's investments were Level 1 investments as of December 31, 2021 and 2020.

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 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.

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.

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, 2021 and 2020.

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, 2021 and 2020, was approximately \$40,000 and \$35,000, respectively.

Net assets with donor restrictions – Net assets with donor restrictions are those whose use by the Organization has been restricted by donors to a specific time period or purpose.

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

End Violence Against Women International (EVAWI)
Notes to Financial Statements (Continued)
Years Ended December 31, 2021 and 2020

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

b. Summary of Significant Accounting Policies (continued)

Grant revenue – The Organization receives its grant revenue from the United States Department of Justice, Office on Violence Against Women. 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 net assets with donor restrictions or without donor restrictions, depending on the existence or nature of any donor or time restrictions. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions are recognized. Contributions received with donor-imposed conditions and restrictions that are met in the same reporting period are reported as support without donor restrictions and increase net assets without donor restrictions.

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.

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 is accounted for in grants receivable.

End Violence Against Women International (EVAWI)
Notes to Financial Statements (Continued)
Years Ended December 31, 2021 and 2020

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

b. Summary of Significant Accounting Policies (continued)

Functional expense allocation – The costs of providing various programs and other activities have been summarized on a functional basis in the statements of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited. These expenses that are allocated include employee benefits, supplies, utilities, rent, and other expenses, which are allocated on the basis of staff time.

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, 2021 and 2020, the Organization had no uncertain tax positions requiring accrual.

Reclassification – Certain amounts have been reclassified in the 2020 financial statements in order to be consistent with the 2021 financial statements. These reclassifications had no effect on previously reported change in net position.

Subsequent events – The Organization has evaluated subsequent events through April 11, 2022, the date on which the financial statements were available to be issued.

2. Liquidity and Availability of Financial Assets:

The following reflects the Organization’s financial assets, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year.

	2021	2020
<i>Financial assets, at year end</i>		
Cash	\$ 600,209	\$ 370,475
Investments	1,547,422	990,321
Grants receivable	34,954	180,096
Other receivables	3,810	2,394
Less those unavailable for general expenditures within one year, due to:		
Donor-imposed restrictions:		
Restricted by donor with time or purposes	(10,938)	(18,581)
Financial assets available to meet cash needs for general expenditures within one year	\$ 2,175,457	\$ 1,524,705

Because a donor’s restriction requires resources to be used in a particular manner or in a future period, the Organization must maintain sufficient resources to meet those responsibilities to its donors. Thus, financial assets may not be available for general expenditure within one year. As a part of the Organization’s liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. In addition, the Organization invests cash in excess of daily requirements in short-term investments. As more fully described in Note 4, the Organization also has a committed line of credit in the amount of \$150,000, which it could draw upon in the event of an unanticipated liquidity need.

End Violence Against Women International (EVAWI)
Notes to Financial Statements (Continued)
Years Ended December 31, 2021 and 2020

3. Investments:

Investments reported by the Organization were comprised as follows:

	2021	2020
Cash and cash investment	\$ 40,347	\$ 27,222
Mutual funds, fixed income	1,507,075	963,099
Total investments	\$ 1,547,422	\$ 990,321

4. Line of Credit:

The Organization had one line of credit with Wells Fargo at both December 31, 2021 and 2020. The open line of credit totaled \$150,000 and draws on this line of credit were approximately \$8,200 and \$3,100 (included in accounts payable) at December 31, 2021 and 2020, respectively.

5. Paycheck Protection Program Note Payable:

In May 2020, the Organization was granted a loan from Wells Fargo in the aggregate amount of \$38,656, pursuant to the Paycheck Protection Program (PPP) under Division A, Title I of the CARES Act, which was enacted March 27, 2020.

The PPP loan, which was in the form of a note dated May 3, 2020, matures on May 3, 2022, and bears interest at a rate of 1 percent per annum. In June 2021, the Organization received notification from the lender that the loan had been fully forgiven.

In February 2021, the Organization was granted a second loan from Wells Fargo in the aggregate amount of \$49,602, as a second draw loan pursuant to the PPP program. The second draw PPP loan, which was in the form of a note dated February 4, 2021, matures on February 4, 2026, and bears interest at a rate of 1 percent per annum. In November 2021, the Organization received notification from the lender that the loan had been fully forgiven.

The Organization recognized \$49,602 and \$38,656 of grant revenue during the years ended December 31, 2021 and 2020, respectively, based on qualifying expenses incurred since the date the PPP loan funds were received. This revenue is included on the statements of activities.

6. Net Assets with Donor Restrictions:

Net assets with donor restrictions at December 31, 2021 and 2020, consist of scholarships and grants of approximately \$11,000 and \$19,000, respectively.

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, 2021 and 2020

7. Conditional Grants and Contracts:

At December 31, 2021 and 2020, the Organization had remaining available award balances on federal and private conditional grants and contracts for sponsored projects of approximately \$73,000 and \$490,000, respectively. These award balances are not recognized as assets and will be recognized as revenue as the projects progress and conditions are met, generally as expenses are incurred. The Organization has awarded conditional grants to subrecipients related to performance of these sponsored projects, which have outstanding commitments of up to \$-0- and \$189,000 as of December 31, 2021 and 2020, respectively.

8. 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. Each qualified employee becomes vested in the fund after six months of employment. The Organization may contribute to the Plan with matching contributions up to 4 percent of the employee's salary. During the years ended December 31, 2021 and 2020, the Organization contributed approximately \$27,000 and \$25,000, 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.

End Violence Against Women International (EVAWI)
Notes to Financial Statements (Continued)
Years Ended December 31, 2021 and 2020

9. 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:

2021					
	Program	Management and General	Fundraising	Total Expenses	
Salaries and wages	\$ 432,498	\$ 114,266	\$ 45,323	\$	592,087
Employee benefits	115,471	37,220	11,699		164,390
Conference	118,173	-	-		118,173
Subrecipient distributions	130,844	-	-		130,844
Purchased services	103,128	17,001	2,789		122,918
Travel	4,705	-	-		4,705
Supplies	4,877	1,444	258		6,579
Rent	9,412	2,365	1,518		13,295
Utilities	6,494	1,220	704		8,418
Insurance	1,390	1,419	112		2,921
Other	45,918	3,633	4,523		54,074
Total expenses	\$ 972,910	\$ 178,568	\$ 66,926	\$	1,218,404
2020					
	Program	Management and General	Fundraising	Total Expenses	
Salaries and wages	\$ 433,890	\$ 104,066	\$ 57,064	\$	595,020
Employee benefits	122,086	31,207	14,899		168,192
Conference	38,644	-	-		38,644
Subrecipient distributions	383,770	-	-		383,770
Purchased services	107,696	38,390	5,885		151,971
Travel	845	-	-		845
Supplies	3,953	1,042	295		5,290
Rent	13,183	3,487	1,822		18,492
Utilities	7,605	2,007	1,024		10,636
Insurance	1,508	1,429	158		3,095
Other	66,143	8,196	4,410		78,749
Total expenses	\$ 1,179,323	\$ 189,824	\$ 85,557	\$	1,454,704