



THE WOMEN'S CENTER, INC.

FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION

For the Years Ended December 31, 2022 and 2021



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THE WOMEN'S CENTER, INC.
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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
The Women's Center, Inc.

Report on the Financial Statements

Opinion

We have audited the accompanying financial statements of The Women's Center, Inc. (a nonprofit organization), which comprise the statements of financial position as of December 31, 2022 and 2021, and the related statements of activities, functional expenses 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 Women's Center, Inc. (Organization) as of December 31, 2022 and 2021, 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.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's 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.

Auditor's 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 auditor's 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 generally accepted auditing standards and *Government Auditing Standards* 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 generally accepted auditing standards and *Government Auditing Standards*, 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.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal and state awards, as required the *DHS Audit Guide* issued by the Wisconsin Department of Health Services and the Schedule of Public Support, Revenue, and Expense by Program – Without Donor Restrictions, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal and state awards is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Audit Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 17, 2023, on our consideration of The Women’s Center, Inc.’s internal control over financial reporting and on our 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 our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of The Women’s Center, Inc.’s 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 The Women’s Center, Inc.’s internal control over financial reporting and compliance.

Sikich LLP

Brookfield, Wisconsin
May 17, 2023

FINANCIAL STATEMENTS

THE WOMEN'S CENTER, INC.

STATEMENTS OF FINANCIAL POSITION

As of December 31, 2022 and 2021

	2022	2021
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 1,336,685	\$ 1,957,197
Pledges receivable	32,515	233,300
Grants receivable	299,543	196,399
Prepaid expenses	32,270	66,940
Investments	2,473,820	1,824,370
Interest in assets held with others	281,416	364,039
Total current assets	<u>4,456,249</u>	<u>4,642,245</u>
PROPERTY AND EQUIPMENT		
Land and improvements	630,571	514,089
Buildings and improvements	3,707,596	3,691,544
Furniture and equipment	382,620	327,243
Vehicle	10,154	18,939
Construction in progress	340,283	-
Total property and equipment	5,071,224	4,551,815
Less: Accumulated depreciation	<u>1,919,808</u>	<u>1,885,907</u>
Net property and equipment	<u>3,151,416</u>	<u>2,665,908</u>
OTHER ASSETS		
Interest in assets held with others	391,795	428,719
Total other assets	<u>391,795</u>	<u>428,719</u>
TOTAL ASSETS	<u><u>\$ 7,999,460</u></u>	<u><u>\$ 7,736,872</u></u>

(This statement is continued on the following page.)

THE WOMEN'S CENTER, INC.

STATEMENTS OF FINANCIAL POSITION (Continued)

As of December 31, 2022 and 2021

	2022	2021
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ 55,484	\$ 27,413
Accrued wages and benefits	111,566	102,268
Refundable grant advance	100,000	100,000
Notes payable, current portion	33,180	-
Capital lease obligations	-	2,959
Total current liabilities	<u>300,230</u>	<u>232,640</u>
LONG-TERM LIABILITIES		
Notes payable	-	33,180
Capital lease obligations, net of current portion	-	2,287
Total long-term liabilities	<u>-</u>	<u>35,467</u>
Total liabilities	<u>300,230</u>	<u>268,107</u>
NET ASSETS		
Without donor restrictions	7,119,988	6,345,270
With donor restrictions	579,242	1,123,495
Total net assets	<u>7,699,230</u>	<u>7,468,765</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 7,999,460</u></u>	<u><u>\$ 7,736,872</u></u>

See accompanying notes to financial statements.

THE WOMEN'S CENTER, INC.

STATEMENTS OF ACTIVITIES

For the Years Ended December 31, 2022 and 2021

	<u>2022</u>	<u>2021</u>
CHANGES IN NET ASSETS WITHOUT DONOR RESTRICTIONS: REVENUE		
Government grants	\$ 888,946	\$ 1,101,566
United Way	120,463	128,808
Program and rent fees	23,394	27,783
Contributions	1,578,484	1,194,648
Special events	137,758	155,322
Investment return, net	(421,755)	247,035
Gifts in kind	74,534	125,046
Grant revenue - Paycheck Protection Program	-	339,852
Other income	-	2,553
Loss on disposal of fixed assets	-	(275)
Total revenue	<u>2,401,824</u>	<u>3,322,338</u>
Net assets released from restrictions- satisfaction of restrictions	<u>676,176</u>	<u>146,972</u>
Total revenue	<u>3,078,000</u>	<u>3,469,310</u>
EXPENSES		
Program services:		
Advocacy	206,842	220,461
Family support	89,708	108,295
Education	35,681	66,705
Employment	74,928	106,784
Shelter	1,212,099	1,239,025
Transitional living	175,587	171,347
Total program services	<u>1,794,845</u>	<u>1,912,617</u>
Supporting services:		
Management and general	168,366	147,610
Fund raising	275,148	291,215
Costs of direct benefits to donors	64,923	47,463
Total expenses	<u>2,303,282</u>	<u>2,398,905</u>
Change in net assets without donor restrictions	<u>774,718</u>	<u>1,070,405</u>

(This statement is continued on the following page.)

THE WOMEN'S CENTER, INC.

STATEMENTS OF ACTIVITIES (Continued)

For the Years Ended December 31, 2022 and 2021

	<u>2022</u>	<u>2021</u>
CHANGES IN NET ASSETS WITH DONOR RESTRICTIONS:		
Contributions	\$ 168,847	\$ 482,028
Investment return, net	(36,924)	29,370
Net assets released from restrictions	(676,176)	(146,972)
	<u>(544,253)</u>	<u>364,426</u>
Change in net assets with donor restrictions		
CHANGE IN NET ASSETS	230,465	1,434,831
NET ASSETS, BEGINNING OF YEAR	<u>7,468,765</u>	<u>6,033,934</u>
NET ASSETS, END OF YEAR	<u><u>\$ 7,699,230</u></u>	<u><u>\$ 7,468,765</u></u>

See accompanying notes to financial statements.

THE WOMEN'S CENTER, INC.

STATEMENT OF FUNCTIONAL EXPENSES

For the Year Ended December 31, 2022

	Program Services							Supporting Services			
	Advocacy	Family Support	Education	Employment	Shelter	Transitional Living	Total Programs	Management & General	Fund Raising	Cost of Sales	Total Expenses
Wages	\$ 134,498	\$ 57,035	\$ 24,579	\$ 52,947	\$ 793,332	\$ 75,925	\$ 1,138,316	\$ 112,758	\$ 173,731	\$ -	\$ 1,424,805
Employee benefits	15,573	11,346	2,360	5,209	62,993	9,613	107,094	3,401	17,493	-	127,988
Payroll taxes	9,131	4,046	1,854	4,020	60,798	5,517	85,366	8,731	13,386	-	107,483
Client assistance	2,622	185	-	121	38,365	927	42,220	-	-	-	42,220
Professional fees	184	10	1	8	92	15	310	20,886	4	-	21,200
Supplies	9,996	5,574	1,311	2,495	41,087	3,129	63,592	1,939	13,392	-	78,923
Client transportation	284	119	-	78	4,090	150	4,721	-	-	-	4,721
Food	206	116	44	76	13,317	53	13,812	98	208	-	14,118
Telephone	1,496	845	318	554	7,596	384	11,193	474	1,515	-	13,182
Postage	6	-	-	-	142	8	156	514	4,730	-	5,400
Printing and publication	223	139	73	127	1,245	63	1,870	554	11,281	-	13,705
Utilities	3,397	278	513	846	20,911	23,902	49,847	2,858	2,814	-	55,519
Janitorial	2,540	205	379	628	14,411	4,055	22,218	1,308	1,528	-	25,054
Building and maintenance	4,286	871	713	1,198	30,680	9,604	47,352	1,124	3,253	-	51,729
Depreciation	9,857	3,361	1,696	2,871	66,406	34,900	119,091	4,807	7,036	-	130,934
Credit card and bank fees	-	-	-	-	-	-	-	2,120	5,050	-	7,170
Liability insurance	6,341	2,954	546	2,110	29,598	6,106	47,655	5,517	2,362	-	55,534
Membership dues	156	88	33	58	1,285	140	1,760	49	938	-	2,747
Conferences	205	227	38	67	828	48	1,413	58	280	-	1,751
Travel	22	-	104	-	228	-	354	-	51	-	405
Advertising	2,902	662	250	434	11,303	299	15,850	278	6,566	-	22,694
Miscellaneous	2,917	1,647	869	1,081	13,392	749	20,655	892	9,530	-	31,077
Expenses before cost of sales	206,842	89,708	35,681	74,928	1,212,099	175,587	1,794,845	168,366	275,148	-	2,238,359
COST OF SALES											
Cost of direct benefits to donors - meals and entertainment	-	-	-	-	-	-	-	-	-	64,923	64,923
TOTAL EXPENSES	\$ 206,842	\$ 89,708	\$ 35,681	\$ 74,928	\$ 1,212,099	\$ 175,587	\$ 1,794,845	\$ 168,366	\$ 275,148	\$ 64,923	\$ 2,303,282

See accompanying notes to financial statements.

THE WOMEN'S CENTER, INC.

STATEMENT OF FUNCTIONAL EXPENSES

For the Year Ended December 31, 2021

	Program Services							Supporting Services			
	Advocacy	Family Support	Education	Employment	Shelter	Transitional Living	Total Programs	Management & General	Fund Raising	Cost of Sales	Total Expenses
Wages	\$ 150,679	\$ 74,190	\$ 50,353	\$ 70,814	\$ 792,005	\$ 71,030	\$ 1,209,071	\$ 72,138	\$ 192,219	\$ -	\$ 1,473,428
Employee benefits	13,431	7,562	1,672	6,209	50,125	7,127	86,126	4,876	18,745	-	109,747
Payroll taxes	11,617	5,706	4,014	5,436	61,779	5,273	93,825	5,657	15,099	-	114,581
Client assistance	562	796	-	10,378	75,587	1,731	89,054	-	-	-	89,054
Professional fees	10,010	6,216	3,077	3,518	45,834	3,727	72,382	37,982	10,146	-	120,510
Supplies	6,132	5,237	1,685	2,442	40,984	8,109	64,589	567	13,650	-	78,806
Client transportation	243	126	-	200	6,163	158	6,890	-	-	-	6,890
Food	194	125	104	70	6,125	75	6,693	2,158	503	-	9,354
Telephone	1,329	848	406	475	6,494	507	10,059	394	1,401	-	11,854
Postage	3	-	-	1	64	2	70	92	3,557	-	3,719
Printing and publication	444	77	104	312	2,673	112	3,722	353	9,959	-	14,034
Utilities	2,917	254	454	775	18,130	19,831	42,361	3,236	2,331	-	47,928
Janitorial	2,142	186	333	569	12,771	3,503	19,504	1,476	1,032	-	22,012
Building and maintenance	2,633	742	574	779	18,101	5,206	28,035	1,991	1,923	-	31,949
Depreciation	8,873	2,934	1,775	2,630	60,946	35,200	112,358	6,081	5,837	-	124,276
Credit card and bank fees	-	-	-	-	-	-	-	2,765	5,536	-	8,301
Liability insurance	5,200	2,427	1,299	1,615	31,390	9,126	51,057	5,245	1,154	-	57,456
Membership dues	899	110	57	61	1,135	165	2,427	79	695	-	3,201
Conferences	252	222	45	167	2,478	108	3,272	55	710	-	4,037
Travel	164	-	459	24	17	-	664	13	21	-	698
Advertising	1,037	169	79	106	3,279	150	4,820	77	3,997	-	8,894
Miscellaneous	1,700	368	215	203	2,945	207	5,638	2,375	2,700	-	10,713
Expenses before cost of sales	220,461	108,295	66,705	106,784	1,239,025	171,347	1,912,617	147,610	291,215	-	2,351,442
COST OF SALES											
Cost of direct benefits to donors - meals and entertainment	-	-	-	-	-	-	-	-	-	47,463	47,463
TOTAL EXPENSES	\$ 220,461	\$ 108,295	\$ 66,705	\$ 106,784	\$ 1,239,025	\$ 171,347	\$ 1,912,617	\$ 147,610	\$ 291,215	\$ 47,463	\$ 2,398,905

See accompanying notes to financial statements.

THE WOMEN'S CENTER, INC.

STATEMENTS OF CASH FLOWS

For the Years Ended December 31, 2022 and 2021

	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 230,465	\$ 1,434,831
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	130,934	124,276
Disposition of construction in progress	-	78,818
Loss on disposal of fixed assets	-	275
Unrealized and realized loss (gain) on investments	326,474	(102,161)
Change in interest in assets held with others	119,547	(96,660)
Decrease (increase) in:		
Grants receivable	(103,144)	(4,359)
Prepaid expenses	34,670	(32,595)
Pledges receivable	200,785	(232,937)
Increase (decrease) in:		
Accounts payable	25,784	12,939
Accrued wages and benefits	9,298	(16,024)
Net cash from operating activities	974,813	1,166,403
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	(616,442)	(494,296)
Purchase of investments	(1,027,305)	(2,549,122)
Proceeds from sale of investments	51,381	2,176,984
Net cash from investing activities	(1,592,366)	(866,434)
CASH FLOWS FROM FINANCING ACTIVITIES		
Payments on capital lease obligation	(2,959)	(2,844)
Net cash from financing activities	(2,959)	(2,844)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(620,512)	297,125
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	1,957,197	1,660,072
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 1,336,685	\$ 1,957,197
SUPPLEMENTAL CASH FLOW INFORMATION		
Noncash forgiveness of Paycheck Protection Program	\$ -	\$ 339,852

See accompanying notes to financial statements.

THE WOMEN'S CENTER, INC.

NOTES TO FINANCIAL STATEMENTS

For the Years Ended December 31, 2022 and 2021

1. NATURE OF BUSINESS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

The Women's Center, Inc. (the Center) is a not-for-profit, nonstock corporation created in 1977 to provide safety, shelter and support to empower all impacted by domestic abuse, sexual violence, child abuse and trafficking. The Center provides the following programs:

Advocacy

The program provides short-term individual or group advocacy to adults and child survivors of sexual assault, abuse, domestic violence and trafficking.

Family Support

This program area works with survivors and their children on positive ways to handle stress and anger resulting from abuse. Effective communication and coping skills for healthier family dynamics are taught as well as positive parenting techniques as the family transitions from abuse to independence. This program also provides onsite child care for clients participating in programming.

Education

The program provides a community educator who presents programs to local schools, community groups, service clubs, and others.

Employment

The program helps clients identify their skills and employment objectives through workshops and advocacy.

Shelter

This program provides safe, confidential housing and supportive services to adults and their children who are homeless as a result of domestic violence, sexual assault or human trafficking. A confidential 24-hour hotline is run out of the shelter. This program also offers domestic violence or sexual assault or abuse legal advocacy and support to individuals seeking legal remedy in the civil and criminal justice systems.

Transitional Living

The program helps adults and their children transition from an abusive environment to independent living by providing safe, affordable housing and support services.

1. NATURE OF BUSINESS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Method of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (GAAP). Net assets and revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Center and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions:

Net assets that are not subject to donor-imposed restrictions or imposed stipulations by the Center's Board of Directors (the Board).

Net Assets With Donor Restrictions:

Net assets subject to donor-imposed restrictions that either expire by passage of time, can be fulfilled and removed by actions of the Center pursuant to those restrictions or are required to be maintained in perpetuity by the Center. Generally, the donors of the assets permit the Center to use all of part of the income earned on any related investments for general or specific purposes.

Use of Estimates

The preparation of financial statements in conformity with GAAP 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 these estimates.

Subsequent Events

Subsequent events are events or transactions that occur after year end but before financial statements are issued or are available to be issued. These events and transactions either provide additional evidence about conditions that existed at year end, including estimates inherent in the process of preparing financial statements (that is, recognized subsequent events), or provide evidence about conditions that did not exist at year end but arose after that date (that is, non-recognized subsequent events).

The Center has evaluated subsequent events through May 17, 2023, the date on which the financial statements were available to be issued. See Note 6.

1. NATURE OF BUSINESS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Accounting Pronouncements

In September 2020, FASB issued ASU 2020-07 on Topic 958, *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*. This standard requires nonprofits to change their financial statement presentation and disclosure of contributed nonfinancial assets, or gifts-in-kind. The standard is effective for annual reporting periods beginning after June 15, 2021, and interim periods with annual reporting periods beginning after June 15, 2022. The Center adopted this pronouncement as of January 1, 2022.

Cash and Cash Equivalents

The Center considers all short-term investments in interest-bearing bank accounts, debt securities and other instruments having an original maturity of three months or less, to be equivalent to cash.

The Center maintains its cash and cash equivalents in financial institutions, which at times may exceed federally insured limits. At December 31, 2022 and 2021, the Center's cash accounts exceeded federally insured limits by approximately \$456,000 and \$586,000, respectively. The Center has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash.

Pledges Receivable

Pledges receivable consist primarily of pledges from private organizations, corporations, and individual donors. All pledge receivables are expected to be collected in the next fiscal year.

Grants Receivable

Grants receivable are amounts due under cost reimbursable contracts or fee for service contracts with primarily county, state and federal government agencies. Invoicing and payment terms are provided in the contracts. Payments of grants receivable are allocated to the specific invoices identified on the remittance advice or, if unspecified, are applied to the earliest unpaid invoices.

Grants receivable are reviewed periodically by management to determine the adequacy of the allowance for doubtful accounts. Based upon management's evaluation, the Center believes that an allowance for doubtful accounts is not considered necessary as of December 31, 2022 and 2021; however, actual write-offs may occur.

1. NATURE OF BUSINESS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Investments and Investment Income

Investments are measured at fair value in the statements of financial position.

Investment income (including realized and unrealized gains and losses, interest, and dividends) is reported as revenue without donor restrictions unless the income is restricted by the donor. Restricted investment income earned and released in the same year is recorded as revenue without donor restrictions. Realized gains or losses are determined by specific identification. Investment income (loss) is reported net of external and direct internal investment fees.

In prior years, the Center transferred funds to the Greater Milwaukee Foundation and Waukesha County Community Foundation (Community Foundations) and specified itself as the beneficiary of the funds. Annually, the Community Foundations calculate distributions available to the Center in accordance with the Foundation's respective distribution policy. The Center maintains variance power over these assets and the funds may be withdrawn from the respective Foundation in their entirety with proper notice.

Revenue Recognition

Grant Income

A portion of the Center's revenue is derived from cost-reimbursable and federal, state and local contracts and grants, which are conditioned upon certain performance obligations and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Center has incurred expenditures in compliance with specific contract or grant provisions. The Center has adopted the policy of recording grants whose conditions are met in the same reporting period as revenue without donor restrictions. The Center received cost-reimbursable grants of \$471,334 and \$293,980 as of December 31, 2022 and 2021, respectively, that have not been recognized at year end because qualifying expenditures have not yet been incurred. Amounts received prior to incurring qualifying expenditures are reported as refundable grant advances in the statements of financial position. There were no advance payments on grants received as of December 31, 2022 and 2021.

Contributions

The Center recognizes contribution revenue when cash, securities or other assets; an unconditional promise to give; or a notification of a beneficial interest is received. Conditional promises to give – that is, those with a measurable performance or other barrier and a right of return – are not recognized until the conditions on which they depend have been met.

1. NATURE OF BUSINESS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenue Recognition (Continued)

Contributions (Continued)

Conditional promises to give with advance payment are included in the statements of financial position as refundable grant advances. As of December 31, 2022 and 2021, the Center's refundable grant advance is to be used for capital expenditures to expand existing capacity to provide services or to provide new services or programs consistent with the mission of the Center. The gift is conditional upon the Center proposing and executing a plan that meets the donor's approval. As of December 31, 2022, a plan had been proposed and was awaiting approval by the donor. Subsequent to year end, the plan to utilize the funds on the Center's programmatic space renovations has been approved and the revenue is expected to be recognized in 2023.

Contributions received are recorded as with or without donor restrictions depending on the existence and nature of any donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified as net assets without donor restrictions and reported in the statement of activities as released from restrictions. The Center has adopted the policy of recording donor restricted contributions whose restrictions are met in the same reporting period as support without donor restrictions.

Special Event Revenue

Special event revenue is made up of sponsorships and ticket sales. The portion that relates to the commensurate value the sponsor and attendee receives in return is recognized when the related events are held, and performance obligations are met. If an event is not held, the sponsorships and ticket sales are refundable. The excess amounts over commensurate value are considered a contribution that is recognized when the related events are held.

Program and Rent Fees

Program fees, which are nonrefundable, are comprised of an exchange element based on the value of benefits provided. Revenue from program fees are recognized when the services are provided, the performance obligation has been met and the funds are received. The lease agreements contain a single performance obligation which is satisfied as the monthly rentals are incurred. The rentals are short term rentals typically for 14 to 18 months.

THE WOMEN'S CENTER, INC.
NOTES TO FINANCIAL STATEMENTS (Continued)

1. NATURE OF BUSINESS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenue Recognition (Continued)

Contributions In-Kind

The Center recognizes the fair value of contributed services received if such services create or enhance nonfinancial assets or require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not contributed.

The Center receives services from a large number of volunteers who give significant amounts of their time to the Center's programs and fund-raising campaigns, but which do not meet the criteria for financial statement recognition, and accordingly are not reflected in the accompanying financial statements.

Donated assets are recorded in the financial statements as revenue and expense at their estimated fair market value on the date the assets are contributed. The Center's policy is to sell all donated securities as soon as administratively feasible after they are received. The amounts reflected in the accompanying financial statements as contributions in-kind are summarized as follows, as of December 31:

	<u>2022</u>	<u>2021</u>
Supplies and other	\$ 12,255	\$ 16,617
Donated investments	62,279	108,429
TOTAL	<u>\$ 74,534</u>	<u>\$ 125,046</u>

The Center receives donated supplies without restrictions. Donated supplies are valued at the wholesale prices that would be received for selling similar products. The donated supplies were used in the Center's program services.

There were no donated services for special events for the years ended December 31, 2022 and 2021.

Significant Judgments and Estimates

There are no significant judgments or estimates involved in the recognition of revenue from all revenue streams.

1. NATURE OF BUSINESS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenue Recognition (Continued)

Disaggregation of Revenue from Contracts with Customers

	<u>2022</u>	<u>2021</u>
Special event revenue recognized at a point in time	\$ 64,923	\$ 47,463
Program fees recognized over time	-	1,000
TOTAL REVENUE FROM CONTRACTS WITH CUSTOMERS	<u>\$ 64,923</u>	<u>\$ 48,463</u>

Contract Assets and Liabilities

The timing of revenue recognition, billings and cash collections results in billed accounts receivable (contract assets) and deferred revenue (contract liabilities) on the statements of financial position. Contract liabilities are released as the performance obligation are met. There were no contract balances as of December 31, 2022 and 2021.

Concentrations of Revenues

Revenues from one granting agency accounted for approximately 10% of total revenues for the years ended December 31, 2022 and 2021. As of December 31, 2022 and 2021, approximately 76% and 86%, respectively, of total grants receivable were due from three different granting agencies.

Risk and Uncertainty

The Center invests in various securities that are exposed to various risks, such as interest rate, market, and credit risks. Due to the level of risk associated with certain securities, it is at least reasonably possible that changes in the values of certain investments will occur in the near term and that such changes could materially affect the amounts reported in the statements of financial position

THE WOMEN'S CENTER, INC.
NOTES TO FINANCIAL STATEMENTS (Continued)

1. NATURE OF BUSINESS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Property and Equipment

Property and equipment are recorded at cost or, if donated, at fair value at the date of donation. It is the Center's policy to capitalize all property and equipment expenditures greater than \$2,000 with a useful life of 3 years or more. Depreciation is computed on a straight-line basis over the estimated useful lives. Estimated lives of property and equipment consisted of the following as of December 31, 2022 and 2021:

	<u>Years</u>
Land improvements	3-15
Buildings and improvements	5-50
Furniture and equipment	5-10
Vehicle	5

Depreciation expense was \$130,934 and \$124,276 for the years ended December 31, 2022 and 2021, respectively.

Advertising Cost

Advertising costs are expensed as incurred. Advertising expense for the years ended December 31, 2022 and 2021 was \$22,694 and \$8,894, respectively.

Functional Allocation of Expenses

The financial statements report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. Payroll and related expenses are allocated to the programs based on estimated time spent in each program. Expenses specifically identifiable with a program are charged to that program. Indirect administrative expenses such as supplies, postage, printing, etc. are charged to the programs according to a cost allocation plan based on direct labor hours. Depreciation is charged to the programs based on estimated square footage.

THE WOMEN'S CENTER, INC.
NOTES TO FINANCIAL STATEMENTS (Continued)

1. NATURE OF BUSINESS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Income Tax Status

The Center is a nonprofit corporation as described in Section 501(c)(3) of the Internal Revenue Code and is exempt from federal and state income taxes on related income pursuant to Section 501(a) of the code as other than a private foundation.

2. LIQUIDITY AND AVAILABILITY

Financial assets available for general expenditure, that is without donor or other restrictions limiting their use, within one year of the statement of financial position date, comprise the following:

	<u>2022</u>	<u>2021</u>
Cash and cash equivalents	\$ 1,336,685	\$ 1,957,197
Pledges receivable	32,515	233,300
Grants receivable	299,543	196,399
Investments	2,473,820	1,824,370
Interest in assets held with others	673,211	792,758
	<hr/>	<hr/>
Total financial assets and liquid resources	4,815,774	5,004,024
Less donor imposed restrictions:		
Time & purpose restriction	(102,401)	(609,246)
Board designated	(628,510)	(816,975)
Endowments	(391,795)	(428,719)
Refundable grant advance	(100,000)	(100,000)
	<hr/>	<hr/>
FINANCIAL ASSETS AVAILABLE TO MEET CASH NEEDS FOR GENERAL EXPENDITURES WITHIN ONE YEAR	\$ 3,593,068	\$ 3,049,084
	<hr/> <hr/>	<hr/> <hr/>

The Center maintains financial assets, consisting of cash and short-term investments, on hand to meet its normal operating expenses based on its annual budget. Operating expenses are compared to budgeted expenses on a monthly basis and financial assets on hand are adjusted as necessary. As part of its liquidity management, the Center invests cash in excess of daily requirements in various short-term investments.

The Center also maintains a line of credit in the amount of \$150,000, which could be drawn upon in the event of an anticipated liquidity need.

3. FAIR VALUE MEASUREMENTS

GAAP establishes a framework for measuring fair value. That framework uses a hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. GAAP requires the Center to maximize the use of observable inputs when measuring fair value. The hierarchy describes three levels of inputs, which are as follows:

Level 1: Quoted prices in active markets for identical assets or liabilities.

Level 2: Quoted prices for similar assets or liabilities in active markets; quoted prices for identical assets or liabilities in inactive markets; or inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Level 3: Significant unobservable inputs.

If an investment that is measured using net asset value (NAV) has a readily determinable fair value (that is, it can be traded at the measurement date at its published NAV), it is included in Level 1 of the hierarchy. Otherwise, investments measured using NAVs are not included in Level 1, 2, or 3, but are separately reported.

The Center recognizes transfers into and out of levels within the fair value hierarchy at the end of the reporting period. There were no transfers between levels during the years ended December 31, 2022 and 2021.

Valuation Techniques

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used as of December 31, 2022 and 2021.

Mutual funds: Valued at NAV of shares on the last trading day of the fiscal year.

Interest in assets held by the Greater Milwaukee Foundation and the Waukesha County Community Foundation: Valued at the NAV per unit as reported by the Foundations. The Center considers the measurement of a portion of its interest in assets held by the Foundations to be a Level 3 measurement within the hierarchy because even though that measurement is based on the unadjusted fair value of trust assets reported by the trustee, the Center does not have the ability to direct the trustee to redeem them without the donor's approval. The amount invested in the Foundations that the Center has the ability to readily direct is considered a Level 2 investment.

THE WOMEN'S CENTER, INC.
NOTES TO FINANCIAL STATEMENTS (Continued)

3. FAIR VALUE MEASUREMENTS (Continued)

Recurring Measurements

Assets measured at fair value on a recurring basis as of December 31, are as follows:

	2022			Total
	Level 1	Level 2	Level 3	
ASSETS				
Mutual funds	\$ 2,446,054	\$ -	\$ -	\$ 2,446,054
Interest in assets held by the Greater Milwaukee Foundation and Waukesha County Community Foundation	-	450,104	223,107	673,211
TOTAL ASSETS AT FAIR VALUE	\$ 2,446,054	\$ 450,104	\$ 223,107	3,119,265
Cash*				<u>27,766</u>
TOTAL INVESTMENTS AND INTEREST IN ASSETS HELD WITH OTHERS				<u>\$ 3,147,031</u>

*Reported at cost

	2021			Total
	Level 1	Level 2	Level 3	
ASSETS				
Mutual funds	\$ 1,795,817	\$ -	\$ -	\$ 1,795,817
Interest in assets held by the Greater Milwaukee Foundation and Waukesha County Community Foundation	-	569,651	223,107	792,758
TOTAL ASSETS AT FAIR VALUE	\$ 1,795,817	\$ 569,651	\$ 223,107	2,588,575
Cash*				<u>28,553</u>
TOTAL INVESTMENTS AND INTEREST IN ASSETS HELD WITH OTHERS				<u>\$ 2,617,128</u>

*Reported at cost

3. FAIR VALUE MEASUREMENTS (Continued)

Recurring Measurements (Continued)

The activity for the interest in assets held by the Greater Milwaukee Foundation and the Waukesha County Community Foundation, which are measured at fair value on a recurring basis using significant observable inputs (Level 3 inputs), is as follows:

	<u>2022</u>	<u>2021</u>
Balance, beginning of year	\$ 428,719	\$ 399,349
Net realized and unrealized gains	(36,924)	29,370
BALANCE, END OF YEAR	<u>\$ 391,795</u>	<u>\$ 428,719</u>
Change in unrealized gains for the period included in changes in net assets for assets held at the end of the year	 <u>\$ (36,924)</u>	 <u>\$ 29,370</u>

The change in value of the interest in assets held by the Greater Milwaukee Foundation and the Waukesha County Community Foundation are included in investment return on the statements of activities.

4. ENDOWMENTS

The Center's endowment consists of individual donor-restricted endowment funds established for a variety of purposes. As required by GAAP, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

Interpretation of Relevant Law Governing Endowments

The Board of Directors of the Center has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA), as adopted by the Wisconsin State legislature, as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Center classifies as net assets with donor restrictions (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund.

4. ENDOWMENTS (Continued)

Interpretation of Relevant Law Governing Endowments (Continued)

The remaining portion of the donor-restricted endowment fund that is not required to be held in perpetuity is classified as net assets with donor restrictions until those amounts are appropriated for expenditure by the Center in a manner consistent with the standard of prudence prescribed by UPMIFA. In accordance with UPMIFA, the Center considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds: (a) the duration and preservation of the funds, (b) the purpose of the Center and the donor restricted endowment, (c) general economic conditions, (d) the possible effect of inflation and deflation, (e) the expected total return from income and the appreciation of investments, (f) other resources of the Center, and (g) the investment policies of the Center.

From time to time, certain endowment funds may have fair values less than the amount required to be maintained by donor or by law (underwater endowments). The Center has interpreted UPMIFA to permit spending from underwater endowments in accordance with prudent measures required under law. There were no amounts underwater as of December 31, 2022 and 2021.

Changes in endowment net assets for the year ended December 31 are as follows:

	<u>2022</u>	<u>2021</u>
	<u>With Donor</u>	<u>With Donor</u>
	<u>Restrictions</u>	<u>Restrictions</u>
Endowment net assets, beginning of year	\$ 428,719	\$ 399,349
Investment return, net	(36,924)	29,370
ENDOWMENT NET		
ASSETS, END OF YEAR	<u>\$ 391,795</u>	<u>\$ 428,719</u>

Endowment Investment Policy

The Center has adopted an investment and spending policy for endowment assets that attempts to provide a predictable stream of funding to programs and other items supported by its endowment while seeking to maintain the purchasing power of the endowment. Endowment assets include those assets of donor-restricted funds that the Center must hold in perpetuity or for the donor-specified periods.

4. ENDOWMENTS (Continued)

Endowment Investment Policy (Continued)

Under the Center’s policy, which was approved by the Board of Directors, the investment portfolio shall be managed with the objective of attaining a comprehensive rate of return given the constraints of aforementioned safety and liquidity objectives. The investment portfolio is subject to periodic review to ensure this objective is met. To satisfy its long-term rate-of-return objectives, the Center relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (investment income such as interest and dividends). The Center targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

Endowment Spending Policy

The Center has a policy that allows the Board of Directors to appropriate up to 4.50% of the average market value of the funds held at the Waukesha County Community Foundation over twenty rolling quarters and up to 4.75% of a five-year average market value of the funds held at the Greater Milwaukee Foundation on a quarterly basis. Distributions are to be used to support general operations of the Center.

5. LINE OF CREDIT

The Center has a credit agreement with a bank for up to \$150,000 of borrowings which expires on March 1, 2024. The agreement calls for monthly interest payments at the bank’s prime rate (7.50% as of December 31, 2022). No amounts were outstanding as of December 31, 2022 and 2021.

6. NOTES PAYABLE

The Center is indebted on the following as of the years ended December 31:

	<u>2022</u>	<u>2021</u>
Mortgage loan incurred upon the renovation of several of the transitional living homes in 1996. These loans do not require any principal payments and are interest free. Repayment is only required upon the sale of one or more of the transitional living properties. There is no collateral on the loan.	\$ 33,180	\$ 33,180

Subsequent to year end, the Center was notified by the City of Waukesha the loans are part of a revolving loan fund and the intention was for the loans to be repaid within 20 years of the original loan date. The Center paid the loan in full in May 2023.

THE WOMEN'S CENTER, INC.
NOTES TO FINANCIAL STATEMENTS (Continued)

7. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions consisted of the following items at December 31:

	<u>2022</u>	<u>2021</u>
Restricted as to time and purpose:		
Client resources	\$ 13,017	\$ 16,312
Capital and equipment	12,500	15,462
Development	3,461	2,603
Youth	1,100	6,373
Staff	2,628	1,724
Time restriction - United Way and other	85,046	85,530
Time restriction - pledges receivable	32,395	232,816
Income earned on endowment funds	168,688	205,612
Capital improvements	37,300	333,956
Total restricted as to time and purpose	<u>356,135</u>	<u>900,388</u>
Restricted in perpetuity:		
Greater Milwaukee Foundation	144,215	144,215
Waukesha County Community Foundation	78,892	78,892
Total restricted in perpetuity	<u>223,107</u>	<u>223,107</u>
TOTAL	<u>\$ 579,242</u>	<u>\$ 1,123,495</u>

8. NET ASSETS WITHOUT DONOR RESTRICTIONS

Net assets without donor restrictions consisted of the following items at December 31:

	<u>2022</u>	<u>2021</u>
Undesignated	\$ 6,491,478	\$ 5,528,295
Board designated		
Employee self care	4,700	15,000
2022 PR campaign	3,213	15,000
Future capital needs	620,597	786,975
Total board designated	<u>628,510</u>	<u>816,975</u>
TOTAL NET ASSETS WITHOUT DONOR RESTRICTIONS	<u>\$ 7,119,988</u>	<u>\$ 6,345,270</u>

9. RELATED PARTY TRANSACTIONS

Members of the Board serve in management roles of the corporations that provide services to the Center, causing these corporations to be related parties. The Center receives contributions from members of the Board of Directors as part of the Center's fundraising events. During 2022 and 2021, the Center received approximately \$77,000 and \$97,000, respectively, from the members of the Board of Directors.

10. PAYCHECK PROTECTION PROGRAM

The Paycheck Protection Program (PPP) is a low-interest Small Business Administration (SBA) loan and generally covers two and a half months of payroll cost and may be forgiven entirely if the borrower limits salary reductions to no more than 25% and maintain staffing levels for 24 weeks after getting the loan. The Center was approved for a loan on January 29, 2021 under this program in the amount of \$339,852, with interest at 1% and maturity date of January 29, 2026. The amount was determined using the SBA required formula of certain average historical monthly payroll expenses times 2.5. The loan proceeds will be used to retain workers and maintain payroll or make mortgage, lease or utility payments. Forgiveness of the loan is available for qualified amounts under the SBA requirements. The Center has recognized the income as loan forgiveness income in the 2021 statement of activities as the money was used for qualifying expenses (i.e. payroll and related benefits) under the terms of the SBA loan. Formal forgiveness was received from the SBA on December 20, 2021.

11. COMMITMENTS

During the year, the Center entered into a guaranteed maximum price agreement for the renovation and expansion of an existing building owned by the Center for approximately \$345,000, including change orders. As of December 31, 2022, the outstanding commitment on the construction agreement was \$47,075.

SUPPLEMENTARY INFORMATION

THE WOMEN'S CENTER, INC.

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS

For the Year Ended December 31, 2022

Grantor/Program Title	Pass-Through	Identifying Number	Expenditures
<i>Department of Justice:</i>			
Crime Victim Assistance	WI Department of Justice	16.575	\$ 392,194
<i>Department of Agriculture:</i>			
Child and Adult Care Food Program	WI Department of Public Instruction	10.558	22,475
<i>Department of Children and Families:</i>			
DV Basic Services	WI Department of Children and Families	93.671	34,975
CF Basic Covid	WI Department of Children and Families	93.671	3,000
Support for SA Survivors	WI Department of Children and Families	93.671	6,595
Total of Department of Children and Families			44,570
<i>Department of Health and Human Services:</i>			
Child Welfare Services	Waukesha County	93.645	3,698
Foster Care Title IV-E	Waukesha County	93.658	60,713
Temporary Assistance to Needy Families	WI Trust Account Foundation	93.558	8,428
Total U.S. Department of Health and Human Services			72,839
<i>U.S. Department of Housing and Urban Development:</i>			
Community Development Block Grants	Waukesha County	14.218	69,500
<i>U.S. Department of Treasury:</i>			
ARPA	WI Department of Treasury	21.027	10,188
<i>U.S. Department of Homeland Security:</i>			
Emergency Food and Shelter National Board Program	United Way	97.024	8,000
TOTAL FEDERAL AWARDS			\$ 619,766

(This statement is continued on the following page.)

THE WOMEN'S CENTER, INC.

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS (Continued)

For the Year Ended December 31, 2022

Grantor/Program Title	Pass-Through	Identifying Number	Expenditures
<i>Wisconsin Department of Children and Families:</i>			
Social Service Block Grant	Waukesha County	437-3561	\$ 71,534
DV Basic Services	Not Applicable	437-6000A	129,538
DV Children's Programming	Not Applicable	437-6005	30,000
DV Support Services	Not Applicable	437-6015	25,000
Total Wisconsin Department of Children and Families			<u>184,538</u>
<i>Wisconsin Department of Justice:</i>			
SAVS Grant	Not Applicable	455.505	<u>13,108</u>
TOTAL STATE AWARDS			<u><u>\$ 269,180</u></u>

THE WOMEN'S CENTER, INC.

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS

For the Year Ended December 31, 2022

1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal and state awards (the Schedule) includes the federal and state grant activity of The Women's Center, Inc. under programs of the federal and state government for the year ended December 31, 2022. The information in this schedule is presented in accordance with requirements of the *DHS Audit Guide* issued by the Wisconsin Department of Health Services.

2. BASIS OF ACCOUNTING

The accompanying schedule of expenditures of federal and state awards is presented using the accrual basis of accounting, whereby revenues are recognized when performance obligations are met and expenses are recorded as liabilities when incurred. Such expenditures are recognized following the cost principles contained in the *State of Wisconsin State Single Audit Guidelines*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The Center has not elected to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance. Pass-through entity numbers are presented where available. The Women's Center, Inc. applies all Financial Accounting Standards Board pronouncements in accounting and reporting.

3. NON-CASH ASSISTANCE, LOANS, AND INSURANCE

The Women's Center, Inc. did not receive any federal non-cash assistance, federal loans or federal insurance for the year ended December 31, 2022.

4. COMMODITIES

Nonmonetary assistance is reported in the Schedule at the fair market value of the commodities received and disbursed under the Child and Adult Care Food Program (ALN #10.558). For the year ended December 31, 2022, the Center received food commodities totaling \$5,104.

5. SUBRECIPIENTS

The Women's Center, Inc. did not provide federal awards to subrecipients during the year ended December 31, 2022.

THE WOMEN'S CENTER, INC.

SCHEDULE OF PUBLIC SUPPORT, REVENUE AND EXPENSES BY PROGRAM – WITHOUT DONOR RESTRICTIONS

For the Year Ended December 31, 2022

	Advocacy	Family Support	Education	Employment	Shelter	Transitional Living	Total Programs	Management & General	Fund Raising	Cost of Sales	Total 2022
<u>PUBLIC SUPPORT AND REVENUE</u>											
State of Wisconsin	\$ 6,596	\$ 23,529	\$ -	\$ -	\$ 198,984	\$ -	\$ 229,109	\$ -	\$ -	\$ -	\$ 229,109
Waukesha County grants	9,010	19,916	2,200	3,800	98,459	2,560	135,945	-	-	-	135,945
DPI Food Program	-	-	-	-	22,475	-	22,475	-	-	-	22,475
VOCA	57,633	-	-	-	342,713	-	400,346	2,037	-	-	402,383
CDBG	14,000	-	-	11,500	37,500	6,500	69,500	-	-	-	69,500
WISTAF	-	-	-	-	8,428	-	8,428	-	-	-	8,428
SAVS	-	-	13,108	-	-	-	13,108	-	-	-	13,108
FEMA	-	-	-	-	8,000	-	8,000	-	-	-	8,000
United Way	21,326	16,640	-	15,042	66,738	50,350	170,096	-	35,776	-	205,872
Program and rent fees	-	-	-	-	-	23,394	23,394	-	-	-	23,394
Contributions	66,921	30,433	14,588	30,428	385,156	42,478	570,004	16,553	1,644,971	-	2,231,528
Special events	-	-	-	-	-	-	-	-	139,258	-	139,258
Gifts in kind	483	539	-	383	8,539	624	10,568	187	-	-	10,755
Investment return, net	-	-	-	-	-	-	-	(421,755)	-	-	(421,755)
	175,969	91,057	29,896	61,153	1,176,992	125,906	1,660,973	(402,978)	1,820,005	-	3,078,000
Program expenses	206,842	89,708	35,681	74,928	1,212,099	175,587	1,794,845	168,366	275,148	64,923	2,303,282
Allocated supporting services	(61,601)	(26,715)	(10,626)	(22,315)	(360,993)	(52,290)	(534,540)	534,540	-	-	-
Allocated unrestricted contributions	92,474	25,366	16,411	36,090	396,100	101,971	668,412	-	(668,412)	-	-
EXCESS (DEFICIENCY) OF PUBLIC SUPPORT AND REVENUE OVER EXPENSES											
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (36,804)	\$ 876,445	\$(64,923)	\$ 774,718

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**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
The Women's Center, Inc.

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of The Women's Center, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2022, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated May 17, 2023.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered The Women's Center, Inc.'s (Organization) internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, we 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.

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

Report on Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the 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.

Sikich LLP

Brookfield, Wisconsin
May 17, 2023

THE WOMEN'S CENTER, INC.

SCHEDULE OF FINDINGS AND RECOMMENDATIONS

For the Year Ended December 31, 2022

I. Summary of Auditor's Results

Financial Statements

Type of Auditors Report Issued	Unmodified		
Internal control over financial reporting:			
Material weakness(es) identified?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	
Significant deficiency(ies) identified?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> None Reported	
Noncompliance material to financial statements noted?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	

II. Financial Statement Findings

None

III. Prior Audit Findings

None

IV. Other Issues

Does the auditor have substantial doubt as to the auditee's ability to continue as a going concern	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
Does the audit report show audit issues (i.e. – material noncompliance, nonmaterial noncompliance, questioned costs, material weaknesses, reportable condition, manage letter comment) related to grants/ contracts with funding agencies that require audits to be in accordance with the DHS audit guide:		
Wisconsin Department of Health Services	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
Was a management letter or other document conveying audit comments issued as a result of this audit?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No

Name and Signature of Director

Ashley Johnson, CPA
May 17, 2023