

**COMMUNITY VIOLENCE
SOLUTIONS**

**FINANCIAL STATEMENTS,
SUPPLEMENTAL SCHEDULES
And
ADDITIONAL INFORMATION
June 30, 2015**

COMMUNITY VIOLENCE SOLUTIONS
FOR THE YEAR ENDED JUNE 30, 2015

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Community Violence Solutions

Report on the Financial Statements

We have audited the accompanying financial statements of Community Violence Solutions (a nonprofit organization), which comprise the statement of financial position as of June 30, 2015, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements. The previous year summarized comparative information presented herein as of and for the year ended June 30, 2014, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that 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 auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the 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 Community Violence Solutions as of June 30, 2015, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Other 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 awards, as required by Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, 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 information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 15, 2016, on our consideration of Community Violence Solutions' 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 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 Community Violence Solutions' internal control over financial reporting and compliance.



Orinda, California
January 15, 2016

COMMUNITY VIOLENCE SOLUTIONS

STATEMENTS OF FINANCIAL POSITION

JUNE 30, 2015

With comparative totals at June 30, 2014

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>2015</u>	<u>2014</u>
ASSETS				
Cash & cash equivalents (Note 2)	\$ 125,759	\$ 40,000	\$ 165,759	\$ 107,750
Grants receivable	388,468	-	388,468	396,538
Prepaid expenses and deposits	22,462	-	22,462	11,149
Property and equipment (Note 3)	10,353	-	10,353	15,322
	<hr/>	<hr/>	<hr/>	<hr/>
Total Assets	\$ 547,042	\$ 40,000	\$ 587,042	\$ 530,759
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
 LIABILITIES AND NET ASSETS				
Liabilities				
Accounts payable	\$ 17,924	\$ -	\$ 17,924	\$ 2,665
Accrued liabilities (Note 5)	135,763	-	135,763	140,061
Line of credit (Note 6)	-	-	-	-
Total Liabilities	<hr/> 153,687	<hr/> -	<hr/> 153,687	<hr/> 142,726
 NET ASSETS				
Net assets (Note 7)	393,355	40,000	433,355	388,033
	<hr/>	<hr/>	<hr/>	<hr/>
Total Net Assets	393,355	40,000	433,355	388,033
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities and net assets	\$ 547,042	\$ 40,000	\$ 587,042	\$ 530,759
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

See accompanying notes to financial statements.

COMMUNITY VIOLENCE SOLUTIONS

**STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2015**

With comparative totals for the year ended June 30, 2014

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>2015 Total</u>	<u>2014 Unrestricted</u>
REVENUES AND SUPPORT					
Government contracts (Note 10)	\$ 1,390,042	\$ -	\$ -	\$ 1,390,042	\$1,555,073
Contributions and grants	255,175	25,000	-	280,175	164,467
In-kind donations (Note 2)	130,191	-	-	130,191	118,193
Other income	6,040	-	-	6,040	11,019
Special events	19,783	-	-	19,783	16,109
Investment income	3	-	-	3	4
Net assets released from restrictions	-	-	-	-	-
Total Revenues and Support	<u>1,801,234</u>	<u>25,000</u>	<u>-</u>	<u>1,826,234</u>	<u>1,864,865</u>
EXPENSES					
Program services	1,459,649	-	-	1,459,649	1,452,714
Management and general	321,263	-	-	321,263	304,757
Total Expenses	<u>1,780,912</u>	<u>-</u>	<u>-</u>	<u>1,780,912</u>	<u>1,757,471</u>
CHANGE IN NET ASSETS	20,322	25,000	-	45,322	107,394
Net assets, beginning of year (Note 7)	<u>373,033</u>	<u>15,000</u>	<u>-</u>	<u>388,033</u>	<u>280,639</u>
NET ASSETS, END OF YEAR	<u>\$ 393,355</u>	<u>\$ 40,000</u>	<u>\$ -</u>	<u>\$ 433,355</u>	<u>\$ 388,033</u>

See accompanying notes to financial statements.

COMMUNITY VIOLENCE SOLUTIONS

STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2015

With Comparative totals for the year ended June 30, 2014

Expenses	PROGRAM SERVICES										Total Expenses	
	Rape Crisis Center	Training, Outreach Prevention & Education	Differential Response	Children's Interview Center	Safe For Us	Total Program Services	Management & General	Fundraising	2015	2014		
Salaries	\$ 641,640	\$ 48,941	\$ 107,690	\$ 146,322	\$ -	\$ 944,593	\$ 72,743	\$ -	\$ 1,017,336	\$ 1,010,999		
Payroll taxes	53,511	4,458	8,747	12,541	-	79,257	15,745	-	95,002	88,581		
Employee benefits	53,327	5,271	9,181	14,110	-	81,889	19,191	-	101,080	109,271		
Total personnel costs	748,478	58,670	125,618	172,973	-	1,105,739	107,679	-	1,213,418	1,208,851		
In-kind donations (Note 2)	130,191	-	-	-	-	130,191	-	-	130,191	118,193		
Occupancy	32,121	-	724	31	-	32,876	71,538	-	104,414	109,585		
Contract services	117,650	-	1,644	7,391	-	126,685	67,865	-	194,550	194,404		
Repairs and maintenance	-	-	-	-	-	-	823	-	823	1,533		
Communication	6,020	22	177	97	-	6,316	19,720	-	26,036	21,172		
Advertising	-	619	-	-	-	619	1,867	-	2,486	3,741		
Travel	16,114	1,893	3,454	3,268	-	24,729	5,097	-	29,826	26,423		
Insurance	3,791	-	167	-	-	3,958	13,654	-	17,612	24,012		
Postage and printing	6,925	22	167	-	-	7,114	17,724	-	24,838	14,275		
Office supplies	963	-	16	-	-	979	4,963	-	5,942	6,637		
Miscellaneous	100	-	-	-	-	100	58	-	158	214		
Dues and subscriptions	1,000	-	-	-	-	1,000	1,969	-	2,969	2,349		
Program expenses	11,822	41	669	532	-	13,064	6,113	-	19,177	15,382		
Depreciation	3,405	2,724	-	-	-	6,129	681	-	6,810	3,880		
Training	-	-	-	-	-	-	228	-	228	946		
Recruitment	150	-	-	-	-	150	525	-	675	750		
Interest	-	-	-	-	-	-	759	-	759	5,124		
Total 2015 Functional Expenses	\$ 1,078,730	\$ 63,991	\$ 132,636	\$ 184,292	\$ -	\$ 1,459,649	\$ 321,263	\$ -	\$ 1,780,912			
Total 2014 Functional Expenses	\$ 983,720	\$ 100,774	\$ 121,535	\$ 198,876	\$ 47,809	\$ 1,452,714	\$ 304,757	\$ -	\$ 1,757,471			

See accompanying notes to financial statements

COMMUNITY VIOLENCE SOLUTIONS

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2015
With comparative totals for the year ended June 30, 2014**

	<u>2015</u>	<u>2014</u>
Cash flows from operating activities:		
Change in net assets	\$ 45,322	107,394
Adjustments to reconcile change in net assets to net cash (used) by operating activities:		
Depreciation	6,810	3,880
Changes in operating assets and liabilities:		
(Increase) decrease in grant receivable	8,070	42,018
(Increase) decrease other receivable	-	-
(Increase) decrease in prepaid expenses and deposits	(11,313)	(4,149)
Increase (decrease) in accounts payable	15,259	(25,568)
Increase (decrease) in accrued liabilities	<u>(4,298)</u>	<u>49,036</u>
Net cash (used) by operating activities	<u>59,850</u>	<u>172,611</u>
Cash flows from investing activities:		
Cash payments for the purchase of property and equipment	<u>(1,841)</u>	<u>(6,258)</u>
Net cash (used) by investing activities	<u>(1,841)</u>	<u>(6,258)</u>
Cash flows from financing activities:		
Net borrowings on line of credit	<u>-</u>	<u>(110,000)</u>
Net cash (used) by financing activities	<u>-</u>	<u>(110,000)</u>
Net (decrease) increase in cash and cash equivalents	58,009	56,353
Cash and cash equivalents, beginning of year	<u>107,750</u>	<u>51,397</u>
Cash and cash equivalents, end of year	<u>\$ 165,759</u>	<u>\$ 107,750</u>
Supplemental Disclosure:		
Operating activities reflect interest paid of:	<u>\$ 759</u>	<u>\$ 5,124</u>

See accompanying notes to financial statements

COMMUNITY VIOLENCE SOLUTIONS
NOTES TO FINANCIAL STATEMENTS
For The Year Ended June 30, 2015

NOTE 1- ORGANIZATION

Community Violence Solutions (CVS), formerly Rape Crisis Center, is a California nonprofit public benefit corporation organized to provide support services to children, adults, and their families who are victims of sexual assault or family violence in Contra Costa and Marin Counties. The agency was founded in 1974, and since then, it has developed strong collaborations with law enforcement, Office of the District Attorney, hospitals, therapists, social services providers, and school districts to increase safety in the Contra Costa and Marin Counties.

CVS is one of the oldest rape crisis centers in California and serves an extremely diverse population, ranging in age from 2 to 85 and crossing gender, racial, cultural, religious, sexual orientation, and economic status lines. Financially, CVS depends largely upon government grants; however, it also receives significant donations from the community in forms of cash and volunteer service.

CVS provides counseling, intervention, and treatment to its clientele through offices located in various places which include; San Pablo, Martinez, Antioch, and San Rafael.

The main programs through which CVS provides services include:

Rape Crisis Center & Sexual Assault Response Team (SART) provides leadership to a multidisciplinary team of responders – collaborating with a pool of specially trained, on-call, sexual assault (forensic) nurse examiners who respond to the immediate medical needs of victims. The emergency medical examination is needed to maximize the evidence collection process, thereby increasing the rate of prosecution. Trained advocates of the CVS Rape Crisis Center provide support throughout the SART examination, the court process and with case management, advocacy and mental health services during the healing process. CVS manages the quarterly staffing of cases community-wide which includes law enforcement, medical personnel, and assigned Assistant District Attorney. Additionally, the Rape Crisis Center is a lead in Contra Costa County's Anti-Human Trafficking project by providing direct crisis intervention and counseling services which addresses all forms of human trafficking in sex and labor that occurs domestically and internationally to child and adult victims, convening and training first responders and other service providers, working closely with law enforcement and probation to ensure appropriate services are accessed by victims. The Rape Crisis Center also operates the Reluctant to Rescue Project which focuses on providing services to Commercially Sexually Exploited Children and Youth. The 24-hour crisis intervention hotline and crisis center is at the center of service and responds to more than 1,500 requests for help each year. Staff and approximately 20 volunteers are on call to provide support on a 24-hour, seven-day-week basis.

Prevention department provides outreach activities via prevention and education presentations primarily delivered to elementary, middle and high school students through classroom seminars and workshops. While the Prevention department serves all ages and genders, it currently has two intentional focus areas which are males and pre-teens. Services to the male population is specifically implemented through *MyStrength* male curriculum and follow-up group process and pre-teen/elementary age youth are served *Second Step & Talking About Touching* curricula. This department works with RCC staff to also provide outreach and community education via community fairs/tables events/panel participation. Approximately 4,000 students and adults were reached last year through these efforts. Rape prevention education continues to be offered to teen and adult females and includes self-defense and assertiveness/self-esteem training.

COMMUNITY VIOLENCE SOLUTIONS
NOTES TO FINANCIAL STATEMENTS
For The Year Ended June 30, 2015

NOTE 1- ORGANIZATION-continued

Children's Interview Center (CIC) is a safe and child friendly place where children are brought by law enforcement or county social services for a forensic interview (non-acute forensic pediatric gynecological) and medical examination in order to assess if they are victims of sexual abuse. CIC also provides case management, advocacy, and medical health services to all child clients and their non-offending parents. CIC is a collaborative effort including the Contra Costa County Employment and Human Services Department, Health Services Department, District Attorney's Office, and law enforcement agencies, with CVS at the lead.

Safe 4 Us is a supervised child visitation and exchange program for families experiencing domestic violence, sexual assault, or child abuse. Working as a *court partner* and utilizing best practices for safe and respectful visitation, the program provides professionally supervised visitation/exchange, as well as case management and mental health/therapy services, as appropriate. The Safe 4 Us program was closed on September 30, 2013.

Differential Response is home-visiting based case management service provided via the agency's participation in the country-wide *Child Welfare Redesign, Differential Response* program, which works with families to prevent further involvement in the Child Welfare System.

Training activities are a natural and logical component of each program and each program participates in providing partner training on basic sexual assault and family violence topics as well as specific training on victim response, trauma and recovery, cyber-safety, parenting after violence, parenting a sexually abused child, etc. Typical audiences often include first responders such as law enforcement, medical personnel, social workers, and various mental health practitioners.

NOTE 2- SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles.

Financial Statement Presentation

To ensure observance of certain constraints and restrictions placed on the use of resources, the accounts of CVS are maintained in accordance with the principles of net asset accounting. Net assets and revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of CVS and changes therein are classified and reported as follows:

Unrestricted net assets are not subject to donor-imposed stipulations. These generally result from revenue generated by receiving unrestricted contributions, providing services, and receiving interest from investments less expenses incurred in providing program-related services, raising contributions, and performing administrative functions.

Temporarily restricted net assets are subject to donor-imposed stipulations that may or will be met, either by actions of the CVS and/or the passage of time. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

COMMUNITY VIOLENCE SOLUTIONS
NOTES TO FINANCIAL STATEMENTS
For The Year Ended June 30, 2015

NOTE 2- SIGNIFICANT ACCOUNTING POLICIES-continued

Permanently restricted net assets are subject to donor-imposed stipulations that are to be maintained permanently by the CVS. Generally, the donors of these assets permit the use of all or a part of the income earned on any related investments for general or specific purposes. CVS has no permanently restricted assets at June 30, 2015.

Cash and Equivalents

Cash and cash equivalents include all cash balances and highly liquid investments which are not managed as part of long-term investment strategies.

Accounts Receivable

Accounts receivable are from governmental agencies. All amounts are considered by management to be collected within one year.

Contributions and Pledges Receivable

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at fair value, which is measured as the present value of their future cash flows. The discounts on those amounts are computed using risk-adjusted interest rates applicable to the years in which promises are received. Amortization of the discount is included in contribution revenue. Conditional promises to give are not included as support until the conditions are substantially met.

Contract Revenues

CVS receives grant and contract support primarily from the U.S. Department of Justice and the U.S. Department of Housing and Urban Development which are passed through various state and county governmental agencies as reported on the Schedule of Federal Awards.

Functional Expenses and Allocation of Support Services

Costs of providing CVS's programs and other activities have been presented in the Statement of Functional Expenses. Indirect or shared costs are allocated among program and support services by a method that best measures the relative degree of benefit. CVS uses direct costs to allocate indirect costs.

Property and Equipment

Property and equipment are recorded at cost and contributed assets are carried at fair value at the date of the donation. Depreciation is provided on the straight-line method over estimated useful lives of the related assets. Maintenance and repairs which do not improve or extend the life of the respective assets are expensed when incurred. When assets are disposed of, the related cost and accumulated depreciation are removed from the respective accounts. Any gain or loss on an item disposed of is reflected in operating results.

COMMUNITY VIOLENCE SOLUTIONS
NOTES TO FINANCIAL STATEMENTS
For The Year Ended June 30, 2015

NOTE 2- SIGNIFICANT ACCOUNTING POLICIES-continued

Fair Value Measurements

Generally accepted accounting principles provide guidance on how fair value should be determined when financial statement elements are required to be measured at fair value. Valuation techniques are ranked in three levels depending on the degree of objectivity of the inputs used with each level:

Level 1 input - quoted prices in active markets for identical assets

Level 2 inputs - quoted prices in active or inactive markets for the same or similar assets

Level 3 inputs – estimates using the best information available when there is little or no market

CVS is required to measure non-cash contributions and related revenues. The specific techniques used to measure fair value for each element is described in the notes below that relate to each element.

Concentration of Credit Risks

The Organization receives a significant portion of its public support from governmental agencies (approximately 82%) and is subject to potential reduction inherent in governmental budgetary processes.

Donated Materials and Services

Contributions of donated non-cash assets are measured on a non-recurring basis and recorded at fair value in the period received. Contributions of donated services that create or enhance non-financial assets or that require a specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation, are recorded at fair value in the period received. For the year ended June 30, 2015, CVS recorded in-kind services of \$130,191. The fair value of donated materials and services has been measured on a non-recurring basis using quoted prices of similar assets in inactive markets (level 2 inputs).

Income Tax Status

CVS is exempt from federal and state taxes on income under Internal Revenue Code section 501(c) (3) and California Revenue and Taxation Code 23701d of the respective income tax codes and regulations, and is registered with the Registry of Charitable Trusts of the Office of the Attorney General of the State of California.

The Organization has evaluated its current tax positions and has concluded that as of June 30, 2015, it does not have any significant uncertain tax positions for which a reserve would be necessary.

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 certain reported amounts of assets, liabilities, revenues and other support and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

COMMUNITY VIOLENCE SOLUTIONS
NOTES TO FINANCIAL STATEMENTS
For The Year Ended June 30, 2015

NOTE 2- SIGNIFICANT ACCOUNTING POLICIES-continued

Comparative Totals

The financial statements include certain prior-year summarized comparative information in total, but not by net assets class. Such information does not included sufficient detail to constitute a presentation in conformity with accounting principles general accepted in the United States of America. Accordingly, such information should be read in conjunction with CVS' financial statements for the year ended June 30, 2013, from which the summarized information was derived.

NOTE 3- PROPERTY AND EQUIPMENT

Property and equipment, at June 30, consists of the following:

Office furniture and equipment	\$ 30,840
Leasehold improvements	8,661
	<u>\$ 39,501</u>
Less: Accumulated depreciation	(29,148)
Net fixed assets	<u><u>\$ 10,353</u></u>

NOTE 4- FAIR VALUE MEASUREMENTS

The table below present transactions measured at fair value on non-recurring basis during the year ended June 30, 2015.

	Level 1	Level 2	Level 3	Total
Contributed services	<u>\$ -</u>	<u>\$130,191</u>	<u>\$ -</u>	<u>\$ 130,191</u>
Fair value at June 30, 2015	<u>-</u>	<u>\$130,191</u>	<u>-</u>	<u>\$ 130,191</u>

The fair value of contributed services, facilities, and materials has been measured on a non-recurring basis using quoted prices for similar assets in inactive markets (level 2 inputs).

NOTE 5- ACCRUED LIABILITIES

Accrued liabilities at June 30, 2015 consist of the following:

Accrued payroll liabilities	\$ 85,677
Accrued vacation	<u>50,086</u>
	<u><u>\$ 135,763</u></u>

COMMUNITY VIOLENCE SOLUTIONS
NOTES TO FINANCIAL STATEMENTS
For The Year Ended June 30, 2015

NOTE 6- LINE OF CREDIT

CVS has a bank revolving line-of-credit which provides short-term borrowings of up to \$125,000. Interest on advances are payable monthly at the bank's prime rate plus 4%. The balance outstanding at June 30, 2015 was \$-0-

NOTE 7- TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets consist of the following at June 30, 2015:

Soroptimist - Human Trafficking	\$ 25,000
Board Restricted Funds*	<u>15,000</u>
Total	<u>\$ 40,000</u>

*Board Restricted Funds" are only available to be used with the approval of the Board of Directors. The income earned from the funds is also to be restricted.

NOTE 8- COMMITMENTS AND CONTINGENCIES

Contracts

CVS's grants and contracts are subject to review and audit by government agencies. Such audits may lead to requests for repayment for expenditures disallowed or payment in excess of allowable expenditures under the contracts. Management believes the organization has properly complied with the terms of all government contracts.

NOTE 9- EMPLOYEE BENEFIT PLAN

CVS has a deferred tax compensation plan available to all employees with one or more years of service. Employees may contribute any whole percentage of annual compensation provided that it does not exceed maximum amounts permitted by law. CVS made matching contributions up to 3% of employee's annual earnings. Employer contributions amounted to \$3,408 for the year ended June 30, 2015.

COMMUNITY VIOLENCE SOLUTIONS
NOTES TO FINANCIAL STATEMENTS
For The Year Ended June 30, 2015

NOTE 10- GOVERNMENT CONTRACTS

Government contracts for the year ended June 30, 2015 and 2014 consist of the following:

	<u>2015</u>	<u>2014</u>
Rape Crisis Center	\$ 638,522	\$ 640,146
Child Welfare Redesign (Differential Response)	144,540	126,200
Children's Interview Center, EHSD	136,848	163,384
Mental Health Services	127,256	112,089
Family Services Unit Enhancement-Richmond Police Department	78,130	81,202
Community Defined Solutions: Violence Against Women	73,881	73,881
OVC Services for Victims of Human Trafficking	69,244	11,287
Community Development Block Grants	48,446	31,471
Department of Health Services, EPIC	40,166	133,980
GTEA	23,913	43,745
LGBTQ Underserved	9,096	52,608
Safe 4 Us	-	85,080
	<u>\$ 1,390,042</u>	<u>\$ 1,555,073</u>

NOTE 11- LEASING ACTIVITY

CVS entered into operating leases for the following locations:

2101 Van Ness Street, San Pablo, CA -CVS was under a one year lease beginning September 1, 2014 and ending June 30, 2015 for a monthly rent of \$5,462 per month. As of July 1, 2015 the lease has not been extended and is now currently under a month to month lease for a monthly rental amount of \$5,462.

30 N. San Pedro #170, San Rafael, CA – one year lease starting July 1, 2015 and ending on June 30, 2016 for a monthly rental amount of \$1,000.

301 W. 10th Street #3, Antioch, CA - currently under a month to month lease for a monthly rental amount of \$1,136.

In addition, CVS has entered into an operating lease for office equipment with a monthly payment of \$632, ending on October 2020. Minimum future obligations at June 30, 2016 are as follows:

<u>Year ending June 30:</u>	<u>Amount</u>
2016	\$ 19,584
2017	7,584
2018	7,584
2019	7,584
2020	1,896
	<u>\$ 44,232</u>

NOTE 12- SUBSEQUENT EVENTS

Management has evaluated subsequent events through January 15, 2016, the date to which the financial statements were available.

COMMUNITY VIOLENCE SOLUTIONS

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2015

Federal Grantor/pass-through Grantor/Program Title	Contract Number	Federal CFDA Number	Contract Term	Total Program Award	Governmental Revenue		Total Program Expenditures
					Federal	Non-federal	
U.S. Department of Justice:							
Pass-through, California Emergency Agency (Cal EMA): Rape Crisis Center:							
VAWA & VWAO: Sexual Assault Victims Services Project	RC14221108	16 588	09/01/14-08/31/15	\$ 207,094	\$ 157,808	\$ 51,435	\$ 209,243
VAWA & VWAO: Sexual Assault Victims Services Project	RC14271108	16 588	09/01/14-08/31/15	163,759	124,542	41,078	165,620
VAWA & VWAO: Sexual Assault Victims Services Project	RC14341108	16 588	09/01/14-08/31/15	283,337	203,047	65,307	268,354
Sub-total pass through CAL E-M-A				654,190	485,397	157,820	643,217
Pass-through, California Governor's Office of Emergency Services (Cal OES):							
VOCA: Unserved/Underserved Victim Advocacy and Outreach Program							
Sub-total pass through CAL O-E-S	UV13041136	16 575	07/01/14-09/30/15	\$ 125,000	\$ 9,096	\$ -	\$ 9,096
				125,000	9,096	-	9,096
Pass-through, Contra Costa County Office of the County Administration:							
Differential Response Path 2 Services for at Risk Families	19-903-0	93 556	10/01/14-06/30/15	101,698	101,090	-	101,090
Differential Response Path 2 Services for at Risk Families	19-689-3	93 556	06/30/14-09/30/14	169,654	43,450	-	43,450
OVC Services for Victims of Human Trafficking	19-881-0	16 320	06/15/15-06/14/16	176,639	69,244	-	69,244
GTEA	19-649-6	16 590	01/01/15-12/31/15	28,594	23,913	-	23,913
				476,585	237,697	-	237,697
Pass-through, Juvenile Justice & Delinquency Prevention:							
National Children Alliance (sub award)							
	SANP-CA-SA15	16 758	01/01/15-12/31/15	9,000	-	-	-
U.S. Department of Housing and Urban Development:							
Community Development Block Grants:							
Contra Costa County		14 218	07/01/14-06/30/15	15,000	15,000	-	15,000
City of Antioch		14 218	07/01/14-06/30/15	8,500	5,000	3,500	8,500
City of Concord		14 218	07/01/14-06/30/15	9,000	8,936	-	8,936
City of Pittsburg		14 218	07/01/14-06/30/15	11,010	11,010	-	11,010
City of Walnut Creek		14 218	07/01/14-06/30/15	5,000	5,000	-	5,000
Total Department of Housing and Urban Development				48,510	44,946	3,500	48,446
Total				\$ 1,313,285	\$ 777,136	\$ 161,320	\$ 938,456

COMMUNITY VIOLENCE SOLUTIONS
Notes to the Schedule of Expenditures of Federal Awards
June 30, 2015

NOTE 1: Basis of Presentation:

The accompanying Schedule of Expenditures of Federal Awards (the schedule) includes the federal activity of the CVS for the year ended June 30, 2015. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because the Schedule presents only a selected portion of the operations of CVS, it is not intended to and does not represent the financial position, changes in net assets, or cash flows of CVS.

NOTE 2: Summary of Significant Accounting Policies:

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in OMB Circular A-122, *Cost principles for Non-Profit Organizations*, wherein types of expenditures are not allowable or are limited as to reimbursement.

Pass-through entity identifying numbers are presented where available.

NOTE 3: Relationship to Financial Statements

The amounts reported in the accompanying Schedule agree, in all material respects, to amounts reported within the financial statements. Federal award revenues are reported principally in the CVS' financial statements as contract revenue.

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
Community Violence Solutions

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 Community Violence Solutions (a nonprofit organization), which comprise the statement of financial position as of June 30, 2015, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated January 15, 2016.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Community Violence Solutions' internal control over financial reporting (internal control) to determine the 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 Community Violence Solutions' 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 entity'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.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Community Violence Solutions' 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 determination of financial statement amounts. 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.



Orinda, California
January 15, 2016

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

To the Board of Directors
Community Violence Solutions

Report on Compliance for Each Major Federal Program

We have audited Community Violence Solutions' compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Community Violence Solutions' major federal programs for the year ended June 30, 2015. Community Violence Solutions' major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Community Violence Solutions' major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Community Violence Solutions' compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Community Violence Solutions' compliance.

Opinion on Each Major Federal Program

In our opinion, Community Violence Solutions complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2015.

Report on Internal Control Over Compliance

Management of Community Violence Solutions is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Community Violence Solutions' internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Community Violence Solutions' internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.



Orinda, California
January 15, 2016

COMMUNITY VIOLENCE SOLUTIONS
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 For The Year Ended June 30, 2015

SECTION I - Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

Material weakness(es) identified?	___ Yes	<u>X</u> No
Significant deficiency(ies) identified that are not considered to be material weaknesses?	___ Yes	<u>X</u> No

Non-compliance material to financial statements noted? ___ Yes X No

Federal Awards:

Material weakness(es) identified?	___ Yes	<u>X</u> No
Significant deficiency(ies) identified that are not considered to be material weaknesses?	___ Yes	<u>X</u> No

Type of auditor's report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of OMB Circular A-133? ___ Yes X No

Dollar threshold used to distinguish between Type A and Type B programs: \$ 300,000

Auditee qualified as low-risk auditee? X Yes ___ No

Identification of Major Programs:

U.S. Department of Justice:

Pass-Through, California Emergency Management Agency:	
Violence Against Women Act & Law Enforcement Specialized Unit	16.588
Pass-Through, Contra Costa County:	
Differential Response	93.556
Pass-Through, California Office of Emergency Services::	
Victim Advocacy and Outreach Program	16.575

Section II- Financial Statements Findings

There were no findings required to be reported in accordance with *Generally Accepted Government Auditing Standards*

Section III- Federal Award findings and Questioned Costs

There are no findings or Questioned Costs for Federal Awards as defined by OMB Circular A-133.

Section IV- Summary Schedule of Prior Year Findings

None