Virginia Anti-Violence Project

Financial Statements

For the year ended
December 31, 2015

Virginia Anti-Violence Project

Contents

Frank Barcalow CPA, P.L.L.C.

Independent Auditor's Report

The Board of Directors
Virginia Anti-Violence Project
Richmond, Virginia

We have audited the accompanying financial statements of Virginia Anti-Violence Project (a nonprofit organization), which comprise the statements of financial position as of December 31, 2015 and the related statements of activities, functional expenses and cash flows for the year then ended December 31, 2015, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

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. 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 Virginia Anti-Violence Project as of December 31, 2015 and the changes in its net assets and its cash flows for the year December 31, 2015 then ended in accordance with accounting principles generally accepted in the United States of America.

Frank Barcalow CPA, PLLC

Richmond, Virginia

February 24, 2016

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Virginia Anti-Violence Project

Statement of Financial Position
December 31, 2015

		2015
Assets		
Cash and cash equivalents	$	13,065
Grant receivable		17,147
Pledges recevable		1,170
Total current assets		31,382
Property and equipment		
Office furniture, fixtures and equipment		1,100
Less accumulated depreciation		517
Total property and equipment		583
Total assets	$	31,965
Liabilities and net assets		
Liabilities		
Accounts payable	$	8,780
Accrued expenses		4,027
Total liabilities		12,807
Net assets		
Unrestricted		19,158
Total unrestricted net assets		19,158
Total net assets		19,158
Total liabilities and net assets	$	31,965

See notes to the financial statements.

Virginia Anti-Violence Project

Statement of Activities
For the Year Ended December 31, 2015

		2015
Public support and revenue		
Contributions	$	9,076
Grant revenue		144,509
Special events		4,195
In-kind contributions		1,588
Other income		901
Total public support and revenue		160,269
Expenditures		
Program services		136,269
Supporting expenses		
Management and general		8,252
Fundraising		6,858
Total expenditures		151,379
Change in net assets		8,890
Net assets at beginning of year		10,268
Net assets at end of year	$	19,158

See notes to the financial statements.

Virginia Anti-Violence Project

Statement of Functional Expenses
For the Year Ended June 30, 2015

	Programs	Management And General	Fundraising	Total
Salaries	$ 61,147	$ 2,263	$ 2,463	$ 65,873
Payroll taxes	4,312	390	188	4,890
Total salaries and benefits	65,459	2,653	2,651	70,763
Partner allocations and travel	49,385	-	-	49,385
Depreciation	337	-	-	337
Events	149	2,023	360	2,532
Fees and subscriptions	27	230	-	257
Insurance	-	730	-	730
Miscellaneous	249	222	99	570
Occupancy	3,052	680	656	4,388
Office supplies	280	75	98	453
Postage	43	52	2	97
Printing	2,110	-	217	2,327
Professional fees	6,066	1,037	76	7,179
Telephone	2,204	(49)	59	2,214
Training	232	8	10	250
Travel	6,676	591	2,630	9,897
Total functional expenses	$ 136,269	$ 8,252	$ 6,858	$ 151,379

See notes to the financial statements.

Virginia Anti-Violence Project

Statement of Cash Flows
June 30, 2015

		2015
Cash flows from operating activities		
Change in net assets	$	8,890
Adjustments to reconcile change in net assets		
to net cash(used in) provided by operating activities:		
Depreciation		337
Bad debts		200
Changes in operating assets and liabilities:		
(Increase) decrease in grant receivable		(2,668)
(Increase) decrease in pledges receivable		(750)
Increase (decrease) in accounts payable		(2,240)
Increase (decrease) in accrued expenses		4,027
Net cash (used in) provided by operating activities		7,796
Cash flows from investing activities		
Purchases of equipment		(536)
Net cash (used in) provided by investing activities		(536)
Net increase (decrease) in cash and cash equivalents		7,260
Cash at beginning of year		5,805
Cash at end of year	$	13,065

See notes to financial statements.

Notes to Financial Statements

December 31, 2015

Note 1 - Organization and summary of significant accounting policies

Nature of the Organization

Virginia Anti-Violence Project (the Organization) was formed as a non-profit corporation under the laws of the Commonwealth of Virginia. The Virginia Anti-Violence Project works to address and end violence, with a specific focus on lesbian, gay, bisexual, transgender and queer communities across Virginia and to provide a world free from all forms of violence such as: homophobia, biphobia, transphobia and heterosexism racism, classism, sexism, xenophobia, anti-Semitism, ableism, ageism, hate violence, intimate partner violence, sexual violence, state-sanctioned violence, stalking, bullying and harassment.

Basis of presentation

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with U.S. generally accepted accounting principles. Under FASB ASC 958, *Non-Profit Entities*, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. These classifications are based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified as follows:

Unrestricted net assets - Net assets that are not subject to donor-imposed stipulations or any restrictions.

Temporarily restricted net assets - Net assets subject to donor-imposed stipulations that may or will be met, either by actions of the Organization and/or passage of time. Included in this category may be gifts held by the Organization pending the use in accordance with donor stipulations, and unexpended gifts for capital projects.

Permanently restricted net assets - Net assets subject to donor-imposed stipulations that they be maintained permanently by the Organization. Generally, the donors of these assets permit the Organization to use all or part of the income earned on any related investments for general or specific purposes. At the present time, the Organization does not have any permanently restricted net assets.

Use of estimates

Management uses estimates and assumptions in preparing financial statements in accordance with accounting principles generally accepted in the United States of America. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual events and circumstances could alter those estimates.

(continued)

Notes to Financial Statements

December 31, 2015

Note 1 - Summary of significant accounting policies (continued)

Cash and cash equivalents

Cash and cash equivalents include all cash balances and highly liquid investments with an original maturity of three months or less.

Property and depreciation

The Organization follows the practice of capitalizing all expenditures for office furniture and equipment at cost, and all donated equipment at fair market value at date of gift. Depreciation is computed on the straight-line method over the estimated useful lives of the assets, of three (3) years. Generally, the costs of major improvements over $500 are capitalized, while the costs of maintenance and repairs, which do not improve or extend the life of the respective assets, are expensed currently. The cost and accumulated depreciation on property are eliminated from the accounts upon disposal, and any resulting gain or loss is included in income.

Grants receivable

Grants receivable represent amounts owed from funding sources as reimbursement of grant-related expenses. Any amount that is denied for reimbursement is written off when the Organization receives notification from the grantor agency. The Organization considers grants receivable at December 31, 2015 to be fully collectible; accordingly no allowance is required.

Promises to give

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. All donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets. Unconditional promises to give, including pledges and contributions receivable, are recognized as revenues or gains in the period received and as assets, decreases in liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promises become unconditional. At this time no allowance is considered necessary by the Organization, as no significant write-offs have occurred.

Donated services and other

Donated materials and services meeting the criteria for recognition in the financial statements are reflected in the financial statements as non-cash contributions at their estimated value on the date of receipt. For the year ended December 31, 2015 the Organization received in-kind contributions in the amount of $1,588 for free rent, which has been recognized as revenue and expense in the Statement of Activities.

In addition to the amounts recorded as revenue and expenditures and expenditures in the financial statements, volunteers have donated significant amounts of time assisting the Organization with fund-raising, special project and program services. These contributed services do not meet the criteria for recognition in the financial statements.

Functional expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the Statement of Functional Expenses Accordingly, certain costs have been allocated among the program and supporting services benefitted.

(continued)

Notes to Financial Statements

December 31, 2015

Note 1 - Summary of significant accounting policies (concluded)

Income taxes

The Organization is exempt from federal and state income taxes under Section 501(c)(3) of the internal Revenue Code respectively, and is not considered a private Organization within the meaning of section 509(a) of the code. In addition, the Organization, qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization that is not a private Organization. The Organization has determined that it does not have any material unrecognized tax benefits or obligations as of December 31, 2015. Fiscal years ending on or after December 31, 2013 remain subject to examination by federal and state tax authorities.

Note 2 - Concentration of credit risk

Financial instruments, which potentially subject the Organization to concentrations of credit risk, consist principally of cash, cash equivalents and receivables. The Organization maintains its cash balances with high quality financial institutions located in Richmond, Virginia, which are insured at the federally insured limits of $250,000. The Organization has not experienced any losses in such accounts.

Note 3 - Concentrations

The Organization strives to achieve an economic balance between revenue from the general public and support through significant grants and contractual agreements. For the year ended December 31, 2015, the Organization received revenues from the following significant source:

	Percentage of Total Revenue
Commonwealth of Virginia-Department of Justice	90%

Note 4 - Subsequent events

In preparing these financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through February 24, 2016, the date the financial statements were issued.

Note 5 - Commitments

The Organization has a lease for office space, dated June 1, 2015, for a one year term until June 1, 2016. The monthly rent expense is currently $600, of which $200 is given as an inkind donation to the Organization.