

**TENNESSEE COALITION AGAINST
DOMESTIC AND SEXUAL VIOLENCE**

FINANCIAL STATEMENTS

DECEMBER 31, 2008

TENNESSEE COALITION AGAINST DOMESTIC AND SEXUAL VIOLENCE

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FINANCIAL SECTION

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Independent Auditor's Report

To the Board of Directors of
the Tennessee Coalition Against Domestic and Sexual Violence
Nashville, Tennessee

I have audited the accompanying statement of financial position of the Tennessee Coalition Against Domestic and Sexual Violence (a nonprofit organization) as of December 31, 2008, and the related statements of activities, functional expenses, and cash flows for the year then ended. These financial statements are the responsibility of the Organization's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted the audit in accordance with generally accepted auditing standards in the United States of America and the standards applicable to financial reporting contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of the Tennessee Coalition Against Domestic and Sexual Violence, as of December 31, 2008, and the changes in its net assets and its cash flows for the year then ended in conformity with generally accepted accounting principles in the United States of America.

In accordance with Government Auditing Standards, I have also issued my report dated March 1, 2009, on my consideration of Tennessee Coalition Against Domestic and Sexual Violence's internal control over financial reporting and my 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 the testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of the audit.

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My audit was conducted for the purpose of forming an opinion on the basic financial statements of Tennessee Coalition Against Domestic and Sexual Violence taken as a whole. The accompanying Schedule Financial of Assistance is presented for purposes of additional analysis and is not a required part of the basic financial statements of the Tennessee Coalition Against Domestic and Sexual Violence. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U. S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations," and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

John R. Poole, CPA

March 1, 2009

TENNESSEE COALITION AGAINST DOMESTIC AND SEXUAL VIOLENCE

Statement of Financial Position

December 31, 2008

Assets

Current assets:

Cash	\$ 212,736
Grants receivable	245,800
Accounts receivable	1,293
Total current assets	<u>459,829</u>

Property and equipment at cost:

Office equipment	84,157
Less: accumulated depreciation	84,157
Net property and equipment	<u>0</u>

Total assets	<u>\$ 459,829</u>
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Liabilities and Net Assets

Current liabilities:

Accounts payable	\$ 72,553
Accrued expenses	17,312
Deferred revenues - government grants	43,893
Deferred revenues - other grants	9,234
Total current liabilities	<u>142,992</u>

Net assets:

Unrestricted	273,424
Temporarily restricted	43,413
Total net assets	<u>316,837</u>

Total liabilities and net assets	<u>\$ 459,829</u>
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TENNESSEE COALITION AGAINST DOMESTIC AND SEXUAL VIOLENCE

Statement of Activities

For the year ended December 31, 2008

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Support and Revenue			
Public support:			
Grants - State and Federal	\$ 2,072,781	-	2,072,781
Grants	217,145	-	217,145
Conference and training fees	58,156	-	58,156
Memberships	18,095	-	18,095
Donations	24,129	4,597	28,726
Total public support	<u>2,390,306</u>	<u>4,597</u>	<u>2,394,903</u>
Other Revenue			
Miscellaneous	4,180	-	4,180
Interest	791	151	942
Total other revenue	<u>4,971</u>	<u>151</u>	<u>5,122</u>
Expenses:			
Program costs	2,235,286	-	2,235,286
Fundraising	5,140	-	5,140
Management and general	116,397	-	116,397
Total expenses	<u>2,356,823</u>	<u>0</u>	<u>2,356,823</u>
Increase (decrease) in net assets	<u>38,454</u>	<u>4,748</u>	<u>43,202</u>
Beginning of year net assets	234,970	38,665	273,635
End of year net assets	<u>\$ 273,424</u>	<u>43,413</u>	<u>316,837</u>

The accompanying notes are an integral part of these statements.

TENNESSEE COALITION AGAINST DOMESTIC AND SEXUAL VIOLENCE

Statement of Functional Expenses

For the year ended December 31, 2008

	Program Services	Fund Raising	Management and General	Total
Salaries and wages	\$ 810,266	4,775	65,683	880,724
Employee benefits	154,660	365	13,084	168,109
Occupancy	79,448	-	7,857	87,305
Postage	15,721	-	486	16,207
Printing and publication	51,226	-	2,696	53,922
Telephone	16,201	-	896	17,097
Travel and meals	154,963	-	-	154,963
Supplies	54,445	-	2,866	57,311
Conferences and meetings	100,287	-	-	100,287
Contracted services	775,539	-	8,736	784,275
General insurance	-	-	11,789	11,789
Dues	6,622	-	-	6,622
Equipment rental and maintenance	13,269	-	698	13,967
Depreciation	821	-	43	864
Miscellaneous	1,818	-	1,563	3,381
Total expenses	\$ 2,235,286	5,140	116,397	2,356,823

The accompanying notes are an integral part of these statements.

TENNESSEE COALITION AGAINST DOMESTIC AND SEXUAL VIOLENCE

Statement of Cash Flows

For the year ended December 31, 2008

Cash flows from operating activities:	
Support and revenue received	\$ 2,107,794
Other income received	5,122
Cash paid for:	
Salaries and related expenses	(1,048,833)
Program and support services	(1,505,354)
Net cash provided by operating activities	<u>(441,271)</u>
Cash flows used by investing activities:	
Acquisition of office equipment	<u>-</u>
Net cash used by investing activities	<u>-</u>
Net decrease in cash	(441,271)
Cash and cash equivalents at beginning of year	654,007
Cash and cash equivalents at end of year	<u>\$ 212,736</u>
Reconciliation of Increase in Net Assets to Net Cash Provided by Operating Activities	
Increase (decrease) in net assets	\$ 43,202
Adjustments to reconcile decrease in net assets to net cash provided by operating activities:	
Depreciation	864
Changes in assets (increase) decrease:	
Grants and accounts receivable	(129,586)
Changes in liabilities increase (decrease)	
Accounts payable	(204,954)
Accrued expenses	6,726
Deferred revenue	(157,523)
Net cash provided by operating activities	<u>\$ (441,271)</u>

The accompanying notes are an integral part of these statements.

TENNESSEE COALITION AGAINST DOMESTIC AND SEXUAL VIOLENCE

Notes to the Financial Statements December 31, 2008

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

The Tennessee Coalition Against Domestic and Sexual Violence is a not-for-profit organization, whose mission is to end domestic and sexual violence in the lives of Tennesseans and to change societal attitudes and institutions which promote and condone violence through public policy advocacy, education, and activities which increase the capacity of programs and communities to address such violence.

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles and recommendations of the American Institute of Certified Public Accountants in its industry audit and accounting guide, "Not-for-Profit Organizations."

Basis of Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Standards (SAS) No. 117, *Financial Statements of Not-for-Profit Organizations*. Under SAS No. 117, the Organization is required to report information regarding its financial position and activities according to the three classes of net assets. In addition, the Organization is required to present a statement of cash flows. As permitted by the statement, the Organization has discontinued its use of fund accounting.

Contributions

In accordance with SAS 116, *Accounting for Contributions Received and Contributions Made*, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence or nature of any donor restrictions.

Promises to Give

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized. All other 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. The Organization did not have any permanently restricted net assets at December 31, 2008.

**TENNESSEE COALITION AGAINST
DOMESTIC AND SEXUAL VIOLENCE**

**Notes to the Financial Statements
December 31, 2008**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

Donated Services

Tennessee Coalition Against Domestic and Sexual Violence receives many hours of donated time from various citizens. It is impractical to estimate a value for these services, as such no such value has been placed on these services in the Tennessee Coalition Against Domestic and Sexual Violence's financial statements.

Donor -Imposed Restrictions

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are restricted for future periods or donor-restricted for specific purposes are reported as temporarily restricted or permanently restricted support that increases those net asset classes. When a donor- stipulated time restriction is accomplished, then the restricted net assets are reclassified to unrestricted net assets. If a restriction is fulfilled in the same time period in which the contribution is received, the contribution is reported as unrestricted.

Depreciation

Depreciation is provided for over the estimated useful lives of the assets. Assets are depreciated using the straight-line method of depreciation.

Promises to Give/Pledges

Unconditional promises to give that are expected to be collected within one year are recorded at their net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of estimated future cash flows. Conditional promises to give are not included as support until such time as the conditions are substantially met.

Functional Allocation of Expenses

The costs of providing the Tennessee Coalition Against Domestic and Sexual Violence's various programs and supporting services have been summarized on a functional basis in the statement of activities. Accordingly, certain costs may have been allocated among the programs and supporting services benefited.

Income Taxes

The Organization is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code.

**TENNESSEE COALITION AGAINST
DOMESTIC AND SEXUAL VIOLENCE**

**Notes to the Financial Statements
December 31, 2008**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Organization considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents.

Deferred Revenue

Deferred revenue is recorded when monies have been received in advance of the Organization's completion of the requirements to earn such funds. Once the requirements have been completed, revenues are recorded.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

2. FIXED ASSETS

A summary of fixed asset activity is noted below:

	<u>Balance</u> <u>1/1/08</u>	<u>Addition</u>	<u>Retirement</u>	<u>Balance</u> <u>12/31/08</u>
Office equipment	\$ 84,157	-	-	84,157
Less: Accumulated depreciation	(83,293)			(84,157)
Net assets	\$ <u>864</u>			<u>-</u>

Depreciation expense for the year ended December 31, 2008 was \$864.

3. TEMPORARILY RESTRICTED NET ASSETS

The Organization has restricted certain donations related to the establishment of a legal defense fund for victims of domestic and sexual violence.

**TENNESSEE COALITION AGAINST
DOMESTIC AND SEXUAL VIOLENCE**

**Notes to the Financial Statements
December 31, 2008**

4. ECONOMIC DEPENDENCE

Approximately 95% of Tennessee Coalition Against Domestic and Sexual Violence's revenues for the year ended December 31, 2008, was from grants from various departments of the State of Tennessee and the Federal government.

5. OPERATING LEASE

The Organization leases office space. The operating lease was for 63 months beginning June 1, 2008. Rental expense for this operating lease was \$87,305 in 2008. Rents are scheduled as follows: 1-3 months no payments due, 4-39 months \$7,275 per month, 40-51 months \$7,526 per month, 52-63 months, \$7,777 per month.

6. CONTINGENCY

Amounts received from Grantor agencies are subject to audit and adjustment by Grantor agencies. Any disallowed claims including amounts already collected, could become a liability of the applicable fund.

7. CONCENTRATION OF CREDIT RISK

The Organization maintains several bank accounts. These accounts are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$100,000. There were \$112,736 of funds in excess of these insurance limits at yearend.

SUPPLEMENTAL INFORMATION

Financial schedules are used to demonstrate finance related legal and contractual compliance, provide details of data summarized in the financial statements and present other information deemed useful.

TENNESSEE COALITION AGAINST DOMESTIC AND SEXUAL VIOLENCE

Schedule of Financial Assistance

For the Year ended December 31, 2008

CFDA#	Program Name	Grant #	Grantor Agency	Deferred (Receivable) Balance 12/31/07	Cash Receipts	Expenditures	Deferred (Receivable) Balance 12/31/08
93.671	Grants to encourage ARRESTS	GR-08-23403-00	State of Tennessee - Office of Criminal Justice Programs	(18,441)	561,096	574,773	(32,118)
93.671	Victims of Crime State Coordinating Council	N/A	State of Tennessee Treasury Department	10,919	50,000	60,919	-
93.671	Legal Assistance for Victims 2004 WLAX 0024 Grant Program		U.S. Department of Justice - Office of Violence Against Women	(36,917)	399,416	405,173	(42,674)
93.671	Rural	2008 WRAX 0018	U.S. Department of Justice - Office of Violence Against Women	-	7,143	17,886	(10,743)
93.671	DOH - Public Health Block Grant		State of Tennessee Department of Health	-	-	7,494	(7,494)
93.671	Federal Domestic Violence and Sexual Assault Coalitions	2007-MU-AX-0066	U.S. Department of Justice Office of Violence Against Women	(12,535)	176,923	173,920	(9,532)
93.671	Domestic Violence- State Coordinating Council	GR-092482200 GR-082203500	State of Tennessee Department of Finance and Administration	40,558	78,500	75,164	43,893
N/A	ALLSTATE	N/A	Allstate Foundation	50,000	-	45,819	4,181
93.671	SAVIN- Tennessee	2007-VN-CX-0012	U.S. Department of Justice Bureau of Justice Assistance	(11,617)	157,571	164,953	(18,999)
93.671	Forensic Rape Exam PR Campaign	GR-0822687-00	State of Tennessee - Office of Criminal Justice Programs	(2,557)	26,512	23,955	-
N/A	Appalachian Community Foundation	N/A	Appalachian Community Foundation	-	3,000	3,000	-
N/A	Memorial Foundation	N/A	Memorial Foundation	-	3,000	3,000	-
N/A	Community Foundation	N/A	Community Foundation	-	3,536	3,536	-
N/A	ALTRIA	N/A	ALTRIA Group	52,793	-	52,793	-
N/A	AVON	N/A	AVON	50,000	-	44,947	5,053
N/A	Community Shares	N/A	Community Shares	-	3,648	3,648	-
N/A	Baptist Healing trust	N/A	Baptist Healing trust	-	35,402	35,402	-
N/A	TN. Bar Foundation	N/A	TN. Bar Foundation	-	25,000	25,000	-
93.671	STOP Violence Against Women Grant Award	Z-07-03302700	State of Tennessee - Office of Criminal Justice Programs	(10,183)	108,947	107,646	(8,882)
93.671	Family Violence Prevention	G-991540	U.S. Department of Health and Human Services	(24,570)	236,308	228,424	(16,686)
93.671	Senator Tommy Burks Victim Assistance Academy	GR-092597600	State of Tennessee - Office of Criminal Justice Programs	-	22,940	27,572	(4,632)
93.671	DOH - Rape Prevention	GR-082606000	Department of Health State of Tennessee	-	110,862	204,902	(94,040)
Total Federal and State Financial Assistance				87,450	2,009,804	2,289,926	(192,673)

The accompanying notes are an integral part of these statements.

TENNESSEE COALITION AGAINST DOMESTIC AND SEXUAL VIOLENCE

Schedule of Expenditures of Federal Awards

For the year ended December 31, 2008

<u>Federal Financial Assistance Programs</u>	<u>Grantor Agency</u>	<u>CFDA Number</u>	<u>Expenditures</u>
Domestic Violence	U. S. Department of Justice	93.671	\$ 2,072,781
Total			\$ <u>2,072,781</u>