

**TENNESSEE COALITION AGAINST  
DOMESTIC AND SEXUAL VIOLENCE  
FINANCIAL STATEMENTS  
DECEMBER 31, 2007**

# 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, 2007, 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, 2007, 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 31, 2008, 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.

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 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. Probst, CPA

March 31, 2008

# TENNESSEE COALITION AGAINST DOMESTIC AND SEXUAL VIOLENCE

## Statement of Financial Position

December 31, 2007

### Assets

Current assets:

Cash	\$ 654,007
Grants receivable	116,820
Accounts receivable	688
Total current assets	<u>771,515</u>

Property and equipment at cost:

Office equipment	84,157
Less: accumulated depreciation	83,293
Net property and equipment	<u>864</u>

Total assets	<u>\$ 772,379</u>
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### Liabilities and Net Assets

Current liabilities:

Accounts payable	\$ 277,507
Accrued expenses	10,587
Deferred revenues - government grants	51,477
Deferred revenues - other grants	152,793
Deferred revenues - other	6,380
Total current liabilities	<u>498,744</u>

Net assets:

Unrestricted	234,970
Temporarily restricted	38,665
Total net assets	<u>273,635</u>

Total liabilities and net assets	<u>\$ 772,379</u>
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The accompanying notes are an integral part of these statements.

# TENNESSEE COALITION AGAINST DOMESTIC AND SEXUAL VIOLENCE

## Statement of Activities

For the year ended December 31, 2007

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Support and Revenue			
Public support:			
Grants - State and Federal	\$ 1,489,776	-	1,489,776
Grants	111,215	-	111,215
Conference and training fees	60,921	-	60,921
Memberships	14,905	-	14,905
Donations	41,246	1,646	42,892
Total public support	<u>1,718,063</u>	<u>1,646</u>	<u>1,719,709</u>
Other Revenue			
Miscellaneous	1,049	-	1,049
Interest	119	533	652
Total other revenue	<u>1,168</u>	<u>533</u>	<u>1,701</u>
Expenses:			
Program costs	1,593,091	-	1,593,091
Fundraising	5,140	-	5,140
Management and general	99,035	-	99,035
Total expenses	<u>1,697,266</u>	<u>0</u>	<u>1,697,266</u>
Increase (decrease) in net assets	<u>21,965</u>	<u>2,179</u>	<u>24,144</u>
Beginning of year net assets	213,005	36,486	249,491
End of year net assets	<u>\$ 234,970</u>	<u>38,665</u>	<u>273,635</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, 2007

	Program Services	Fund Raising	Management and General	Total
Salaries and wages	\$ 648,266	4,775	51,596	704,637
Employee benefits	127,758	365	10,744	138,867
Occupancy	61,337	-	6,066	67,403
Postage	12,652	-	392	13,044
Printing and publication	49,076	-	2,583	51,659
Telephone	16,201	-	853	17,054
Travel and meals	47,180	-	-	47,180
Supplies	64,578	-	3,399	67,977
Conferences and meetings	61,780	-	-	61,780
Contracted services	471,070	-	9,614	480,684
General insurance	-	-	11,602	11,602
Dues	7,836	-	-	7,836
Equipment rental and maintenance	22,807	-	1,200	24,007
Depreciation	1,642	-	86	1,728
Miscellaneous	908	-	900	1,808
Total expenses	\$ 1,593,091	5,140	99,035	1,697,266

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, 2007

Cash flows from operating activities:		
Support and revenue received	\$	1,691,503
Other income received		1,701
Cash paid for:		
Salaries and related expenses		(843,504)
Program and support services		(478,067)
Net cash provided by operating activities		<u>371,633</u>
Cash flows used by investing activities:		
Acquisition of office equipment		-
Net cash used by investing activities		<u>-</u>
Net decrease in cash		371,633
Cash and cash equivalents at beginning of year		282,374
Cash and cash equivalents at end of year	\$	<u><u>654,007</u></u>
Reconciliation of Increase in Net Assets to Net Cash Provided by Operating Activities		
Increase (decrease) in net assets	\$	24,144
Adjustments to reconcile decrease in net assets to net cash provided by operating activities:		
Depreciation		1,728
Changes in assets (increase) decrease:		
Grants and accounts receivable		(28,206)
Changes in liabilities increase (decrease)		
Accounts payable		250,157
Accrued expenses		9,552
Deferred revenue		114,258
Net cash provided by operating activities	\$	<u><u>371,633</u></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, 2007**

**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, 2007.

**TENNESSEE COALITION AGAINST  
DOMESTIC AND SEXUAL VIOLENCE**

**Notes to the Financial Statements  
December 31, 2007**

**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, 2007**

**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:

	Balance <u>1/1/07</u>	<u>Addition</u>	<u>Retirement</u>	Balance <u>12/31/07</u>
Office equipment	\$ 84,157	-	-	84,157
Less: Accumulated depreciation	(81,565)			(83,293)
Net assets	\$ <u>2,592</u>			<u>864</u>

Depreciation expense for the year ended December 31, 2007 was \$1,728.

**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, 2007**

**4. ECONOMIC DEPENDENCE**

Approximately 87% of Tennessee Coalition Against Domestic and Sexual Violence's revenues for the year ended December 31, 2007, 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, 2007. Rental expense for this operating lease was \$67,403 in 2007. 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 \$589,154 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, 2007

CFDA#	Program Name	Grant #	Grantor Agency	Deferred (Receivable) Balance 12/31/06	Cash Receipts	Expenditures	Deferred (Receivable) Balance 12/31/07
93.671	Grants to encourage ARRESTS	GR-08-23403-00	State of Tennessee - Office of Criminal Justice Programs	-	-	18,441	(18,441)
93.671	Victims of Crime State Coordinating Council	N/A	State of Tennessee Treasury Department	5,866	100,000	94,947	10,919
93.671	Legal Assistance for Victim: 2004-WL-AX-0024 Grant Program		U.S. Department of Justice - Office of Violence Against Women	(42,150)	404,667	399,434	(36,917)
93.671	Byrne Grant Coalition Technology Project Revision	Z-06027497	State of Tennessee - Office of Criminal Justice Programs	(806)	1,536	730	-
93.671	Federal Domestic Violence and Sexual Assault Coalitions	2007-MU-AX-0066	U.S. Department of Justice Office of Violence Against Women	(12,503)	163,783	163,815	(12,535)
93.671	Federal Domestic Violence and Sexual Assault Coalitions	N/A	U.S. Department of Justice	(3,057)	3,057	-	-
93.671	Domestic Violence- State Coordinating Council	GR-0718313 GR-082203500	State of Tennessee Department of Finance and Administration	50,526	78,500	88,468	40,558
N/A	ALLSTATE	N/A	Allstate Foundation	-	50,000	-	50,000
93.671	SAVIN- Tennessee	2007-VN-CX-0012	U.S. Department of Justice Bureau of Justice Assistance	-	280,066	291,683	(11,617)
93.671	Forensic Rape Exam PR Campaign	GR-0822687-00	State of Tennessee - Office of Criminal Justice Programs	-	6,492	9,049	(2,557)
N/A	ALTRIA	N/A	ALTRIA Group	50,000	50,000	47,207	52,793
N/A	AVON	N/A	AVON	-	50,000	-	50,000
N/A	Community Shares	N/A	Community Shares	-	11,099	11,099	-
N/A	Baptist Healing trust	N/A	Baptist Healing trust	-	27,908	27,908	-
N/A	TN. Bar Foundation	N/A	TN. Bar Foundation	-	25,000	25,000	-
93.671	STOP Violence Against Women Grant Award	Z-07-033027	State of Tennessee - Office of Criminal Justice Programs	(8,777)	112,793	114,199	(10,183)
93.671	Family Violence Prevention	G-991540 G-0701TNSDVC	U.S. Department of Health and Human Services	(16,256)	253,469	261,783	(24,570)
93.671	Victims Assistance Academy	2004-VF-GX-KO13	U.S. Department of Justice Office of Victims of Crime	-	47,228	47,228	-
Total Federal and State Financial Assistance				22,843	1,665,598	1,600,991	87,450

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, 2007

<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	\$ 1,489,776
Total			\$ <u>1,489,776</u>

The accompanying notes are an integral part of these statements.