

**BRIDGES OF WILLIAMSON COUNTY**

**JUNE 30, 2020 and 2019**

**Report  
of  
Examination**

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**INDEPENDENT AUDITOR'S REPORT**

March 16, 2021

Board of Directors  
BRIDGES of Williamson County  
Franklin, Tennessee

**Report on the Financial Statements**

We have audited the accompanying financial statements of BRIDGES of Williamson County (a nonprofit organization), which comprise the statements of financial position as of June 30, 2020 and 2019, and the related statements of activities and cash flows for the years then ended, 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 Bridges of Williamson County as of June 30, 2020 and 2019, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

## Other Matters

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedule of functional expenses on page 6 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.

*Parsons and Associates*

Parsons and Associates

**BRIDGES OF WILLIAMSON COUNTY  
STATEMENT OF FINANCIAL POSITION  
JUNE 30, 2020 AND 2019**

<u>ASSETS</u>	<u>2020</u>	<u>2019</u>
<u>Current Assets</u>		
Cash	\$ 508,617	\$ 231,714
Prepaid expenses	4,393	5,423
Grants receivable	14,597	14,505
<u>Total Current Assets</u>	<u>527,607</u>	<u>251,642</u>
<u>Property and Equipment</u> (at cost)		
Property and equipment (net of depreciation)	687,996	720,128
<u>Total Assets</u>	<u>\$ 1,215,603</u>	<u>\$ 971,770</u>
 <u>LIABILITIES</u>		
<u>Current Liabilities</u>		
Accounts Payable	\$ 2,551	\$ 2,988
PPP Loan	88,500	0
Deferred revenue	156,647	4,588
<u>Total Liabilities</u>	<u>247,698</u>	<u>7,576</u>
 <u>NET ASSETS</u>		
Without donor restrictions	967,905	964,194
<u>Total Liabilities and Net Assets</u>	<u>\$ 1,215,603</u>	<u>\$ 971,770</u>

See accompanying notes and accountant's report.

**BRIDGES OF WILLIAMSON COUNTY  
STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2020 AND 2019**

	<u>2020</u>	<u>2019</u>
<u>Support and Other Revenues</u>		
Contributions	\$ 491,426	\$ 497,738
Government grants	359,900	356,245
Fund raiser	82,312	120,420
In-kind contributions	36,800	35,600
Interest income	851	1,782
Other	6,587	8,120
Program	74,351	69,350
<u>Total Support and Other Revenues</u>	<u>1,052,227</u>	<u>1,089,255</u>
<u>Expenses</u>		
Program services	905,560	918,656
Management and general	121,237	97,301
Fundraising	21,720	44,691
<u>Total Expenses</u>	<u>1,048,517</u>	<u>1,060,648</u>
<u>Change in Net Assets</u>	3,710	28,607
Net Assets – July 1, 2019	964,194	935,587
Net Assets – June 30, 2020	<u>\$ 967,904</u>	<u>\$ 964,194</u>

See accompanying notes and accountant's report.

**BRIDGES OF WILLIAMSON COUNTY  
STATEMENT OF CASH FLOWS  
YEAR ENDED JUNE 30, 2020 AND 2019**

	<u>2020</u>	<u>2019</u>
<u>Cash flows from operating activities</u>		
Contributions	\$ 491,426	\$ 497,738
Grants and reimbursements	359,992	351,655
Fund raiser	234,371	114,920
Interest income	851	1,782
Program services	74,351	69,351
Other receipts	6,587	8,120
Cash paid for expenses	( 232,211)	( 334,600)
Cash paid for payroll and benefits	<u>( 652,964)</u>	<u>( 640,543)</u>
Net cash provided by operating activities	<u>282,403</u>	<u>68,423</u>
<u>Cash flows from investing activities</u>		
Purchase of fixed assets	<u>( 5,500)</u>	<u>( 20,879)</u>
Increase (decrease) in cash	276,903	47,544
Cash – July 1, 2019	231,714	184,170
Cash – June 30, 2020	<u>\$ 508,617</u>	<u>\$ 231,714</u>

See accompanying notes and accountant's report.

**BRIDGES OF WILLIAMSON COUNTY**  
**SCHEDULE OF FUNCTIONAL EXPENSES**  
**YEAR ENDED JUNE 30, 2020 and 2019**

	2020		2019	
	Program Services	Management and General	Fund-raising	Total
Program services	\$ 197,551			\$ 197,551
Insurance		24,136		24,136
Fund raiser expenses			21,720	21,720
Occupancy expense	6,176			6,176
Small equipment purchases		2,095		2,095
Maintenance and repairs	24,195			24,195
Office expense and supplies	6,811			6,811
Publications and printing	3,536			3,536
Mileage, parking, travel	3,887			3,887
Telephone, utilities	43,562			43,562
Conferences and meetings		2,657		2,657
Payroll and benefits	569,181	83,784		652,965
Professional fees		7,729		7,729
Dues and subscriptions	9,500			9,500
Other	2,349	836		3,185
Depreciation	38,812			38,812
<b>Total</b>	<b>\$ 905,560</b>	<b>\$ 121,237</b>	<b>\$ 21,720</b>	<b>\$ 1,048,517</b>
	Program Services	Management and General	Fund-raising	Total
	\$ 229,186			\$ 229,186
		23,327		23,327
			38,285	38,285
	12,214			12,214
		504		504
	889			889
	7,357			7,357
	2,963			2,963
	9,303			9,303
	44,264			44,264
	564,983	69,154	6,406	640,543
		2,850		2,850
	7,452			7,452
	1,466	1,466		2,932
	38,579			38,579
	<b>\$ 918,656</b>	<b>\$ 97,301</b>	<b>\$ 44,691</b>	<b>\$ 1,060,648</b>

See accompanying notes and accountant's report.



**BRIDGES OF WILLIAMSON COUNTY**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2020 AND 2019**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Nature of Activities**

BRIDGES of Williamson County was incorporated October 1998, in accordance with the Tennessee General Corporation Act. Its primary purpose is to serve area women, men and children affected by domestic violence ensuring a safe transition to successful independent community living through education, intervention, and case management.

**Basis of Accounting**

The financial statements of the Organization have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables and other liabilities.

**Basis of Presentation**

**Net Assets Without Donor Restrictions** – Net assets available for use in general operations and not subject to donor or certain grantor restrictions.

**Net Assets with Donor Restrictions** – Net assets subject to donor or certain grantor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, such as gifts to an endowment, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are release when a restrictions expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

**Cash and Cash Equivalents**

For purposes of the Statements of Cash Flows, the Organization considers all unrestricted highly liquid investments with an initial maturity of thirteen months or less to be cash equivalents.

**Income Tax Status**

BRIDGES of Williamson County qualifies as a tax exempt organization under Internal Revenue Code Section 501(c) (3) and, therefore, has no provisions for federal income taxes. In addition, the Organization has been classified as an organization other than a private foundation under Section 509(a) (1).

**Concentration of Contribution**

The Organization received approximately 34.2% of its cash contributions from various local governments in 2020 and 32.7% in 2019.

**Deferred Revenue**

Income from fundraising events is deferred and recognized in the period in which it relates. The Organization allocates certain annual grants on a yearly basis, deferring the revenue for months after June.

**NOTE 2 – DONATED SERVICES**

Donated services are recognized as contributions in accordance with SFAS No. 116, Accounting for Contributions Received and Contributions Made, if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization. Volunteers also provide services throughout the year that are not recognized as contributions in the financial statements since the criteria for SFAS No. 116 are not met.

**BRIDGES OF WILLIAMSON COUNTY**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2020 AND 2019**

**NOTE 3 – DONATED SUPPLIES AND EQUIPMENT**

Donations of supplies and equipment are recorded as contributions at their estimated fair value at the date of donation. Such donations are reported as increases in unrestricted net assets unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted contributions. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Organization reclassifies temporarily restricted net assets at that time.

**NOTE 4 – PROPERTY AND EQUIPMENT**

Acquisitions of property and equipment in excess of \$1,000 are capitalized. Property and equipment are carried at cost or, if donated, at the appropriate fair value at the date of donation. Depreciation is computed using the straight-line method over the estimated useful life of the asset.

	<u>2020</u>	<u>2019</u>
Building and improvements	\$ 1,077,558	\$ 1,038,712
Equipment and furniture	109,002	141,167
Accumulated depreciation	<u>( 498,564)</u>	<u>( 459,751)</u>
	<u>\$ 687,996</u>	<u>\$ 720,128</u>

**NOTE 5 – ESTIMATES**

Management uses estimates and assumptions in preparing financial statements. These 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 results could differ from these estimates.

**NOTE 6 – INCOME TAX**

The Organization is exempt from federal income taxes under Section 501(c) (3) of the Internal Revenue Code and applicable state law. The accounting standard on accounting for uncertainty in income taxes addresses the determination of whether tax benefits claimed or expected to be claimed on a tax return should be recorded in the financial statements. Under that guidance, the Organization may recognize the tax benefit from an uncertain tax position only if it is more likely than not that the tax position will be sustained on examination by taxing authorities based on the technical merits of the position. Examples of tax positions include the tax-exempt status of the Organization and various positions related to the potential sources of unrelated business taxable income (UBIT). The tax benefits recognized in the financial statements from such a position are measured based on the largest benefit that has a greater than 50% likelihood of being realized upon ultimate settlement. There were no unrecognized tax benefits identified or recorded as liabilities for the years ended June 30, 2020 and 2019.

The Organization files its forms 990 in the U.S. federal jurisdiction and the office of the Tennessee Secretary of State. The Organization is generally no longer subject to examination by the Internal Revenue Service for years before 2015.

**NOTE 7 – CONTINGENCIES**

The Organization is a co-signor on the mortgage on the property donated in June 2017 to another charitable organization. Bridges of Williamson County is able to determine that the loan obligation is being fulfilled by the other organization.

**NOTE 8- SUBSEQUENT EVENTS**

Subsequent events were evaluated through March 16, 2021, which is the date the financial statements were available to be issued. There are no events that management feels needs to be disclosed.