

Young Women's Christian Association
Enid, Oklahoma

***REPORT ON AUDIT OF FINANCIAL STATEMENTS
AND SUPPLEMENTAL INFORMATION***

For the Year Ended June 30, 2018

SAUNDERS & ASSOCIATES, PLLC
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YOUNG WOMEN'S CHRISTIAN ASSOCIATION
Enid, Oklahoma

TABLE OF CONTENTS

	<u>Page</u>
Independent Auditor's Report.....	1
FINANCIAL STATEMENTS:	
Statement of Financial Position.....	3
Statement of Activities.....	4
Statement of Functional Expenses.....	5
Statement of Cash Flows.....	7
Notes to Financial Statements.....	8
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.....	14
SUPPLEMENTAL INFORMATION:	
Schedule of Expenditures of Federal Awards.....	16
Schedule of Expenditures of State Awards.....	17
Status of Prior Audit Findings.....	18
Schedule of Findings and Responses.....	19

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Young Women's Christian Association

We have audited the accompanying financial statements of Young Women's Christian Association (a nonprofit organization), which comprise the statement of financial position as of June 30, 2018, and the related statements of activities, functional expenses, and cash flows for the year 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 and the standards applicable to financial audits contained in *Governmental 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 of 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 Young Women's Christian Association as of June 30, 2018, 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

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying supplemental information, as listed in the preceding table of contents, 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 March 12, 2019 on our consideration of Young Women's Christian Association's internal control over financial reporting and on our tests of 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 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* in considering Young Women's Christian Association's internal control over financial reporting and compliance.

Saunders & Associates PLLC

SAUNDERS & ASSOCIATES, PLLC
Certified Public Accountants
Ada, Oklahoma

March 12, 2019

FINANCIAL STATEMENTS

YOUNG WOMEN'S CHRISTIAN ASSOCIATION
Enid, Oklahoma

STATEMENT OF FINANCIAL POSITION

June 30, 2018

ASSETS

Current Assets:

Cash and Cash Equivalents	\$ 21,374
Grants/Contracts Receivable	34,133
Other Receivables	0
Prepaid Expenses	<u>1,425</u>

Total Current Assets 56,932

Other Assets:

Investments - Cherokee Strip Foundation (Note 3)	752,388
Investments - Edward D. Jones	1,060,910
Investments - Central National Bank	<u>390,430</u>

Total Other Assets 2,203,728

Fixed Assets (Note 5)	4,169,082
Less Accumulated Depreciation	<u>(1,708,185)</u>

Net Fixed Assets 2,460,897

TOTAL ASSETS \$ 4,721,557

LIABILITIES AND NET ASSETS

Current Liabilities:

Accounts Payable	\$ 9,684
Payroll Payable	10,004
Payroll Taxes Payable	5,318
Other Payables	698
Deposits	4,400
Accrued Compensated Absences (Note 9)	<u>14,456</u>

Total Current Liabilities 44,560

Net Assets:

Unrestricted	3,901,135
Temporarily Restricted	<u>775,862</u>
Total Net Assets	<u>4,676,997</u>

TOTAL LIABILITIES AND NET ASSETS \$ 4,721,557

* The accompanying notes are an integral part of the financial statements.

YOUNG WOMEN'S CHRISTIAN ASSOCIATION
Enid, Oklahoma

STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2018

	<u>Unrestricted</u>	<u>Tempor- arily Restricted</u>	<u>Total</u>
<u>SUPPORT AND REVENUE</u>			
Grant Revenue:			
VOCA - US Department of Justice	\$ 0	\$ 84,001	\$ 84,001
Office of Attorney General - Domestic Violence	211,197	0	211,197
United Way	56,934	0	56,934
Contributions	46,033	0	46,033
In-Kind Contributions	757	0	757
Fundraising and Special Events	35,230	0	35,230
Vending and Vehicle	5,850	0	5,850
Sponsorships	43,980	0	43,980
Program Fees	34,995	0	34,995
Interest/Dividend Income	89,902	0	89,902
Miscellaneous	35	0	35
Net Assets Released From Restrictions:			
Satisfaction of Program Restrictions	84,001	(84,001)	0
Total Support and Revenue	608,914	0	608,914
 <u>EXPENSES</u>			
Program Services	522,969	0	522,969
Operations	358,423	0	358,423
Fund Raising	11,299	0	11,299
Total Expenses	892,691	0	892,691
 <u>OTHER GAINS AND (LOSSES)</u>			
Unrealized Gain (Loss) on Investments	83,828	0	83,828
Loss on Disposal of Assets	0	0	0
Total Other Gains and (Losses)	83,828	0	83,828
Change in Net Assets	(199,949)	0	(199,949)
Net Assets at Beginning of Year	4,101,084	775,862	4,876,946
Transfers	0	0	0
NET ASSETS AT END OF YEAR	\$ 3,901,135	\$ 775,862	\$ 4,676,997

* The accompanying notes are an integral part of the financial statements.

YOUNG WOMEN'S CHRISTIAN ASSOCIATION
Enid, Oklahoma

STATEMENT OF FUNCTIONAL EXPENSES

For the Year Ended June 30, 2018

EXPENSES	Program Services			Total Program Services
	SANE	Crisis Center	Youth Services	
Salaries	\$ 1,798	\$ 318,509	\$ 12,641	\$ 332,948
Fringe Benefits	807	32,639	1,083	34,529
Payroll Taxes/ Workmans Comp.	451	30,861	1,682	32,994
Professional/Contract Services	3,431	3,882	431	7,744
Supplies	2,432	8,250	10,363	21,045
Bank Charges / Fees	69	621	69	759
Telephone	459	4,855	459	5,773
Postage and Shipping	0	69	109	178
Special Events	0	0	0	0
Occupancy	1,443	50,097	3,666	55,206
Insurance	0	11,046	0	11,046
Equipment Rent/Maintenance	0	0	0	0
License	0	0	0	0
Travel	64	1,093	520	1,677
Conferences/Training	127	3,339	127	3,593
Specific Assistance	0	4,160	0	4,160
Membership Dues	103	2,451	103	2,657
National Dues	294	2,646	294	3,234
Miscellaneous	0	110	0	110
Depreciation	0	0	0	0
Advertising	134	3,274	344	3,752
Vehicle	0	1,564	0	1,564
TOTAL EXPENSES	\$ 11,612	\$ 479,466	\$ 31,891	\$ 522,969

* The accompanying notes are an integral part of the financial statements.

YOUNG WOMEN'S CHRISTIAN ASSOCIATION
Enid, Oklahoma

STATEMENT OF FUNCTIONAL EXPENSES

For the Year Ended June 30, 2018

<u>EXPENSES</u>	<u>Supporting Services</u>		Total Support- ing Services	Total Expenses
	<u>Operations</u>	<u>Fund Raising</u>		
Salaries	\$ 119,633	\$ 0	\$ 119,633	\$ 452,581
Fringe Benefits	12,514	0	12,514	47,043
Payroll Taxes/ Workmans Comp.	19,784	0	19,784	52,778
Professional/Contract Services	3,882	0	3,882	11,626
Supplies	12,672	3,372	16,044	37,089
Bank Charges / Fees	23,238	10	23,248	24,007
Telephone	1,790	0	1,790	7,563
Postage and Shipping	505	0	505	683
Special Events	0	7,499	7,499	7,499
Occupancy	21,859	0	21,859	77,065
Insurance	16,571	0	16,571	27,617
Equipment Rent/Maintenance	0	0	0	0
License	0	0	0	0
Travel	532	0	532	2,209
Conferences/Training	1,143	0	1,143	4,736
Specific Assistance	102	0	102	4,262
Membership Dues	700	132	832	3,489
National Dues	2,647	0	2,647	5,881
Miscellaneous	0	0	0	110
Depreciation	118,871	0	118,871	118,871
Advertising	1,980	286	2,266	6,018
Vehicle	0	0	0	1,564
TOTAL EXPENSES	\$ 358,423	\$ 11,299	\$ 369,722	\$ 892,691

* The accompanying notes are an integral part of the financial statements.

YOUNG WOMEN'S CHRISTIAN ASSOCIATION
Enid, Oklahoma

STATEMENT OF CASH FLOWS

For the Year Ended June 30, 2018

<u>Cash Flows From Operating Activities:</u>	
Change in Net Assets	\$ (199,949)
Adjustments to Reconcile Change in Net Assets to Net Cash Provided (Used) by Operating Activities:	
Depreciation	\$ 118,871
Unrealized (Gain) on Investments	(83,828)
(Increase) Decrease in Receivables	(3,623)
(Increase) Decrease in Prepaid Expenses	(451)
Increase (Decrease) in Accounts Payable/Accrued Expenses	<u>(4,889)</u>
 Total Adjustments	 <u>26,080</u>
 Net Cash Provided (Used) by Operating Activities	 <u>(173,869)</u>
 <u>Cash Flows From Investing Activities:</u>	
Purchase of Fixed Assets	(111,767)
Gain of Earnings on Investments	(67,228)
Loss on Disposal of Assets	0
Transfers In for Investment in Fixed Assets	33,678
Transfers Out	<u>296,517</u>
Net Cash Provided (Used) by Investing Activities	151,200
 <u>Cash Flows From Financing Activities:</u>	
Net Cash Provided (Used) by Financing Activities	<u>0</u>
 Net Increase (Decrease) in Cash and Cash Equivalents	 (22,669)
Cash and Cash Equivalents, June 30, 2017	<u>44,043</u>
CASH AND CASH EQUIVALENTS, JUNE 30, 2018	\$ <u><u>21,374</u></u>

Fees deducted From Earnings on Investments \$22,674.

* The accompanying notes are an integral part of the financial statements.

YOUNG WOMEN'S CHRISTIAN ASSOCIATION
Enid, Oklahoma

NOTES TO FINANCIAL STATEMENTS

June 30, 2018

NOTE 1: ORGANIZATION

The Young Women's Christian Association (the organization) is a non-profit organization providing facilities and programs of various nature to the community.

Some of the basic programs offered by the organization are care and shelter for persons who have been involved in domestic violence and/or sexual assault, a halfway house for women recovering from substance abuse, and youth programs.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting - The accrual basis of accounting is used by Y.W.C.A. Under the accrual basis of accounting, revenues are recognized when earned and expenses when incurred. A receivable represents that portion of the grant, which Y.W.C.A. has earned and/or requested, but not received. Expenses incurred but not paid at year-end are represented by a liability on the statement of financial position. Grant funds received but not yet expended are included in liabilities as deferred revenue. Other revenues are recognized when received or earned. Net assets represent the cumulative excess of revenues recognized over expenses incurred for each grant program fund. These amounts are subject to recall or re-obligation at the discretion of the granting agencies or being carried over to the next program year.

Financial Statement Presentation - 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. In addition, the organization is required to present a statement of cash flows. The organization has no permanently restricted net assets; therefore, that classification has been omitted.

Restriction on Assets - Net assets and revenues, expenses, gains and losses are classified on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the organization and changes therein are classified and reported as follows:

Unrestricted Net Assets - Net assets that are not subject to donor-imposed stipulations.

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 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.

Permanently Restricted Net Assets - Net assets subject to donor-imposed stipulations that may 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.

YOUNG WOMEN'S CHRISTIAN ASSOCIATION
Enid, Oklahoma

NOTES TO FINANCIAL STATEMENTS, CONT'D

June 30, 2018

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

Unconditional Promises to Give – Contributions are recognized when the donor makes a promise to give to the organization without consideration of the occurrence of a particular event, that is, in substance, unconditionally. Unconditional promises to give are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

Donated Services and Materials - No amounts have been reflected in the financial statements for donated services in as much as no objective basis is available to measure the value of such services; however, the organization uses the services of approximately 83 volunteers in various programs.

The organization receives various donations of food, supplies, equipment, etc. to be used in the operation of its program services. The fair market value of these donations is recorded as in-kind revenue and expense in the various programs.

Contributions Received and Made – Pledges from contributors are recognized as support in the period designated by the donor. Unsolicited contributions are recognized as support when received. A contribution is "an unconditional transfer of cash or other assets". A contribution requires the recognition of a liability for an unconditional promise to give by the organization. The liability and associated expense should be recognized at the time when the organization has an obligation to transfer the promised assets in the future, which generally occurs when the donor approves a specific grant or when the recipient is notified.

Cash and Cash Equivalents - For purposes of the Statement of Cash Flows, "Cash and Cash Equivalents" consist of demand deposits and time deposits, and cash on hand. Funds are deposited in institutions insured by FDIC. Deposits are carried at cost. Bank balances at year-end are categorized as follows:

<u>Category</u>	<u>Balance Per Bank</u>
1) Insured or collateralized with securities held by the Association or by its agent in the Association's name.	\$ 23,067
2) Collateralized with securities held by the pledging financial institution's trust department.	0
3) Uncollateralized	<u>0</u>
TOTAL	\$ <u>23,067</u>

YOUNG WOMEN'S CHRISTIAN ASSOCIATION
Enid, Oklahoma

NOTES TO FINANCIAL STATEMENTS, CONT'D

June 30, 2018

NOTE 3: INVESTMENTS

Investments consist of the following:

	Value at <u>June 30, 2018</u>
Edward D. Jones	\$ 1,060,910
Cherokee Strip Foundation – Maintenance Restricted Fund	752,388
Central National Bank	<u>390,430</u>
TOTAL	<u>\$ 2,203,728</u>

Changes in investments are as follows:

Balance June 30, 2017	\$ 2,382,867
Deposits	0
Earnings	89,901
Fees	(22,674)
Unrealized Gain	83,828
Transfer Out	<u>(330,194)</u>
Balance June 30, 2018	<u>\$ 2,203,728</u>

The YWCA is the beneficiary of an established component fund of the Cherokee Strip Community Foundation. The Foundation has legal ownership of the Fund and variance power over the Fund. The YWCA receives distributions from the Fund subject to the Foundation's spending policy. The Fund consists only of receipts from third party donors made directly to the Foundation. Income generated from the Fund may be used for any purpose by the YWCA and accordingly, represents an increase in unrestricted net assets when received. The Fund has a total value of \$55,620 as of June 30, 2018. Total Distributions received amounted to \$1,950 for the year ended June 30, 2018.

NOTE 4: FAIR VALUE MEASUREMENT

The definition of fair value for financial reporting, establishes a framework for measuring fair value, and requires additional disclosure about the use of fair value measurements in an effort to make the measurement of fair value more consistent and comparable.

Fair value is defined as the amount that would be received from the sale of an asset or paid for the transfers of a liability in an orderly transaction between market participants, i.e. an exit price. To estimate an exit price, a three-tier hierarchy is used to prioritize the inputs.

Level 1: Quoted Prices in active markets for identical securities.

Level 2: Other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment spread and credit risk).

Level 3: Significant unobservable inputs (including the Organization's own assumptions in determining the fair value of investments).

YOUNG WOMEN'S CHRISTIAN ASSOCIATION
Enid, Oklahoma

NOTES TO FINANCIAL STATEMENTS, CONT'D

June 30, 2018

NOTE 4: FAIR VALUE MEASUREMENT, CONTINUED

Fair value of assets measured on a recurring basis at June 30, 2018 was as follows:

	<u>Fair Value</u>	Fair Value measurements At Reporting Date Using: Quoted Prices In Active Markets For Identical Assets <u>(Level 1)</u>
June 30, 2018		
Equity Securities (Long-Term)	\$ <u>2,203,728</u>	\$ <u>2,203,728</u>

Fair values for long-term investments, (Level 1), are determined by reference to quoted market prices and other relevant information generated by market transactions.

NOTE 5: PLANT AND EQUIPMENT

Plant and equipment with a cost of acquisition or estimated fair value, if contributed, of \$500 or more are capitalized as fixed assets. Repairs and maintenance are charged to earnings; renewals and improvements are capitalized. Depreciable assets sold, retired or otherwise disposed of are removed from the assets and accumulated depreciation accounts and any gains or losses thereon are reflected in earnings. If items of property are traded in on new items of property, the basis of the new property is adjusted to reflect the value of the property traded in unless the transactions would result in a material loss, in which case the loss would be charged to current operations.

These assets are depreciated over their estimated useful lives. The rates, methods and lives are as follows:

<u>Classification</u>	<u>Method</u>	<u>Estimated Useful Lives</u>
Furniture and Equipment	Straight Line	3-15 years
Buildings and Building Improvements	Straight Line	10-40 years
Parking Lots	Straight Line	20 years

Cost and accumulated depreciation are as follows at June 30, 2017:

<u>Description</u>	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Book Value</u>
Land	\$ 104,645	\$ 0	\$ 104,645
Buildings and Improvements Property	2,996,305	(992,997)	2,003,308
Construction in Progress	908,782	(715,188)	193,594
	<u>159,350</u>	<u>0</u>	<u>159,350</u>
TOTAL	\$ <u>4,169,082</u>	\$ <u>(1,708,185)</u>	\$ <u>2,460,897</u>

Depreciation expense for the year ended June 30, 2018 totaled \$118,871.

YOUNG WOMEN'S CHRISTIAN ASSOCIATION
Enid, Oklahoma

NOTES TO FINANCIAL STATEMENTS, CONT'D

June 30, 2018

NOTE 6: 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.

NOTE 7: INCOME TAXES AND UNCERTAIN TAX POSITIONS

Income Tax Status – The Organization qualifies as an organization exempt from income taxes under Section 501(c)(3) of the *Internal Revenue Code* and is subject to a tax on income from any unrelated business, as defined by Section 509(a)(1) of the Code. The Organization currently has no unrelated business income. Accordingly, no provision for income taxes has been recorded.

The Organization has adopted the recognition requirements for uncertain income tax positions as required by generally accepted accounting principles. Income tax benefits are recognized for income tax positions taken or expected to be taken in a tax return only when it is determined that the income tax position will more-likely-than-not be sustained upon examinations by taxing authorities. The Organization has analyzed tax positions taken for filing with the Internal Revenue Service and all state jurisdictions where it operates. The Organization believes that income tax filing positions will be sustained upon examination and does not anticipate any adjustments that would result in a material adverse effect on the Organization's financial condition, results of operations, or cash flows. Accordingly, the Organization has not recorded any reserves, or related accruals for interest and penalties for uncertain income tax positions at June 30, 2018.

Federal and state income tax statutes dictate that tax returns filed in any of the previous three reporting periods remain open to examination. Currently, the Organization has no open examinations with the Internal Revenue Service or the Oklahoma Tax Commission.

NOTE 8: DEFINED BENEFIT PENSION PLAN

The Y.W.C.A. Retirement Fund which is part of the Y.W.C.A. of the USA provides all local Y.W.C.A. associations with a Retirement Plan ("the plan") for their employees.

The Plan is classified as a defined benefit plan. Participation in the Y.W.C.A. Retirement Fund is a condition of employment for Y.W.C.A. employees of participating associations. Any full-time employee who is eligible for listing in the official roster of Y.W.C.A.s must join the Plan. A full-time employee is any person employed on a permanent basis to work more than one-half of the local association's regular work schedule or 1,000 hours a year. If the participant was hired prior to August 1, 1989, he/she is eligible to participate and must enroll at the end of one year of employment. The employee may elect to defer participation in the fund until their thirty-sixth month of continuous employment only if they were hired prior to August 1989. If the participant was hired on or after August 1, 1989, he/she will become eligible to participate and must enroll upon completion of the required number of hours in any two twelve month periods.

The organization makes monthly contributions to the plan on behalf of eligible employees, at a rate of 7.5% of eligible salaries.

YOUNG WOMEN'S CHRISTIAN ASSOCIATION
Enid, Oklahoma

NOTES TO FINANCIAL STATEMENTS, CONT'D

June 30, 2018

NOTE 8: DEFINED BENEFIT PENSION PLAN, CONTINUED

In addition to the above required contributions, participants may make voluntary contributions of 1% to 10% of their salary.

Participants may elect to have their full retirement income payable to them during their lifetime only, or to receive smaller monthly payments during their lifetime with payments continuing to their beneficiary after their death. Normal retirement age of the Plan is 65. However, if the participants have met service requirements, they may retire early any time on or after the date they reach age 55.

During the twelve months ended June 30, 2018, the Young Women's Christian Association paid \$18,649 to the Plan.

NOTE 9: ACCRUED COMPENSATED ABSENCES

It is the organization's policy to permit employees to accumulate a limited amount of earned but unused vacation time, which will be paid to employees upon separation from the organization's service. A liability of \$14,456 has been recorded representing the organization's commitment to fund such costs from future operations.

NOTE 10: ECONOMIC DEPENDENCY

A substantial portion of the revenues of the Young Women's Christian Association comes from various state and federal grant programs and support provided by the United Way of Enid and Garfield County. The grant amounts are appropriated each year at the federal and/or state level. If significant budget cuts are made at the federal and/or state level, the amount of the funds the organization receives could be reduced significantly and have an adverse impact on its operations. The grants and the allocation from the United Way are subject to review and approval each year by the agencies, which provide the funds.

NOTE 11: CONTINGENT LIABILITIES

The Association participates in a number of federal and state assisted programs. These programs are audited in accordance with *Government Auditing Standards* and the *Single Audit Act Amendments of 1996*, if applicable, in accordance with the required levels of Federal and State Financial Assistance. Audits of prior years have not resulted in any significant disallowed costs; however, grantor agencies may provide for further examination. Based on prior experience, management believes that further examinations would not result in any significant disallowed costs.

NOTE 12: SUBSEQUENT EVENTS

Subsequent events were evaluated through March 12, 2019, which is the date the financial statements were available to be issued.

Saunders & Associates, PLLC

Certified Public Accountants

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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
Young Women's Christian Association

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 Young Women's Christian Association (a non-profit organization), which comprise the statement of financial position as of June 30, 2018, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated March 12, 2019.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Young Women's Christian Association's 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 Young Women's Christian Association's internal control. Accordingly, we do not express an opinion on the effectiveness of Young Women's Christian Association'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 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.

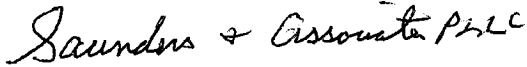
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not 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 Young Women's Christian Association's financial statements are free of 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 Young Women's Christian Association's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Young Women's Christian Association's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



SAUNDERS & ASSOCIATES, PLLC
Certified Public Accountants
Ada, Oklahoma

March 12, 2019

SUPPLEMENTAL INFORMATION

YOUNG WOMEN'S CHRISTIAN ASSOCIATION
Enid, Oklahoma

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended June 30, 2018

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Contract Number	Grant Period	Receipts or Revenue Recognized	Disbursements/Expenditures
<u>Oklahoma Office of Attorney General</u> Domestic Violence Services	93.671		07/01/17 to 06/30/18	\$ 41,032	\$ 41,032
Total Oklahoma Office of Attorney General and				41,032	41,032
Passed Through Oklahoma District Attorney's Council: VOCA	16.575	2014VAGX	07/01/17 to 06/30/18	84,001	84,001
Total U. S. Department of Justice				84,001	84,001
TOTAL FEDERAL AWARDS				\$ 125,033	\$ 125,033

YOUNG WOMEN'S CHRISTIAN ASSOCIATION
Enid, Oklahoma

SCHEDULE OF EXPENDITURES OF STATE AWARDS

For the Year Ended June 30, 2018

<u>State Grantor/Program Title</u>	<u>Contract Number</u>	<u>Contract Period</u>	<u>Revenue Recognized</u>	<u>Disburse- ments/ Expendi- tures</u>
<u>Oklahoma Office of Attorney General</u> Domestic Violence		07/01/17 to 06/30/18	\$ <u>150,341</u>	\$ <u>150,341</u>
Total Oklahoma Office of Attorney General			<u>150,341</u>	<u>150,341</u>
 TOTAL STATE AWARDS			 \$ <u><u>150,341</u></u>	 \$ <u><u>150,341</u></u>

YOUNG WOMEN'S CHRISTIAN ASSOCIATION
Enid, Oklahoma

STATUS OF PRIOR AUDIT FINDINGS

June 30, 2018

2017-1

Condition: Presently the same individuals have responsibility for all functions of the financial statement reporting. Those individuals have oversight responsibilities for billing and adjustments; posting of payments payment to subsidiary accounts receivable ledgers and reconciles the monthly bank statements. In addition, only limited oversight is provided over these individuals in the conduct of their daily functions.

Status: This finding can be cleared.

YOUNG WOMEN'S CHRISTIAN ASSOCIATION
Enid, Oklahoma

SCHEDULE OF FINDINGS AND RESPONSES

For the Year Ended June 30, 2018

None reported.