

Young Women's Christian Association
Enid, Oklahoma

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

For the Year Ended June 30, 2020

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YOUNG WOMEN'S CHRISTIAN ASSOCIATION
Enid, Oklahoma

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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, 2020, 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 Young Women's Christian Association'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 Young Women's Christian Association'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

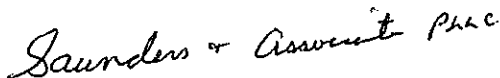
In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Young Women's Christian Association as of June 30, 2020, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles 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 October 20, 2020 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 solely 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 effectiveness of Young Women’s Christian Association’s 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
Certified Public Accountants
Ada, Oklahoma

October 20, 2020

FINANCIAL STATEMENTS

YOUNG WOMEN'S CHRISTIAN ASSOCIATION
Enid, Oklahoma

STATEMENT OF FINANCIAL POSITION

June 30, 2020

ASSETS

Current Assets:

Cash and Cash Equivalents	\$ 151,344
Grants/Contracts Receivable	33,500
Other Receivables	0
Prepaid Expenses	122
Total Current Assets	<u>184,966</u>

Other Assets:

Investments - Cherokee Strip Foundation (Note 3)	531,372
Investments - Edward D. Jones	849,933
Investments - Stride Bank	370,123
Total Other Assets	<u>1,751,428</u>

Fixed Assets (Note 5)	4,370,063
Less Accumulated Depreciation	<u>(1,955,839)</u>
Net Fixed Assets	<u>2,414,224</u>

TOTAL ASSETS \$ 4,350,618

LIABILITIES AND NET ASSETS

Current Liabilities:

Accounts Payable	\$ 18,037
Payroll Payable	11,480
Payroll Taxes Payable	5,055
Other Payables	3,098
Deposits	4,400
Accrued Compensated Absences (Note 9)	16,117
Current Portion of Notes Payable	38,835
Total Current Liabilities	<u>97,022</u>

Long-Term Liabilities:

Note Payable	77,669
Current Portion	<u>(38,835)</u>
Total Long Term Liabilities	<u>38,834</u>

Total Liabilities 135,856

Net Assets:

Without Donor Restrictions	3,683,390
With Donor Restrictions	531,372
Total Net Assets	<u>4,214,762</u>

TOTAL LIABILITIES AND NET ASSETS \$ 4,350,618

* 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, 2020

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
<u>SUPPORT AND REVENUE</u>			
Grant Revenue:			
VOCA - US Department of Justice	\$ 0	\$ 111,823	\$ 111,823
Office of Attorney General - Domestic Violence	210,684	0	210,684
United Way	55,797	0	55,797
Contributions	80,101	0	80,101
In-Kind Contributions	3,961	0	3,961
Fundraising and Special Events	30,505	0	30,505
Vending and Vehicle	5,258	0	5,258
Sponsorships	29,733	0	29,733
Program Fees	37,136	0	37,136
Interest/Dividend Income	110,935	0	110,935
Reimbursement	4,254	0	4,254
Net Assets Released From Restrictions:			
Satisfaction of Program Restrictions	<u>199,379</u>	<u>(199,379)</u>	<u>0</u>
Total Support and Revenue	<u>767,743</u>	<u>(87,556)</u>	<u>680,187</u>
<u>EXPENSES</u>			
Program Services	633,671	0	633,671
Operations	263,516	0	263,516
Fund Raising	6,296	0	6,296
Total Expenses	<u>903,483</u>	<u>0</u>	<u>903,483</u>
<u>OTHER GAINS AND (LOSSES)</u>			
Unrealized Gain (Loss) on Investments	(57,158)	0	(57,158)
Gain on Disposal of Assets	0	0	0
Total Other Gains and (Losses)	<u>(57,158)</u>	<u>0</u>	<u>(57,158)</u>
Change in Net Assets	(192,898)	(87,556)	(280,454)
Net Assets at Beginning of Year	<u>3,876,288</u>	<u>618,928</u>	<u>4,495,216</u>
NET ASSETS AT END OF YEAR	<u>\$ 3,683,390</u>	<u>\$ 531,372</u>	<u>\$ 4,214,762</u>

* 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, 2020

<u>EXPENSES</u>	<u>Program Services</u>			<u>Total Program Services</u>
	<u>SANE</u>	<u>Crisis Center</u>	<u>Youth Services</u>	
Salaries	\$ 1,771	\$ 318,610	\$ 10,699	\$ 331,080
Fringe Benefits	167	38,904	695	39,766
Payroll Taxes/ Workmans Comp.	693	28,330	1,143	30,166
Professional/Contract Services	3,891	5,768	641	10,300
Supplies	2,318	12,362	1,419	16,099
Bank Charges / Fees	2	61	4	67
Telephone	351	3,161	351	3,863
Postage and Shipping	3	340	3	346
Special Events	0	0	0	0
Occupancy	1,151	39,663	3,483	44,297
Insurance	0	11,430	0	11,430
Equipment Rent/Maintenance	0	0	0	0
License	11	319	11	341
Travel	23	265	23	311
Conferences/Training	66	818	66	950
Specific Assistance	0	5,492	0	5,492
Membership Dues	117	2,053	117	2,287
National Dues	284	2,553	284	3,121
Miscellaneous	108	935	93	1,136
Depreciation	0	129,845	0	129,845
Advertising	152	1,390	352	1,894
Vehicle	3	874	3	880
TOTAL EXPENSES	\$ 11,111	\$ 603,173	\$ 19,387	\$ 633,671

* 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, 2020

<u>EXPENSES</u>	<u>Supporting Services</u>		<u>Total Support- ing Services</u>	<u>Total Expenses</u>
	<u>Operations</u>	<u>Fund Raising</u>		
Salaries	\$ 123,259	\$ 0	\$ 123,259	\$ 454,339
Fringe Benefits	13,274	0	13,274	53,040
Payroll Taxes/ Workmans Comp.	11,739	0	11,739	41,905
Professional/Contract Services	5,768	0	5,768	16,068
Supplies	9,519	0	9,519	25,618
Bank Charges / Fees	15,314	0	15,314	15,381
Telephone	3,160	0	3,160	7,023
Postage and Shipping	1,130	0	1,130	1,476
Special Events	0	6,296	6,296	6,296
Occupancy	53,100	0	53,100	97,397
Insurance	17,085	0	17,085	28,515
Equipment Rent/Maintenance	0	0	0	0
License	95	0	95	436
Travel	322	0	322	633
Conferences/Training	3,592	0	3,592	4,542
Specific Assistance	51	0	51	5,543
Membership Dues	1,053	0	1,053	3,340
National Dues	2,552	0	2,552	5,673
Miscellaneous	837	0	837	1,973
Depreciation	0	0	0	129,845
Advertising	1,644	0	1,644	3,538
Vehicle	22	0	22	902
TOTAL EXPENSES	\$ 263,516	\$ 6,296	\$ 269,812	\$ 903,483

* 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, 2020

Cash Flows From Operating Activities:

Change in Net Assets		\$ (280,454)
Adjustments to Reconcile Change in Net Assets to Net Cash Provided (Used) by Operating Activities:		
Depreciation	\$ 129,845	
Unrealized (Loss) on Investments	0	
(Increase) Decrease in Receivables	362	
(Increase) Decrease in Prepaid Expenses	697	
Increase (Decrease) in Accounts Payable/Accrued Expenses	<u>18,151</u>	
 Total Adjustments		 <u>149,055</u>
 Net Cash Provided (Used) by Operating Activities		 <u>(131,399)</u>

Cash Flows From Investing Activities:

Purchase of Fixed Assets	(162,211)	
Loss of Earnings on Investments	(41,090)	
Loss on Disposal of Assets	0	
Transfers In for Investment in Fixed Assets	0	
Transfers Out	<u>165,346</u>	
Net Cash Provided (Used) by Investing Activities		(37,955)

Cash Flows From Financing Activities:

PPP Loan Proceeds	<u>77,669</u>	
Net Cash Provided (Used) by Financing Activities		<u>77,669</u>

Net Increase (Decrease) in Cash and Cash Equivalents	(91,685)
Cash and Cash Equivalents, June 30, 2019	<u>243,029</u>
CASH AND CASH EQUIVALENTS, JUNE 30, 2020	<u>\$ 151,344</u>

Fees deducted From Earnings on Investments \$22,700.

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

YOUNG WOMEN'S CHRISTIAN ASSOCIATION
Enid, Oklahoma

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

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.

Basis of Presentation – The Organization's financial statement presentation follows the Financial Accounting Standards Board ASU 2016-14, *Not-for-Profit Entities* (Topic 958) – *Presentation of Financial Statements of Not-for-Profit Entities*. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

- Net assets with donor restrictions – net assets subject to donor imposed restrictions
- Net assets without donor restrictions – net assets not subject to donor-imposed restrictions

Recognition of Donor Restrictions – Net assets are released from donor restrictions by incurring expenses satisfying the restricted purposes or by the occurrence of the passage of time or other events specified by donors.

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 net assets without donor restrictions or net assets with donor restrictions support, depending on the existence and/or nature of any donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

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 369 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.

YOUNG WOMEN'S CHRISTIAN ASSOCIATION
Enid, Oklahoma

NOTES TO FINANCIAL STATEMENTS, CONT'D

June 30, 2020

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

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.	\$ 147,944
2) Collateralized with securities held by the pledging financial institution's trust department.	0
3) Uncollateralized	0
TOTAL	<u>\$ 147,944</u>

NOTE 3: INVESTMENTS

Investments consist of the following:

	<u>Value at June 30, 2020</u>
Edward D. Jones	\$ 849,933
Cherokee Strip Foundation – Maintenance Restricted Fund	531,372
Central National Bank	<u>370,123</u>
TOTAL	<u>\$ 1,751,428</u>

Changes in investments are as follows:

Balance June 30, 2019	\$ 1,875,684
Deposits	0
Earnings	120,947
Fees	(22,700)
Unrealized Gain	(57,158)
Transfer Out	<u>(165,345)</u>
Balance June 30, 2020	<u>\$ 1,751,428</u>

YOUNG WOMEN'S CHRISTIAN ASSOCIATION
Enid, Oklahoma

NOTES TO FINANCIAL STATEMENTS, CONT'D

June 30, 2020

NOTE 3: INVESTMENTS

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 net assets without donor restrictions when received. The Fund has a total value of \$531,372 as of June 30, 2020. Total Distributions received amounted to \$2,675 for the year ended June 30, 2020.

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).

Fair value of assets measured on a recurring basis at June 30, 2020 was as follows:

	<u>Fair Value</u>	Fair Value measurements At Reporting Date Using: Quoted Prices In Active Markets For Identical Assets (Level 1)
June 30, 2020		
Equity Securities (Long-Term)	\$ <u>1,751,428</u>	\$ <u>1,751,428</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.

YOUNG WOMEN'S CHRISTIAN ASSOCIATION
Enid, Oklahoma

NOTES TO FINANCIAL STATEMENTS, CONT'D

June 30, 2020

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, 2020:

<u>Description</u>	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Book Value</u>
Land	\$ 104,645	\$ 0	\$ 104,645
Buildings and Improvements	3,202,885	(1,186,303)	2,016,582
Property	<u>1,062,533</u>	<u>(769,536)</u>	<u>292,997</u>
TOTAL	<u>\$ 4,370,063</u>	<u>\$(1,955,839)</u>	<u>\$ 2,414,224</u>

Depreciation expense for the year ended June 30, 2020 totaled \$129,845.

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.

YOUNG WOMEN'S CHRISTIAN ASSOCIATION
Enid, Oklahoma

NOTES TO FINANCIAL STATEMENTS, CONT'D

June 30, 2020

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, 2020.

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.

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, 2020, the Young Women's Christian Association paid \$22,634 to the Plan.

YOUNG WOMEN'S CHRISTIAN ASSOCIATION
Enid, Oklahoma

NOTES TO FINANCIAL STATEMENTS, CONT'D

June 30, 2020

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 \$16,117 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: LONG-TERM DEBT

On April 13, 2020 the organization was granted a loan of \$77,669 pursuant to the Paycheck Protection Program ("PPP") under the Coronavirus Aid, Relief and Economic Security Act ("CARES Act"). The loan bears interest at 1% and calls for principal and interest payments of approximately \$4,314 every month beginning six months from date of note. The loan and accrued interest are forgivable provided the proceeds were used for eligible purposes, including payroll benefits, rent and utilities, and payroll levels were maintained. No interest has been accrued on the PPP loan as the amount is not material to the financial statements. Proceeds were used over an eight week period consistent with PPP requirements. Principal balance June 30, 2020 was \$77,669. Future minimum debt service requirements are as follows:

2021	\$ 38,835
2022	\$ <u>38,834</u>
Total	\$ <u>77,669</u>

YOUNG WOMEN'S CHRISTIAN ASSOCIATION
Enid, Oklahoma

NOTES TO FINANCIAL STATEMENTS, CONT'D

June 30, 2020

NOTE 13: LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The following reflects the organization's financial assets as of the statement of financial position date, reduced by amounts not available for general use because of contractual or donor-imposed restrictions or board mandated restriction within one year of the statement of financial position date. Donor-restricted resources are available to support general expenditures to the extent that restrictions on those resources will be met by conducting the normal activities of the organization's programs in the coming year.

Financial assets at year end	\$ 1,936,272
Less those unavailable for general expenditures within one year	
Restricted for Maintenance	<u>(531,372)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 1,404,900</u>

NOTE 14: RISK AND UNCERTAINTIES

In early March 2020, the COVID-19 virus was declared a global pandemic, and it unfortunately continues to spread rapidly. Business continuity, including supply chains and consumer demand across a broad range of industries and countries, could be severely impacted for months or more, as governments and their citizens take significant and unprecedented measures to mitigate the consequences of the pandemic. Management is carefully monitoring the situation and evaluating its options during this time. No adjustments have been made to these financial statements as a result of this uncertainty.

NOTE 15: SUBSEQUENT EVENT

Management of Young Women's Christian Association evaluated subsequent events through October 20, 2020, 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, 2020, 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 October 20, 2020.

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 P.C.

SAUNDERS & ASSOCIATES, PLLC
Certified Public Accountants
Ada, Oklahoma

October 20, 2020

SUPPLEMENTAL INFORMATION

YOUNG WOMEN'S CHRISTIAN ASSOCIATION
Enid, Oklahoma

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended June 30, 2020

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		07/01/19 to 06/30/20	\$ 38,838	\$ 38,838
Total Oklahoma Office of Attorney General and				38,838	38,838
Passed Through Oklahoma District Attorney's Council: VOCA	16.575	2019 VOCA	07/01/19 to 06/30/20	111,823	111,823
Total U.S. Department of Justice				111,823	111,823
TOTAL FEDERAL AWARDS				\$ 150,661	\$ 150,661

YOUNG WOMEN'S CHRISTIAN ASSOCIATION
Enid, Oklahoma

SCHEDULE OF EXPENDITURES OF STATE AWARDS

For the Year Ended June 30, 2020

<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		07/01/19 to 06/30/20	\$ <u>171,846</u>	\$ <u>171,846</u>
Total Oklahoma Office of Attorney General			<u>171,846</u>	<u>171,846</u>
 TOTAL STATE AWARDS			 \$ <u><u>171,846</u></u>	 \$ <u><u>171,846</u></u>

YOUNG WOMEN'S CHRISTIAN ASSOCIATION
Enid, Oklahoma

STATUS OF PRIOR AUDIT FINDINGS

June 30, 2020

None reported.

YOUNG WOMEN'S CHRISTIAN ASSOCIATION
Enid, Oklahoma

SCHEDULE OF FINDINGS AND RESPONSES

For the Year Ended June 30, 2020

None reported.