

WOMEN AGAINST ABUSE, INCORPORATED
AND
WOMEN AGAINST ABUSE LEGAL CENTER

CONSOLIDATED FINANCIAL STATEMENTS

JUNE 30, 2024 and 2023

**WOMEN AGAINST ABUSE, INCORPORATED AND
WOMEN AGAINST ABUSE LEGAL CENTER**

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INDEPENDENT AUDITORS' REPORT

Board of Directors of
Women Against Abuse, Incorporated and Women Against Abuse Legal Center

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Women Against Abuse, Incorporated and Women Against Abuse Legal Center (collectively, the "Organization"), which comprise the consolidated statements of financial position as of June 30, 2024 and 2023, and the related consolidated statements of activities and changes in net assets, functional expenses, other program expenses, and cash flows for each of the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Women Against Abuse, Incorporated and Women Against Abuse Legal Center as of June 30, 2024 and 2023, and the changes in their net assets and their cash flows for each of the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America ("GAAS"). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Organization and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management 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, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern for one year after the date that the financial statements are available to be issued.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Organization's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audits, significant audit findings, and certain internal control-related matters that we identified during the audits.

EisnerAmper LLP

EISNERAMPER LLP
Philadelphia, Pennsylvania
February 6, 2025



**WOMEN AGAINST ABUSE, INCORPORATED AND
WOMEN AGAINST ABUSE LEGAL CENTER**

Consolidated Statements of Financial Position

| | June 30, | |
|--|----------------------|----------------------|
| | <u>2024</u> | <u>2023</u> |
| ASSETS | | |
| Current assets: | | |
| Cash and cash equivalents | \$ 344,825 | \$ 465,320 |
| Contributions receivable: | | |
| Government contract | 5,407,776 | 1,770,533 |
| Promises to give | 323,632 | 188,204 |
| Other receivable | 76,255 | 600,000 |
| Prepaid expenses and other assets | 127,240 | 130,005 |
| Investments | <u>3,031,712</u> | <u>3,042,986</u> |
| Total current assets | 9,311,440 | 6,197,048 |
| Noncurrent assets: | | |
| Operating leases right-of-use assets | 9,300,698 | 9,919,752 |
| Land, building, improvements, furniture and equipment, net | <u>5,248,292</u> | <u>3,978,145</u> |
| | <u>\$ 23,860,430</u> | <u>\$ 20,094,945</u> |
| LIABILITIES | | |
| Current liabilities: | | |
| Accounts payable and accrued expenses | \$ 1,736,332 | \$ 1,280,349 |
| Borrowings on line-of-credit | 1,451,700 | 967,603 |
| Notes payable current portion | 2,500,000 | - |
| Operating lease liabilities | 842,825 | 961,807 |
| Client deposits | <u>15,465</u> | <u>15,157</u> |
| Total current liabilities | 6,546,322 | 3,224,916 |
| Noncurrent liabilities: | | |
| Operating lease liabilities, net of current portion | 9,196,742 | 9,649,635 |
| Notes payable, net of current portion | <u>1,940,000</u> | <u>2,922,240</u> |
| Total liabilities | <u>17,683,064</u> | <u>15,796,791</u> |
| Commitments and contingencies | | |
| NET ASSETS | | |
| Without donor restrictions: | | |
| Operating | 2,323,946 | 368,269 |
| Board-designated | <u>3,382,941</u> | <u>3,420,897</u> |
| Total net assets without donor restrictions | 5,706,887 | 3,789,166 |
| With donor restrictions | <u>470,479</u> | <u>508,988</u> |
| Total net assets | <u>6,177,366</u> | <u>4,298,154</u> |
| | <u>\$ 23,860,430</u> | <u>\$ 20,094,945</u> |

See notes to financial statements.

**WOMEN AGAINST ABUSE, INCORPORATED AND
WOMEN AGAINST ABUSE LEGAL CENTER**

**Consolidated Statement of Activities and Changes in Net Assets
Year Ended June 30, 2024**

| | Net Assets Without Donor Restrictions | Net Assets With Donor Restrictions | Total |
|---|--|---|---------------------|
| Revenue and support: | | | |
| Governmental grants and contracts | \$ 15,419,943 | \$ - | \$ 15,419,943 |
| Foundation awards | 59,402 | 108,265 | 167,667 |
| Contributions | 687,129 | 267,953 | 955,082 |
| In-kind contributions | 439,921 | - | 439,921 |
| Allocated investment income | 381,421 | - | 381,421 |
| Other | 56,238 | - | 56,238 |
| Net assets released from restrictions | 414,727 | (414,727) | - |
| | <u>17,458,781</u> | <u>(38,509)</u> | <u>17,420,272</u> |
| Expenses: | | | |
| Program services: | | | |
| Safe Havens | 8,248,239 | - | 8,248,239 |
| Legal | 3,470,919 | - | 3,470,919 |
| Sojourner House | 537,028 | - | 537,028 |
| Safe at Home | 642,036 | - | 642,036 |
| Policy and Prevention | 570,652 | - | 570,652 |
| | <u>13,468,874</u> | <u>-</u> | <u>13,468,874</u> |
| Supporting services: | | | |
| Management and general | 996,338 | - | 996,338 |
| Fundraising | 569,566 | - | 569,566 |
| | <u>1,565,904</u> | <u>-</u> | <u>1,565,904</u> |
| | <u>15,034,778</u> | <u>-</u> | <u>15,034,778</u> |
| Change in net assets from operations before depreciation | 2,424,003 | (38,509) | 2,385,494 |
| Depreciation | (468,423) | - | (468,423) |
| Change in net assets from operations | 1,955,580 | (38,509) | 1,917,071 |
| Net investment income: | 343,562 | - | 343,562 |
| Less allocation to operations | (381,421) | - | (381,421) |
| Net investment income | (37,859) | - | (37,859) |
| Change in net assets | 1,917,721 | (38,509) | 1,879,212 |
| Net assets at beginning of year | 3,789,166 | 508,988 | 4,298,154 |
| Net assets at end of year | \$ 5,706,887 | \$ 470,479 | \$ 6,177,366 |

See notes to financial statements.

**WOMEN AGAINST ABUSE, INCORPORATED AND
WOMEN AGAINST ABUSE LEGAL CENTER**

**Consolidated Statement of Activities and Changes in Net Assets (continued)
Year Ended June 30, 2023**

| | Net Assets Without Donor Restrictions | Net Assets With Donor Restrictions | Total |
|---|--|---|---------------------|
| Revenue and support: | | | |
| Governmental grants and contracts | \$ 10,868,785 | \$ - | \$ 10,868,785 |
| Foundation awards | 68,524 | 177,150 | 245,674 |
| Contributions | 595,707 | 212,613 | 808,320 |
| In-kind contributions | 1,115,432 | - | 1,115,432 |
| Allocated investment income | 128,752 | - | 128,752 |
| Other | 68,354 | - | 68,354 |
| Net assets released from restrictions | 514,223 | (514,223) | - |
| | <u>13,359,777</u> | <u>(124,460)</u> | <u>13,235,317</u> |
| Expenses: | | | |
| Program services: | | | |
| Safe Havens | 7,136,996 | - | 7,136,996 |
| Legal | 3,413,973 | - | 3,413,973 |
| Sojourner House | 592,203 | - | 592,203 |
| Safe at Home | 469,474 | - | 469,474 |
| Policy and Prevention | 588,936 | - | 588,936 |
| | <u>12,201,582</u> | <u>-</u> | <u>12,201,582</u> |
| Supporting services: | | | |
| Management and general | 1,010,154 | - | 1,010,154 |
| Fundraising | 504,658 | - | 504,658 |
| | <u>1,514,812</u> | <u>-</u> | <u>1,514,812</u> |
| | <u>13,716,394</u> | <u>-</u> | <u>13,716,394</u> |
| Change in net assets from operations before depreciation | (356,617) | (124,460) | (481,077) |
| Depreciation | (413,616) | - | (413,616) |
| Change in net assets from operations | <u>(770,233)</u> | <u>(124,460)</u> | <u>(894,693)</u> |
| Net investment income: | 322,327 | - | 322,327 |
| Less allocation to operations | (128,752) | - | (128,752) |
| Net investment income | <u>193,575</u> | <u>-</u> | <u>193,575</u> |
| Change in net assets | (576,658) | (124,460) | (701,118) |
| Net assets at beginning of year | 4,365,824 | 633,448 | 4,999,272 |
| Net assets at end of year | <u>\$ 3,789,166</u> | <u>\$ 508,988</u> | <u>\$ 4,298,154</u> |

See notes to financial statements.

**WOMEN AGAINST ABUSE, INCORPORATED AND
WOMEN AGAINST ABUSE LEGAL CENTER**

**Consolidated Statement of Functional Expenses
Year Ended June 30, 2024**

| | Program Services | | | | | Supporting Services | | | |
|--|-----------------------------------|---------------------|-----------------------|--|--|------------------------------|------------------------------|-------------------|----------------------|
| | Women Against Abuse, Incorporated | | | | | Total Program Services | Management and General | Fundraising | Total |
| | Safe Haven | Legal | Other Programs (a) | Total Women Against Abuse, Incorporated | Women Against Abuse Legal Center | | | | |
| Functional expenses: | | | | | | | | | |
| Salaries and wages | \$ 3,594,673 | \$ 1,626,043 | \$ 788,197 | \$ 6,008,913 | \$ 210,552 | \$ 6,219,465 | \$ 296,047 | \$ 331,116 | \$ 6,846,628 |
| Payroll taxes and employee benefits | 1,085,991 | 573,632 | 275,176 | 1,934,799 | 68,990 | 2,003,789 | 108,974 | 116,423 | 2,229,186 |
| Contract services and professional fees | 626,328 | 512,640 | 111,338 | 1,250,306 | 63,157 | 1,313,463 | 366,157 | 74,496 | 1,754,116 |
| Rent, utilities and occupancy costs | 1,540,319 | 179,030 | 95,937 | 1,815,286 | 14,141 | 1,829,427 | 33,753 | 27,635 | 1,890,815 |
| Food, supplies, and other program related costs | 629,422 | 32,029 | 334,198 | 995,649 | 1,397 | 997,046 | 2,337 | 1,985 | 1,001,368 |
| Equipment rental costs | 25,132 | 2,307 | 5,427 | 32,866 | 4,820 | 37,686 | 1,214 | - | 38,900 |
| Insurance | 137,734 | 50,782 | 24,010 | 212,526 | 8,762 | 221,288 | 39,561 | - | 260,849 |
| Postage, printing and office supplies | 197,132 | 25,869 | 26,904 | 249,905 | 3,169 | 253,074 | 11,679 | 13,233 | 277,986 |
| Repairs and maintenance | 280,494 | - | 52,886 | 333,380 | - | 333,380 | - | - | 333,380 |
| Staff development and recruitment | 32,639 | 7,795 | 1,889 | 42,323 | 128 | 42,451 | 12,141 | 743 | 55,335 |
| Communications | 88,736 | 13,299 | 14,394 | 116,429 | 6,990 | 123,419 | 7,692 | 1,609 | 132,720 |
| Dues and subscriptions | 2,339 | 7,528 | 2,094 | 11,961 | 2,937 | 14,898 | 817 | 1,532 | 17,247 |
| Travel and related costs | 7,300 | 54,626 | 17,266 | 79,192 | 296 | 79,488 | 1,241 | 569 | 81,298 |
| Contributions | - | - | - | - | - | - | 1,230 | - | 1,230 |
| Interest | - | - | - | - | - | - | 104,821 | - | 104,821 |
| Advertising | - | - | - | - | - | - | 8,674 | 225 | 8,899 |
| | <u>8,248,239</u> | <u>3,085,580</u> | <u>1,749,716</u> | <u>13,083,535</u> | <u>385,339</u> | <u>13,468,874</u> | <u>996,338</u> | <u>569,566</u> | <u>15,034,778</u> |
| Depreciation | <u>289,746</u> | <u>30,516</u> | <u>143,683</u> | <u>463,945</u> | <u>-</u> | <u>463,945</u> | <u>4,478</u> | <u>-</u> | <u>468,423</u> |
| | <u>\$ 8,537,985</u> | <u>\$ 3,116,096</u> | <u>\$ 1,893,399</u> | <u>\$ 13,547,480</u> | <u>\$ 385,339</u> | <u>\$ 13,932,819</u> | <u>\$ 1,000,816</u> | <u>\$ 569,566</u> | <u>\$ 15,503,201</u> |

(a) See detail of other program expenses on page 8.

**WOMEN AGAINST ABUSE, INCORPORATED AND
WOMEN AGAINST ABUSE LEGAL CENTER**

**Consolidated Statement of Functional Expenses (continued)
Year Ended June 30, 2023**

| | Program Services | | | | | Supporting Services | | | |
|--|-----------------------------------|---------------------|-----------------------|--|--|------------------------------|------------------------------|-------------------|----------------------|
| | Women Against Abuse, Incorporated | | | | | Total Program Services | Management and General | Fundraising | Total |
| | Safe Haven | Legal | Other Programs (a) | Total Women Against Abuse, Incorporated | Women Against Abuse Legal Center | | | | |
| Functional expenses: | | | | | | | | | |
| Salaries and wages | \$ 3,371,610 | \$ 1,611,451 | \$ 851,518 | \$ 5,834,579 | \$ 216,366 | \$ 6,050,945 | \$ 259,300 | \$ 255,306 | \$ 6,565,551 |
| Payroll taxes and employee benefits | 881,363 | 490,106 | 258,407 | 1,629,876 | 65,983 | 1,695,859 | 71,838 | 78,128 | 1,845,825 |
| Contract services and professional fees | 376,773 | 448,392 | 106,189 | 931,354 | 248,113 | 1,179,467 | 460,047 | 115,329 | 1,754,843 |
| Rent, utilities and occupancy costs | 1,427,098 | 175,153 | 115,308 | 1,717,559 | 8,327 | 1,725,886 | 57,106 | 34,239 | 1,817,231 |
| Food, supplies, and other program related costs | 505,431 | 28,864 | 173,494 | 707,789 | 1,143 | 708,932 | 5,277 | 5,383 | 719,592 |
| Equipment rental costs | 22,671 | 2,334 | 7,639 | 32,644 | 5,782 | 38,426 | 1,329 | - | 39,755 |
| Insurance | 115,814 | 36,937 | 18,607 | 171,358 | 12,181 | 183,539 | 25,389 | - | 208,928 |
| Postage, printing and office supplies | 60,779 | 12,409 | 10,824 | 84,012 | 6,233 | 90,245 | 17,518 | 13,319 | 121,082 |
| Repairs and maintenance | 228,106 | - | 72,659 | 300,765 | - | 300,765 | - | - | 300,765 |
| Staff development and recruitment | 33,663 | 538 | 3,813 | 38,014 | 727 | 38,741 | 22,056 | 390 | 61,187 |
| Communications | 91,398 | 19,399 | 17,459 | 128,256 | 3,460 | 131,716 | 4,544 | 1,404 | 137,664 |
| Dues and subscriptions | 1,368 | 6,645 | 2,948 | 10,961 | 6,254 | 17,215 | 1,418 | 926 | 19,559 |
| Travel and related costs | 13,993 | 6,896 | 11,748 | 32,637 | 280 | 32,917 | 3,487 | 234 | 36,638 |
| Contributions | - | - | - | - | - | - | 3,800 | - | 3,800 |
| Interest | 6,929 | - | - | 6,929 | - | 6,929 | 71,807 | - | 78,736 |
| Advertising | - | - | - | - | - | - | 5,238 | - | 5,238 |
| | 7,136,996 | 2,839,124 | 1,650,613 | 11,626,733 | 574,849 | 12,201,582 | 1,010,154 | 504,658 | 13,716,394 |
| Depreciation | 230,893 | 31,264 | 147,727 | 409,884 | - | 409,884 | 3,732 | - | 413,616 |
| | <u>\$ 7,367,889</u> | <u>\$ 2,870,388</u> | <u>\$ 1,798,340</u> | <u>\$ 12,036,617</u> | <u>\$ 574,849</u> | <u>\$ 12,611,466</u> | <u>\$ 1,013,886</u> | <u>\$ 504,658</u> | <u>\$ 14,130,010</u> |

(a) See detail of other program expenses on page 9.

See notes to financial statements.

**WOMEN AGAINST ABUSE, INCORPORATED AND
WOMEN AGAINST ABUSE LEGAL CENTER**

**Consolidated Statement of Other Program Expenses
Year Ended June 30, 2024**

| | Women Against Abuse, Incorporated | | | Total |
|--|--|-------------------------|--------------------------------------|---------------------|
| | Sojourner House | Safe at Home | Policy and Prevention | |
| Functional expenses: | | | | |
| Salaries and wages | \$ 242,107 | \$ 197,306 | \$ 348,784 | \$ 788,197 |
| Payroll taxes and employee benefits | 84,865 | 70,371 | 119,940 | 275,176 |
| Contract services and professional fees | 18,649 | 31,855 | 60,834 | 111,338 |
| Rent, utilities and occupancy costs | 83,957 | 5,954 | 6,026 | 95,937 |
| Food, supplies, and other program-related costs | 13,380 | 318,643 | 2,175 | 334,198 |
| Equipment rental costs | 4,949 | 235 | 243 | 5,427 |
| Insurance | 7,280 | 8,470 | 8,260 | 24,010 |
| Postage, printing and office supplies | 18,860 | 3,012 | 5,032 | 26,904 |
| Repairs and maintenance | 52,886 | - | - | 52,886 |
| Staff development and recruitment | 583 | 7 | 1,299 | 1,889 |
| Communications | 8,044 | 3,336 | 3,014 | 14,394 |
| Dues and subscriptions | 1,120 | 166 | 808 | 2,094 |
| Travel and related costs | 348 | 2,681 | 14,237 | 17,266 |
| | 537,028 | 642,036 | 570,652 | 1,749,716 |
| Depreciation | 143,683 | - | - | 143,683 |
| | \$ 680,711 | \$ 642,036 | \$ 570,652 | \$ 1,893,399 |

**WOMEN AGAINST ABUSE, INCORPORATED AND
WOMEN AGAINST ABUSE LEGAL CENTER**

**Consolidated Statement of Other Program Expenses (continued)
Year Ended June 30, 2023**

| | Women Against Abuse, Incorporated | | | Total |
|--|--|-------------------------|--------------------------------------|---------------------|
| | Sojourner House | Safe at Home | Policy and Prevention | |
| Functional expenses: | | | | |
| Salaries and wages | \$ 270,982 | \$ 213,702 | \$ 366,834 | \$ 851,518 |
| Payroll taxes and employee benefits | 81,868 | 65,202 | 111,337 | 258,407 |
| Contract services and professional fees | 21,360 | 17,015 | 67,814 | 106,189 |
| Rent, utilities and occupancy costs | 103,921 | 4,212 | 7,175 | 115,308 |
| Food, supplies, and other program-related costs | 10,803 | 158,522 | 4,169 | 173,494 |
| Equipment rental costs | 3,958 | 190 | 3,491 | 7,639 |
| Insurance | 6,706 | 4,608 | 7,293 | 18,607 |
| Postage, printing and office supplies | 5,143 | 474 | 5,207 | 10,824 |
| Repairs and maintenance | 72,659 | - | - | 72,659 |
| Staff development and recruitment | 1,450 | 885 | 1,478 | 3,813 |
| Communications | 9,996 | 2,062 | 5,401 | 17,459 |
| Dues and subscriptions | 2,618 | 217 | 113 | 2,948 |
| Travel and related costs | 739 | 2,385 | 8,624 | 11,748 |
| | <u>592,203</u> | <u>469,474</u> | <u>588,936</u> | <u>1,650,613</u> |
| Depreciation | <u>147,727</u> | <u>-</u> | <u>-</u> | <u>147,727</u> |
| | <u>\$ 739,930</u> | <u>\$ 469,474</u> | <u>\$ 588,936</u> | <u>\$ 1,798,340</u> |

**WOMEN AGAINST ABUSE, INCORPORATED AND
WOMEN AGAINST ABUSE LEGAL CENTER**

Consolidated Statements of Cash Flows

| | Year Ended June 30, | |
|--|------------------------|----------------------|
| | 2024 | 2023 |
| Cash flows from operating activities: | | |
| Change in net assets | \$ 1,879,212 | \$ (701,118) |
| Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities: | | |
| Depreciation | 468,423 | 413,616 |
| Donated securities | (1,649) | (3,567) |
| Proceeds from sale of donated securities | 1,658 | 3,585 |
| Realized and unrealized gain on investments | (288,923) | (244,536) |
| Change in operating lease right-of-use assets | 619,054 | 646,777 |
| (Increase) decrease in assets: | | |
| Contributions receivable - government contract | (3,637,243) | 789,451 |
| Contributions receivable - promises to give | (135,428) | (62,342) |
| Other receivable | 523,745 | - |
| Prepaid expenses and other assets | 2,765 | (25,686) |
| Increase (decrease) in liabilities: | | |
| Accounts payable and accrued expenses | 455,983 | 398,599 |
| Operating lease liabilities | (571,875) | (622,286) |
| Client deposits | 308 | 2,617 |
| Net cash (used in) provided by operating activities | <u>(683,970)</u> | <u>595,110</u> |
| Cash flows from investing activities: | | |
| Proceeds from sale of investments | 492,179 | 1,099,126 |
| Purchase of investments | (191,991) | (1,020,197) |
| Additions to improvements and equipment | (1,738,570) | (1,625,828) |
| Net cash used in investing activities | <u>(1,438,382)</u> | <u>(1,546,899)</u> |
| Cash flows from financing activities: | | |
| Borrowings on notes payable | 1,517,760 | 982,240 |
| Payments on lines-of-credit | (13,655,996) | (10,469,776) |
| Borrowings on lines-of-credit | 14,140,093 | 10,656,150 |
| Net cash provided by financing activities | <u>2,001,857</u> | <u>1,168,614</u> |
| Net increase (decrease) in cash and cash equivalents | (120,495) | 216,825 |
| Cash and cash equivalents at beginning of year | 465,320 | 248,495 |
| Cash and cash equivalents at end of year | \$ 344,825 | \$ 465,320 |
| Supplemental disclosure of cash flow information: | | |
| Cash paid during the year for interest | <u>\$ 104,821</u> | <u>\$ 78,736</u> |
| Supplemental disclosure of noncash operating activities: | | |
| Operating leases right-of-use assets at commencement | <u>\$ -</u> | <u>\$ 9,598,119</u> |
| Operating lease liabilities at commencement | <u>\$ -</u> | <u>\$ 10,198,119</u> |
| Other receivable related to new operating lease | <u>\$ -</u> | <u>\$ 600,000</u> |

WOMEN AGAINST ABUSE, INCORPORATED AND WOMEN AGAINST ABUSE LEGAL CENTER

Notes to Financial Statements June 30, 2024 and 2023

NOTE A - ORGANIZATION AND BASIS OF PRESENTATION

Nature of Operations

Women Against Abuse is a private, nonprofit organization, and a leading domestic violence service provider and advocate located in Philadelphia, PA. Established in 1976, the mission of Women Against Abuse is to provide quality, compassionate, and nonjudgmental services in a manner that fosters self-respect and independence in persons experiencing intimate partner violence, and to lead the struggle to end domestic violence through advocacy and community education. The Organization fulfills its mission through innovative programs and community collaborations.

In Fiscal Year 2024, Women Against Abuse served 12,143 people through one or more of its services, which include emergency shelter, transitional housing, a community-based Safe at Home program, legal aid, hotline counseling, and community education and advocacy. These services make a tangible impact on the community by empowering those who have experienced violent relationships to heal and embrace futures of safety and hope.

Hotline: Women Against Abuse is the lead operator of the Philadelphia Domestic Violence Hotline - a city-wide streamlined point of access for crisis intervention, safety planning, referrals and intake to the emergency shelters. This 24-hour hotline received 9,739 calls in Fiscal Year 2024.

Emergency Safe Haven: Women Against Abuse also operates the only emergency shelters in Philadelphia for people experiencing domestic violence. The two facilities, comprised of a total of 200 beds, are a refuge to more than 1,200 adults and children each year who have had to flee their homes to escape abuse. The emergency shelters are uniquely equipped with 24-hour security, confidential locations, and a continuum of on-site care, including case management, children's services and behavioral health therapy. Since its grassroots beginning more than 48 years ago, the emergency shelters had been a refuge to survivors who identify as women and their children. Since January of 2019, Women Against Abuse's shelters have welcomed survivors of all gender identities and sexual orientations. This change was propelled by a commitment to being inclusive to survivors who identify as men, trans, or are gender nonconforming.

The Children's Services Team at Women Against Abuse cares for the developmental and academic needs of the Organization's youngest clients. Early Learning Centers for children aged 1-5 years are located at each of the emergency shelters, as well as Sojourner House, and offer early education programming to help children achieve significant developmental milestones. Open each weekday from 9am to noon and again from 1pm to 3pm, activities vary, but may include circle time, story time, computer-based learning, arts and crafts, painting, music therapy, movement therapy, free play, field trips, and community walks. The Early Learning Center offers well-deserved peace of mind to clients by providing them with a safe place to leave their children when they need to attend housing or legal appointments, job interviews, or perhaps just need some quiet time to themselves.

Legal Services: The Women Against Abuse Legal Center ("Legal Center") is one of the nation's first legal aid programs dedicated to the needs of victims of domestic violence. The organization empowers women and men who have been abused to navigate the justice system by providing attorney representation, court advocacy and telephone counseling. Attorneys represent victims seeking protection from abuse orders, child custody and/or support. Last year, this program – in conjunction with the affiliated Women Against Abuse Legal Center, Inc. – served 3,028 individuals.

In addition to its direct services, the Legal Center is also highly engaged in systems change work that will improve Philadelphia's response to domestic violence by ensuring effective screening and intervention for victims, while holding perpetrators accountable and offering them alternatives to violence.

WOMEN AGAINST ABUSE, INCORPORATED AND WOMEN AGAINST ABUSE LEGAL CENTER

Notes to Financial Statements June 30, 2024 and 2023

NOTE A - ORGANIZATION AND BASIS OF PRESENTATION (CONTINUED)

Transitional Housing: Women Against Abuse ensures that survivors are not forced to return to abusive relationships due to financial or housing instability through the Sojourner House and Safe at Home programs. Sojourner House is an 18-month transitional housing program consisting of 15 apartment units. Residents benefit from on-site case management, child care, behavioral health services, life-skills development, educational and employment opportunities, and housing options counseling. In Fiscal Year 2024, 55 adults and children received housing and supportive services at Sojourner House.

Safe at Home: The Safe at Home program provides community-based case management, paired with housing assistance, to empower survivors to sustain their independence from an abusive partner. The program supports survivors of domestic violence to maintain safe and affordable housing, while developing financial literacy and life-skills for long-term self-sufficiency. The Safe at Home Program also aims to strengthen linkages between clients and community supports. The 122 people who benefitted from this program in Fiscal Year 2024 are better positioned to sustain safe housing and overcome obstacles that may compromise their families' long-term safety and stability.

Economic Empowerment Programming: Recognizing that many of the Organization's clients have experienced financial abuse, Women Against Abuse has embedded 2024 economic empowerment programming into its transitional housing and Safe at Home programs. The goal of this programming is to increase awareness of economic opportunities among survivors and equip clients to achieve their unique education and career goals, so that they can remain safe and thrive. The Economic Empowerment team is leveraging meaningful community partnerships with providers in the fields of housing, medical, behavioral health, educational and workforce development. An Aspire Alliance mentorship program pairs survivors with professionals from various fields. Mentors and mentees meet on a regular basis to support career goals and growth.

Prevention: Women Against Abuse also works to prevent domestic violence through community education and systems-change work. The Organization provides SAFER™ (Safety Awareness for Every Relationship), a teen dating violence prevention curriculum that is empowering young people in local schools to pursue healthy relationships and break intergenerational cycles of domestic violence.

In addition, Women Against Abuse's Community Educators train hundreds of first responders, law enforcement and a variety of social service professionals each year on the dynamics of domestic violence to enhance survivor safety.

Lastly, Women Against Abuse hosted its 16th annual iPledge® Campaign for Domestic Violence Awareness Month in October 2023. The 2023 campaign, The Power to Heal, shone a light on the intersection of intimate partner violence and gun violence. Hundreds of community members, survivors and change-makers – including the City of Philadelphia's former Mayor Jim Kenney – joined in this city-wide initiative that calls on the community to take a stand against domestic violence. More than 6,000 people have signed Women Against Abuse's pledge against violence through this campaign.

WOMEN AGAINST ABUSE, INCORPORATED AND WOMEN AGAINST ABUSE LEGAL CENTER

Notes to Financial Statements June 30, 2024 and 2023

NOTE A - ORGANIZATION AND BASIS OF PRESENTATION (CONTINUED)

Systems-Change Work: In addition to these direct services, Women Against Abuse leads the struggle to end domestic violence by advocating on behalf of survivors and the programs that serve them. The Policy Department participates in the legislative process at all levels of government with the goal of influencing policy that impacts survivors of domestic violence and their families. In addition to legislative advocacy, Women Against Abuse works to eliminate barriers to care for survivors who are accessing services throughout the city.

Women Against Abuse is the first Philadelphia nonprofit to receive the prestigious Lipman Family Prize from the University of Pennsylvania for its leadership in pioneering Shared Safety: Philadelphia's Coordinated Community Response to Relational Violence. Through Shared Safety, dozens of victim service providers and city systems are working together to transform Philadelphia's response to domestic violence, sexual assault, human trafficking and reproductive coercion. Through Shared Safety's advocacy, former Mayor Kenney created a first-of-its-kind Office of Domestic Violence Strategies to coordinate and improve Philadelphia's response to relational violence, and appointed Women Against Abuse's former Prevention Director to oversee this work.

Principles of consolidation

The accompanying financial statements contain the accounts of Women Against Abuse, Incorporated and Women Against Abuse Legal Center (collectively, the "Organization"). The Board of Directors ("Board of Directors") of the Legal Center is made up entirely of members of the Women Against Abuse board. All significant intercompany activity has been eliminated, including costs for certain personnel who are employed by Women Against Abuse that also perform management and administrative services for Women Against Abuse Legal Center when requested, for which Women Against Abuse Legal Center reimburses Women Against Abuse pursuant to a Personnel and Support Services Agreement between the two organizations (see Note M).

Basis of accounting

The accompanying consolidated financial statements have been prepared using the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP").

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of the significant accounting policies followed by the Organization in the preparation of the consolidated financial statements.

[1] Classification of net assets:

Resources in the consolidated financial statements are classified for accounting and reporting purposes in classes of net assets according to the existence or absence of donor-imposed restrictions. The accompanying consolidated financial statements may include the following classes of net assets:

Net Assets Without Donor Restrictions - Net assets without restrictions available for use in general operations and not subject to donor-imposed or certain grantor-imposed restrictions. Included in net assets without donor restriction are Board-designated invested assets of \$3,659,867 and \$3,420,897 as of June 30, 2024 and 2023, respectively, to be used to support the long-term sustainability of the Organization.

WOMEN AGAINST ABUSE, INCORPORATED AND WOMEN AGAINST ABUSE LEGAL CENTER

Notes to Financial Statements June 30, 2024 and 2023

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

[1] Classification of net assets: (continued)

Net Assets With Donor Restrictions - Net assets subject to donor-imposed 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, where the donor stipulates that resources be maintained in perpetuity. Net assets with donor restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both. The Organization reports contributions with donor restrictions as support without donor restrictions if the restrictions are met in the same reporting period as when the contributions are received.

[2] Cash and cash equivalents:

For financial reporting purposes, the Organization considers all highly liquid instruments purchased with original maturities of three months or less to be cash equivalents.

[3] Investments and investment income:

Investments in marketable securities, fixed-income funds, and mutual funds are valued in the consolidated statements of financial position at fair value, as determined based on quoted market prices. Investment income included in the consolidated statements of activities and changes in net assets consists of earned interest and dividends and realized and unrealized gains and losses, net of investment management fees. Up to 4% of the fund balance per fiscal year may be distributed if needed for daily operational expenses as approved by the Investment Committee.

[4] Land, building, improvements, furniture and equipment and depreciation:

Land, building, improvements, furniture and equipment purchased are stated at cost, less accumulated depreciation. Purchases of land, building, improvements, and furniture and equipment in excess of \$5,000 are capitalized and recognized in the consolidated statements of financial position. Donated assets are recorded at fair market value on the date of the gift. Depreciation on the related assets is provided on the straight-line method over the estimated useful lives of 3 to 40 years. The cost of repairs and maintenance is charged to expense as incurred, whereas significant renewals and betterments are capitalized.

Management evaluates the recoverability of the investment in long-lived assets on an ongoing basis and recognizes any impairment in the year of determination. Long-lived assets were tested for impairment as of June 30, 2024 and 2023, and in the opinion of management, there was no impairment. It is reasonably possible that relevant conditions could change in the near term and necessitate a change in management's estimate of the recoverability of these assets.

[5] Revenue recognition - contributions:

The Organization recognizes unconditional contributions when cash, securities or other assets or an unconditional promise to give is received, and are recorded after discounting to the present value of the expected future cash flows. Conditional promises to give - that is, those with a measurable performance or other barrier and a right of return - are not recognized until the conditions on which they depend have been met.

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WOMEN AGAINST ABUSE LEGAL CENTER**

**Notes to Financial Statements
June 30, 2024 and 2023**

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

[5] Revenue recognition - contributions: (continued)

Governmental grants and contracts

Funding for the Organization's activities is achieved substantially through government grants and contracts which generally reimburse the net eligible costs of specific programs. As the government is not receiving a benefit as a result of these transactions, the grants and contracts are considered to be contributions to the Organization. The grant and contract agreements contain specific service and/or spending requirements. As these stipulations create a barrier that must be achieved, government grants and contracts are considered to be conditional contributions until such time as the barriers are overcome. Contributions from these grant and contract agreements are therefore recognized as revenue when costs are incurred and specific service requirements are met, as required by the agreements. Conditional contributions of \$2,283,572 and \$2,138,077 as of June 30, 2024 and 2023, respectively, will be recognized in the subsequent years as costs are incurred and service requirements are met.

Until the financial information required by the funding source is accepted, costs billed for program services under cost reimbursement contracts are subject to review and possible disallowance. In management's opinion, such disallowance, if any, would not be material to the financial statements and, therefore, is not a barrier that would prevent the recognition of revenue. Further, collection of receivables arising under these contracts is subject to the availability of funds from the funding sources.

A significant reduction in the level of government support could have an effect on the Organization's programs and activities. For the years ended June 30, 2024 and 2023, grants and contracts from governmental agencies are provided primarily from the following sources:

| | <u>2024</u> | <u>2023</u> |
|--|---------------------------------|--------------------------|
| City of Philadelphia, Office of Homeless Services | \$ 6,647,492 | \$ 5,497,364 |
| Pennsylvania Coalition Against Domestic Violence | 1,836,019 | 1,914,850 |
| City of Philadelphia, Department of Human Services | 614,627 | 614,627 |
| Commonwealth of Pennsylvania, Office of Budget | 2,500,000 | - |
| Other governmental agencies | <u>3,821,805</u> | <u>2,841,944</u> |
| Total governmental grants and contracts | 15,419,943 | 10,868,785 |
| Philadelphia Redevelopment Authority Housing Trust Funds | <u>1,200,000</u> | <u>1,200,000</u> |
| Total federal, state and city awards | <u>\$ 16,619,943</u> | <u>\$ 12,068,785</u> |

Contributions receivable are periodically reviewed by management for collectability. Bad debts are provided for on the allowance method based on historical experience and management's evaluation of outstanding contributions receivable. Contributions are written off when they are deemed uncollectible. Management has determined that an allowance for doubtful accounts is not necessary for either of the years ended June 30, 2024 or 2023.

WOMEN AGAINST ABUSE, INCORPORATED AND WOMEN AGAINST ABUSE LEGAL CENTER

Notes to Financial Statements June 30, 2024 and 2023

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

[5] Revenue recognition - contributions: (continued)

Foundation awards and contributions

The Organization receives foundation awards and contributions from individuals, corporations and foundations including unconditional promises to give. These awards and contributions provide funding to be used to support the Organization's mission. As donors are not receiving a benefit as a result of these transactions, the awards and contributions are considered to be contribution revenue to the Organization. All contributions are considered available for unrestricted use unless specifically restricted by donor request.

[6] Functional expense methodology:

Directly identifiable expenses are charged to program services, management and general, and fundraising. Certain employee-related expenses are charged directly to different functions based on the employees' actual functions performed. Certain software expenses and payroll service fees are charged directly to different functions based on the specific function benefited. The remaining expenses related to more than one function are allocated among the functions benefited based on the level of direct expenses charged to each function. These expenses are comprised of rent, utilities, and occupancy cost, food, supplies and other program-related cost, equipment rental costs, insurance, postage, printing, and office supplies, communications, dues and subscriptions and travel and related cost.

[7] Operations:

Operating activities primarily include all revenues and expenses that are an integral part of Women Against Abuse's programmatic and general and administrative activities, excluding unallocated investment income.

[8] Donated facilities and services:

Donated services are recognized as contributions 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. Contributions of assets other than cash are recorded at their estimated fair value at the date of donation. Contributed space and legal services have been recognized in the consolidated statements of activities and changes in net assets (see Note H).

[9] Concentrations of credit and market risk:

Financial instruments, which potentially expose the Organization to concentrations of credit risk, consist primarily of cash and investments. At times, cash and temporary cash investments may be in excess of the FDIC insurance limit. The Organization has not experienced any losses on cash deposits and believes that it is not exposed to a significant risk with its accounts.

The Organization invests in securities that are exposed to various risks, such as interest rate, market, and credit risk. It is at least reasonably possible that changes in the value of investment securities will occur in the near term and that such changes could materially affect account balances and the amounts reported in the financial statements. Users of these financial statements should be aware that the financial markets' volatility may significantly impact the subsequent valuation and potential realizable amounts of reported investments. The Board of Directors has implemented investment guidelines intended to mitigate the investment risk, including utilizing the services of a reputable investment manager to recommend and oversee asset allocation and performance.

WOMEN AGAINST ABUSE, INCORPORATED AND WOMEN AGAINST ABUSE LEGAL CENTER

Notes to Financial Statements June 30, 2024 and 2023

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

[10] Operating leases:

The Organization determines if an arrangement is a lease at inception. Operating leases are recorded as operating lease right-of-use ("ROU") assets and operating lease liabilities on the accompanying consolidated statements of financial position. Operating lease ROU assets and the related lease liabilities are recognized based on the present value of the future minimum lease payments over the lease term at commencement date. The operating lease ROU assets also include lease incentives and initial direct costs incurred. For operating leases, interest on the lease liability and the amortization of ROU asset result in straight-line rent expense over the lease term.

Leases may include options to extend or terminate the lease which are included in the ROU operating lease assets and operating lease liabilities when they are reasonably certain of exercise. Operating lease expense associated with minimum lease payments is recognized on a straight-line basis over the lease term. When additional payments are based on usage or vary based on other factors, they are considered variable lease payments and are excluded from the measurement of the ROU assets and lease liabilities. These payments are recognized as an expense in the period in which the related obligation was incurred.

The Organization elected a practical expedient to account for lease and non-lease components as a single lease component. The Organization excluded short-term leases having initial terms of twelve months or less from the new guidance as an accounting policy election and recognizes rent expense for such leases on a straight-line basis over the lease term. The Organization has elected to use the risk free rate for all asset classes when there is no interest rate implied in the lease.

[11] Use of estimates:

The process of preparing financial statements in conformity with U.S. GAAP requires the use of estimates and assumptions. Those estimates and assumptions affect reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. Such estimates primarily relate to unsettled transactions and events as of the date of the consolidated financial statements. Accordingly, upon settlement, actual results could differ from those estimated amounts.

[12] Federal tax status:

The Internal Revenue Service has classified both Women Against Abuse and Women Against Abuse Legal Center as exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code ("Code"); as organizations, contributions to which are deductible under Section 170(c) of the Code; and as organizations that are not private foundations as defined in Section 509(a) of the Code.

U.S. GAAP requires management to evaluate tax positions taken and recognize a tax liability, if the Organization has taken an uncertain tax position that more likely than not would not be sustained upon examination by a government authority. Management has analyzed the tax positions taken by the Organization and has concluded that as of June 30, 2024 and 2023, there are no uncertain positions taken or expected to be taken that would require recognition of a liability or disclosure in the financial statements.

The Organization recognizes accrued interest and penalties associated with uncertain tax positions, if any. There were no income tax related interest and penalties recorded for either of the years ended June 30, 2024 or 2023.

WOMEN AGAINST ABUSE, INCORPORATED AND WOMEN AGAINST ABUSE LEGAL CENTER

Notes to Financial Statements June 30, 2024 and 2023

NOTE C - CONTRIBUTIONS RECEIVABLE

Contributions receivable as of June 30, 2024 and 2023 are as follows:

| | <u>2024</u> | <u>2023</u> |
|-------------------------------------|---------------------|---------------------|
| Less than one year: | | |
| Government contracts | \$ 5,407,776 | \$ 1,771,145 |
| Promises to give (less than a year) | 207,957 | 188,204 |
| One year to five years | <u>115,675</u> | <u>-</u> |
| Total receivables | <u>\$ 5,731,408</u> | <u>\$ 1,959,349</u> |

NOTE D - FAIR VALUE MEASUREMENTS

FASB Accounting Standards Codification ("ASC") 820, *Fair Value Measurements and Disclosures*, provides the framework for measuring fair value. The framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value, and defines fair value as the price that would be received to sell an asset or paid to transfer a liability (i.e., the "exit price") in an orderly transaction between market participants.

In determining fair value, the Organization uses various valuation approaches, including market, income and/or cost approaches. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements), and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under the topic are described below:

Level 1 - Quoted prices for identical assets or liabilities in active markets.

Level 2 - Quoted prices for similar instruments in active markets; quoted prices for identical or similar instruments in markets that are not active; and model-derived valuations whose inputs are observable or whose significant value drivers are observable.

Level 3 - Significant inputs to the valuation model are unobservable.

The following is a description of the valuation methodology used for assets measured at fair value. There have been no changes in the methodology used as of June 30, 2024 or 2023.

Equities, fixed income and exchange-traded funds – Valued at the closing price reported in the active market on which the individual securities are traded.

The preceding method described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Organization believes its valuation method is appropriate, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. The valuation levels are not necessarily an indication of the risk or liquidity associated with the underlying assets and liabilities.

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**Notes to Financial Statements
June 30, 2024 and 2023**

NOTE D - FAIR VALUE MEASUREMENTS (CONTINUED)

The following tables set forth, by level, the Organization's investments at fair value, within the fair value hierarchy, as of June 30, 2024 and 2023:

| | Investment Assets at Fair Value as of June 30, 2024 | | | |
|---------------------------------------|--|----------------|----------------|---------------------|
| | Level 1 | Level 2 | Level 3 | Total |
| Equities | \$ 1,195,717 | \$ - | \$ - | \$ 1,195,717 |
| Fixed income | 348,117 | - | - | 348,117 |
| Exchange-traded funds | 1,487,878 | - | - | 1,487,878 |
| Total investment assets at fair value | <u>\$ 3,031,712</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 3,031,712</u> |

| | Investment Assets at Fair Value as of June 30, 2023 | | | |
|---------------------------------------|--|----------------|----------------|---------------------|
| | Level 1 | Level 2 | Level 3 | Total |
| Equities | \$ 885,646 | \$ - | \$ - | \$ 885,646 |
| Fixed income | 427,792 | - | - | 427,792 |
| Exchange-traded funds | 1,729,548 | - | - | 1,729,548 |
| Total investment assets at fair value | <u>\$ 3,042,986</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 3,042,986</u> |

The Organization uses quoted market prices, when available, to determine the fair value of investment securities. Such investments are included in Level 1.

Changes in fair value levels:

The availability of observable market data is monitored to assess the appropriate classification of financial instruments within the fair value hierarchy. Changes in economic conditions or model-based valuation techniques may require the transfer of financial instruments from one fair value level to another. In such instances, the transfer is reported at the beginning of the reporting period. For the years ended June 30, 2024 and 2023, there were no transfers into or out of Levels 1, 2 or 3.

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**Notes to Financial Statements
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NOTE E - LAND, BUILDING, IMPROVEMENTS, FURNITURE AND EQUIPMENT

As of June 30, 2024 and 2023, the following assets had the stated values indicated:

| | <u>Useful Life (in Years)</u> | <u>2024</u> | <u>2023</u> |
|--------------------------------|--|---------------------|---------------------|
| Land | - | \$ 15,000 | \$ 15,000 |
| Building | 20 - 40 | 2,958,450 | 2,958,450 |
| | Lesser of remaining life of lease or | | |
| Improvements | 5 - 10 | 6,196,440 | 4,464,197 |
| Office furniture and equipment | 3 - 10 | 433,069 | 426,744 |
| Vehicles | 5 - 7 | 136,808 | 136,808 |
| | | <u>9,739,767</u> | 8,001,199 |
| Less accumulated depreciation | | <u>4,491,475</u> | <u>4,023,054</u> |
| | | <u>\$ 5,248,292</u> | <u>\$ 3,978,145</u> |

Depreciation for the years ended June 30, 2024 and 2023 was \$468,423 and \$413,616, respectively.

NOTE F - LINE-OF-CREDIT

The Organization has a bank line-of-credit with a maximum borrowing availability of \$2,000,000, bearing interest at prime (prime was 8.50% and 8.25% as of June 30, 2024 and 2023, respectively) and payable on demand. The line-of-credit is secured by a lien on all business assets as well as a pledge of the Organization's investments. The pledge agreement requires that the Organization maintain a minimum coverage ratio of 133.33% of the fair market value of the investments to the principal balance of all loans from the bank, measured monthly. The outstanding balance on this line-of-credit as of June 30, 2024 and 2023 was \$1,451,700 and \$967,603, respectively.

Interest expense on the bank line-of-credit debt for the years ended June 30, 2024 and 2023 was \$104,821 and \$71,807, respectively.

NOTE G - NOTES PAYABLE

The Organization has a noninterest-bearing loan from the Philadelphia Housing Development Corporation ("PHDC") that was used to finance the renovations of the Sojourner House transitional housing property. The obligation is secured by a second mortgage on the property. The loan agreement includes a requirement that the transitional housing facility be leased to and occupied by low or very low-income families for 15 years or until the obligation is paid in full, whichever is longer. The outstanding balance of this loan as of both June 30, 2024 and 2023 was \$1,200,000. The entire loan balance will be forgiven in 30 years from the date of project completion, September 2013, provided that the Organization is not in default of any of the terms or conditions of the loan agreement.

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**Notes to Financial Statements
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NOTE G - NOTES PAYABLE (CONTINUED)

The Organization also has two noninterest-bearing loans from Federal Home Loan Bank of Pittsburgh, used to finance the renovations and expansion of the Sojourner House transitional housing property. The obligations are secured by a subordinated mortgage on the property. The agreement includes a requirement that the transitional housing facility be leased to and occupied by low or very low-income families until the obligation is paid in full. The outstanding balance of these loans as of both June 30, 2024 and 2023 was \$500,000. The entire balance of the loans will be forgiven in 15 years from the date of project completion, September 2013, provided that the Organization is not in default of any of the terms or conditions of the loan agreement.

The Organization also has a noninterest-bearing loan from Federal Home Loan Bank of New York, used to finance the renovations and expansion of the Sojourner House transitional housing property. The obligation is secured by a subordinated mortgage on the property. The agreement includes a requirement that the transitional housing facility be leased to and occupied by low or very low-income families until the obligation is paid in full. The outstanding balance of the loan as of both June 30, 2024 and 2023 was \$240,000. The entire loan balance will be forgiven in 15 years from the date of project completion, September 2013, provided that the Organization is not in default of any of the terms or conditions of the loan agreement.

In accordance with ASC 835, the loans described above have not been adjusted for the computation of imputed interest.

On May 15, 2023, the Organization obtained a non-revolving line of credit to finance the cash flow of renovations for the Ameya's Place safe haven. This obligation has a maximum borrowing availability of \$2,500,000, bearing interest at prime (prime was 8.50% and 8.25% as of June 30, 2024 and 2023, respectively). The obligation is secured by a lien on all business assets as well as a pledge of the Organization's investments. The outstanding balance on this obligation as of June 30, 2024 and 2023 was \$2,500,000 and \$982,240, respectively. The agreement has an initial expiration date of May 15, 2025, which may be extended upon request to November 15, 2025.

Interest expense on the note payable for the years ended June 30, 2024 and 2023 was \$172,437 and \$6,929, respectively.

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**Notes to Financial Statements
June 30, 2024 and 2023**

NOTE H - CONTRIBUTED RENT, FOOD AND SERVICES

The City of Philadelphia contributes office space for use as a legal center, as well as space (and donated utilities) for use as a shelter. The Organization also received contributed use of space from a third party. The donated space and utilities is included in the consolidated statements of functional expenses with rent, utilities and occupancy costs. The value of the donated space is based upon the square footage times the average dollar amount per square footage for similar space. The value of the utilities is based upon the square footage of the donated space times utility cost per square footage. The Organization received donated food from the City of Philadelphia and Philabundance, which is included in the consolidated statements of functional expenses with food, supplies, and other program related costs. The value of the donated food is based upon its fair market value by pound times the quantity donated. The Organization receives pro bono legal services. The fair market value of services provided is based upon the law firm's standard rates. The Organization received contributed rent, food and services as follows during the years ended June 30, 2024 and 2023:

| | 2024 | | | |
|---|-----------------------------|-----------------------------------|--------------------|---------------------|
| | Program Services | Management and General | Fundraising | Total |
| Space and utilities - City of Philadelphia | \$ 141,500 | \$ - | \$ - | \$ 141,500 |
| Food | 73,464 | - | - | 73,464 |
| Legal services | - | 224,957 | - | 224,957 |
| | \$ 214,964 | \$ 224,957 | \$ - | \$ 439,921 |
| | 2023 | | | |
| | Program Services | Management and General | Fundraising | Total |
| Space and utilities - City of Philadelphia | \$ 499,625 | \$ - | \$ - | \$ 499,625 |
| Food | 56,852 | - | - | 56,852 |
| Legal services | - | 558,955 | - | 558,955 |
| | \$ 556,477 | \$ 558,955 | \$ - | \$ 1,115,432 |

NOTE I - COMMITMENTS AND CONTINGENCIES

[1] Specific plan:

The Organization maintains two defined-contribution retirement plans under Section 403(b) of the Code covering all eligible union and nonunion employees. Employees may contribute a percentage of their eligible gross wages to specific plans. The Organization also contributes to the plans based principally on employee compensation and employee contributions. Total contributions to both plans charged to expense for the years ended June 30, 2024 and 2023 were \$79,877 and \$70,041, respectively.

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**Notes to Financial Statements
June 30, 2024 and 2023**

NOTE I - COMMITMENTS AND CONTINGENCIES (CONTINUED)

[2] Union contract:

As of June 30, 2024 and 2023, approximately 51% and 55%, respectively, of the Organization's employees are covered by a collective bargaining agreement, which expires on March 31, 2026.

[3] Self-Insurance:

The Organization did not have any self-insurance during the years ended June 30, 2024 and 2023.

[4] Legal matters:

In the course of its business operations, the Organization is involved in various legal matters, which are generally covered by insurance. As of June 30, 2024, management believes there is no exposure to such matters that, if decided adversely, would be material to the financial statements or are not adequately covered by insurance.

NOTE J - LEASES

The Organization has various leases for office space, shelters and equipment that have been recorded in accordance with ASC 842 as operating lease agreements.

The Organization has two facilities leases and one equipment lease with various expiration dates through October 2026. Monthly base rents under these leases approximate \$39,000 with increases over the life of certain leases.

The Organization also entered into a new lease in December 2022 for a facility to be used as a shelter (Ameya's Place). The lease expires in November 2042. Monthly base rents under the lease approximate \$55,300 with increases over the life of the lease. The Organization is owed \$600,000 for improvements made to the facility on behalf of the lessor. The amount is recorded in the caption "Other receivables" on the accompanying consolidated statements of financial position.

The liabilities under operating leases are recorded at the present value of the minimum lease payments. Lease expense relating to operating leases, consisting of ROU asset amortization and lease liability interest, is included in the caption rent, utilities, and occupancy cost on the accompanying consolidated statements of functional expenses. The following maturity analysis of the annual undiscounted cash flows of the operating lease liabilities as of June 30, 2024 is as follows:

| Year Ending June 30, | |
|-----------------------------------|----------------------|
| 2025 | \$ 842,825 |
| 2026 | 856,052 |
| 2027 | 750,201 |
| 2028 | 697,950 |
| 2029 | 742,283 |
| Thereafter | <u>10,055,429</u> |
| | 13,944,740 |
| Less amount representing interest | <u>(3,905,173)</u> |
| Total operating lease liabilities | <u>\$ 10,039,567</u> |

**WOMEN AGAINST ABUSE, INCORPORATED AND
WOMEN AGAINST ABUSE LEGAL CENTER**

**Notes to Financial Statements
June 30, 2024 and 2023**

NOTE J - LEASES (CONTINUED)

| <u>Year Ended June 30, 2024</u> | <u>2024</u> | <u>2023</u> |
|---|----------------------|----------------------|
| Cash paid for amounts included in the measurement of lease liabilities: | | |
| Operating cash flows from operating leases | <u>\$ 961,807</u> | <u>\$ 837,513</u> |
| | | |
| <u>Operating Leases Reported as of June 30,</u> | <u>2024</u> | <u>2023</u> |
| Current portion of lease liabilities | <u>\$ 842,825</u> | <u>\$ 961,807</u> |
| Lease liabilities, net of current portion | <u>9,196,742</u> | <u>9,649,635</u> |
| | <u>\$ 10,039,567</u> | <u>\$ 10,611,442</u> |

The operating lease cost was \$1,014,367 and \$865,867 for the years ended June 30, 2024 and 2023, respectively, which is included in rent, utilities and occupancy cost in the accompanying consolidated statement of functional expenses.

There were no variable lease costs during the year ended June 30, 2024.

Other information related to the leases as of June 30, are as follows:

| | <u>2024</u> | <u>2023</u> |
|--|--------------|-------------|
| Weighted-average remaining operating lease term in years | 17.79 | 18.36 |
| Weighted-average discount rate of operating leases | 3.82% | 3.79% |

**WOMEN AGAINST ABUSE, INCORPORATED AND
WOMEN AGAINST ABUSE LEGAL CENTER**

**Notes to Financial Statements
June 30, 2024 and 2023**

NOTE K - NET ASSETS WITH DONOR RESTRICTIONS

For the years ended June 30, 2024 and 2023, net assets with donor restrictions that are temporary in nature with either time or purpose restrictions included the following activity.

| Program | July 1, 2023 | Contributions | Releases from Restrictions | June 30, 2024 |
|--|-----------------|---------------|----------------------------------|------------------|
| Subject to expenditures for specified purpose: | | | | |
| Legal Center | \$ 129,227 | \$ 35,176 | \$ (41,105) | \$ 123,298 |
| Safe at Home | 1,546 | - | - | 1,546 |
| Administrative | 5,000 | 5,151 | (3,651) | 6,500 |
| Safe Havens | 104,877 | 111,991 | (146,677) | 70,191 |
| Behavioral Health Services | - | | | - |
| Public Policy | 21,481 | 38,000 | (35,362) | 24,119 |
| Sojourner House | 66,357 | 15,000 | (9,316) | 72,041 |
| Promise to give, the proceeds of which have been restricted by donors for | | | | |
| Grants receivable, the proceeds from which have been restricted by donors for: | | | | |
| Safe at Home | 30,000 | 25,000 | (28,116) | 26,884 |
| Safe Havens | 57,500 | - | (57,500) | - |
| Legal Center | 93,000 | 30,225 | (93,000) | 30,225 |
| Promise to give, the proceeds from which have been restricted by donors for: | | | | |
| Safe at Home | - | 25,000 | - | 25,000 |
| Legal Center | - | 90,675 | - | 90,675 |
| Total | \$ 508,988 | \$ 376,218 | \$ (414,727) | \$ 470,479 |

**WOMEN AGAINST ABUSE, INCORPORATED AND
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**Notes to Financial Statements
June 30, 2024 and 2023**

NOTE K - NET ASSETS WITH DONOR RESTRICTIONS (CONTINUED)

| Program | July 1, 2022 | Contributions | Releases from Restrictions | June 30, 2023 |
|--|-----------------|---------------|----------------------------------|------------------|
| Subject to expenditures for specified purpose: | | | | |
| Legal Center | \$ 132,365 | \$ 19,150 | \$ (22,288) | \$ 129,227 |
| Safe at Home | 1,777 | 30,000 | (30,231) | 1,546 |
| Administrative | 129,682 | 2,000 | (126,682) | 5,000 |
| Safe Havens | 8,961 | 116,750 | (20,834) | 104,877 |
| Behavioral Health Services | 71,193 | - | (71,193) | - |
| Public Policy | 14,001 | 31,363 | (23,883) | 21,481 |
| Sojourner House | 74,954 | 10,000 | (18,597) | 66,357 |
| Grants receivable, the proceeds from which have been restricted by donors for: | | | | |
| Behavioral Health Services | 27,055 | - | (27,055) | - |
| Safe at Home | - | 30,000 | - | 30,000 |
| Safe Havens | 61,000 | 57,500 | (61,000) | 57,500 |
| Administrative | 9,456 | - | (9,456) | - |
| Legal Center | 103,004 | 93,000 | (103,004) | 93,000 |
| Total | \$ 633,448 | \$ 389,763 | \$ (514,223) | \$ 508,988 |

**WOMEN AGAINST ABUSE, INCORPORATED AND
WOMEN AGAINST ABUSE LEGAL CENTER**

**Notes to Financial Statements
June 30, 2024 and 2023**

NOTE L - LIQUIDITY

The following represents Women Against Abuse's financial assets as of June 30, 2024 and 2023:

| | <u>2024</u> | <u>2023</u> |
|--|---------------------|---------------------|
| Financial assets: | | |
| Cash and cash equivalents | \$ 344,825 | \$ 465,320 |
| Contributions receivable | 5,743,259 | 1,959,349 |
| Other receivable | 76,255 | 600,000 |
| Investments | <u>3,031,712</u> | <u>3,042,986</u> |
| Total financial assets | <u>9,196,051</u> | <u>6,067,655</u> |
| Less amounts not available to be used within one year: | | |
| Net assets with donor restrictions subject to expenditures for specific purposes and time | 115,675 | 40,416 |
| Board designated for specific purpose and time | <u>3,382,941</u> | <u>3,420,897</u> |
| | <u>3,498,616</u> | <u>3,461,313</u> |
| Financial assets available to meet cash needs for general expenditures within one year | <u>\$ 5,697,435</u> | <u>\$ 2,606,342</u> |

As part of the Organization's liquidity management plan, Women Against Abuse structures its financial assets to be available as its general expenditures, liabilities, and other obligations come due. In addition, Women Against Abuse invests cash in excess of daily requirements in short-term investments.

For the years ended June 30, 2024 and 2023 included in net assets with donor restrictions is \$354,804 and \$468,572, respectively, that is expected to be received within one year and/or used for its specified purpose.

To help manage unanticipated liquidity needs, the Organization has a committed line-of-credit of \$2,000,000 (see Note F), which it could draw upon. Additionally, the Organization has Board-designated net assets without donor restrictions that could be made available for current operations, if necessary.

NOTE M - RELATED PARTY TRANSACTIONS

Under an agreement between the two organizations, Women Against Abuse is engaged as the provider of personnel and support services on behalf of Women Against Abuse Legal Center (the "affiliate"). Women Against Abuse is responsible for all wages, salaries and other compensation and all other employment-related liabilities for personnel. Women Against Abuse is also responsible for fundraising activities on behalf of both organizations. In exchange for Women Against Abuse's provision of these services to the affiliate, the affiliate reimburses Women Against Abuse a fee equal to the out-of-pocket costs and expenses incurred in connection with its employment of personnel who are assigned to the affiliate, plus any other direct expenses incurred on behalf of the affiliate. This agreement automatically renews each year. The amount owed to Women Against Abuse from the affiliate as of June 30, 2024 and 2023 was \$76,178 and \$44,274, respectively. This amount is eliminated in consolidation.

**WOMEN AGAINST ABUSE, INCORPORATED AND
WOMEN AGAINST ABUSE LEGAL CENTER**

**Notes to Financial Statements
June 30, 2024 and 2023**

NOTE M - RELATED PARTY TRANSACTIONS (CONTINUED)

For general counsel legal services, the Organization retains Morgan, Lewis & Bockius LLP, where two members of the Organization's volunteer Board of Directors are partners. The Organization received \$201,162 and \$550,645 of contributed legal services from Morgan, Lewis & Bockius LLP in the years ended June 30, 2024 and 2023, respectively.

NOTE N - SUBSEQUENT EVENTS

The Organization has evaluated subsequent events through February 6, 2025, which is the date the consolidated financial statements were available to be issued.