

**Houston Area Women's Center**

Financial Statements  
and Single Audit Reports  
for the year ended December 31, 2013

# Houston Area Women's Center

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## Independent Auditors' Report

To the Board of Directors of  
Houston Area Women's Center:

### Report on the Financial Statements

We have audited the accompanying financial statements of Houston Area Women's Center, which comprise the statements of financial position as of December 31, 2013 and 2012 and the related statements of activities, of cash flows, and of functional expenses for the years then ended, and the related notes to the financial statements.

### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### *Auditors' Responsibility*

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with 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. Those standards require that we plan and perform our audits to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### *Opinion*

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Houston Area Women's Center as of December 31, 2013 and 2012 and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying supplementary information included in the schedule of expenditures of federal awards for the year ended December 31, 2013 as required by Office of Management and Budget *Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations* and in the schedule of expenditures of state awards for the year ended December 31, 2013 as required by the State of Texas *Single Audit Circular* are presented for purposes of additional analysis and are 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 consolidated financial statements as a whole.

### **Report Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated June 3, 2014 on our consideration of Houston Area Women's Center's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 Houston Area Women's Center's internal control over financial reporting and compliance.

*Blazek & Vetterling*

June 3, 2014

## Houston Area Women's Center

Statements of Financial Position as of December 31, 2013 and 2012

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	<u>2013</u>	<u>2012</u>
ASSETS		
Cash and cash equivalents ( <i>Notes 2 and 4</i> )	\$ 458,283	\$ 318,963
Government contracts receivable	450,021	309,895
Prepaid expenses and other assets	111,636	152,519
Pledges receivable:		
United Way allocation	727,122	731,843
Other	355,896	636,992
Investments ( <i>Notes 3 and 4</i> )	6,105,846	4,947,946
Property and equipment, net ( <i>Note 5</i> )	<u>7,732,542</u>	<u>7,814,430</u>
<b>TOTAL ASSETS</b>	<b><u>\$ 15,941,346</u></b>	<b><u>\$ 14,912,588</u></b>
LIABILITIES AND NET ASSETS		
Liabilities:		
Accounts payable	\$ 99,959	\$ 51,201
Accrued salaries and related expenses	<u>284,443</u>	<u>336,539</u>
Total liabilities	<u>384,402</u>	<u>387,740</u>
Net assets:		
Unrestricted ( <i>Note 6</i> )	13,485,929	12,347,554
Temporarily restricted ( <i>Note 7</i> )	1,496,822	1,603,101
Permanently restricted ( <i>Notes 8 and 9</i> )	<u>574,193</u>	<u>574,193</u>
Total net assets	<u>15,556,944</u>	<u>14,524,848</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b><u>\$ 15,941,346</u></b>	<b><u>\$ 14,912,588</u></b>

*See accompanying notes to financial statements.*

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## Houston Area Women's Center

Statement of Activities for the year ended December 31, 2013

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	<u>UNRESTRICTED</u>	<u>TEMPORARILY RESTRICTED</u>	<u>PERMANENTLY RESTRICTED</u>	<u>TOTAL</u>
REVENUE:				
Government contracts (Note 10)	\$ 3,138,946			\$ 3,138,946
Contributions	2,076,525	\$ 467,433		2,543,958
United Way contributions		727,122		727,122
Special events	749,246	159,514		908,760
Direct donor benefit costs for special events	(135,507)			(135,507)
Investment return (Notes 3 and 9)	739,632	118,451		858,083
Other	<u>151,947</u>			<u>151,947</u>
Total revenue	6,720,789	1,472,520		8,193,309
Net assets released from restrictions:				
Program expenditures	1,034,599	(1,034,599)		
Time restrictions	<u>544,200</u>	<u>(544,200)</u>		
Total	<u>8,299,588</u>	<u>(106,279)</u>		<u>8,193,309</u>
EXPENSES:				
Program services:				
Direct services	5,151,409			5,151,409
Education and training	<u>628,605</u>			<u>628,605</u>
Total program services	5,780,014			5,780,014
Management and general	842,825			842,825
Fundraising	<u>538,374</u>			<u>538,374</u>
Total expenses	<u>7,161,213</u>			<u>7,161,213</u>
CHANGES IN NET ASSETS	1,138,375	(106,279)		1,032,096
Net assets, beginning of year	<u>12,347,554</u>	<u>1,603,101</u>	<u>\$ 574,193</u>	<u>14,524,848</u>
Net assets, end of year	<u>\$ 13,485,929</u>	<u>\$ 1,496,822</u>	<u>\$ 574,193</u>	<u>\$ 15,556,944</u>

*See accompanying notes to financial statements.*

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## Houston Area Women's Center

Statement of Activities for the year ended December 31, 2012

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	<u>UNRESTRICTED</u>	<u>TEMPORARILY RESTRICTED</u>	<u>PERMANENTLY RESTRICTED</u>	<u>TOTAL</u>
<b>REVENUE:</b>				
Government contracts ( <i>Note 10</i> )	\$ 2,687,567			\$ 2,687,567
Contributions	1,268,046	\$ 717,682		1,985,728
United Way contributions		731,843		731,843
Special events	914,728	238,500		1,153,228
Direct donor benefit costs for special events	(134,887)			(134,887)
Investment return ( <i>Notes 3 and 9</i> )	426,687	68,343		495,030
Other	<u>100,300</u>			<u>100,300</u>
Total revenue	5,262,441	1,756,368		7,018,809
Net assets released from restrictions:				
Program expenditures	1,022,692	(1,022,692)		
Time restrictions	<u>368,093</u>	<u>(368,093)</u>		
Total	<u>6,653,226</u>	<u>365,583</u>		<u>7,018,809</u>
<b>EXPENSES:</b>				
Program services:				
Direct services	4,792,000			4,792,000
Education and training	<u>644,183</u>			<u>644,183</u>
Total program services	5,436,183			5,436,183
Management and general	797,701			797,701
Fundraising	<u>552,670</u>			<u>552,670</u>
Total expenses	<u>6,786,554</u>			<u>6,786,554</u>
CHANGES IN NET ASSETS	(133,328)	365,583		232,255
Net assets, beginning of year	<u>12,480,882</u>	<u>1,237,518</u>	<u>\$ 574,193</u>	<u>14,292,593</u>
Net assets, end of year	<u>\$ 12,347,554</u>	<u>\$ 1,603,101</u>	<u>\$ 574,193</u>	<u>\$ 14,524,848</u>

*See accompanying notes to financial statements.*

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## Houston Area Women's Center

Statements of Cash Flows for the years ended December 31, 2013 and 2012

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	<u>2013</u>	<u>2012</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Changes in net assets	\$ 1,032,096	\$ 232,255
Adjustments to reconcile changes in net assets to net cash provided by operating activities:		
Depreciation	380,025	389,641
Net realized and unrealized gain on investments	(739,518)	(372,824)
Changes in operating assets and liabilities:		
Government contracts receivable	(140,126)	24,693
Prepaid expenses and other assets	40,883	18,856
Pledges receivable	285,817	(208,531)
Accounts payable	48,758	(3,824)
Accrued salaries and related expenses	<u>(52,096)</u>	<u>67,536</u>
Net cash provided by operating activities	<u>855,839</u>	<u>147,802</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchases of property and equipment	(298,137)	(161,612)
Purchases of investments	(794,587)	(267,018)
Proceeds from sale of investments	324,951	100,000
Net change in cash and cash equivalents held as investments	<u>51,254</u>	<u>(105)</u>
Net cash used by investing activities	<u>(716,519)</u>	<u>(328,735)</u>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>139,320</b>	<b>(180,933)</b>
Cash and cash equivalents, beginning of year	<u>318,963</u>	<u>499,896</u>
Cash and cash equivalents, end of year	<u>\$ 458,283</u>	<u>\$ 318,963</u>

*Supplemental disclosure of cash flow information:*

Contributed investments	\$15,791
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*See accompanying notes to financial statements.*

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## Houston Area Women's Center

Statement of Functional Expenses for the year ended December 31, 2013

	PROGRAM SERVICES		SUPPORTING SERVICES		TOTAL EXPENSES
	DIRECT SERVICES	EDUCATION AND TRAINING	MANAGEMENT AND GENERAL	FUNDRAISING	
Salaries	\$ 2,791,091	\$ 429,649	\$ 550,183	\$ 335,219	\$ 4,106,142
Employee health and other benefits	384,943	59,879	61,126	38,533	544,481
Payroll taxes	<u>236,560</u>	<u>35,176</u>	<u>40,077</u>	<u>26,428</u>	<u>338,241</u>
Total salaries and related expenses	3,412,594	524,704	651,386	400,180	4,988,864
Direct assistance to individuals	695,746				695,746
Depreciation	326,791	16,234	26,900	10,100	380,025
Occupancy	263,945	11,824	21,732	5,947	303,448
Professional fees and contract services	44,996	16,220	74,863	11,968	148,047
Supplies	107,929	7,692	7,094	8,889	131,604
Telephone	95,272	4,864	10,618	2,154	112,908
Insurance	82,659	5,690	16,567	2,009	106,925
Rental and maintenance equipment	52,032	5,425	8,852	5,950	72,259
Printing and publications	17,041	19,695	3,862	30,636	71,234
Travel	20,495	7,974	2,346	1,316	32,131
Conferences and meetings	8,204	3,106	4,670	10,093	26,073
Postage and shipping	3,752	550	2,054	9,310	15,666
Membership	11,296	1,519	1,730		14,545
Other	<u>8,657</u>	<u>3,108</u>	<u>10,151</u>	<u>39,822</u>	<u>61,738</u>
Total expenses	<u>\$ 5,151,409</u>	<u>\$ 628,605</u>	<u>\$ 842,825</u>	<u>\$ 538,374</u>	7,161,213
Direct donor benefit costs for special events					<u>135,507</u>
Total					<u>\$ 7,296,720</u>

*See accompanying notes to financial statements.*

## Houston Area Women's Center

Statement of Functional Expenses for the year ended December 31, 2012

	PROGRAM SERVICES		SUPPORTING SERVICES		TOTAL EXPENSES
	DIRECT SERVICES	EDUCATION AND TRAINING	MANAGEMENT AND GENERAL	FUNDRAISING	
Salaries	\$ 2,602,189	\$ 406,745	\$ 521,044	\$ 341,283	\$ 3,871,261
Employee health and other benefits	367,307	61,688	63,173	46,678	538,846
Payroll taxes	<u>216,535</u>	<u>32,559</u>	<u>37,124</u>	<u>26,392</u>	<u>312,610</u>
Total salaries and related expenses	3,186,031	500,992	621,341	414,353	4,722,717
Direct assistance to individuals	588,894				588,894
Depreciation	333,722	17,516	29,683	8,720	389,641
Occupancy	279,287	10,260	17,103	4,662	311,312
Professional fees and contract services	26,164	20,371	62,837	27,147	136,519
Supplies	96,670	6,518	7,520	6,478	117,186
Telephone	90,692	5,313	9,767	2,624	108,396
Insurance	78,094	5,854	15,821	1,896	101,665
Rental and maintenance equipment	48,508	4,805	6,741	2,222	62,276
Printing and publications	12,003	17,452	4,306	33,748	67,509
Travel	22,724	8,429	623	781	32,557
Conferences and meetings	7,092	3,166	4,515	3,482	18,255
Postage and shipping	3,415	946	1,382	11,334	17,077
Membership	11,293	870	1,376	175	13,714
Other	<u>7,411</u>	<u>41,691</u>	<u>14,686</u>	<u>35,048</u>	<u>98,836</u>
Total expenses	<u>\$ 4,792,000</u>	<u>\$ 644,183</u>	<u>\$ 797,701</u>	<u>\$ 552,670</u>	6,786,554
Direct donor benefit costs for special events					<u>134,887</u>
Total					<u>\$ 6,921,441</u>

*See accompanying notes to financial statements.*

## Houston Area Women's Center

Notes to Financial Statements for the years ended December 31, 2013 and 2012

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### NOTE 1 – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization – Houston Area Women's Center (the Women's Center) helps individuals affected by domestic and sexual violence in their efforts to move their lives forward. The Women's Center provides shelter, counseling and advocacy to support them in building lives free from the effects of violence. The organization also seeks social change to end domestic and sexual violence through community awareness and education. All services are confidential and available to everyone. The Women's Center provides services in the following programs:

Direct services provide a continuum of support services including shelter, counseling, and 24-hour hotline services to survivors of domestic and sexual violence, their family and friends, and the community at large. All services are provided free of charge and are provided in English and Spanish. All other languages are accommodated, including sign language.

*Shelter and Support Services* provides a 125-bed shelter and support services, for up to ninety days, to adult women and women with children who are domestic and sexual violence survivors.

- Shelter services include meeting basic daily needs, such as clothing, transportation, meals, and a safe place to stay.
- Support services include counseling, advocacy, case management, mentoring and parenting education. The on-site career development program includes career/vocational counseling, educational services, access to ESL and GED tutoring, employment assistance, and life skills classes.
- Services for families include on-site daycare, an on-site Early Childhood Center for infants and children (ages 3 months to 5 years), on-site HISD school (kindergarten through 5<sup>th</sup> grade), and enrichment services, including on-site after school and summer programs.

*Non-Residential Services* provide services at the Education and Counseling building for adult and child survivors of domestic and sexual violence, and their non-offending family members. Non-Residential Services consists of Hotline Services, Counseling and Advocacy Services, Housing Services, Children's Court Services and Outreach Counseling programs.

- Hotline Services provide crisis intervention, emotional support, information, and referrals to survivors of domestic and sexual violence through two 24-hour hotlines. The hotline also oversees the hospital accompaniment program that dispatches an advocate to the hospital to provide crisis intervention.
- Counseling and Advocacy Services provide individual and group counseling for survivors of domestic and sexual violence and their families and friends. Counselors advocate for clients who are trying to navigate social services and help complete Crime Victims Compensation applications. Counselors also provide expert testimony in both civil and criminal cases.
- Housing Services provides housing options and client advocacy for both shelter and non-residential clients. Housing advocacy assesses clients' housing needs and provides them with appropriate information and referrals, self-sufficiency planning workshops, tenant education sessions, access to transitional housing, and short-term and long-term rental/utility assistance. Client advocacy provides case management for housing clients and informs clients on legal rights and options, protective orders, and other legal services.
- Children's Court Services provides education, support, and witness preparation to children who are witnesses and/or victims of a violent crime and their non-offending families. Court Advocates also provide court accompaniment to the children and their families once they are involved in the criminal court system.
- Outreach Counseling provides community-based counseling services for African-American, Hispanic, and disabled survivors of domestic and/or sexual violence. Outreach efforts include sites at health clinics and social service agencies.

Education and training is focused on educating the community on services, the issues of domestic and sexual violence, and prevention strategies, as well as providing comprehensive training to professionals. Education and training services are provided at locations in neighborhoods to encourage marginalized populations that otherwise may not be able to access services to be served.

- Community Education Specialists conduct presentations to the community on domestic and sexual violence and how to access services and mobilizes communities to participate in primary prevention strategies. The Community Specialists for Youth program provides curriculum-based education and presentations to teens. The Community Specialists for the African-American and Hispanic communities conducts their outreach efforts at health clinics, social service agencies, educational settings, and faith-based settings.
- Training Services provides professional training to first responders and professionals in hopes to create changes in how they respond to survivors. Training subjects include issues related to domestic and sexual violence, how to create policies and resources that benefit survivors. Hotline and Advocacy training and Child Care Training is offered throughout the year to train new staff, interns and volunteers to work on the hotline, supervise and support child survivors, and provide individual support and group counseling.
- Volunteer services which consists of volunteer recruitment, placement and management, though a part of the Human Resources department, are categorized with Education and Training because of the close coordination between training, programs and volunteers. The Volunteer Coordinator manages all Women's Center volunteer requests.
- The Communications department provides information to the public on domestic and sexual violence issues and services via website, public service announcements, brochures targeting special populations, interviews in the media, and educational materials.

Federal income tax status – The Women's Center is exempt from federal income tax under §501(c)(3) of the Internal Revenue Code and is classified as a public charity under §509(a)(1) and §170(b)(1)(A)(vi). The Women's Center files annual federal information returns that are subject to routine examination; however, there are no examinations for any tax periods currently in progress. The Women's Center believes it is no longer subject to examinations of returns for tax years ended before December 31, 2010.

Cash equivalents include highly liquid financial instruments with original maturities of three months or less.

Pledges receivable that are expected to be collected within one year are reported at net realizable value. Pledges receivable that are expected to be collected in future years are discounted to estimate the present value of future cash flows, if material. Discounts are computed using risk-free interest rates applicable to the years in which the promises are received. Amortization of discounts is included in contribution revenue. Approximately \$350,000 or 55% of other pledges receivable for the year ended December 31, 2012 were from three donors. Pledges receivable at December 31, 2013 are expected to be collected within one year.

Investments in marketable securities are reported at fair value. Investment return is recognized in the statement of activities as an increase in unrestricted net assets unless the use of the income is limited by donor-imposed restrictions. Investment return whose use is restricted by the donor is reported as an increase in temporarily restricted net assets.

Property and equipment is reported at cost if purchased and at fair value at the date of gift if donated. Depreciation is computed on a straight-line basis over estimated useful lives of 4 to 30 years.

Net asset classification – Contributions, investment return, and the related net assets are classified based on the existence or absence of donor-imposed restrictions, as follows:

- *Unrestricted net assets* include those net assets whose use is not restricted by donor-imposed stipulations even though their use may be limited in other respects such as by contract or board designation.
- *Temporarily restricted net assets* include contributions and investment return restricted by the donor for specific purposes or time periods. When a purpose restriction is accomplished or a time restriction ends, temporarily restricted net assets are released to unrestricted net assets.
- *Permanently restricted net assets* include contributions that donors have restricted in perpetuity. The investment return from these assets may be used as specified by donors to support the Women's Center's activities.

Government contract revenue is recognized when the related services are provided.

Contributions are recognized as revenue at fair value when an unconditional commitment is received from the donor. Contributions received with donor stipulations that limit their use are classified as restricted support. Conditional contributions are recognized in the same manner when the conditions are substantially met.

Donated materials, use of facilities and services are recognized at fair value as unrestricted contributions when an unconditional commitment is received from the donor. The related expense is recognized as the item is used. Contributions of services are recognized when services received (a) create or enhance nonfinancial assets or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. A substantial number of volunteers have contributed approximately 22,600 hours in connection with programs for which no amount has been recognized in the financial statements because the services do not meet the criteria for recognition under generally accepted accounting principles.

Estimates – Management must make estimates and assumptions to prepare financial statements in accordance with generally accepted accounting principles. These estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, the amounts reported as revenue and expenses, and the allocation of expenses among various functions. Actual results could vary from the estimates that were used.

## NOTE 2 – CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of the following:

	<u>2013</u>	<u>2012</u>
Bank deposits	\$ 458,283	\$ 279,794
Money market mutual funds		<u>39,169</u>
Total cash and cash equivalents	<u>\$ 458,283</u>	<u>\$ 318,963</u>

Bank deposits exceed the federally insured limit per depositor per institution.

## NOTE 3 – INVESTMENTS

Investments consist of the following:

	<u>2013</u>	<u>2012</u>
Large-cap equity mutual funds	\$ 3,753,069	\$ 2,921,314
Intermediate-term bond mutual funds	2,352,777	1,975,378
Cash and cash equivalents		<u>51,254</u>
Total investments	<u>\$ 6,105,846</u>	<u>\$ 4,947,946</u>

Investments are exposed to various risks such as interest rate, market, and credit risks. Because of these risks, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the statement of financial position and statement of activities.

Investment return includes earnings on investments and cash and cash equivalents and consists of the following:

	<u>2013</u>	<u>2012</u>
Realized and unrealized gain on investments	\$ 739,518	\$ 372,824
Interest and dividends	<u>118,565</u>	<u>122,206</u>
Total investment return	<u>\$ 858,083</u>	<u>\$ 495,030</u>

#### NOTE 4 – FAIR VALUE MEASUREMENTS

Generally accepted accounting principles require that certain assets and liabilities be reported at fair value and establish a hierarchy that prioritizes inputs used to measure fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The three levels of the fair value hierarchy are as follows:

- *Level 1* – Inputs are unadjusted quoted prices in active markets for identical assets or liabilities that the reporting entity has the ability to access at the reporting date.
- *Level 2* – Inputs are other than quoted prices included in Level 1, which are either directly observable or can be derived from or corroborated by observable market data at the reporting date.
- *Level 3* – Inputs are not observable and are based on the reporting entity’s assumptions about the inputs market participants would use in pricing the asset or liability.

Assets measured at fair value at December 31, 2013 are as follows:

	<u>LEVEL 1</u>	<u>LEVEL 2</u>	<u>LEVEL 3</u>	<u>TOTAL</u>
Investments:				
Large-cap equity mutual funds	\$ 3,753,069			\$ 3,753,069
Intermediate-term bond mutual funds	<u>2,352,777</u>			<u>2,352,777</u>
Total investments measured at fair value	<u>6,105,846</u>	_____	_____	<u>6,105,846</u>
Total assets measured at fair value	<u>\$ 6,105,846</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 6,105,846</u>

Assets measured at fair value at December 31, 2012 are as follows:

	<u>LEVEL 1</u>	<u>LEVEL 2</u>	<u>LEVEL 3</u>	<u>TOTAL</u>
Investments:				
Large-cap equity mutual funds	\$ 2,921,314			\$ 2,921,314
Intermediate-term bond mutual funds	<u>1,975,378</u>			<u>1,975,378</u>
Total investments measured at fair value	4,896,692			4,896,692
Cash equivalents:				
Money market mutual funds	<u>39,169</u>			<u>39,169</u>
Total assets measured at fair value	<u>\$ 4,935,861</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 4,935,861</u>

Mutual funds are valued at the net asset value of shares held at year end. This valuation method may produce a fair value that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Women’s Center believes its valuation method is appropriate, the use of different methods or assumptions could result in a different fair value measurement at the reporting date.

#### NOTE 5 – PROPERTY AND EQUIPMENT

Property and equipment consist of the following:

	<u>2013</u>	<u>2012</u>
Land and improvements	\$ 1,905,383	\$ 1,905,383
Building and improvements	8,996,757	8,889,873
Furniture and equipment	<u>1,983,958</u>	<u>1,792,705</u>
Total property and equipment, at cost	12,886,098	12,587,961
Accumulated depreciation	<u>(5,153,556)</u>	<u>(4,773,531)</u>
Property and equipment, net	<u>\$ 7,732,542</u>	<u>\$ 7,814,430</u>

## NOTE 6 – UNRESTRICTED NET ASSETS

Unrestricted net assets consist of the following:

	<u>2013</u>	<u>2012</u>
Undesignated	\$ 417,590	\$ 172,670
Property and equipment	7,732,542	7,814,430
Board-designated reserve fund	<u>5,335,797</u>	<u>4,360,454</u>
Total unrestricted net assets	<u>\$ 13,485,929</u>	<u>\$ 12,347,554</u>

## NOTE 7 – TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets are available for the following purposes:

	<u>2013</u>	<u>2012</u>
Direct services	\$ 872,619	\$ 731,843
Future periods	306,347	544,200
Accumulated endowment fund earnings:		
Building maintenance	180,643	91,502
Direct services	13,620	6,899
Transportation	1,593	807
Other	<u>122,000</u>	<u>227,850</u>
Total temporarily restricted net assets	<u>\$ 1,496,822</u>	<u>\$ 1,603,101</u>

## NOTE 8 – PERMANENTLY RESTRICTED NET ASSETS

Permanently restricted net assets are invested in perpetuity to support the following:

	<u>2013</u>	<u>2012</u>
Building maintenance	\$ 529,594	\$ 529,594
Direct services	39,929	39,929
Transportation	<u>4,670</u>	<u>4,670</u>
Total permanently restricted net assets	<u>\$ 574,193</u>	<u>\$ 574,193</u>

## NOTE 9 – ENDOWMENT FUNDS

The Women's Center has three donor-restricted endowments to support certain programs and building maintenance. The Board of Directors of the Women's Center has interpreted the Texas Uniform Prudent Management of Institutional Funds Act (TUPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Women's Center classifies the original value of gifts donated to the permanent endowment as permanently restricted net assets. The remaining portion of the donor-restricted endowment fund that is not classified as permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the Women's Center in a manner consistent with the standard of prudence prescribed by TUPMIFA. In accordance with TUPMIFA, the Women's Center considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- The duration and preservation of the fund
- The purposes of the Women's Center and the donor-restricted endowment fund
- General economic conditions

- The possible effect of inflation and deflation
- The expected total return from income and the appreciation of investments
- Other resources of the Women’s Center
- The investment policies of the Women’s Center

Spending Policy

The Women’s Center has a policy of appropriating for distribution each year an amount not to exceed 3% of the endowment fund’s average fair value over the prior twelve quarters without specific Board of Directors approval. In establishing this policy, the Women’s Center considered the long-term expected return on the endowments.

Strategies Employed for Achieving Objectives

Endowment funds are maintained in investment accounts which are managed by independent financial firms that follow guidance provided in an investment policy approved by the Board of Directors. The Women’s Center has adopted investment policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowments while seeking to maintain the purchasing power of the endowment assets. Under this policy, as approved by the Board of Directors, the endowment assets are invested in a manner that is intended to produce annualized returns of at least 3% in excess of the Consumer Price Index over a five-year period. To satisfy its long-term rate-of-return objectives, the Women’s Center relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Women’s Center targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

Changes in net assets of the donor restricted endowment funds are as follows:

	<u>UNRESTRICTED</u>	<u>TEMPORARILY RESTRICTED</u>	<u>PERMANENTLY RESTRICTED</u>	<u>TOTAL</u>
Endowment net assets, January 1, 2012	\$ 0	\$ 50,621	\$ 574,193	\$ 624,814
Investment return:				
Interest and dividends		16,904		16,904
Net appreciation of investments		<u>51,439</u>		<u>51,439</u>
Total investment return		<u>68,343</u>		<u>68,343</u>
Appropriation of endowment assets for expenditure		<u>(19,756)</u>		<u>(19,756)</u>
Endowment net assets, December 31, 2012	<u>0</u>	<u>99,208</u>	<u>574,193</u>	<u>673,401</u>
Investment return:				
Interest and dividends		16,378		16,378
Net appreciation of investments		<u>102,073</u>		<u>102,073</u>
Total investment return		<u>118,451</u>		<u>118,451</u>
Appropriation of endowment assets for expenditure		<u>(21,803)</u>		<u>(21,803)</u>
Endowment net assets, December 31, 2013	<u>\$ 0</u>	<u>\$ 195,856</u>	<u>\$ 574,193</u>	<u>\$ 770,049</u>

**NOTE 10 – GOVERNMENT CONTRACTS**

The Women’s Center is the recipient of government contracts from federal, state, and local agencies. Should these contracts not be renewed, a replacement for this source of support may not be forthcoming and related expenses would not be incurred. Government contract revenue includes the following:



	<u>2013</u>	<u>2012</u>
U. S. Department of Housing and Urban Development	\$ 1,556,995	\$ 1,259,940
U. S. Department of Health and Human Services	613,631	659,267
U. S. Department of Justice	339,896	246,110
Texas Health and Human Services Commission	318,881	225,609
Office of the Attorney General – State of Texas	195,756	198,549
Various other government contracts	<u>113,787</u>	<u>98,092</u>
Total government contracts	<u>\$ 3,138,946</u>	<u>\$ 2,687,567</u>

The Women's Center receives grants from federal and state funding sources that require fulfillment of certain conditions as set forth in grant contracts and are subject to review and audit by the awarding agencies. Such reviews and audits could result in the discovery of unallowable activities and unallowable costs. Consequently, any of the funding sources may, at their discretion, request reimbursement for expenses or return of funds as a result of non-compliance by the Women's Center with the terms of the contracts. Management believes such disallowances, if any, would not be material to the Women's Center's financial position or changes in net assets.

#### **NOTE 11 – EMPLOYEE BENEFIT PLAN**

The Women's Center participates in a §401(k) plan administered by American United Life Insurance Company. Each employee is permitted to contribute up to 19% of before-tax compensation. The Women's Center annually matches 125% of employee contributions up to 4% of compensation. Employees are fully vested in the Women's Center's contributions after five years of continuous service. The Women's Center contributed approximately \$103,000 and \$117,000 to the plan in 2013 and 2012, respectively.

#### **NOTE 12 – SUBSEQUENT EVENTS**

Management has evaluated subsequent events through June 3, 2014, which is the date that the financial statements were available for issuance. As a result of this evaluation, no events were identified that are required to be disclosed or would have a material impact on reported net assets or changes in net assets.

## Houston Area Women's Center

Schedule of Expenditures of Federal Awards for the year ended December 31, 2013

### GRANTOR

<u>Pass-through Grantor Program Title &amp; Period</u>	<u>CFDA #</u>	<u>Pass-through Grantor's Number</u>	<u>Award Amount</u>	<u>Revenue</u>	<u>Allowable Expenses</u>
U. S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT					
Direct Funding:					
#1 Supportive Housing Program					
10/01/12 – 09/30/13	14.235	TX0179B6E001104	\$79,194	\$ 45,102	\$ 45,102
10/01/13 – 09/30/14	14.235	TX0179B6E001205	\$80,705	5,200	5,200
07/01/12 – 06/30/13	14.235	TX0202B6E001104	\$610,858	233,421	233,421
07/01/13 – 06/30/14	14.235	TX0202L6E001205	\$622,493	363,589	363,589
12/01/12 – 11/30/13	14.235	TX0169B6E001104	\$291,402	249,675	249,675
12/01/13 – 11/30/14	14.235	TX0169L6E001205	\$294,876	6,279	6,279
				<u>903,266</u>	<u>903,266</u>
Passed through City of Houston Child Care Council:					
#2 Community Development Block Grants/Entitlement Grants					
03/01/13 – 02/28/14	14.218	460-001-1946	\$23,223	20,091	20,091
#3 Emergency Solutions Grant Program					
03/01/13 – 02/28/14	14.231	460-001-1946	\$538,786	398,367	398,367
Passed through Harris County Community Services Department (Office of Housing and Community Development):					
#4 Emergency Solutions Grant Program					
03/01/12 – 02/28/13	14.231	S-12-UC-48-0002; 2012-0027d	\$48,786	4,748	4,748
03/01/13 – 02/28/14	14.231	S-13-UC-48-0002c; 2013-0037c	\$48,235	37,600	37,600
Passed through Texas Department of Housing and Community Affairs:					
#5 Emergency Solutions Grant Program					
10/01/12 – 09/30/13	14.231	42120001538	\$150,000	111,975	111,975
10/01/12 – 09/30/13	14.231	42110001506	\$105,557	80,948	80,948
				<u>633,638</u>	<u>633,638</u>
Total U. S. Department of Housing and Urban Development				<u>1,556,995</u>	<u>1,556,995</u>

### U. S. DEPARTMENT OF JUSTICE

#### Direct Funding:

#6 Transitional Housing Assistance for Victims of Domestic Violence, Dating Violence, Stalking or Sexual Assault					
10/01/13 – 09/30/16	16.736	2013-WH-AX-0028	\$300,000	9,123	9,123
Passed through Office of the Governor, Criminal Justice Division:					
#7 Crime Victim Assistance					
09/01/12 – 08/31/13	16.575	1367613	\$205,128	151,723	151,723
09/01/13 – 08/31/14	16.575	1367614	\$160,000	55,211	55,211
09/01/12 – 08/31/13	16.575	1346215	\$80,000	50,959	50,959
09/01/13 – 08/31/14	16.575	1346216	\$80,000	29,913	29,913
09/01/13 – 08/31/14	16.575	2685301	\$63,366	21,929	21,929
				<u>309,735</u>	<u>309,735</u>

(continued)

## Houston Area Women's Center

Schedule of Expenditures of Federal Awards for the year ended December 31, 2013

(continued)

### GRANTOR

<u>Pass-through Grantor</u>		<u>Pass-through</u>	<u>Award</u>		<u>Allowable</u>
<u>Program Title &amp; Period</u>	<u>CFDA #</u>	<u>Grantor's Number</u>	<u>Amount</u>	<u>Revenue</u>	<u>Expenses</u>

#### U. S. DEPARTMENT OF JUSTICE (continued)

Passed through City of Houston:

#8 National Institute of Justice Research, Evaluation and Development Project Grants					
01/01/13 – 12/31/13	16.560	2011-DN-BX-0002	\$24,500	21,038	21,038
Total U. S. Department of Justice				339,896	339,896

#### U. S. DEPARTMENT OF HEALTH AND HUMAN SERVICES

Passed through Texas Health and Human Services Commission:

#9 Family Violence Prevention and Services/Battered Women's Shelters – Grants to States and Indian Tribes					
09/01/12 – 08/31/13	93.671	529-13-0017-00034	\$135,161	92,230	92,230
09/01/13 – 08/31/14	93.671	529-14-0053-00018	\$133,729	43,676	43,676
09/01/12 – 08/31/13	93.671	529-11-0007-00006B	\$59,350	38,875	38,875
09/01/13 – 08/31/14	93.671	529-11-0007-00006C	\$55,092	17,529	17,529
				192,310	192,310
#10 Social Services Block Grant					
09/01/12 – 08/31/13	93.667	529-13-0017-00034	\$306,672	209,326	209,326
09/01/13 – 08/31/14	93.667	529-14-0053-00018	\$335,442	109,555	109,555
				318,881	318,881

Passed through Office of the Attorney General – State of Texas:

#11 Preventive Health and Health Services Block Grant					
11/01/12 – 09/30/13	93.991	1340769	\$22,552	18,271	18,271
#12 Injury Prevention and Control Research and State and Community Based Programs					
11/01/12 – 10/31/13	93.136	1338995	\$78,932	66,727	66,727
11/01/13 – 10/31/14	93.136	1448257	\$26,311	17,442	17,442
				84,169	84,169
Total U. S. Department of Health and Human Services				613,631	613,631

#### U. S. DEPARTMENT OF TRANSPORTATION

Passed through Metropolitan Transit Authority of Harris County:

#13 Job Access and Reverse Commute Program					
10/01/13 – 09/30/16	20.516	TX-37-X103-HAWC	\$419,090	15,342	15,342
Total U. S. Department of Transportation				15,342	15,342

(continued)

**Houston Area Women’s Center**

Schedule of Expenditures of Federal Awards for the year ended December 31, 2013 *(continued)*

<u>GRANTOR</u>					
<u>Pass-through Grantor</u>					
<u>Program Title &amp; Period</u>	<u>CFDA #</u>	<u>Pass-through Grantor’s Number</u>	<u>Award Amount</u>	<u>Revenue</u>	<u>Allowable Expenses</u>
U. S. DEPARTMENT OF AGRICULTURE					
#14 Child and Adult Care Food Program					
10/01/12 – 09/30/13	10.558	02498	\$64,416	41,984	41,984
10/01/13 – 09/30/14	10.558	02498	\$64,416	<u>14,245</u>	<u>14,245</u>
Total U. S. Department of Agriculture				<u>56,229</u>	<u>56,229</u>
U. S. DEPARTMENT OF HOMELAND SECURITY					
Passed through United Way of Texas Gulf Coast:					
#15 Emergency Food and Shelter National Board Program					
01/01/13 – 12/31/13	97.024		\$15,000	<u>15,000</u>	<u>15,000</u>
Total U. S. Department of Homeland Security				<u>15,000</u>	<u>15,000</u>
TOTAL FEDERAL AWARDS				<u>\$ 2,597,093</u>	<u>\$ 2,597,093</u>

*See accompanying note to schedules of expenditures of federal and state awards.*

**Houston Area Women’s Center**

Schedule of Expenditures of State Awards for the year ended December 31, 2013

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**GRANTOR**

Pass-through Grantor  
Program Title & Period

Contract Number

Award  
Amount

Revenue

Allowable  
Expenses

TEXAS HEALTH AND HUMAN SERVICES COMMISSION

#S1 General Revenue Crime Victims

09/01/12 – 08/31/13	529-13-0017-00034	\$306,762	\$ 209,326	\$ 209,326
09/01/13 – 08/31/14	529-14-0053-00018	\$335,442	<u>109,555</u>	<u>109,555</u>

Total Texas Health and Human Services Commission			<u>318,881</u>	<u>318,881</u>
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OFFICE OF THE ATTORNEY GENERAL – STATE OF TEXAS

#S2 Compensation to Victims of Crime Fund

09/01/12 – 08/31/13	1335306	\$42,000	27,858	27,858
09/01/13 – 08/31/14	1444041	\$42,000	14,425	14,425

#S3 Sexual Assault Prevention Crisis Services Division

09/01/12 – 08/31/13	1333798	\$156,416	99,770	99,770
09/01/12 – 08/31/13	1440049	\$156,416	<u>53,703</u>	<u>53,703</u>

Total Office of the Attorney General – State of Texas			<u>195,756</u>	<u>195,756</u>
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TEXAS DEPARTMENT OF COMMUNITY AFFAIRS

#S4 Homeless Housing and Services Program/Housing Trust Fund

09/01/12 – 02/28/13	FC74983NCA	\$23,983	<u>9,691</u>	<u>9,691</u>
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Total Texas Department of Community Affairs			<u>9,691</u>	<u>9,691</u>
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HARRIS COUNTY, TEXAS

#S5 Youth and Family Services Division

03/01/12 – 02/28/13	61113	\$17,500	2,035	2,035
03/01/13 – 02/28/14	61114	\$17,500	<u>15,490</u>	<u>15,490</u>

Total Harris County, Texas			<u>17,525</u>	<u>17,525</u>
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TOTAL STATE AWARDS			<u>\$ 541,853</u>	<u>\$ 541,853</u>
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*See accompanying note to schedules of expenditures of federal and state awards.*

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## **Houston Area Women's Center**

Note to Schedules of Expenditures of Federal and State Awards for the year ended December 31, 2013

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### **NOTE 1 – SIGNIFICANT ACCOUNTING POLICY**

Basis of presentation – The schedules of expenditures of federal and state awards are prepared on the accrual basis of accounting. The information in these schedules is presented in accordance with the requirements of Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and the State of Texas *Single Audit Circular*. Allowable expenses are determined according to the standards of Office of Management and Budget Circular A-122, *Cost Principles for Non-profit Organizations* for federal awards, and the *Texas Uniform Grants Management Standards* for state awards and include costs that are reported in the Women's Center's financial statements in conformity with generally accepted accounting principles.

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**Independent Auditors' 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 of  
Houston Area Women's Center:

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 Houston Area Women's Center (the Women's Center) which comprise the statements of financial position as of December 31, 2013 and the related statements of activities, of cash flows, and of functional expenses for the year then ended, and the related notes to the financial statements and have issued our report thereon dated June 3, 2014.

***Internal Control Over Financial Reporting***

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

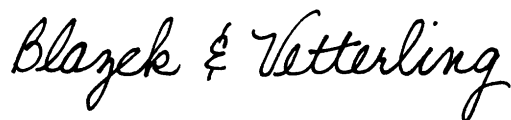
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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



June 3, 2014

**Independent Auditors' Report on Compliance for Each Major  
Federal Program and Major State Program and Report on Internal Control  
Over Compliance Required by OMB Circular A-133 and  
the State of Texas *Single Audit Circular***

To the Board of Directors of  
Houston Area Women's Center:

**Report on Compliance for Each Major Federal and Major State Program**

We have audited Houston Area Women Center's (the Women's Center) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* and in the State of Texas *Single Audit Circular* that could have a direct and material effect on each of the Women's Center's major federal and major state programs for the year ended December 31, 2013. The Women's Center's major federal and major state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

***Management's Responsibility***

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal and state programs.

***Auditors' Responsibility***

Our responsibility is to express an opinion on compliance for each of the Women's Center's major federal and major state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and in the State of Texas *Single Audit Circular*. Those standards and circulars require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or a major state program occurred. An audit includes examining, on a test basis, evidence about the Women's Center's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal and major state program. However, our audit does not provide a legal determination of the Women's Center's compliance.

***Opinion on Each Major Federal and Major State Program***

In our opinion, the Women's Center complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and major state programs for the year ended December 31, 2013.

**Report on Internal Control Over Compliance**

Management of the Women's Center is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Women's Center's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and major state program to determine the auditing



procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal and major state program and to test and report on internal control over compliance in accordance with OMB Circular A-133 and the State of Texas *Single Audit Circular*, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Women's Center's internal control over compliance.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal or state program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133 and the State of Texas *Single Audit Circular*. Accordingly, this report is not suitable for any other purpose.

*Blazek & Vetterling*

June 3, 2014

# Houston Area Women's Center

Schedule of Findings and Questioned Costs for the year ended December 31, 2013

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## Section I – Summary of Auditors' Results

### Financial Statements

Type of auditors' report issued:  unmodified  qualified  adverse  disclaimer

Internal control over financial reporting:

- Material weakness(es) identified?  yes  no
- Significant deficiency(ies) identified that are not considered to be material weakness(es)?  yes  none reported

Noncompliance material to the financial statements noted?  yes  no

### Federal and State Awards

Internal control over major programs:

- Material weakness(es) identified?  yes  no
- Significant deficiency(ies) identified that are not considered to be material weakness(es)?  yes  none reported

Type of auditors' report issued on compliance with major programs:  unmodified  qualified  adverse  disclaimer

Any audit findings disclosed that are required to be reported in accordance with §.510(a) of Circular A-133 and in the State of Texas *Single Audit Circular*?  yes  no

Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
93.671	Family Violence Prevention and Services/Battered Women's Shelters – Grants to States and Indian Tribes
93.667	Social Services Block Grant
16.575	Crime Victim Assistance

<u>Contract Number</u>	<u>Name of State Program or Cluster</u>
529-13-0017-00034	General Revenue Crime Victims
529-14-0053-00018	General Revenue Crime Victims

Dollar threshold used to distinguish between Type A and Type B for both federal and state programs: \$300,000

Auditee qualified as a low-risk auditee?  yes  no

## Section II – Financial Statement Findings

There were no findings related to the financial statements which are required to be reported in accordance with *Government Auditing Standards*.

## Section III – Federal and State Award Findings and Questioned Costs

There were no findings for federal awards required to be reported in accordance with §.510(a) of Circular A-133, and no findings for state awards required to be reported in accordance with §.510(a) of the State of Texas *Single Audit Circular*.