

**WOMEN'S RESOURCE CENTER
OF MANATEE, INC.**

Consolidated Financial Statements
December 31, 2015

WOMEN'S RESOURCE CENTER OF MANATEE, INC.
CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2015

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INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees of
Women's Resource Center of Manatee, Inc.

I have audited the accompanying consolidated financial statements of Women's Resource Center of Manatee, Inc. (a nonprofit organization) and affiliate, which comprise the statement of consolidated financial position as of December 31, 2015, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on these consolidated financial statements based on my audit. I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated 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 consolidated 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, I 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 consolidated financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of Women's Resource Center of Manatee, Inc. and affiliate as of December 31, 2015, and the changes in their net assets and their cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.


CERTIFIED PUBLIC ACCOUNTANT

March 23, 2016

WOMEN'S RESOURCE CENTER OF MANATEE, INC.
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
December 31, 2015

ASSETS

CURRENT ASSETS	
Cash and cash equivalents	\$ 164,081
Investments	98,234
Grants receivable	4,056
Unconditional promises to give	3,750
Prepaid expenses	9,414
TOTAL CURRENT ASSETS	279,535
LAND, BUILDING, AND EQUIPMENT	
Land	72,920
Building	291,679
Building improvements	207,765
Office equipment	33,946
	606,310
Less accumulated depreciation	211,649
TOTAL LAND, BUILDING, AND EQUIPMENT	394,661
OTHER ASSETS	
Investments held at the Manatee Community Foundation	10,846
TOTAL OTHER ASSETS	10,846
TOTAL ASSETS	\$ 685,042

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES	
Current portions of mortgages payable	\$ 17,451
Accounts payable	6,217
Payroll tax payable	2,749
TOTAL CURRENT LIABILITIES	26,417
MORTGAGES PAYABLE, less current portions	216,758
TOTAL LIABILITIES	243,175
NET ASSETS	
Unrestricted	382,117
Temporarily restricted	58,750
Permanently restricted	1,000
TOTAL NET ASSETS	441,867
TOTAL LIABILITIES AND NET ASSETS	\$ 685,042

The accompanying notes are an integral part of these financial statements.

WOMEN'S RESOURCE CENTER OF MANATEE, INC.
CONSOLIDATED STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2015

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
SUPPORT AND REVENUES				
Contributions	\$ 120,517	\$ --	\$ 1,000	\$ 121,517
Grants	67,000	67,500	--	134,500
Special events (gross)	100,880	--	--	100,880
Less direct event expenses	38,624	--	--	38,624
Net special events	62,256	--	--	62,256
Unique Boutique sales	130,255	--	--	130,255
Less direct cost of sales	84,622	--	--	84,622
Net Unique Boutique	45,633	--	--	45,633
Manatee County				
Achieving Independence	24,345	--	--	24,345
Program fees	25,302	--	--	25,302
Investment income/(loss)	(1,319)	--	--	(1,319)
Net assets released from restrictions				
Satisfaction of purpose restrictions	8,750	(8,750)	--	--
TOTAL SUPPORT AND REVENUES	352,484	58,750	1,000	412,234
EXPENSES				
Program Services				
Achieving Independence	290,137	--	--	290,137
Total program services	290,137	--	--	290,137
Supporting Services				
General and administrative	46,172	--	--	46,172
TOTAL EXPENSES	336,309	--	--	336,309
CHANGE IN NET ASSETS	16,175	58,750	1,000	75,925
NET ASSETS AT BEGINNING OF YEAR	365,942	--	--	365,942
NET ASSETS AT END OF YEAR	\$ 382,117	\$ 58,750	\$ 1,000	\$ 441,867

The accompanying notes are an integral part of these financial statements.

WOMEN'S RESOURCE CENTER OF MANATEE, INC.
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended December 31, 2015

	Achieving Independence	Total Program Services	General and Administrative	Total
Payroll and related	\$ 182,918	\$ 182,918	\$ 32,281	\$ 215,199
Contract services	27,765	27,765	--	27,765
Newsletter and mailing costs	3,811	3,811	423	4,234
Supplies	3,271	3,271	577	3,848
Telephone	3,986	3,986	703	4,689
Utilities	6,107	6,107	1,078	7,185
Repairs	8,671	8,671	1,530	10,201
Equipment rental	2,196	2,196	387	2,583
Professional fees	2,977	2,977	992	3,969
Program materials	1,809	1,809	--	1,809
Depreciation	12,650	12,650	2,233	14,883
Insurance	10,575	10,575	1,866	12,441
Interest expense	8,618	8,618	1,521	10,139
Advertising and promotion	5,375	5,375	--	5,375
Volunteer appreciation	2,591	2,591	864	3,455
Training and education	2,918	2,918	--	2,918
Board member lunches	--	--	418	418
Dues and subscriptions	769	769	256	1,025
Bank service charges	3,130	3,130	1,043	4,173
Total expenses	<u>\$ 290,137</u>	<u>\$ 290,137</u>	<u>\$ 46,172</u>	<u>\$ 336,309</u>

The accompanying notes are an integral part of these financial statements.

WOMEN'S RESOURCE CENTER OF MANATEE, INC.
CONSOLIDATED STATEMENT OF CASH FLOWS
For The Year Ended December 31, 2015

CASH FLOWS FROM OPERATING ACTIVITIES	
Change in net assets	\$ 75,925
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation	14,883
Unrealized losses on investments	12,080
(Increase) decrease in operating assets	
Unconditional promises to give	(3,750)
Prepaid expenses	(1,078)
Increase (decrease) in operating liabilities	
Accounts payable	1,843
Payroll taxes payable	2,749
	<u>102,652</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchases of building improvements and equipment	(2,038)
Change in investments	(576)
Change in investments held at Manatee Community Foundation	<u>(11,185)</u>
NET CASH USED BY INVESTING ACTIVITIES	
CASH FLOWS FROM FINANCING ACTIVITIES	
Repayment of mortgage principal	<u>(16,223)</u>
NET CASH USED BY FINANCING ACTIVITIES	
	<u>(16,223)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	
	72,630
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	
	<u>91,451</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	
	<u><u>\$ 164,081</u></u>
SUPPLEMENTAL CASH FLOW DISCLOSURE	
Interest paid	<u><u>\$ 10,139</u></u>

The accompanying notes are an integral part of these financial statements.

WOMEN'S RESOURCE CENTER OF MANATEE, INC.
NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

The Women's Resource Center of Manatee, Inc. (the Center) and The Women's Resource Center Foundation of Manatee, Inc. (the Foundation) are nonprofit organizations dedicated to improving and maintaining the quality of life for all women of Manatee County by: a) providing an environment that fosters the open exchange of ideas and ideals, b) the support for and the attainment of educational and vocational goals, and c) the belief that women are entitled to be emotionally and financially independent.

The Center provides various programs including mental health counseling, support groups, career coaching, and educational workshops to enhance the quality of life for women of Manatee County. The Foundation is a nonprofit organization that holds title to the land, buildings and the related mortgage that houses the operations of the Center.

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles.

Consolidation

The consolidated financial statements include the accounts of the Center and the Foundation. The accounts of these two inter-related entities have been consolidated in these financial statements. The Board of Trustees of the Foundation is comprised of Board Members of the Center. Additionally, the Center has an economic interest in the Foundation as the Foundation holds title to the land and buildings that are utilized by the Center.

Financial Statement Presentation

The Women's Resource Center has adopted Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958-205, *Not-for-Profit Entities – Presentation of Financial Statements*. Under ASC 958-205, the Women's Resource Center is required to report information regarding its financial position and activities to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Support and Revenue

Primary sources of income are from grants and contributions by businesses, individuals, clubs and organizations in the Manatee County area. The Women's Resource Center also receives grant and contract revenue from Manatee County. Government grants are recorded as support when performance occurs under the terms of the grant agreement.

WOMEN'S RESOURCE CENTER OF MANATEE, INC.
NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Contributions

The Women's Resource Center has also adopted FASB ASC 958-605, *Not-for-Profit Entities – Revenue Recognition*. All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as temporarily restricted or permanently restricted support that increases those net asset classes. When a temporary restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. Temporarily restricted contributions whose restrictions are met in the same reporting period are reported as unrestricted contributions.

Cash and Cash Equivalents

The Women's Resource Center considers all highly liquid investments with an original maturity of three months or less to be cash equivalents.

Investments

Investments as of December 31, 2015 are carried at the quoted market value of the securities. Realized and unrealized gains and losses are included in the change in net assets in the accompanying statement of activities. At December 31, 2015, the cost of investments was \$106,545, and the gross unrealized losses were \$8,311.

Promises to Give

Unconditional promises to give are recognized as revenue in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Promises to give are recorded at net realizable value if they are expected to be collected in one year and at fair value if they are expected to be collected in more than one year. Conditional promises to give are recognized when the conditions on which they depend are substantially met.

Land, Building, and Equipment

Land, building and equipment are carried at cost, except for donated assets, which are recorded at the fair market value at the time of the gift. Depreciation is computed on the straight-line method based on the estimated useful lives of forty years for buildings, five to forty years for building improvements, and three to five years for office equipment. Maintenance and repair costs are expensed as incurred. Depreciation expense for the year ended December 31, 2015 was \$14,883.

WOMEN'S RESOURCE CENTER OF MANATEE, INC.
NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Income Taxes

The Women's Resource Center is a not-for-profit organization that is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. It is also exempt from state income taxes. The Foundation is a not-for-profit organization exempt from income tax under Section 501(c)(2) of the Internal Revenue Code. Accordingly, no provision has been made for income taxes in the accompanying statements. FASB ASC 740, *Accounting for Income Taxes*, prescribes a recognition threshold and measurement attribute of the financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return. As of December 31, 2015, management has determined that all past and current tax positions were likely to be realized and sustainable upon examination and that the calculation of a tax liability was not necessary.

Donated Materials and Services

Contributions of donated professional and volunteer services that create or enhance non-financial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation, are recorded at their fair values in the period received. Donated materials, when received, are reflected in the accompanying statements at their estimated fair market values at date of receipt. A substantial number of volunteers donated significant amounts of their time to provide the Center's services and in its fund raising efforts. No amounts have been reflected in the statements for volunteer services, since no objective basis is available to measure the value of such services.

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Fair Value of Financial Instruments

Unless otherwise indicated, the fair value of all reported assets and liabilities, which represent financial instruments (none of which are held for trading purposes), approximates the carrying value of such amounts.

WOMEN'S RESOURCE CENTER OF MANATEE, INC.
NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 2 - INVESTMENTS

Investments are stated at fair value and are summarized as follows as of December 31, 2015:

	<u>Cost</u>	<u>Fair Value</u>	<u>Unrealized Appreciation (Depreciation)</u>
Bank of America Corp. Stock	\$ 9,238	\$ 3,383	\$ (5,855)
General Electric Stock	881	685	(196)
Chevron Corp. Stock	281	2,699	2,418
Mutual Funds	<u>96,145</u>	<u>91,467</u>	<u>(4,678)</u>
	<u>\$ 106,545</u>	<u>\$ 98,234</u>	<u>\$ (8,311)</u>

The following schedule summarizes the investment income and its classification in the statement of activities for the year ended December 31, 2015:

	<u>Unrestricted</u>
Interest and dividends	\$ 10,761
Unrealized losses	<u>(12,080)</u>
	<u>\$ (1,319)</u>

NOTE 3 - GRANTS RECEIVABLE

Grant receivable is considered by management to be fully collectible. Grants receivable consisted of the following amount at December 31, 2015:

Manatee County – Achieving Independence Program	\$ <u>4,056</u>
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NOTE 4 - PROMISES TO GIVE

Unconditional promises to give of \$3,750 at December 31, 2015, consist of United Way funding. This promise to give is receivable within one year.

NOTE 5 - MORTGAGES PAYABLE

The Foundation holds title to land and buildings purchased in December 1999, which is being used by the Center, in the amount of \$364,599. The down payment of \$49,298 was provided by the Center from the Capital Contribution Fund.

Mortgages payable consisted of the following at December 31, 2015:

Mortgage payable to Fidelity Bank, payable in monthly installments of \$1,116, including interest at 3.75%, and matures May 2028. The mortgage is collateralized by land and building.	\$ 132,402
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Mortgage payable to Fidelity Bank, payable in monthly installments of \$574, including interest at 3.75%, and matures May 2028. The mortgage is collateralized by land and building.	68,124
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WOMEN'S RESOURCE CENTER OF MANATEE, INC.
NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 5 - MORTGAGES PAYABLE - CONTINUED

Mortgage payable to Fidelity Bank, payable in monthly installments of \$530, including interest at 6.00%, and matures May 2022. The mortgage is collateralized by land and building. 33,683

\$ 234,209

Future maturities consisted of the following at December 31, 2015:

<u>Year Ending</u>	
2016	\$ 17,451
2017	18,221
2018	19,027
2019	19,870
2020	20,754
Thereafter	<u>138,886</u>
	<u>\$ 234,209</u>

Total interest expense was \$10,139 for the year ended December 31, 2015.

NOTE 6 - TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets are available for the following purposes:

Renovations to the main facility	\$ 30,000
Program services	25,000
United Way funding	<u>3,750</u>
Total temporarily restricted net assets	<u>\$ 58,750</u>

Net assets were released from donor restrictions by satisfying the program and time restrictions specified by donors as follows:

Program services	\$ 5,000
United Way funding	<u>3,750</u>
Total restrictions released	<u>\$ 8,750</u>

NOTE 7 - PERMANENTLY RESTRICTED NET ASSETS

Permanently restricted net assets consist of endowment fund investments to be held indefinitely, the income from which is expendable for providing program services.

WOMEN'S RESOURCE CENTER OF MANATEE, INC.
NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 8 - FUNCTIONAL ALLOCATION OF EXPENSES

The costs of providing the various programs and supporting services have been summarized on a functional basis in the statements of activities and functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

NOTE 9 - SUBSEQUENT EVENTS

The Center has evaluated subsequent events through March 23, 2016, the date which the financial statements were available to be issued, and is unaware of any subsequent events requiring disclosure.