

YWCA BOULDER COUNTY
FINANCIAL STATEMENTS
DECEMBER 31, 2016
(with summarized financial information at December 31, 2015)

YWCA BOULDER COUNTY

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(with summarized financial information at December 31, 2015)

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
YWCA Boulder County
Boulder, Colorado

We have audited the accompanying financial statements of the YWCA Boulder County, (a nonprofit organization), which comprise the statement of financial position as of December, 31, 2016, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit 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 auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the YWCA Boulder County as of December 31, 2015, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

The 2015 financial statements of the YWCA Boulder County were audited by us and our report dated May 9, 2016, expressed an unmodified opinion on those audited financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2015, is consistent in all material respects, with the audited financial statements from which it has been derived.

Middlemist Crouch & Company, CPA's PC

MIDDLEMIST, CROUCH & CO., CPA's, P.C.
Boulder, Colorado
May 15, 2017.

FINANCIAL STATEMENTS

YWCA BOULDER COUNTY
Statement of Financial Position
December 31, 2016
(with summarized financial information at December 31, 2015)

	2016	2015
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 339,594	\$ 464,043
Investments	476,385	443,580
Accounts, pledges, and grants receivable (net of allowance for doubtful accounts of \$1,085 and \$1,085)	28,360	22,399
Prepaid expenses	6,564	7,370
Total Current Assets	850,903	937,392
PROPERTY AND EQUIPMENT	1,715,737	1,803,568
TOTAL ASSETS	\$ 2,566,640	\$ 2,740,960
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ 4,810	\$ 3,251
Accrued payroll and taxes	20,878	28,817
Other liabilities	2,525	3,780
Total Current Liabilities	28,213	35,848
NET ASSETS		
Unrestricted	2,485,462	2,651,550
Temporarily restricted	52,965	53,562
Total Net Assets	2,538,427	2,705,112
TOTAL LIABILITIES AND NET ASSETS	\$ 2,566,640	\$ 2,740,960

See accompanying notes to financial statements

YWCA BOULDER COUNTY
Statement of Activities and Changes in Net Assets
For the year ended December 31, 2016
(with summarized financial information for the year ended December 31, 2015)

	2016		2015	
	Unrestricted	Temporarily Restricted	Total	Total
REVENUES AND PUBLIC SUPPORT				
Public Support				
Grants and contracts	\$ 450,279	\$ 52,525	\$ 502,804	\$ 516,461
Contributions	94,125	-	94,125	98,102
Special events (net of expenses of \$46,283 and \$88,029)	153,036	-	153,036	161,645
Total Public Support	<u>697,440</u>	<u>52,525</u>	<u>749,965</u>	<u>776,208</u>
Revenue				
Memberships	2,350	-	2,350	2,500
Program fees	351,315	-	351,315	321,710
Dividends and interest	10,143	-	10,143	15,132
Rental and other income	79,054	-	79,054	84,365
Total Revenue	<u>442,862</u>	<u>-</u>	<u>442,862</u>	<u>423,707</u>
Net assets released from restrictions	<u>53,122</u>	<u>(53,122)</u>	<u>-</u>	<u>-</u>
Total Public Support and Revenue	<u>1,193,424</u>	<u>(597)</u>	<u>1,192,827</u>	<u>1,199,915</u>
EXPENSES				
Program Services				
Adult Programs				
Career services	41,451	-	41,451	62,090
Parenting services	118,340	-	118,340	82,580
Racial justice	207,532	-	207,532	180,648
Total adult programs	<u>367,323</u>	<u>-</u>	<u>367,323</u>	<u>325,318</u>
Children's Alley	815,904	-	815,904	779,616
Total Program Services	<u>1,183,227</u>	<u>-</u>	<u>1,183,227</u>	<u>1,104,934</u>
Support Services				
Management and general	131,283	-	131,283	105,957
Fundraising	65,039	-	65,039	-
Total Support Services	<u>196,322</u>	<u>-</u>	<u>196,322</u>	<u>105,957</u>
Total Expenses	<u>1,379,549</u>	<u>-</u>	<u>1,379,549</u>	<u>1,210,891</u>
Change in net assets due to operations	(186,125)	(597)	(186,722)	(10,976)
Capital Campaign income	-	-	-	5,000
Realized (loss) on investments	(8,082)	-	(8,082)	-
Unrealized gain (loss) on investments	28,119	-	28,119	(20,391)
CHANGE IN NET ASSETS	<u>(166,088)</u>	<u>(597)</u>	<u>(166,685)</u>	<u>(26,367)</u>
NET ASSETS--BEGINNING OF YEAR	<u>2,651,550</u>	<u>53,562</u>	<u>2,705,112</u>	<u>2,731,479</u>
NET ASSETS--END OF YEAR	<u>\$ 2,485,462</u>	<u>\$ 52,965</u>	<u>\$ 2,538,427</u>	<u>\$ 2,705,112</u>

See accompanying notes to financial statements

YWCA BOULDER COUNTY
Statement of Functional Expenses
For the year ended December 31, 2016
(with summarized financial information for the year ended December 31, 2015)

2016

	Program Services						Total Expenses	2015 Summarized
	Career Services	Parenting Services	Racial Justice	Children's Alley	Total Program	Management and General		
Salaries and wages	\$ 23,610	\$ 30,299	\$ 112,821	\$ 455,873	\$ 622,603	\$ 43,671	\$ 711,491	\$ 676,761
Payroll taxes	2,679	2,508	12,355	46,034	63,576	5,395	72,155	52,473
Benefits	1,048	12,221	8,626	59,718	81,613	6,443	93,123	81,003
Total payroll expenses	27,337	45,028	133,802	561,625	767,792	55,509	876,769	810,237
Advertising and promotion	246	772	1,130	4,873	7,021	1,482	9,438	3,354
Bank and credit card fees	266	782	1,507	5,506	8,061	2,003	10,064	9,958
Conferences and training	270	694	1,576	6,770	9,310	1,837	11,147	18,893
Depreciation	1,990	5,849	11,276	53,641	72,756	15,075	87,831	74,968
Equipment and copier	249	732	1,410	5,157	7,548	1,880	9,428	8,727
Food	252	9,163	5,457	25,716	40,588	1,894	42,527	31,419
Donations	-	-	-	-	-	-	-	234
Insurance	343	1,010	1,946	7,108	10,407	2,602	13,009	12,976
Legal and accounting	215	632	1,218	4,447	6,512	1,628	8,140	7,132
National dues and support	212	623	1,201	4,387	6,423	1,606	8,029	7,218
Occupancy	2,200	6,466	12,465	49,203	70,334	16,666	87,000	81,510
Other	1,739	5,113	9,857	36,002	52,711	13,104	65,815	-
Postage	106	314	613	2,192	3,225	794	4,019	10,740
Printing	165	484	933	3,407	4,989	1,247	6,236	5,953
Purchased services	4,740	33,606	8,542	20,717	67,605	6,935	84,540	70,511
Supplies	316	3,296	1,763	9,324	14,699	1,627	16,865	22,580
Transportation	6	528	2,636	222	3,392	45	3,440	5,493
Taxes, licenses, and fees	252	475	1,008	4,276	6,011	1,226	7,237	5,894
Telephone and IT	547	2,773	9,192	11,331	23,843	4,123	28,015	23,094
Total expenses	\$ 41,451	\$ 118,340	\$ 207,532	\$ 815,904	\$ 1,183,227	\$ 131,283	\$ 1,379,549	\$ 1,210,891
% of total	3.00%	8.58%	15.04%	59.14%	85.77%	9.52%	100.00%	
				4.71%				

See accompanying notes to financial statements

YWCA BOULDER COUNTY
Statement of Cash Flows
For the year ended December 31, 2016
(with summarized financial information for the year ended December 31, 2015)

	2016	2015
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ (166,685)	\$ (26,367)
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation	87,831	74,968
Realized loss on investments	8,082	-
Unrealized (gain) loss on investments	(28,119)	20,391
Changes in assets and liabilities		
Accounts, pledges and grants receivable	(5,961)	(6,677)
Prepaid expenses	806	8,275
Accounts payable	1,559	(4,886)
Accrued payroll and taxes	(7,939)	10,351
Other liabilities	(1,255)	10
Net cash provided (used) by operating activities	(111,681)	76,065
 CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of fixed assets	-	(36,147)
Changes in investments	(12,768)	117,162
Net cash provided (used) by investing activities	(12,768)	81,015
 NET INCREASE (DECREASE) IN CASH	(124,449)	157,080
 CASH-BEGINNING OF YEAR	464,043	306,963
 CASH-END OF YEAR	\$ 339,594	\$ 464,043

See accompanying notes to financial statements

YWCA Boulder County
Notes to Financial Statements
December 31, 2016

(with summarized financial information for the year ended December 31, 2015)

NOTE 1- NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the YWCA Boulder County (YWCA), have been prepared on the accrual basis in conformity with generally accepted accounting principles. The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates. The nature of activities and significant accounting policies followed are described below:

Nature of Activities

YWCA Boulder County (YWCA) is a nonprofit corporation organized under Section 501(c)(3) of the Internal Revenue Code. The YWCA is a nonprofit community service association providing specific social services to needy residents of Boulder County. The YWCA was incorporated in Colorado on June 20, 1959. During 2016, the YWCA changed its name from Young Women's Christian Association of Boulder to YWCA Boulder County. The organization also operates under several trade names including "YWCA of Boulder County" and "Children's Alley".

Basis of Presentation

The financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its statement FASB Accounting Standards Codification No. 958-205-45-5, "Presentation of Financial Statements." Under FASB ASC No. 958-205-45-5, the Organization is required to report information regarding its financial position and activities according to three classes of net assets; unrestricted, temporarily restricted or permanently restricted net assets.

Cash and Cash Equivalents

Cash and cash equivalents include all monies in banks and highly liquid investments with maturity dates of three months or less. The carrying value of cash and cash equivalents approximates fair value because of the short maturities of those financial investments.

Accounts, Pledges and Grants Receivable

The YWCA considers all accounts, grants and pledges receivable, less allowance, to be collected within the next year. The allowance is based on management's past experience with collections.

Marketable Securities

The Organization carries investments in marketable securities with a readily determinable fair value and all investments in debt securities at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets in the accompanying statement of activities.

Property and Equipment

The YWCA capitalizes all expenditures for land, building, equipment and furniture in excess of \$1,000. Property and equipment are carried at cost, or if donated, at the approximate fair value at the date of donation. Depreciation is computed using the straight-line method over the estimated useful life of the assets which range from five to forty years. Costs of ordinary repairs and maintenance expenses are charged to operating expense as they are incurred.

Credit Risk

Assets that potentially subject the YWCA to concentrations of credit risk consist principally of cash investments and pledges receivable. The YWCA places its cash investments with high credit quality financial institutions and limits its amount of credit exposure to any one financial instrument. From time to time the YWCA maintains cash balances that are in excess of the amount insured by the Federal Deposit Insurance Corporation.

YWCA Boulder County
Notes to Financial Statements
December 31, 2016

(with summarized financial information for the year ended December 31, 2015)

NOTE 1- NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

Revenue recognition

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Pledges for contributions are considered earned as received unless restricted for use in a future accounting period.

Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statement of Activities as net assets released from restrictions.

Donated Services

No amounts have been reflected in the financial statements for donated services. The YWCA pays for services requiring specific expertise. Many individuals volunteer their time and perform a variety of tasks that assist the YWCA with specific assistance programs, campaign solicitations, and various committee assignments, however, these donated services are not reflected in the financial statements since these services do not meet the criteria for recognition as contributed services.

Functional Allocation of Expenses

The YWCA allocates its expenses on a functional basis among its various programs and support services. Expenses that can be identified with a specific program and support services are allocated directly according to their natural expenditure classification. Other expenses that are common to several functions are allocated by various statistical bases.

Income Taxes

The Organization is exempt from income taxes under Internal Revenue Service Code Section 501(c)(3) and files Form 990 in the U.S. federal jurisdiction. The Organization is generally no longer subject to examination by the Internal Revenue Service for years before 2013.

Reclassifications

Certain amounts in the prior-year financial statements have been reclassified for comparative purposes to conform to the presentation in the current year financial statements.

NOTE 2 - INVESTMENTS

All investments are measured at quoted market value; therefore, they are classified as Level 1 in the fair value hierarchy.

	2016	2015
Bond funds	\$ 64,048	\$ 64,194
Equity funds	44,626	130,808
Other Assets	367,711	248,578
Total Investments	<u>\$ 476,385</u>	<u>\$ 443,580</u>

YWCA Boulder County
Notes to Financial Statements
December 31, 2016

(with summarized financial information for the year ended December 31, 2015)

NOTE 3- PROPERTY AND EQUIPMENT

The major components of property and equipment as of December 31:

	<u>2016</u>	<u>2015</u>
Land	\$ 28,972	\$ 28,972
Building & improvements	2,074,371	2,074,371
Furniture & equipment	440,116	440,116
	<u>2,543,459</u>	<u>2,543,459</u>
Accumulated depreciation	(827,722)	(739,891)
Net property and equipment	<u>\$ 1,715,737</u>	<u>\$ 1,803,568</u>

NOTE 4- FUNDING

The YWCA receives a significant portion of its funding from annual grants and contracts from governmental units and the United Way. These grants and contracts are reviewed annually and the allocations are based upon need. The YWCA receives most of its funding from the Colorado area.

NOTE 5- CONTINGENT LIABILITIES

The YWCA has received certain funds that have required liens on its real estate until the year 2104. These funds require the repayment of the entire amount if the property is sold or is no longer used for its exempt purpose. Management has no plans to sell this real estate or to stop using it for the exempt purpose, therefore, there is no liability recorded for these items.

NOTE 6- FAIR VALUE OF FINANCIAL INSTRUMENTS

The Organization's financial instruments consist primarily of cash and cash equivalents, investments, accounts payable and accrued expenses. The carrying amount of cash and cash equivalents, accounts payable and accrued expenses approximate their fair value due to the short-term nature of such instruments.

The Organization uses the following hierarchical disclosure framework:

Level 1 – Measurement based upon quoted prices for identical assets in an active market as of the reporting date.

Level 2 – Measurement based upon marketplace inputs other than Level 1 that are observable, either directly or indirectly, such as quoted prices in active markets for similar assets or liabilities, quoted prices for identical or similar assets or liabilities in active markets, or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities

Level 3 – Measurement based on the Organization's assumptions about a hypothetical marketplace because observable market inputs are not available as of the reporting date.

YWCA Boulder County
Notes to Financial Statements
December 31, 2016

(with summarized financial information for the year ended December 31, 2015)

NOTE 7—RENTAL AND OTHER INCOME

The YWCA rents unused office space and meeting space in its building at 2222 14th Street, Boulder, Colorado as well as other properties it owns to various tenants.

NOTE 8—RETIREMENT PLAN

The YWCA has a 403 (b) retirement plan that is available to substantially all of its employees. Employees are eligible after 2 years of service or 1000 consecutive hours. The YWCA USA contributes 2% of an employee's salary and the YWCA Boulder County contributes 5%. Retirement expense for the years ended December 31, 2016 and 2015, was \$19,800 and \$13,766, respectively.

NOTE 9 —CAPITAL CAMPAIGN

The YWCA received a grant and solicited funding to upgrade the security system in their building. The funds were raised and the system was installed and functional in 2015.

NOTE 10—SUBSEQUENT EVENTS

The YWCA Boulder County did not have any subsequent events through May 15, 2017, which is the date the financial statements were available to be issued for events requiring recording or disclosure in the financial statements for the year ended December 31, 2016.