

**Pennsylvania Coalition
Against Domestic Violence**

Financial Statements and
Supplementary Information

Years Ended June 30, 2021 and 2020
with Independent Auditor's Report

MaherDuessel

A horizontal bar is positioned below the company name. The left portion of the bar is black, and the right portion is blue, matching the color of the 'D' in the company name.

PENNSYLVANIA COALITION AGAINST DOMESTIC VIOLENCE

YEARS ENDED JUNE 30, 2021 AND 2020

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YEARS ENDED JUNE 30, 2021 AND 2020

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Independent Auditor's Report

**Board of Directors
Pennsylvania Coalition
Against Domestic Violence**

Report on the Financial Statements

We have audited the accompanying financial statements of the Pennsylvania Coalition Against Domestic Violence (Coalition), which comprise the statements of financial position as of June 30, 2021 and 2020, and the related statements of activities, functional expenses, and cash flows 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.

Auditor's 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 the 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 auditor's judgment, including the assessment of the risks of material misstatements 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 Coalition as of June 30, 2021 and 2020, 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.

Change in Accounting Principle

As described in Note 2 to the financial statements, the Coalition adopted the provider portion of Accounting Standards Update 2018-08, *"Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made (Topic 958)"*, which provides guidance for characterizing grants and similar contracts with government agencies and others as reciprocal transactions (exchanges) or nonreciprocal transactions (contributions) and distinguishing between conditional and unconditional contributions.

The Coalition also adopted Accounting Standards Update 2014-09, *"Revenue from Contracts with Customers (Topic 606)"*, (as amended by ASU 2020-05) which provides guidance for revenue recognition related to contracts with the transfer of promised goods or services to customers and related disclosures. Our opinion is not modified with respect to these matters.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying supplementary information on page 26 is presented for purposes of additional analysis and is not a required part of the financial statements. The accompanying schedule of expenditures of federal awards, as required by the Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is also presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying

accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 4, 2022, on our consideration of the Coalition'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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Coalition's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Coalition's internal control over financial reporting and compliance.

Maher Duessel

Harrisburg, Pennsylvania
February 4, 2022

PENNSYLVANIA COALITION AGAINST DOMESTIC VIOLENCE

STATEMENTS OF FINANCIAL POSITION

YEARS ENDED JUNE 30, 2021 AND 2020

	2021	2020
Assets		
Cash and cash equivalents	\$ 1,834,081	\$ 1,072,446
Investments	1,128,856	974,385
Accounts receivable	22,300	6,128
Contracts receivable	7,491,803	8,179,341
Promises to give	-	37,500
Prepaid expenses	74,401	59,227
Furniture and equipment, net	-	7,350
Security deposit	21,851	21,851
Total Assets	\$ 10,573,292	\$ 10,358,228
Liabilities and Net Assets		
Liabilities:		
Accounts payable	\$ 72,566	\$ 58,495
Accrued expenses	283,882	288,192
Refundable advances	217,376	-
Subrecipients payable	7,314,425	6,946,647
Line of credit	-	210,000
Due to Commonwealth of Pennsylvania	82,687	81,281
Loans payable	497,205	705,800
Total Liabilities	8,468,141	8,290,415
Net Assets:		
Without donor restrictions, undesignated	965,946	1,063,049
Without donor restrictions, Board-designated	1,133,353	978,857
Total Net Assets Without Donor Restrictions	2,099,299	2,041,906
With donor restrictions	5,852	25,907
Total Net Assets	2,105,151	2,067,813
Total Liabilities and Net Assets	\$ 10,573,292	\$ 10,358,228

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

PENNSYLVANIA COALITION AGAINST DOMESTIC VIOLENCE

STATEMENT OF ACTIVITIES

YEAR ENDED JUNE 30, 2021

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues, Gains, and Other Support:			
Contracts with government agencies	\$ 40,415,664	\$ -	\$ 40,415,664
Contract administration	513,864	-	513,864
Other grants	286,875	-	286,875
Contributions	87,074	-	87,074
PPP Loan forgiveness	208,695	-	208,695
Investment income	206,168	-	206,168
Interest	1,486	-	1,486
Training	20,545	-	20,545
Miscellaneous income	16,357	-	16,357
Net assets released from restrictions	20,055	(20,055)	-
Total revenues, gains, and other support	41,776,783	(20,055)	41,756,728
Expenses:			
Program services	39,820,666	-	39,820,666
Management and general	1,735,797	-	1,735,797
Fundraising	162,927	-	162,927
Total expenses	41,719,390	-	41,719,390
Changes in Net Assets	57,393	(20,055)	37,338
Net Assets:			
Beginning of year	2,041,906	25,907	2,067,813
End of year	\$ 2,099,299	\$ 5,852	\$ 2,105,151

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

PENNSYLVANIA COALITION AGAINST DOMESTIC VIOLENCE

STATEMENT OF ACTIVITIES

YEAR ENDED JUNE 30, 2020

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues, Gains, and Other Support:			
Contracts with government agencies	\$ 31,320,305	\$ -	\$ 31,320,305
Contract administration	464,060	-	464,060
Other grants	389,245	-	389,245
Contributions	198,468	2,765	201,233
Investment income	36,540	-	36,540
Interest	389	-	389
Training	2,880	-	2,880
Miscellaneous income	13,463	-	13,463
Net assets released from restrictions	-	-	-
Total revenues, gains, and other support	32,425,350	2,765	32,428,115
Expenses:			
Program services	30,149,461	-	30,149,461
Management and general	1,545,225	-	1,545,225
Fundraising	206,497	-	206,497
Total expenses	31,901,183	-	31,901,183
Changes in Net Assets	524,167	2,765	526,932
Net Assets:			
Beginning of year	1,517,739	23,142	1,540,881
End of year	\$ 2,041,906	\$ 25,907	\$ 2,067,813

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

PENNSYLVANIA COALITION AGAINST DOMESTIC VIOLENCE

STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED JUNE 30, 2021

	Program Services	Management and General	Fundraising	Total
Salaries	\$ 1,767,369	\$ 640,203	\$ 85,896	\$ 2,493,468
Employee benefits	457,934	129,962	29,214	617,110
Consultants	264,794	330,302	41,800	636,896
Advertising	25,714	12,137	-	37,851
Accounting and auditing fees	-	7,891	-	7,891
Equipment rental and maintenance	20,640	105,547	2,280	128,467
Business insurance	-	24,319	-	24,319
Memberships	65,744	50,803	-	116,547
Miscellaneous	43,610	14,818	620	59,048
Occupancy	638	323,454	-	324,092
Office supplies	17,156	40,090	367	57,613
Meeting expense	9,690	-	-	9,690
Photocopy	-	-	-	-
Postage	773	3,223	448	4,444
Printing	14,273	1,794	2,302	18,369
Scholarship expense	28,283	-	-	28,283
Staff development	18,007	2,182	-	20,189
Subrecipient expense	37,085,796	-	-	37,085,796
Telephone	-	39,535	-	39,535
Travel - staff	-	147	-	147
Travel and conferences	245	-	-	245
Contributions	-	-	-	-
Bad debt expense	-	-	-	-
Depreciation	-	7,350	-	7,350
Interest	-	2,040	-	2,040
Total expenses	<u>\$ 39,820,666</u>	<u>\$ 1,735,797</u>	<u>\$ 162,927</u>	<u>\$ 41,719,390</u>

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

PENNSYLVANIA COALITION AGAINST DOMESTIC VIOLENCE

STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED JUNE 30, 2020

	Program Services	Management and General	Fundraising	Total
Salaries	\$ 1,627,460	\$ 465,126	\$ 142,911	\$ 2,235,497
Employee benefits	407,179	136,960	46,387	590,526
Consultants	150,582	124,562	8,446	283,590
Advertising	59,473	23,235	711	83,419
Accounting and auditing fees	-	136,243	-	136,243
Equipment rental and maintenance	44,367	65,819	961	111,147
Business insurance	6,401	31,107	-	37,508
Memberships	47,271	54,608	-	101,879
Miscellaneous	273,552	99,594	2,432	375,578
Occupancy	9,986	312,678	-	322,664
Office supplies	262,583	10,268	47	272,898
Meeting expense	3,837	310	-	4,147
Photocopy	200	10	-	210
Postage	1,649	734	356	2,739
Printing	30,128	12,901	2,859	45,888
Staff development	29,367	3,817	-	33,184
Subrecipient expense	27,056,777	988	-	27,057,765
Telephone	1,738	39,234	-	40,972
Travel - staff	44,710	9,886	1,387	55,983
Travel and conferences	10,920	1,377	-	12,297
Contributions	-	1,080	-	1,080
Bad debt expense	81,281	-	-	81,281
Depreciation	-	14,688	-	14,688
Total expenses	<u>\$ 30,149,461</u>	<u>\$ 1,545,225</u>	<u>\$ 206,497</u>	<u>\$ 31,901,183</u>

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

PENNSYLVANIA COALITION AGAINST DOMESTIC VIOLENCE

STATEMENTS OF CASH FLOWS

YEARS ENDED JUNE 30, 2021 AND 2020

	2021	2020
Cash Flows from Operating Activities:		
Change in net assets	\$ 37,338	\$ 526,932
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	7,350	14,688
Net realized and unrealized gains on investments	(183,517)	(15,482)
Forgiveness of PPP loan	(208,595)	-
(Increase) decrease in assets:		
Accounts receivable	(16,172)	4,663
Contracts receivable	687,538	(4,410,786)
Promises to give	37,500	(35,000)
Prepaid expenses	(15,174)	(962)
Increase (decrease) in liabilities:		
Accounts payable	14,071	(29,450)
Accrued expenses	(4,310)	43,193
Refundable advances	217,376	(120,112)
Subrecipients payable	367,778	3,987,347
Due to Commonwealth of Pennsylvania	1,406	75,522
Net cash provided by operating activities	942,589	40,553
Cash Flows from Investing Activities:		
Purchase of investments	(507,506)	(473,412)
Sale of investments	536,552	576,945
Net cash provided by investing activities	29,046	103,533
Cash Flows from Financing Activities:		
Proceeds from line of credit	30,000	350,000
Payments on line of credit	(240,000)	(240,000)
Proceeds from issuance of debt	-	705,800
Net cash provided by (used in) financing activities	(210,000)	815,800
Net Increase in Cash and Cash Equivalents	761,635	959,886
Cash and Cash Equivalents:		
Beginning of year	1,072,446	112,560
End of year	\$ 1,834,081	\$ 1,072,446

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

PENNSYLVANIA COALITION AGAINST DOMESTIC VIOLENCE

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2021 AND 2020

1. Nature of Activities

The Pennsylvania Coalition Against Domestic Violence (Coalition) was established in 1976 as the coordinating body of domestic violence programs in Pennsylvania. The objectives of the program are as follows:

- A. The development of a statewide network of direct service providing for the safety and welfare of domestic violence victims.
- B. The provision of advocacy efforts to improve specific systems and institutions that deal directly with victims of domestic violence within local communities and at the statewide level.
- C. The provision of community education and prevention programs on local and statewide levels.
- D. The provision of training of personnel within the statewide network and in specific systems and institutions, which deal directly with domestic violence victims.

The programs are funded primarily through contracts with the Pennsylvania Department of Human Services (DHS), the U.S. Department of Health and Human Services, and the U.S. Department of Justice. Programs are conducted primarily through contracts with various tax-exempt organizations throughout Pennsylvania.

2. Summary of Significant Accounting Policies

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. Under the accrual basis of accounting, revenues are recognized when earned, and expenses are recognized when incurred.

Use of 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

PENNSYLVANIA COALITION AGAINST DOMESTIC VIOLENCE

NOTES TO FINANCIAL STATEMENTS

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assumptions that affect the reported amounts and disclosures in the financial statements. Actual results could differ from those estimates.

Cash and Cash Equivalents

Cash and cash equivalents are defined as cash deposits, checking accounts, savings accounts, and certificates of deposit.

Investments

Investments are reported at fair value in the statements of financial position. Investment income and losses, including interest and dividends, are included in the statements of activities as increases or decreases in net assets without donor restrictions, unless the income or loss is restricted by donor or law.

Fair value is a market-based measurement, not an entity-specific measurement, and sets out a fair value hierarchy with the highest priority being quoted prices in active markets. Fair value measurements are disclosed by level within that hierarchy. The hierarchy is broken down into three levels based on the transparency of inputs as follows:

Level 1 – Quoted market prices in active markets for identical assets or liabilities as of the report date. A quoted price for an identical asset or liability in an active market provides the most reliable fair value measurement because it is directly observable to the market.

Level 2 – Pricing inputs are other than quoted prices in active markets, which are either directly or indirectly observable as of the report date. The nature of these securities includes investments for which quoted prices are available, but traded less frequently, and investments that are fair valued using other securities, the parameters of which can be directly observed.

Level 3 – Securities that have little to no pricing observability as of the report date. These securities are measured using management's best estimate of fair value, where the inputs into the determination of fair value are not observable and require significant management judgment or estimation.

In determining the appropriate levels, the Coalition performs a detailed analysis of the assets and liabilities that are subject to fair value measurement. At June 30, 2021 and 2020, the Coalition has no Level 2 or Level 3 investments.

PENNSYLVANIA COALITION AGAINST DOMESTIC VIOLENCE

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2021 AND 2020

Investments whose values are based on quoted market prices in active markets, and are therefore classified within Level 1, include money market funds, equities exchange traded funds and mutual funds.

Accounts Receivable

Items recorded in accounts receivable consist of miscellaneous receivables. Amounts are considered by management to be fully collectible and, accordingly, no allowance for doubtful accounts is considered necessary.

Contracts Receivable

The Coalition records contracts receivable equal to the amount of unreimbursed expenses resulting from contracts. Amounts are considered by management to be fully collectible and, accordingly, no allowance for doubtful accounts is considered necessary. Receivables are charged to bad debt expenses when deemed uncollectible based upon review of individual amounts.

Promises to Give

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected over periods in excess of one year are recorded at the present value of the estimated cash flows beyond one year. The discounts on those amounts are computed using risk-free interest rates applicable to the years in which the promises are received. Amortization of the discounts is included in contributions revenue. Conditional promises to give are not included as support until the conditions are substantially met and the promised becomes unconditional.

Furniture and Equipment

Expenditures for the acquisition of furniture and equipment exceeding \$5,000 are capitalized at cost. The fair value of donated furniture and equipment at the date of the gift is similarly capitalized. Depreciation of furniture and equipment is calculated using the straight-line method over the estimated useful lives of the assets ranging from three to ten years.

Because certain furniture and equipment have been acquired for programs funded by federal or state contracts, proceeds from the sale or disposition of those assets may revert

PENNSYLVANIA COALITION AGAINST DOMESTIC VIOLENCE

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to the funding agency, or the assets may be transferred to the funding agency, should the program be discontinued. The Coalition has not historically had any assets transferred back to the funding agency.

Maintenance and repairs of furniture and equipment are expensed as incurred, and major improvements are capitalized. Upon retirement, sale, or other disposition of furniture and equipment, the cost and accumulated depreciation are eliminated from the accounts, and a gain or loss is included in the statement of activities.

Long-Lived Assets

Long-lived assets are reviewed for impairment whenever events or circumstances indicate that the carrying amount of the assets may not be recoverable. An asset is considered to be impaired when the undiscounted estimated net cash flows to be generated by the asset are less than the carrying amount. The impairment recognized is the amount by which the carrying amount exceeds the fair value of the impaired asset. Fair value estimates are based on assumptions concerning the amount and timing of estimated future cash flows and discount rates reflecting varying degrees of perceived risk. Management has concluded that no impairment adjustments were required during the years ended June 30, 2021 and 2020.

Subrecipients Payable

The Coalition provides state and federal awards to subrecipients to support domestic violence programs. In accordance with ASU 2018-08, if payment of a grant is conditional upon the recipient meeting certain criteria or barriers, the grant expense is not recognized until that barrier has been met. During the years ended June 30, 2021 and 2020, the Coalition provided state and federal awards to subrecipients of \$37,085,796 and \$27,057,777, respectively. Subrecipients submit requests for reimbursement to the Coalition for eligible program expenses. The Coalition had amounts payable to the subrecipients of \$7,314,425 and \$6,946,647 at June 30, 2021 and 2020, respectively. The amounts recorded as payable have been approved and barriers for payment have been met.

Net Assets

Net assets are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Coalition and changes therein are classified and reported as follows:

PENNSYLVANIA COALITION AGAINST DOMESTIC VIOLENCE

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Without donor restrictions – Net assets that are not subject to donor-imposed stipulations.

With donor restrictions – Net assets subject to donor-imposed stipulations that may or will be met either by actions of the Coalition and/or the passage of time, or be maintained in perpetuity by the Coalition. The Coalition has no net assets with donor restrictions that are required to be maintained in perpetuity.

Government Contracts, Grants, Contributions and Refundable Advances

Conditional contributions received by the Coalition are recorded as refundable advances until the conditions are substantially met. When the conditions are substantially met, the contributions becomes unconditional.

Unconditional contributions are considered to be available for unrestricted use, unless specifically restricted by the donor. Amounts designated for future periods or restricted by the donor for specific purposes are reported as net assets with donor restrictions.

When a donor restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

Revenue Recognition

Revenue received from contract administration is recognized when the Coalition provides the administration services to each of the programs with respect to the grant agreements.

In-Kind Contributions

In-kind contributions are recorded at fair value at the time of receipt. Only those contributed services that create or enhance non-financial assets, require skills, and are provided by such individuals possessing those skills, and would typically need to be purchased, if not provided by donations, are recorded. The Coalition did not receive any in-kind contributions during the years ended June 30, 2021 and 2020.

PENNSYLVANIA COALITION AGAINST DOMESTIC VIOLENCE

NOTES TO FINANCIAL STATEMENTS

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Functional Allocation of Expenses

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

The Coalition charges direct expenses, those that can be identified as being incurred specifically for the activities of that program or supporting service, incurred for a specific function directly to the program or supporting service category. Salaries and related fringe benefits are allocated based on the time and effort spent on each function. Facility costs are allocated based on usable square footage. All other expenses are allocated on a reasonable basis that is consistently applied.

Income Taxes

As a not-for-profit organization, the Coalition is generally exempt from federal and state income taxes pursuant to section 501(c)(3) of the Internal Revenue Code. The Coalition is subject to federal and state income taxes on unrelated business income. There was no unrelated business income during the years ended June 30, 2020 and 2021.

The Coalition annually files Form 990 in the U.S. Federal jurisdiction. The Coalition's Form 990 is not subject to examination through the year ended June 30, 2018.

Adoption of Accounting Standard

The requirements of the following Financial Accounting Standards Board (FASB) Accounting Standards Updates (ASU) were adopted during the year ended June 30, 2021:

ASU 2018-08, "*Clarifying the Scope and Accounting Guidance for Contributions Received and Contributions Made (Topic 958)*," provides guidance for characterizing grants and similar contracts with government agencies and others as reciprocal transactions (exchanges) or nonreciprocal transactions (contributions) and distinguishing between conditional and unconditional contributions. The provider portion of this ASU was applied on a modified prospective basis during the year ended June 30, 2021. The recipient portion of this ASU was adopted during the year ended June 30, 2020. With the adoption of this ASU, modifications have been made to certain disclosures.

ASU 2014-09, "*Revenue from Contracts with Customers (Topic 606)*," provides guidance for revenue recognition related to contracts involving the transfer of promised goods or

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services to customers and the related disclosures. This ASU was applied on a modified prospective basis during the year ended June 30, 2021. With the adoption of this ASU, modifications have been made to certain disclosures.

Pending Standards Update

ASU 2016-02, *"Leases (Topic 842),"* is effective for the Coalition's financial statements for the year ending June 30, 2023. This amendment will require lessees to recognize assets and liabilities on the statement of financial position for the rights and obligations created by all leases with terms of more than twelve months. Disclosures also will be required by lessees to meet the objective of enabling users of financial statements to assess the amount, timing, and uncertainty of cash flows arising from leases.

ASU 2018-15, *"Intangibles: Goodwill and Other Internal-Use Software (Subtopic 350-40),"* is effective for the Coalition's financial statements for the year ending June 30, 2022. This amendment will help entities evaluate the accounting fees paid by a customer in a cloud computing arrangement (hosting arrangement) by providing guidance for determining when the arrangement includes a software license.

ASU 2020-07, *"Not-For-Profit Entities (Subtopic 958): Presentation and Disclosures by Not-For-Profit Entities for Contributed Nonfinancial Assets,"* is effective for the Coalition's financial statements for the year ending June 30, 2022. This amendment will address presentation and disclosure of contributed nonfinancial assets.

Management has not yet determined the impact of these amendments on the Coalition's financial statements.

Subsequent Events

Subsequent events have been evaluated through the Independent Auditor's Report date, which is the date the financial statements were available to be issued.

3. Risks and Uncertainties

The Coalition maintains its cash in bank deposit accounts, which may exceed federally insured limits. The Coalition has not experienced any losses in such accounts. The Coalition believes it is not exposed to any significant credit risk on its cash and cash equivalents.

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NOTES TO FINANCIAL STATEMENTS

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Investment securities are exposed to risks such as interest rate and market risk. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in values of investment securities will occur and that such changes could materially affect the amount reported on the statement of financial position.

4. Investments

The following is a summary of the Coalition's investments which are stated at fair value at June 30:

	<u>2021</u>	<u>2020</u>
Money market funds	\$ 12,922	\$ 16,668
Common stock	307,403	244,815
Exchange traded funds	568,446	602,399
Mutual funds	<u>240,085</u>	<u>110,503</u>
	<u>\$ 1,128,856</u>	<u>\$ 974,385</u>

PENNSYLVANIA COALITION AGAINST DOMESTIC VIOLENCE

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2021 AND 2020

Fair value measurements and hierarchy are as follows at June 30:

	Level	2021	2020
Money market funds	1	\$ 12,922	\$ 16,668
Common stock:			
Basic materials	1	9,311	10,942
Consumer cyclical	1	65,340	46,242
Consumer defensive	1	25,719	26,786
Financial services	1	20,118	7,984
Healthcare	1	40,545	48,076
Industrials	1	36,395	39,031
Technology	1	109,975	65,754
Exchange traded funds:			
Emerging markets	1	49,372	40,244
Tactical	1	276,725	206,348
Small blend	1	35,250	51,013
Mid-cap blend	1	30,472	5,534
Large blend	1	-	57,856
Foreign large blend	1	102,524	87,006
Intermediate government	1	74,103	67,293
Long government	1	-	87,105
Mutual funds:			
Mid cap	1	-	25,813
Emerging markets	1	42,766	-
Absolute return	1	-	35,981
International	1	47,956	-
Intermediate-term bond	1	149,363	48,709
		<u>\$ 1,128,856</u>	<u>\$ 974,385</u>

The availability of observable market data is monitored to assess the appropriate classification of financial instruments within the fair value hierarchy. Changes in economic conditions or model-based valuation techniques may require the transfer of financial instruments from one fair value level to another. In such instances, the transfer is reported at the beginning of the reporting period. For the years ended June 30, 2021 and 2020, there were no significant transfers between fair value levels.

PENNSYLVANIA COALITION AGAINST DOMESTIC VIOLENCE

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2021 AND 2020

5. Board-Designated Endowment Fund

A portion of the Coalition's cash and cash equivalents and investments are held in the Board-designated Dameron Stoddard Endowment Fund (endowment). The following is a rollforward of the endowment activity during the year ended June 30, 2021:

Beginning of year	\$ 976,556
Contributions	8
Withdrawals	-
Investment return, net	<u>154,488</u>
End of year	<u>\$ 1,131,052</u>

Return Objective and Risk Parameters

The endowment's return objectives are to maintain the real purchasing power of the assets after inflation, costs, and spending, and provide a stable source of liquidity and financial support for the mission of the Coalition. The endowment's assets are invested to assume a moderate level of investment risk.

Strategies for Achieving Return Objectives

The Coalition will invest in a diversified portfolio consisting of stocks, bonds, cash equivalents, alternative securities, and when deemed appropriate by the Investment Committee, illiquid investments, each of which may reflect varying rates of return. Mutual funds, exchange-traded funds, and individual securities are all acceptable forms of investing in the various asset classes.

Spending Policy

Up to four percent of the total market value of the endowment, as of December 31 of the prior year, may be distributed annually to support the Organization's ongoing operations, committed spending, and capital growth.

6. Conditional Grants

At June 30, 2021, \$11,372,221 of conditional grants were awarded to the Coalition for which cash had not been received, and barriers have not been met at year end.

PENNSYLVANIA COALITION AGAINST DOMESTIC VIOLENCE

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2021 AND 2020

Grantor	
Pennsylvania Commission on Crime and Delinquency	\$ 891,695
Pennsylvania Department of Community and Economic Development	6,149,837
U.S. Department of Housing and Urban Development	2,744,545
Pennsylvania Department of Human Services	1,586,144
	<u>\$ 11,372,221</u>

7. Line of Credit

The Coalition maintains a \$1,000,000 line of credit with a financial institution. As of June 30, 2021 and 2020, the balance was \$0 and \$210,000, respectively. Borrowings under the line of credit bear interest at a rate equal to the Wall Street Journal's prime rate (3.25% at June 30, 2021 and 2020). Furniture and equipment, accounts receivable, and contract rights are pledged as collateral. The line of credit automatically renews each year until terminated by either party.

8. COVID-19 Funding

Paycheck Protection Program Loan

In April 2020, the Coalition qualified for and received a loan pursuant to the Paycheck Protection Program, a program implemented by the U.S. Small Business Administration (SBA) under the Coronavirus Aid, Relief, and Economic Security Act, from a qualified lender for an aggregate amount of \$555,900. The PPP Loan bears interest at a fixed rate of 1.0% per annum, with the first six months of interest deferred, has a term of five years, and is unsecured and guaranteed by the SBA. The principal amount of the PPP Loan is subject to forgiveness under the Paycheck Protection Program upon the Coalition's request to the extent that the PPP Loan proceeds are used to pay expenses permitted by the Paycheck Protection Program, including payroll costs, covered rent, and mortgage obligations, and covered utility payments incurred by the Coalition. On August 11, 2021, \$208,695 of the original PPP Loan was forgiven by the SBA and, the Coalition recorded forgiveness of the PPP loan on the accompanying Statement of Activities.

PENNSYLVANIA COALITION AGAINST DOMESTIC VIOLENCE

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2021 AND 2020

The remaining amount of the PPP Loan that was not forgiven totaled \$347,205. As of June 30, 2021, the PPP loan is included in loans payable on the accompanying Statement of Net Position.

Economic Injury Disaster Loan

In June 2020, the Coalition received an Economic Injury Disaster Loan in the amount of \$150,000 from the U.S. Small Business Association (SBA). Installment payments, including principal and interest, of \$641 monthly, will begin twelve months from the date of the promissory note. The balance of principal and interest will be payable thirty years from the date of the promissory note. Interest will accrue at the rate of 2.75% per annum and will accrue only on funds actually advanced from the date(s) of each advance. Each payment will be applied first to interest accrued to the date of receipt of each payment, and the balance, if any, will be applied to principal. Each payment will be made when due even if at that time the full amount of the Loan has not yet been advanced or the authorized amount of the Loan has been reduced. The purpose of the Loan is to alleviate economic injury caused by disaster occurring in the month of January 31, 2020 and continuing thereafter.

The following is a schedule of future maturities of long-term debt:

	Principal	Interest
2022	\$ 70	\$ 7,631
2023	3,624	4,078
2024	3,714	3,988
2025	3,828	3,873
2026	3,934	3,767
2027-2031	21,368	17,139
2032-2036	24,508	13,999
2037-2041	28,127	10,380
2042-2046	32,269	6,238
2047-2050	28,558	78,618
	<u>\$ 150,000</u>	<u>\$ 149,711</u>

PENNSYLVANIA COALITION AGAINST DOMESTIC VIOLENCE

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2021 AND 2020

9. Net Assets

Net assets as of June 30, 2021 consist of the following:

	Without Donor Restrictions	With Donor Restrictions
No More Campaign - Board-designated	\$ 2,301	\$ -
Dameron Stoddard Endowment - Board-designated	1,131,052	-
Alexy Fund	-	2,720
Heilner Fund	-	632
Pirates Fund	-	2,500
Other	965,948	-
Total	<u>\$ 2,099,301</u>	<u>\$ 5,852</u>

Net assets as of June 30, 2020 consist of the following:

	Without Donor Restrictions	With Donor Restrictions
No More Campaign - Board-designated	\$ 2,301	\$ -
Dameron Stoddard Endowment - Board-designated	976,556	-
Alexy Fund	-	12,209
Heilner Fund	-	11,198
Pirates Fund	-	2,500
Invested in furniture and equipment	7,350	-
Other	1,055,699	-
Total	<u>\$ 2,041,906</u>	<u>\$ 25,907</u>

10. Retirement Plan

For the years ended June 30, 2021 and 2020, the Coalition contributed 4% of each full-time employee's salary to a tax-sheltered annuity. The annuity qualifies as tax deferred under Section 403(b) of the Internal Revenue Code. For the years ended June 30, 2021 and 2020, the Coalition contributed \$82,728 and \$80,033, respectively.

PENNSYLVANIA COALITION AGAINST DOMESTIC VIOLENCE

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2021 AND 2020

11. Lease Commitments

On January 1, 2011, the Coalition entered into a new lease agreement for a Harrisburg office that would expire on December 31, 2020. On July 23, 2019, the Coalition signed an addendum to extend the lease to December 31, 2025. Office rental expense under this lease agreement included in the financial statements totaled \$314,831 and \$320,930 for the years ended June 30, 2021 and 2020, respectively.

The Coalition is committed to lease agreements for the use of office space and office equipment. Future minimum annual lease payments under operating leases consist of the following for the years ending June 30:

2022	\$	334,773
2023		342,840
2024		346,179
2025		347,514
2026		175,902
	\$	<u>1,547,208</u>

12. Contingencies

Regulated Environment

The Coalition operates in a heavily regulated environment, which is subject to directives, rules, and regulations of federal, state, and local regulatory agencies. Such directives, rules, and regulations are subject to change with little notice and sometimes funding is inadequate to pay for the related cost to comply with any additional burden.

Audit

The grants received by the Coalition are subject to audit by federal and state governments. As of the date of this report, management is unaware of any material adjustment that will be required as a result of such audits.

PENNSYLVANIA COALITION AGAINST DOMESTIC VIOLENCE

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2021 AND 2020

Litigation

The Coalition is involved in litigation arising in the course of business. Management believes that any total ultimate liability would not have a material effect on the Coalition's financial position.

13. Significant Funding Agencies

The Coalition's contract revenue for the years ended June 30, 2021 and 2020 includes \$40,415,664 and \$31,320,305, respectively, resulting from contracts with government agencies.

Revenues from the DHS totaled \$28,944,406 and \$29,455,223, which approximated 69% and 91% of total revenues, gains, and other support for the years ended June 30, 2021 and 2020, respectively. Contracts receivable from the DHS were \$7,020,825 and \$7,191,081 at June 30, 2021 and 2020, respectively. A significant reduction in the level of this support would have a material effect on the Coalition's programs.

14. Related Party Transactions

Various Board members work for the Coalition's subrecipients. Transactions with these related parties consisted of the following during the year ended and as of June 30, 2021:

Subrecipient Organization	Expense	Payable
SafeNet Domestic Violence Safety Network	\$ 463,575	\$ 146,224
Lutheran Settlement House	515,921	165,995
Centre County Women's Resource Center	280,308	105,714
Transitions of PA	712,081	272,093
The Women's Center & Shelter of Greater Pittsburgh	1,107,385	174,421

PENNSYLVANIA COALITION AGAINST DOMESTIC VIOLENCE

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2021 AND 2020

Transactions with these related parties consisted of the following during the year ended and as of June 30, 2020:

Subrecipient Organization	Expense	Payable
SafeNet Domestic Violence Safety Network	\$542,919	\$141,899
Lutheran Settlement House	493,847	146,033
Centre County Women's Resource Center	317,914	79,315
Transitions of PA	721,184	355,824

15. Liquidity and Availability

The Coalition regularly monitors liquidity in order to meet its operating needs and other contractual commitments, while striving to maximize the investment of its available funds. The Coalition has various financial assets at its disposal, including cash and cash equivalents, investments, receivables, and a line of credit. See Note 6 for more information about the line of credit.

The Coalition operates with a balanced budget and anticipates collecting sufficient revenue to cover general expenses over the next 12 months.

The following reflects the Coalition's financial assets as of June 30 expected to be available to meet general expenses within one year.

	2021	2020
Cash and cash equivalents	\$ 1,834,081	\$ 1,072,446
Investments	1,128,856	974,385
Accounts receivable	22,300	6,128
Contracts receivable	7,664,914	8,179,341
Assets restricted by donors for specific purposes	(5,852)	(25,907)
Board-designated assets	(1,133,353)	(978,857)
Financial assets expected to be available to meet cash needs for general expenses within one year	<u>\$ 9,510,946</u>	<u>\$ 9,227,536</u>

SUPPLEMENTARY INFORMATION

PENNSYLVANIA COALITION AGAINST DOMESTIC VIOLENCE

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED JUNE 30, 2021

Federal Grantor/Pass-Through Grantor/Program Title	Federal ALN	Grantor/Pass-Through Grantor's Number	Federal Expenditures	Expenditures to Subrecipients
U.S. Department of Health and Human Services:				
Injury Prevention and Control Research and State and Community Based Programs	93.136	6NUS4CD002304-02-03	\$ 535,457	\$ 240,000
Injury Prevention and Control Research and State and Community Based Programs	93.136	6NUS4CE002304-03-02	200,000	-
Subtotal 93.136			735,457	240,000
Family Violence Prevention and Services/State Domestic Violence Coalitions	93.591	C-1901PASDVC	80,734	-
Family Violence Prevention and Services/State Domestic Violence Coalitions	93.591	C-2001-PASDVC	132,246	-
COVID-19 - Family Violence Prevention and Services/State Domestic Violence Coalitions	93.591	C-2001-PASDC3	43,495	-
Subtotal 93.591			256,475	-
Passed through Pennsylvania Department of Human Services:				
Social Services Block Grant	93.667	4100075536	5,382,529	4,994,208
Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services	93.671	4100075536	3,879,179	3,698,571
COVID-19 - Family Violence Prevention and Services	93.671	4100075536	696,863	696,863
Subtotal 93.671			4,576,042	4,395,434
Preventative Health and Health Services Block Grant	93.991	4100087516	194,676	140,000
Total U.S. Department of Health and Human Services			11,145,179	9,769,642
U.S. Department of Housing and Urban Development:				
Continuum of Care Program	14.267	PA0926L3T091901	460,190	435,421
Continuum of Care Program	14.267	PA0926L3T091800	489,885	462,468
Continuum of Care Program	14.267	PA0967D3T091900	54,184	48,563
Continuum of Care Program	14.267	PA0980D3E011900	22,191	13,555
Subtotal 14.267			1,026,450	960,007
Passed through Pennsylvania Department of Community and Economic Development:				
COVID-19 - Emergency Solutions Grant Program	14.231	E-20-DW-42-0001	98,326	98,326
Total U.S. Department of Housing and Urban Development			1,124,776	1,058,333
				(Continued)

See accompanying notes to schedule of expenditures of federal awards.

PENNSYLVANIA COALITION AGAINST DOMESTIC VIOLENCE

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED JUNE 30, 2021

Federal Grantor/Pass-Through Grantor/Program Title	Federal ALN	Grantor/Pass-Through Grantor's Number	Federal Expenditures	Expenditures to Subrecipients
U.S. Department of Justice:				
State Domestic Violence and Sexual Assault Coalitions	16.556	2019-DW-AX-0031	110,047	-
Passed through Pennsylvania Commission on Crime and Delinquency:				
Crime Victim Assistance	16.575	2017/2018-VF-05-29280	82,307	-
Crime Victim Assistance	16.575	2017-VF-05-28100	72,329	-
Crime Victim Assistance	16.575	2018/2019/2020 -VF-05-33159	126,551	-
Crime Victim Assistance	16.575	2017/2018-VF-05-29176	50,710	-
Subtotal 16.575			331,897	-
Violence Against Women Formula Grants	16.588	2018/2019-VA-01/02/03 30270	115,071	-
Total U.S. Department of Justice			557,015	-
U.S. Department of the Treasury:				
Passed through Pennsylvania Department of Human Services:				
COVID-19 - Coronavirus Relief Fund	21.019	4100075536	8,040,545	7,978,728
Total Expenditures of Federal Awards			\$ 20,867,515	\$ 18,806,703
				(Concluded)

See accompanying notes to schedule of expenditures of federal awards.

PENNSYLVANIA COALITION AGAINST DOMESTIC VIOLENCE

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED JUNE 30, 2021

1. General

The accompanying schedule of expenditures of federal awards (Schedule) reflects the activity of all federal awards programs of the Coalition.

The Coalition has elected not to use the ten percent de minimis indirect cost rate allowed under the Uniform Guidance.

2. Basis of Accounting

The accompanying Schedule is prepared using the accrual basis of accounting, which is described in Note 2 to the financial statements. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements of Federal Awards* (Uniform Guidance).

Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

PENNSYLVANIA COALITION AGAINST DOMESTIC VIOLENCE

TITLE XX - WOMEN SERVICES PROGRAM, REVENUES AND EXPENDITURES, BUDGET AND ACTUAL

YEAR ENDED JUNE 30, 2021

	Actual	Budget
Revenues:		
Act 44	\$ 17,890,772	\$ 18,364,134
Medical Advocacy (Act 44)	695,169	728,866
F.V.P.S.	3,879,179	4,048,670
Act 222	822,464	833,000
PHHSBG	194,676	194,676
SSBG	5,382,529	5,705,000
OIM	79,617	90,000
Total revenues	28,944,406	29,964,346
Expenditures:		
Administrative salaries	1,467,770	1,501,393
Administrative benefits	362,823	378,151
Audit	3,270	4,295
Consultant and professional fees	213,951	238,744
Equipment and furniture	40,145	41,340
Membership	40,335	48,714
Postage	1,490	1,589
Printing and photocopy	1,408	2,125
Professional development	6,615	11,866
Space costs	176,151	181,911
Supplies	21,727	38,894
Telephone	19,746	21,707
Travel	83	1,910
Training and relocation	140,000	140,000
Economic Justice subrecipient pass through	46,934	70,000
DEI subrecipient passthrough	424,998	440,860
Total expenditures before subcontractor costs	2,967,446	3,123,499
Subcontractor costs	25,976,960	26,840,847
Total expenditures	28,944,406	29,964,346
Excess of revenues over expenditures	\$ (0)	\$ -

**Pennsylvania Coalition
Against Domestic Violence**

Independent Auditor's Reports
Required by the Uniform Guidance

Year Ended June 30, 2021

**Independent Auditor's Report on Internal Control over Financial Reporting and on
Compliance and Other Matters Based on an Audit of Financial Statements
Performed in Accordance with Government Auditing Standards**

**Board of Directors
Pennsylvania Coalition
Against Domestic Violence**

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 the Pennsylvania Coalition Against Domestic Violence (Coalition), which comprise the statement of financial position as of June 30, 2021, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated February 4, 2022.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Coalition's internal control over financial reporting (internal control) as a basis for designing 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 Coalition's internal control. Accordingly, we do not express an opinion on the effectiveness of the Coalition'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.

Board of Directors
Pennsylvania Coalition Against Domestic Violence
Independent Auditor's Report on Internal Control over
Financial Reporting and on Compliance and Other Matters

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Coalition'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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization'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 organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Maher Duessel

Harrisburg, Pennsylvania
February 4, 2022

Independent Auditor's Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance

Board of Directors Pennsylvania Coalition Against Domestic Violence

Report on Compliance for Each Major Federal Program

We have audited the Pennsylvania Coalition Against Domestic Violence's (Coalition) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Coalition's major federal programs for the year ended June 30, 2021. The Coalition's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Coalition's major federal 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 the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance 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 program occurred. An audit includes examining, on a test basis, evidence about the Coalition'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 qualified opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Coalition's compliance.

Board of Directors
Pennsylvania Coalition Against Domestic Violence
Independent Auditor's Report on Compliance for
Each Major Program and on Internal Control over
Compliance Required by the Uniform Guidance

Opinion on Each Major Federal Program

In our opinion, the Coalition 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 programs for the year ended June 30, 2021.

Report on Internal Control Over Compliance

Management of the Coalition 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 Coalition's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal 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 program and to test and report on internal control over compliance in accordance with the Uniform Guidance, 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 Coalition'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 program on a timely basis. A material weakness in internal control over compliance is a deficiency, or a 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 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 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.

Board of Directors
Pennsylvania Coalition Against Domestic Violence
Independent Auditor's Report on Compliance for
Each Major Program and on Internal Control over
Compliance Required by the Uniform Guidance

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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Maher Duessel

Harrisburg, Pennsylvania
February 4, 2022

PENNSYLVANIA COALITION AGAINST DOMESTIC VIOLENCE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

YEAR ENDED JUNE 30, 2021

I. Summary of Audit Results

1. Type of auditor's report issued: Unmodified, prepared in accordance with Generally Accepted Accounting Principles

2. Internal control over financial reporting:

Material weakness(es) identified? ☐ yes ☒ no

Significant deficiencies identified that are not considered to be material weakness(es)? ☐ yes ☒ none reported

3. Noncompliance material to financial statements noted? ☐ yes ☒ no

4. Internal control over major programs:

Material weakness(es) identified? ☐ yes ☒ no

Significant deficiencies identified that are not considered to be material weakness(es)? ☐ yes ☒ none reported

5. Type of auditor's report issued on compliance for major programs: Unmodified

6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR Section 200.516(a)? ☐ yes ☒ no

7. Major Programs:

Federal ALN(s)

21.019

16.575

14.267

Name of Federal Program or Cluster

Coronavirus Relief Fund

Crime Victim Assistance

Continuum of Care

8. Dollar threshold used to distinguish between type A and type B programs: \$750,000

9. Auditee qualified as low-risk auditee? ☐ yes ☒ no

PENNSYLVANIA COALITION AGAINST DOMESTIC VIOLENCE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

YEAR ENDED JUNE 30, 2021

- II. Findings related to the financial statements which are required to be reported in accordance with GAGAS.

No matters were reported.

- III. Findings and questioned costs for federal awards.

No matters were reported.

PENNSYLVANIA COALITION AGAINST DOMESTIC VIOLENCE

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

YEAR ENDED JUNE 30, 2021

NONE