



Consolidated Financial Statements
June 30, 2021 and 2020

Young Women's Christian Association of Utah

Young Women's Christian Association of Utah

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June 30, 2021 and 2020

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Independent Auditor's Report

The Board of Directors
Young Women's Christian Association of Utah
Salt Lake City, Utah

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of Young Women's Christian Association of Utah, which comprise the consolidated statements of financial position as of June 30, 2021 and 2020, and the related consolidated statements of activities, functional expenses, and cash flows for the years 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

Our responsibility is to express an opinion on these consolidated 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 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, 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 consolidated 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 consolidated financial statements referred to above present fairly, in all material respects, the financial position of Young Women's Christian Association of Utah, as of June 30, 2021 and 2020, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The supplementary information on pages 30 through 33 is presented for the purposes of additional analysis and is not a required part of the consolidated financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by 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) and is not a required part of the consolidated 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 consolidated financial statements. The information has been subjected to the auditing procedures applied in the audits of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 18, 2022, on our consideration of Young Women's Christian Association of Utah'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 Young Women's Christian Association of Utah'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 Young Women's Christian Association of Utah's internal control over financial reporting and compliance.



Salt Lake City, Utah
February 18, 2022

Young Women's Christian Association of Utah
Consolidated Statements of Financial Position
June 30, 2021 and 2020

	2021	2020
Assets		
Current Assets		
Cash and cash equivalents	\$ 2,408,633	\$ 1,262,240
Receivables		
Grants and contracts	365,817	237,662
Rents and other receivables	12,751	55,671
Promises to give, current	97,431	294,197
Prepaid expenses and other assets	84,623	66,630
Total current assets	2,969,255	1,916,400
Property and Equipment, Net	15,742,938	16,443,660
Cash Restricted to Building Projects	145,807	150,803
Cash Restricted for Program	675,791	316,224
Promises to Give, Less Current Portion	52,242	175,252
Long-Term Investments	3,049,806	2,563,483
	\$ 22,635,839	\$ 21,565,822

Young Women's Christian Association of Utah
Consolidated Statements of Financial Position
June 30, 2021 and 2020

	2021	2020
Liabilities and Net Assets		
Current Liabilities		
Accounts payable	\$ 95,940	\$ 160,211
Accrued expenses and other liabilities	329,431	240,687
Deferred revenue	74,196	145,459
Tenant security deposits	24,625	24,339
Current portion of notes payable	3,000	3,000
Total current liabilities	527,192	573,696
Accrued Loan Interest	57,227	55,224
Paycheck Protection Program Loan	771,392	773,853
Notes Payable, Less Current Portion	1,319,987	1,325,235
Total liabilities	2,675,798	2,728,008
Net Assets		
Without donor restrictions		
Undesignated	1,705,128	501,750
Board designated	1,609,225	1,278,063
Invested in property and equipment, net of related debt	14,039,951	14,735,425
	17,354,304	16,515,238
With donor restrictions	2,605,737	2,322,576
Total net assets	19,960,041	18,837,814
	\$ 22,635,839	\$ 21,565,822

Young Women's Christian Association of Utah
Consolidated Statements of Activities
Years Ended June 30, 2021 and 2020

	2021	2020
Change in Net Assets Without Donor Restrictions		
Revenue, support, and gains		
Contributions, excluding outstanding pledges	\$ 1,007,342	\$ 775,247
In-kind contributions	171,100	344,317
Government grants	2,985,573	2,590,113
Program service fees	1,178,720	1,097,575
Gross special events revenue	392,114	402,955
Less cost of direct benefits to donors	(149,464)	(94,346)
Net special events revenue	242,650	308,609
Net investment return	389,239	76,408
Membership dues	22,104	34,670
Rents and other revenue	253,479	546,507
Gain on Paycheck Protection Program loan forgiveness	779,621	-
Interest income	32	2,619
Net assets released from restrictions	1,185,928	1,175,273
Total revenue, support and gains	8,215,788	6,951,338
Expenses and losses		
Program services expenses		
Women in Jeopardy	1,864,408	1,913,119
Residential Self-Sufficiency	89,701	165,281
Children's Advocacy & Intervention	969,310	1,124,253
KRH Supportive Services	231,143	357,902
Family Justice Center	1,133,084	989,782
Lolie Eccles Early Education Center	1,320,356	1,310,758
For Every Woman	115,373	169,585
The Critchlow	349,620	413,572
YWBuilding Hope	2,848	3,851
YWEmpowered	329,548	354,791
Total program services expenses	\$ 6,405,391	\$ 6,802,894

Young Women's Christian Association of Utah
Consolidated Statements of Activities
Years Ended June 30, 2021 and 2020

	2021	2020
Supporting services expenses		
Management and general	\$ 502,981	\$ 527,635
Fundraising and development	367,899	473,339
Total supporting services expenses	870,880	1,000,974
Loss on sale of property and equipment	2,548	15,370
Loss on uncollectible promises to give	97,903	28,816
Total expenses and losses	7,376,722	7,848,054
Change in Net Assets Without Donor Restrictions	839,066	(896,716)
Change in Net Assets With Donor Restrictions		
Contributions, including outstanding pledges	1,385,632	640,356
Gross special events revenue	-	28,056
Net investment return	83,457	(7,702)
Net assets released from restrictions	(1,185,928)	(1,175,273)
Change in Net Assets With Donor Restrictions	283,161	(514,563)
Change in Net Assets	1,122,227	(1,411,279)
Net Assets, Beginning of Year	18,837,814	20,249,093
Net Assets, End of Year	\$ 19,960,041	\$ 18,837,814

Young Women's Christian Association of Utah
Consolidated Statement of Functional Expenses
Year Ended June 30, 2021

	Program Services										Supporting Services			
	Women In Jeopardy	Residential Self-Sufficiency	Children's Advocacy & Intervention	KRH Supportive Services	Family Justice Center	Lolie Eccles Early Education Center	For Every Woman	The Critchlow	YWBuilding Hope	YW-Empowered	Total Program Services	Management and General	Fundraising and Development	Total
Salaries	\$1,136,455	\$48,631	\$647,624	\$177,949	\$513,880	\$869,391	\$61,327	\$ 30,643	\$ -	\$ -	\$ 3,485,900	\$247,276	\$284,265	\$ 4,017,441
Benefits and payroll taxes	221,235	12,895	134,523	40,469	102,701	208,601	7,837	8,018	-	-	736,279	40,855	53,190	830,324
Total salaries and related expenses	1,357,690	61,526	782,147	218,418	616,581	1,077,992	69,164	38,661	-	-	4,222,179	288,131	337,455	4,847,765
Professional fees	12,839	508	7,138	2,661	37,559	10,628	13,750	24,950	2,848	3,751	116,632	59,913	45,650	222,195
Computer fees	36,731	1,234	19,398	3,975	23,571	5,979	998	32	-	-	91,918	22,121	19,826	133,865
Supplies	21,151	5	10,262	373	16,434	18,086	3,605	-	-	-	69,916	8,462	4,430	82,808
Food	49,491	1,411	35,135	-	-	25,053	-	-	-	-	111,090	-	86	111,176
Client assistance	95,530	346	-	-	216,174	-	-	-	-	-	312,050	-	-	312,050
Events	-	-	-	-	-	-	-	-	-	-	-	-	33,034	33,034
Activities	25	-	4,244	-	12	1,856	11,782	-	-	-	17,919	65	982	18,966
Postage and shipping	50	-	-	-	-	-	243	-	-	-	293	2,058	5,401	7,752
Printing	-	-	-	-	8	-	527	208	-	-	743	499	11,827	13,069
Telephone	7,280	213	3,924	819	10,593	4,771	307	3,457	-	-	31,364	6,763	1,801	39,928
Utilities	70,581	4,543	3,893	-	16,887	14,638	657	49,292	-	-	160,491	7,591	4,027	172,109
Repairs and maintenance	66,879	4,293	7,968	-	20,132	31,606	1,883	38,264	-	-	171,025	13,607	4,619	189,251
Equipment rental & repair	2,658	39	606	149	1,483	2,029	447	-	-	-	7,411	3,813	2,237	13,461
Insurance	22,737	4,314	10,045	2,328	11,606	8,694	2,900	17,510	-	-	80,134	11,799	7,833	99,766
Transportation	173	-	1,967	39	543	1,190	-	-	-	-	3,912	4,724	-	8,636
Conferences and training	10,502	337	4,367	767	4,392	5,631	1,059	-	-	-	27,055	40,000	1,541	68,596
Regional YWCA dues	-	-	-	-	-	-	-	-	-	-	-	3,019	-	3,019
Bank & investment fees	-	14	-	-	-	406	68	80	-	-	568	1,935	9,140	11,643
Payroll processing fees	8,881	-	3,627	1,034	1,935	5,562	-	-	-	-	21,039	5,122	1,209	27,370
Dues and subscriptions	340	-	-	-	46	2,434	200	-	-	-	3,020	1,682	7,186	11,888
Building security	10,048	1,590	2,063	282	3,091	1,820	174	107	-	-	19,175	1,353	995	21,523
Employee/volunteer recruitment	6,363	184	2,106	279	6,794	10,617	350	-	-	-	26,693	-	1,411	28,104
Marketing/advertising	-	-	-	-	900	345	3,600	-	-	-	4,845	-	8,670	13,515
Interest expense	-	-	-	-	-	-	-	3,111	-	-	3,111	5,768	-	8,879
Board expenses	-	-	-	-	-	-	-	-	-	-	-	3,027	-	3,027
Miscellaneous expenses	2,783	358	1,133	19	865	922	26	8,395	-	-	14,501	2,446	737	17,684
Total expenses before in-kind and depreciation	1,782,732	80,915	900,023	231,143	989,606	1,230,259	111,740	184,067	2,848	3,751	5,517,084	493,898	510,097	6,521,079
In-kind expense	73,199	6,364	62,626	-	15,109	13,802	-	-	-	-	171,100	-	-	171,100
Depreciation	8,477	2,422	6,661	-	128,369	76,295	3,633	165,553	-	325,797	717,207	9,083	7,266	733,556
	1,864,408	89,701	969,310	231,143	1,133,084	1,320,356	115,373	349,620	2,848	329,548	6,405,391	502,981	517,363	7,425,735
Less expenses included with revenue on the consolidated statement of activities														
Cost of direct benefits to donors	-	-	-	-	-	-	-	-	-	-	-	-	(149,464)	(149,464)
Total expenses included in the expense section on the consolidated statement of activities	\$ 1,864,408	\$ 89,701	\$ 969,310	\$ 231,143	\$ 1,133,084	\$ 1,320,356	\$ 115,373	\$ 349,620	\$ 2,848	\$ 329,548	\$ 6,405,391	\$ 502,981	\$ 367,899	\$ 7,276,271

Young Women's Christian Association of Utah
Consolidated Statement of Functional Expenses
Year Ended June 30, 2020

	Program Services										Supporting Services			
	Women In Jeopardy	Residential Self-Sufficiency	Children's Advocacy & Intervention	KRH Supportive Services	Family Justice Center	Lolie Eccles Early Education Center	For Every Woman	The Critchlow	YWBuilding Hope	YW-Empowered	Total Program Services	Management and General	Fundraising and Development	Total
Salaries	\$1,149,372	\$78,725	\$735,777	\$236,789	\$448,037	\$829,694	\$90,962	\$ -	\$ -	\$ -	\$3,569,356	\$202,100	\$211,369	\$ 3,982,825
Benefits and payroll taxes	224,651	19,736	138,139	52,085	85,703	219,844	22,542	-	-	-	762,700	44,034	45,318	852,052
Total salaries and related expenses	1,374,023	98,461	873,916	288,874	533,740	1,049,538	113,504	-	-	-	4,332,056	246,134	256,687	4,834,877
Professional fees	26,117	4,147	11,238	11,369	18,425	3,942	12,451	71,253	3,851	3,626	166,419	134,423	98,184	399,026
Computer fees	41,134	2,425	11,207	5,983	8,312	5,206	698	1,889	-	-	76,854	19,571	21,195	117,620
Supplies	23,266	255	13,900	616	178	15,934	1,637	12,284	-	-	68,070	9,688	11,515	89,273
Food	51,689	3,619	39,454	-	-	19,969	-	-	-	-	114,731	-	-	114,731
Client assistance	26,145	291	5,289	2,111	168,521	-	-	-	-	-	202,357	-	-	202,357
Events	-	-	-	-	-	-	-	-	-	-	-	-	94,346	94,346
Activities	-	-	8,995	616	186	8,534	19,400	-	-	-	37,731	1,615	3,022	42,368
Postage and shipping	-	-	-	-	-	-	-	22	-	-	22	1,019	6,667	7,708
Printing	-	-	-	-	143	-	3,798	-	-	-	3,941	1,717	11,995	17,653
Telephone	5,117	205	2,169	427	13,363	5,902	843	2,393	-	-	30,419	3,106	893	34,418
Utilities	65,411	11,822	1,291	-	20,194	14,265	586	56,078	-	-	169,647	8,202	4,051	181,900
Repairs and maintenance	72,483	13,192	8,938	-	28,963	37,601	1,597	44,031	-	-	206,805	12,166	6,140	225,111
Equipment rental & repair	3,312	121	589	1,468	3,447	3,490	607	569	-	-	13,603	5,642	3,704	22,949
Furnishings	-	-	-	-	-	-	-	5,333	-	-	5,333	-	-	5,333
Insurance	22,684	6,327	8,427	2,399	11,692	8,599	3,066	16,391	-	-	79,585	11,551	7,674	98,810
Transportation	432	-	8,777	-	870	5,968	766	-	-	-	16,813	-	-	16,813
Conferences and training	16,731	2,721	9,875	3,242	8,478	15,509	5,083	100	-	-	61,739	9,901	11,451	83,091
Regional YWCA dues	-	-	-	-	-	-	-	-	-	-	-	28,447	-	28,447
Bank & investment fees	-	141	-	-	-	2,157	517	-	-	-	2,815	2,531	8,859	14,205
Payroll processing fees	8,624	-	3,593	1,198	1,916	5,510	1,916	-	-	-	20,841	1,916	1,198	23,955
Dues and subscriptions	200	-	-	-	-	2,059	60	-	-	-	2,319	4,643	3,660	10,622
Building security	12,428	2,753	2,934	154	3,980	1,765	260	866	-	-	25,140	2,275	1,574	28,989
Employee/volunteer recruitment	1,697	25	1,314	311	567	658	23	-	-	-	4,595	4,780	1,339	10,714
Marketing/advertising	-	-	-	-	900	380	490	-	-	-	1,770	640	4,051	6,461
Interest expense	-	-	-	-	-	-	-	3,401	-	-	3,401	2,797	-	6,198
Board expenses	-	-	-	-	-	-	-	-	-	-	-	2,522	-	2,522
Miscellaneous expenses	2,147	441	659	29	938	1,074	85	890	-	-	6,263	2,064	1,252	9,579
Bad debt expense	-	320	-	-	-	-	-	14,521	-	-	14,841	-	-	14,841
Total expenses before in-kind and depreciation	1,753,640	147,266	1,012,565	318,797	824,813	1,208,060	165,471	230,021	3,851	3,626	5,668,110	517,350	559,457	6,744,917
In-kind expense	149,880	15,272	104,146	39,105	19,609	16,305	-	-	-	-	344,317	-	-	344,317
Depreciation	9,599	2,743	7,542	-	145,360	86,393	4,114	183,551	-	351,165	790,467	10,285	8,228	808,980
	1,913,119	165,281	1,124,253	357,902	989,782	1,310,758	169,585	413,572	3,851	354,791	6,802,894	527,635	567,685	7,898,214
Less expenses included with revenues on the consolidated statement of activities	-	-	-	-	-	-	-	-	-	-	-	-	(94,346)	(94,346)
Cost of direct benefits to donors	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total expenses included in the expense section on the consolidated statement of activities	<u>\$ 1,913,119</u>	<u>\$ 165,281</u>	<u>\$ 1,124,253</u>	<u>\$ 357,902</u>	<u>\$ 989,782</u>	<u>\$ 1,310,758</u>	<u>\$ 169,585</u>	<u>\$ 413,572</u>	<u>\$ 3,851</u>	<u>\$ 354,791</u>	<u>\$ 6,802,894</u>	<u>\$ 527,635</u>	<u>\$ 473,339</u>	<u>\$ 7,803,868</u>

Young Women's Christian Association of Utah

Consolidated Statements of Cash Flows
Years Ended June 30, 2021 and 2020

	2021	2020
Operating Activities		
Change in net assets	\$ 1,122,227	\$ (1,411,279)
Adjustments to reconcile change in net assets to net cash from (used for) operating activities		
Depreciation	733,556	808,980
Realized and unrealized gain on investments	(437,381)	(36,585)
Amortization of discount on promises to give	2,570	9,261
Loss on uncollectible promises to give	97,903	28,816
Loss on sale of property and equipment	2,548	15,370
Donated securities	(130,521)	(1,595)
Gain on Paycheck Protection Program loan forgiveness	(773,853)	-
Changes in operating assets and liabilities		
Receivables	(85,235)	45,117
Promises to give	219,303	137,877
Prepaid expenses and other assets	(17,993)	56,176
Accounts payable	(64,271)	38,734
Accrued expenses and other liabilities	90,747	57,838
Deferred revenue	(71,263)	(106,550)
Tenant security deposits	286	(12,520)
Net Cash from (used for) Operating Activities	688,623	(370,360)
Investing Activities		
Purchases of investments	(893,522)	(978,294)
Proceeds from sales of investments	975,101	730,885
Purchases of property and equipment	(35,382)	(68,676)
Net Cash from (used for) Investing Activities	46,197	(316,085)

Young Women's Christian Association of Utah

Consolidated Statements of Cash Flows
Years Ended June 30, 2021 and 2020

	<u>2021</u>	<u>2020</u>
Financing Activities		
Payment of notes payable	\$ (5,248)	\$ (20,865)
Proceeds from Paycheck Protection Program loan	771,392	773,853
Proceeds from (repayment of) line of credit, net	-	(75,087)
	<u>766,144</u>	<u>677,901</u>
Net Cash from Financing Activities	766,144	677,901
Net Change in Cash, Cash Equivalents and Restricted Cash	1,500,964	(8,544)
Cash, Cash Equivalents, and Restricted Cash, Beginning of Year	<u>1,729,267</u>	<u>1,737,811</u>
Cash, Cash Equivalents, and Restricted Cash, End of Year	<u>\$ 3,230,231</u>	<u>\$ 1,729,267</u>
Cash and Cash Equivalents	\$ 2,408,633	\$ 1,262,240
Cash Restricted for Program	675,791	316,224
Cash Restricted for Building Projects	<u>145,807</u>	<u>150,803</u>
Total cash, cash equivalents, and restricted cash	<u>\$ 3,230,231</u>	<u>\$ 1,729,267</u>
Supplemental Disclosure of Cash Flow Information		
Cash paid during the year for interest	<u>\$ 6,876</u>	<u>\$ 6,198</u>

Note 1 - Principal Activity and Significant Accounting Policies

Organization

The Young Women's Christian Association of Utah (the Organization) is a private, nonprofit 501(c)(3) organization that is supported primarily through private charitable contributions, government grants and contracts, and earned revenue. The Organization provides programs and services that are consistent with its mission of eliminating racism, empowering women, and promoting peace, justice, freedom and dignity for all, as follows:

Women in Jeopardy: 24-hour crisis line, 24/7/365 crisis shelter that provides safety, meets basic needs, and offers trauma-informed supportive services for women and children who are victims of domestic violence.

Residential Self-Sufficiency: safe, affordable transitional housing and supportive services for women without dependent children who are survivors of domestic violence.

Children's Advocacy and Intervention: age-appropriate, trauma-informed care for children and teenagers in residence (ages 6 to 19) who have been exposed to family violence. Services include maternal/child family support, licensed drop-in child care for infants and young children in residence, academic assistance, after-school and summer camp program, mental health referrals, and other specialized intervention.

KRH Supportive Services: case management and other trauma-informed supportive services for low-income mothers and children living in the Kathleen Robison Huntsman (KRH) Apartments.

Family Justice Center: a collaborative partnership offering an array of confidential walk-in services to adult women and men in abusive relationships. Fourteen community partners offer a range of accessible, multi-disciplinary services in one central place.

Lolie Eccles Early Education Center: private, full-time, nationally accredited, state-licensed child care and early education for young community children from infancy through kindergarten.

The Critchlow: safe, affordable housing at the KRH for mothers and children who are survivors of domestic violence.

YWBuilding Hope: formed by and for the benefit of Young Women's Christian Association of Utah, including holding title to assets used by the Young Women's Christian Association of Utah for its programs.

YWEmpowered: shelter and residence for women and children who have experienced family violence.

For Every Woman: consists of the following programs

Week Without Violence: an annual series of education and awareness activities designed to renew the search for alternatives and solutions to violence, and to strengthen our sense of personal and shared responsibility for keeping one another safe from harm.

Stand Against Racism: annual event to raise awareness and renew commitment to ending racism in our communities.

Membership: varied opportunities for members to engage meaningfully in the Organization's work through affinity groups, advocacy, education, leadership development, and service.

Real Women Run at the YWCA: a collaborative nonpartisan effort to empower Utah women to participate fully in public life and civic leadership through elected political office at all levels, appointments to public boards and commissions, participation in campaigns, and engagement in our political system.

Women's Leadership Development: YWEmpowered develops emerging leaders 18-35; annual Young Women's Leadership Summit empowers young professional women to succeed, benefit others, and create a better world; annual Outstanding Achievement Awards recognize outstanding Utah women for their significant professional and community accomplishments.

Utah Women's Well-Being Initiative: an effort to advance the well-being of Utah women across key dimensions of their lives through research, education, collaboration, and public policy – so that women flourish, their families and communities thrive, and Utah prospers. First research briefing, *The Well-Being of Women in Utah: An Overview*, in partnership with the Institute for Women's Policy Research, was released in May 2014, with an updated fact sheet published in 2018 and annually thereafter.

Advocacy: mission-based issue education and public policy advocacy on local, state, and national levels to benefit Utah women and their families.

Principles of Consolidation

The consolidated financial statements include the accounts of the Young Women's Christian Association of Utah, YW Building Hope, a nonprofit 501(c)(3) organization, the Critchlow, LLC (the Critchlow), a limited liability company, and YWEmpowered, LLC (YWEmpowered), a limited liability company. YWBuilding Hope and the Young Women's Christian Association of Utah share a governing board and the economic interests of the entities are inter-related. The Critchlow and YWEmpowered are wholly-owned by Young Women's Christian Association of Utah and YWBuilding Hope. All significant intercompany accounts and transactions have been eliminated in consolidation. Unless otherwise noted, these consolidated entities are hereinafter referred to as "YWCA."

Cash and Cash Equivalents

YWCA considers all cash and highly liquid financial instruments with original maturities of three months or less, and which are neither held for nor restricted by donors for long-term purposes, to be cash and cash equivalents. Cash and highly liquid financial instruments restricted to capital expenditures, permanent endowment, or other long-term purposes of YWCA are excluded from this definition.

Restricted Cash

Amounts included in restricted cash represent restricted funds required to be set aside for program expenditures, building projects, and tenant deposits and reserves.

Grants and Contracts Receivable

YWCA receives substantial funding through federal, state, and other grants and contracts. The majority of these grants and contracts operate on a cost reimbursement basis. Generally, accounts receivable and related revenue is recorded when the applicable expenses to grant awards have been incurred. Certain grants require that the YWCA match the funds received with other funds in varying percentages. Management determines the allowance for uncollectible grants and contracts receivable based on historical experience, an assessment of economic conditions and a review of subsequent collections. At June 30, 2021 and 2020, the allowance was \$0.

Promises to Give

Unconditional promises to give that expected to be collected within one year are recorded at net realizable value. Unconditional promises to give, expected to be collected in future years, are initially recorded at fair value using present value techniques incorporating risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the asset. In subsequent years, amortization of the discounts is included in contribution revenue in the statements of activities. Management determines the allowance for uncollectable promises to give based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Promises to give are written off when deemed uncollectable. At June 30, 2021 and 2020, the allowance for uncollectable promises to give was \$20,000 and \$49,807, respectively.

Property and Equipment

Property and equipment additions over \$1,500 are recorded at cost, or if donated, at fair value on the date of donation. Depreciation and amortization are computed using the straight-line method over the estimated useful lives of the assets ranging from 2 to 40 years, or in the case of capitalized leased assets or leasehold improvements, the lesser of the useful life of the asset or the lease term. When assets are sold or otherwise disposed of, the cost and related depreciation or amortization are removed from the accounts, and any remaining gain or loss is included in the consolidated statements of activities. Costs of maintenance and repairs that do not improve or extend the useful lives of the respective assets are expensed currently.

YWCA reviews the carrying values of property and equipment for impairment whenever events or circumstances indicate that the carrying value of an asset may not be recoverable from the estimated future cash flows expected to result from its use and eventual disposition. When considered impaired, an impairment loss is recognized to the extent carrying value exceeds the fair value of the asset. There were no indicators of asset impairment during the years ended June 30, 2021 and 2020.

Investments

Investment purchases are recorded at cost or, if donated, at fair value on the date of donation. Thereafter, investments are reported at their fair values in the consolidated statements of financial position. Net investment return/(loss) is reported in the consolidated statements of activities and consists of interest and dividend income and realized and unrealized capital gains and losses, less external and direct internal investment expenses.

Net Assets

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

Net Assets Without Donor Restrictions – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions. The governing board has designated, from net assets without donor restrictions, net assets for an operating reserve and other purposes designated by the board.

Board-designated net assets without donor restrictions consist of the following at June 30, 2021 and 2020:

	<u>2021</u>	<u>2020</u>
Note payable sinking fund	\$ 89,280	\$ 82,722
Long-term investment account	<u>1,519,945</u>	<u>1,195,341</u>
	<u>\$ 1,609,225</u>	<u>\$ 1,278,063</u>

Net Assets With Donor Restrictions – Net assets subject to donor (or certain grantor) restrictions. Some donor imposed (or grantor) restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. The Organization reports contributions restricted by donors as increases in net assets with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends, or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the consolidated statements of activities as net assets released from restrictions.

Revenue and Revenue Recognition

Revenue is recognized when performance obligations are satisfied. Program service fees and payments under cost-reimbursable contracts received in advance are deferred to the applicable period in which the related services are performed or expenditures are incurred, respectively. Contributions are recognized when cash, securities or other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give, that is, those with a measurable performance or other barrier, and a right of return, are not recognized until the conditions on which they depend have been substantially met.

YWCA's federal and state contracts and grants are conditioned upon certain performance requirements and the incurrence of allowable qualifying expenses. Consequently, at June 30, 2021 and 2020, conditional contributions approximating \$975,000 and \$920,000, respectively, for which no amounts have been received in advance, have not been recognized in the accompanying consolidated financial statements. Rental income is recognized as rents become due. Rental payments received in advance are deferred until earned. All tenant leases are operating leases. An allowance for losses on tenant receivables is estimated based on the age of the receivable and its likelihood of being collected.

Donated Services and In-Kind Contributions

Volunteers contribute significant amounts of time to YWCA's program services, administration, and fundraising and development activities; however, the consolidated financial statements do not reflect the value of these contributed services because they do not meet recognition criteria prescribed by generally accepted accounting principles. Contributed goods are recorded at fair value at the date of donation. YWCA records donated professional services at the respective fair values of the services received.

Functional Allocation of Expenses

The costs of program and supporting services activities have been summarized on a functional basis in the consolidated statements of activities. The consolidated statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Also included in program services are costs associated with the management and operation of the Critchlow, a low-income housing project. The consolidated financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. Expenses allocated on a square footage basis include depreciation, building security, building maintenance, and property and liability insurance. Expenses that are allocated on the basis of estimates of time and effort include salaries and related expenses, professional fees, computer fees, and miscellaneous expenses.

Income Taxes

The Young Women's Christian Association of Utah and YWBuilding Hope are organized as Utah nonprofit corporations and have been recognized by the Internal Revenue Service (IRS) as exempt from federal income taxes under Section 501(a) of the Internal Revenue Code as organizations described in Section 501(c)(3), qualifying for the charitable contribution deduction, and have been determined not to be private foundations. The Critchlow and YWEmpowered are limited liability companies. As such, the tax effects of the entities' activities accrue directly to their members and no tax provision is recorded in the accompanying consolidated financial statements. The Young Women's Christian Association of Utah and YWBuilding Hope are annually required to file a Return of Organization Exempt from Income Tax (Form 990) with the IRS. In addition, these entities are subject to income tax on net income that is derived from business activities that are unrelated to their exempt purposes. The Young Women's Christian Association of Utah and YWBuilding Hope have determined they are not subject to unrelated business income tax and have not filed an Exempt Organization Business Income Tax Return (Form 990-T) with the IRS.

The YWCA believes that it has appropriate support for any tax positions taken affecting its annual filing requirements, and as such, does not have any uncertain tax positions that are material to the consolidated financial statements. The YWCA would recognize future accrued interest and penalties related to unrecognized tax benefits and liabilities in income tax expense if such interest and penalties are incurred.

Estimates

The preparation of consolidated financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates and those differences could be material.

Financial Instruments and Credit Risk

YWCA manages deposit concentration risk by placing cash, money market accounts, and certificates of deposit with financial institutions believed by management to be creditworthy. At times, amounts on deposit may exceed insured limits or include uninsured investments in money market mutual funds. To date, YWCA has not experienced losses in any of these accounts. Credit risk associated with accounts receivable and promises to give is considered to be limited due to high historical collection rates and because substantial portions of the outstanding amounts are due from board members, governmental agencies, and foundations supportive of YWCA's mission. Investments are made by diversified investment managers whose performance is monitored by management and the Finance Committee of the Board of Directors. Although the fair values of investments are subject to fluctuation on a year-to-year basis, management and the Finance Committee believe that the investment policies and guidelines are prudent for the long-term welfare of YWCA.

Adoption of FASB Accounting Standards Update 2014-09

As of July 1, 2020, YWCA has adopted the provisions of ASU 2014-09, *Revenue from Contracts with Customers (Topic 606)*, as amended with retrospective application to the prior periods presented. The application of the provisions did not have a material effect on the amounts presented or disclosed.

Subsequent Events

YWCA has evaluated subsequent events through February 18, 2022, the date the consolidated financial statements were available to be issued.

Note 2 - Liquidity and Availability

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the financial position date, comprise the following:

	<u>2021</u>	<u>2020</u>
Cash and cash equivalents	\$ 1,307,222	\$ 339,686
Grant and contract receivables	365,817	237,662
Rents and other receivables	12,751	55,671
Promises to give for general operations	72,431	258,972
Operating investment account	<u>518,993</u>	<u>587,040</u>
	<u>\$ 2,277,214</u>	<u>\$ 1,479,031</u>

The YWCA Endowment Fund (Note 11) consists of donor-restricted investment assets. Investment earnings derived from donor-restricted endowments are not restricted to specific purposes and may be available for general operating expenses subject to the YWCA investment and spending policies. The Board of Directors has established policies for the use of investment income, including the YWCA Endowment Fund, as follows: up to half of the annual earnings from the investment funds can be used for operations if the total market value of the funds, excluding any contributions, additions and withdrawals initiated by the YWCA, is at least 4% higher than the preceding June 30th market value.

As part of the liquidity management plan, YWCA has a \$500,000 line of credit available to meet cash flow needs. At June 30, 2021, the undrawn balance on the line of credit is \$500,000.

Note 3 - Restricted Cash

Restricted cash is available for the following purposes at June 30, 2021 and 2020:

	<u>2021</u>	<u>2020</u>
Domestic violence programs	\$ 675,791	\$ 316,224
Note payable sinking fund	89,280	82,722
Tenant security deposits and replacement reserves	<u>56,527</u>	<u>68,081</u>
	<u>\$ 821,598</u>	<u>\$ 467,027</u>

Note 4 - Fair Value Measurements and Disclosures

Certain assets are reported at fair value in the consolidated financial statements. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal, or most advantageous, market at the measurement date under current market conditions regardless of whether that price is directly observable or estimated using another valuation technique. Inputs used to determine fair value refer broadly to the assumptions that market participants would use in pricing the asset or liability, including assumptions about risk. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset based on the best information available. A three-tier hierarchy categorizes the inputs as follows:

Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities that YWCA can access at the measurement date.

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. These include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the asset or liability, and market-corroborated inputs.

Level 3 – Unobservable inputs for the asset or liability. In these situations, YWCA develops inputs using the best information available in the circumstances.

In some cases, the inputs used to measure the fair value of an asset or a liability might be categorized within different levels of the fair value hierarchy. In those cases, the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement. Assessing the significance of a particular input to entire measurement requires judgment, taking into account factors specific to the asset or liability. The categorization of an asset within the hierarchy is based upon the pricing transparency of the asset and does not necessarily correspond to YWCA's assessment of the quality, risk or liquidity profile of the asset or liability.

A significant portion of YWCA's investment assets are classified within Level 1 because they are comprised of open-ended fixed income securities and equities and mutual funds with readily determinable fair values based on daily redemption values. The U.S. Government obligations are valued by the custodians of the securities using pricing models based on credit quality, time to maturity, stated interest rates and market-rate assumptions, and are classified within Level 2.

Young Women's Christian Association of Utah

Notes to Consolidated Financial Statements

June 30, 2021 and 2020

The following table presents assets measured at fair value on a recurring basis, except those measured at cost as identified below, at June 30, 2021:

Assets	Total	Fair Value Measurements at Report Date Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Long-term Investments				
Cash and money market funds (at cost)	\$ 286,150	\$ -	\$ -	\$ -
U.S. Government obligations	141,887	-	141,887	-
Mutual funds	721,901	721,901	-	-
Equities	1,899,868	1,899,868	-	-
Total long-term investments at fair value	\$ 3,049,806	\$ 2,621,769	\$ 141,887	\$ -

The following table presents assets measured at fair value on a recurring basis, except those measured at cost as identified below, at June 30, 2020:

Assets	Total	Fair Value Measurements at Report Date Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Long-term Investments				
Cash and money market funds (at cost)	\$ 500,126	\$ -	\$ -	\$ -
U.S. Government obligations	178,528	-	178,528	-
Mutual funds	557,572	557,572	-	-
Equities	1,327,257	1,327,257	-	-
Total long-term investments at fair value	\$ 2,563,483	\$ 1,884,829	\$ 178,528	\$ -

Note 5 - Net Investment Return

Net investment return consists of the following for the years ended June 30, 2021 and 2020:

	2021	2020
Long-term investments		
Interest and dividends, net of management and custodian fees	\$ 24,410	\$ 20,387
Net realized and unrealized gain	364,829	56,021
	389,239	76,408
Endowment investments		
Interest and dividends, net of management and custodian fees	10,905	11,736
Net realized and unrealized gain (loss)	72,552	(19,438)
	83,457	(7,702)
	\$ 472,696	\$ 68,706

Note 6 - Promises to Give

Unconditional promises to give are estimated to be collected as follows at June 30, 2021 and 2020:

	2021	2020
Within one year	\$ 97,431	\$ 294,197
In one to five years	74,812	234,320
	172,243	528,517
Less discount to net present value at a rate of 2.00% through 2.62%	(2,570)	(9,261)
Less allowance for uncollectable promises to give	(20,000)	(49,807)
	\$ 149,673	\$ 469,449

Young Women's Christian Association of Utah

Notes to Consolidated Financial Statements

June 30, 2021 and 2020

Unconditional promises to give consist of the following for the years ended June 30, 2021 and 2020:

	2021	2020
United Way allocations and designations for July 1, through June 30 of the following year	\$ -	\$ 39,500
Restricted to programs	25,000	85,225
Pledges receivable, including Stronger Together Society, and Leader Luncheon	147,243	403,792
	\$ 172,243	\$ 528,517

Note 7 - Property and Equipment

Property and equipment consists of the following at June 30, 2021 and 2020:

	2021	2020
Land	\$ 1,638,486	\$ 1,638,486
Buildings and improvements	23,316,677	23,277,968
Equipment and furnishings	2,799,771	2,787,187
	27,754,934	27,703,641
Less accumulated depreciation and amortization	(12,011,996)	(11,259,981)
	\$ 15,742,938	\$ 16,443,660

Note 8 - Paycheck Protection Program Loan

YWCA was granted a \$771,392 loan during 2021 under the Paycheck Protection Program (PPP) administered by a Small Business Administration (SBA) approved partner. The loan is uncollateralized and is fully guaranteed by the federal government. YWCA is eligible for loan forgiveness of up to 100% of the loan, upon meeting certain requirements. YWCA has recorded a note payable and will record the forgiveness upon being legally released from the loan obligation by the SBA. No forgiveness income relating to this loan has been recorded for the year ended June 30, 2021. YWCA intends to apply for forgiveness of the PPP loan in 2022. YWCA will be required to repay any remaining balance, plus interest accrued at 1 percent in monthly payments commencing in August 4, 2022, principal and interest payments will be required through the maturity date March 4, 2026. The terms of the loan provide for customary events of default including, among other things, payment defaults, breach of representations and warranties, and insolvency events. The loan may be accelerated upon the occurrence of an event of default.

Young Women's Christian Association of Utah

Notes to Consolidated Financial Statements

June 30, 2021 and 2020

YWCA was granted a \$773,853 loan in 2020 under the Paycheck Protection Program (PPP) administered by a Small Business Administration (SBA) approved partner. The loan is uncollateralized and is fully guaranteed by the federal government. YWCA initially recorded a note payable and subsequently recorded forgiveness when the loan obligation was legally released by the SBA. YWCA recognized \$773,853 of loan forgiveness income for the year ended June 30, 2021. In accordance with PPP loan requirements, YWCA is required to maintain PPP loan files and certain underlying supporting documents for periods ranging from three to six years. YWCA is also required to permit access to such files upon request by the SBA. Accordingly, there is potential the PPP loan could be subject to further review by the SBA and that previously recognized forgiveness could be reversed based on the outcome of this review.

Note 9 - Notes Payable

Notes payable consist of the following at June 30, 2021 and 2020:

	2021	2020
Noninterest bearing note between State of Utah Olene Walker Housing Trust Fund and the Organization payable in annual installments of \$1,200 beginning June 1, 2007 through June 1, 2037. Principal balance of \$204,000 is due on June 1, 2037.	\$ 222,000	\$ 223,200
Note at 2.00% between State of Utah Olene Walker Housing Trust Fund, and the Critchlow, payable in monthly interest only installments of \$50 for 360 months through 2028. Principal and remaining interest balance are due December 1, 2028.	149,088	151,885
Noninterest bearing note between Salt Lake City Corporation, and the Critchlow, payable in monthly installments of \$50 for 360 months through 2028 after which the balance will be renegotiated with Salt Lake City Corporation.	285,898	286,550
Noninterest bearing note between Salt Lake County HOME, and the Critchlow, payable in monthly installments of \$50 until the principal balance balance is paid in full, or the terms of the note are renegotiated with Salt Lake County.	166,001	166,600
YWBuilding Hope, payable in annual installments of \$16,667 beginning April 1, 2019 through April 1, 2039, subject to the availability of surplus cash as defined in the loan document. Subject to renegotiation with Salt Lake City in 2039, if not paid in full. Secured by a trust deed on the property.	500,000	500,000
Total notes payable	1,322,987	1,328,235
Less current portion	(3,000)	(3,000)
Total long-term notes payable	\$ 1,319,987	\$ 1,325,235

Young Women's Christian Association of Utah

Notes to Consolidated Financial Statements

June 30, 2021 and 2020

Future maturities of notes payable are as follows:

Years Ending June 30,		
2022	\$	3,000
2023		3,000
2024		3,000
2025		3,000
2026		3,000
Thereafter		1,307,987
	\$	1,322,987

The note payable to the State of Utah Olene Walker Housing Trust Fund totaling \$149,088 and \$151,885 at June 30, 2021 and 2020, respectively, and the note payable to Salt Lake City Corporation totaling \$285,898 and \$286,550 at June 30, 2021 and 2020, respectively (see Note 15), require that the KRH be used for low-income housing for a period not less than 51 years (December 2048).

The Olene Walker Housing Trust Fund obligation totaling \$222,000 and \$223,200 at June 30, 2021 and 2020, respectively, is a zero percent loan that requires annual payments of \$1,200 beginning on June 1, 2007 and continuing for 30 years, with the remaining balance of \$204,000 due and payable on June 1, 2037. During the term of the agreement, YWCA is to operate a “teen home.” If the teen home changes the policy of not charging rent to the residents of the teen home; or if there is a change in the use of the property, the note will be due and payable in full with accrued interest of 8% per annum on the unpaid balance, from the date any changes are made. In July 2009, the Organization received approval for a change of use of the property from a teen home to provide additional domestic violence shelter for young mothers and their children. Management has established a reserve to retire the obligation. The reserve is invested in a 12-month certificate of deposit with a balance totaling \$89,280 and \$82,722 at June 30, 2021 and 2020, respectively, and the amount is classified as restricted cash in the accompanying consolidated statements of financial position.

Note 10 - Line of Credit

At June 30, 2021 and 2020, YWCA had borrowings under an unsecured bank line of credit totaling \$0. This line of credit has a maximum borrowing limit of \$500,000, with interest charged at the prime rate plus 1.0%. This line of credit is available until May 17, 2022.

Note 11 - Endowments

YWCA holds net assets with donor restrictions to be maintained in perpetuity totaling \$388,791 at June 30, 2021 and 2020, to provide funding for general operations according to policies established by the Board of Directors. The amounts are reported as long-term investments in the consolidated statements of financial position.

Young Women's Christian Association of Utah

Notes to Consolidated Financial Statements

June 30, 2021 and 2020

The Board of Directors of YWCA has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds, unless there are explicit donor stipulations to the contrary. At June 30, 2021 and 2020, there were no such donor stipulations. As a result of this interpretation, YWCA retains in perpetuity (a) the original value of gifts donated to the endowment, (b) the original value of subsequent gifts donated to the endowment (including promises to give net of discount and allowance for doubtful accounts, and (c) accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added. Donor-restricted amounts not retained in perpetuity are subject to appropriation for expenditure by YWCA in a manner consistent with the standard of prudence prescribed by UPMIFA. YWCA considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- The duration and preservation of the fund
- The purposes of the organization and the donor-restricted endowment fund
- General economic conditions
- The possible effect of inflation and deflation
- The expected total return from income and the appreciation of investments
- Other resources of the organization
- The investment policies of the organization

As of June 30, 2021, endowment net asset composition by type of fund is as follows:

	Without Donor Restriction	With Donor Restrictions	Total
Donor-restricted endowment funds			
Original donor-restricted gift amount and amounts required to be maintained in perpetuity by donor	\$ -	\$ 388,791	\$ 388,791
Accumulated investment gains	-	130,201	130,201
	\$ -	\$ 518,992	\$ 518,992

As of June 30, 2020, endowment net asset composition by type of fund is as follows:

	Without Donor Restriction	With Donor Restrictions	Total
Donor-restricted endowment funds			
Original donor-restricted gift amount and amounts required to be maintained in perpetuity by donor	\$ -	\$ 388,791	\$ 388,791
Accumulated investment gains	-	69,387	69,387
	\$ -	\$ 458,178	\$ 458,178

Young Women's Christian Association of Utah

Notes to Consolidated Financial Statements

June 30, 2021 and 2020

From time to time, certain donor-restricted endowment funds may have fair values less than the amount required to be maintained by donors or by law (underwater endowments). YWCA has interpreted UPMIFA to permit spending from underwater endowments in accordance with prudent measures required under law. At June 30, 2021 and 2020, there are no underwater endowments.

Investment and Spending Policies

YWCA has adopted investment and spending policies for the endowment that attempt to provide a predictable stream of funding for operations while seeking to maintain the purchasing power of the endowment assets. Over time, long-term rates of return should be equal to an amount sufficient to maintain the purchasing power of the endowment assets, to provide the necessary capital to fund the spending policy, and to cover the costs of managing the endowment investments. The Board of Directors has established policies for the use of the investment earnings as follows: distribute annually 4% of the trailing four quarters' average of each fund's total asset value with the expectation that, over time, the total real return from investments will exceed the pay-out rate, thus allowing for real growth of assets. Calculation of the four quarters' average of total asset value is made during the preparation of the next year's operating budget and is calculated at the end of March, with the distribution made sometime during the first quarter of the next fiscal year.

Changes in endowment net assets for the year ending June 30, 2021, are as follows:

	Without Donor Restriction	With Donor Restrictions	Total
Endowment net assets, beginning of year	\$ -	\$ 458,178	\$ 458,178
Interest and dividends, net	-	10,905	10,905
Net realized and unrealized gain	-	72,552	72,552
Appropriation of endowment assets pursuant to spending-rate policy	-	(22,643)	(22,643)
Endowment net assets, end of year	<u>\$ -</u>	<u>\$ 518,992</u>	<u>\$ 518,992</u>

Changes in endowment net assets for the year ending June 30, 2020, are as follows:

	Without Donor Restriction	With Donor Restrictions	Total
Endowment net assets, beginning of year	\$ -	\$ 470,542	\$ 470,542
Interest and dividends, net	-	11,736	11,736
Net realized and unrealized gain	-	(19,438)	(19,438)
Appropriation of endowment assets pursuant to spending-rate policy	-	(4,662)	(4,662)
Endowment net assets, end of year	<u>\$ -</u>	<u>\$ 458,178</u>	<u>\$ 458,178</u>

Note 12 - Net Assets with Donor Restrictions

Net assets with donor restrictions are restricted for the following purposes or periods:

	<u>2021</u>	<u>2020</u>
Subject to expenditure for donor specified purpose		
For building construction and improvements	\$ 326,761	\$ 332,824
United Way for Women in Jeopardy and for Children's Services		
in next fiscal year	-	39,500
Bequest for Domestic Violence Programs	192,300	202,723
Domestic Violence programs in next fiscal year	177,257	186,431
Every Woman programming	100,000	20,840
Vehicle purchase	-	6,924
Consulting project in next fiscal year	-	11,342
Economic Empowerment and Children's programming	746,691	208,997
Low-income Housing	380,000	380,000
Promises to give, the proceeds from which have been		
restricted by donors for		
For Every Woman programming	25,000	35,225
Transitional Housing and Drop-in Child Care	-	50,000
	<u>1,948,009</u>	<u>1,474,806</u>
Subject to passage of time		
Promises to give that are not restricted by donors, but are		
unavailable for expenditure until received	<u>138,736</u>	<u>389,594</u>
Endowments		
Subject to YWCA endowment spending policy		
Invested in perpetuity	388,792	388,792
Available for general use (when appropriated in		
accordance with the YWCA endowment spending policy)	<u>130,200</u>	<u>69,387</u>
	<u>518,992</u>	<u>458,179</u>
	<u>\$ 2,605,737</u>	<u>\$ 2,322,579</u>

YWCA received a \$200,000 grant from the Redevelopment Agency of Salt Lake City for use in the construction of the KRH. The amount will remain as a grant as long as the Critchlow, LLC abides by the terms and conditions as outlined in the Declaration of Covenants, Conditions, and Restrictions and the terms and conditions provided for in the development agreement, and the use of the KRH is devoted to low-income housing for a period not less than 25 years (May 2022). If the Critchlow, LLC fails to abide by the restrictions, the grant of \$200,000 will convert to a loan with the following terms: the \$200,000 shall be immediately payable to the Redevelopment Agency of Salt Lake City together with interest on the principal at the rate of 3% per annum from the original date of the disbursement to the YWCA.

YWCA received a \$180,000 grant from the Federal Home Loan Bank of Seattle (the Bank) to be used in the construction of the KRH. The grant will remain as such as long as the Critchlow, LLC remains in compliance with the regulations and conditions of the Bank's Affordable Housing Program (AHP), including the use of the KRH for low-income housing for a period not less than 51 years (December 2048). If at any time the Critchlow, LLC falls out of compliance with the AHP regulations and conditions under which the grant was approved, the Bank may recapture the grant funds from the Organization. As of June 30, 2021, the Critchlow, LLC was in compliance with all regulations and conditions.

Note 13 - Donated Professional Services and Materials

YWCA receives donated equipment, food, supplies, and other expendable items for use in its programs. These contributions totaled \$171,100 and \$344,317 for the years ended June 30, 2021 and 2020, respectively. The YWCA partners with two other nonprofit organizations on a special holiday project that secures new gifts for program participants of the three organizations. The YWCA does not record the value of donations received for these other nonprofit organizations.

Note 14 - Employee Benefits

The Young Women's Christian Association Retirement Fund, Inc. (the Plan), is a multiple-employer cash balance defined benefit pension plan. Each participant has a cash balance account, which is a hypothetical account to which contribution and interest credits are made monthly. Contributions of a specific percentage of gross compensation are made by participating employers on behalf of eligible Plan participants. Besides contribution and interest credits, other components of a participant's account consist of Plan matching contributions and optional employee after-tax contributions, if the employee qualifies and chooses to make them. The optional after-tax contribution rate is currently limited to 10% of gross compensation. The Plan is governed by a written plan document (copies available upon request), constitution and by-laws. The Plan is subject to the provisions of the Employee Retirement Income Security Act (ERISA) of 1974, as amended, and is qualified under Section 401(a) of the Internal Revenue Code.

YWCA eligible employees participate in the Plan after two years of employment. Under the Plan, employees' benefits are 100% vested immediately. Currently, YWCA's contribution is 7.5% of the eligible employee's gross annual wages. YWCA's expense for the Plan was \$140,352 and \$144,531 for the years ended June 30, 2021 and 2020, respectively.

Note 15 - Commitments and Contingencies

The note payable to the State of Utah Olene Walker Housing Trust Fund totaling \$149,088 and \$151,885 at June 30, 2021 and 2020, respectively, and the note payable to Salt Lake City Corporation totaling \$285,898 and \$286,550 at June 30, 2021 and 2020 (see Note 9), respectively, require that the KRH be used for low-income housing for a period not less than 51 years (December 2048).

The Organization received a \$200,000 grant from the Redevelopment Agency of Salt Lake City for use in the construction of the KRH. The amount will remain as a grant as long as the Critchlow, LLC abides by the terms and conditions as outlined in the Declaration of Covenants, Conditions, and Restrictions and the terms and conditions provided for in the development agreement, and the use of the KRH is devoted to low-income housing for a period not less than 25 years (May 2022). If the Critchlow, LLC fails to abide by the restrictions, the grant of \$200,000 will convert to a loan with the following terms: The \$200,000 shall be immediately payable to the Redevelopment Agency of Salt Lake City together with interest on the principal at the rate of 3% per annum from the original date of the disbursement to the Organization.

The Organization received a \$180,000 grant from the Federal Home Loan Bank of Seattle (the Bank) to be used in the construction of the KRH. The grant will remain as such as long as the Critchlow, LLC remains in compliance with the regulations and conditions of the Bank's Affordable Housing Program (AHP), including the use of the KRH for low-income housing for a period not less than 51 years (December 2048). If at any time the Critchlow, LLC falls out of compliance with the AHP regulations and conditions under which the grant was approved, the Bank may recapture the grant funds from the Organization. As of June 30, 2021, the Critchlow, LLC was in compliance with all regulations and conditions.

Litigation, Claims, and Disputes

The YWCA is subject to the usual contingencies in the normal course of operations relating to the performance of its tasks under its various programs. In the opinion of management, the ultimate settlement of any litigation claims, and disputes in process will not be material to the financial position, operations, or cash flows of the YWCA.



Supplementary Information
June 30, 2021 and 2020

Young Women's Christian Association of Utah

Young Women's Christian Association of Utah
Supplementary Consolidating Statement of Financial Position
June 30, 2021

	YWCA	The Critchlow	YWBuilding Hope	YW- Empowered	Eliminations	Total
Assets						
Current Assets						
Cash and cash equivalents	\$ 2,223,206	128,744	\$ 20,225	\$ 36,458	\$ -	\$ 2,408,633
Receivables						
Grants and contracts	365,817	-	-	-	-	365,817
Affiliated company	13,381	-	-	-	(13,381)	-
Rents and other receivables	(463)	13,214	-	-	-	12,751
Promises to give, current	97,431	-	-	-	-	97,431
Prepaid expenses and other assets	82,820	1,803	-	-	-	84,623
Total current assets	2,782,192	143,761	20,225	36,458	(13,381)	2,969,255
Property and Equipment, Net	5,038,735	699,134	-	10,785,653	(780,584)	15,742,938
Cash Restricted to Building Projects	89,280	56,527	-	-	-	145,807
Cash Restricted for Program, Long-Term	675,791	-	-	-	-	675,791
Promises to Give, Long-Term	52,242	-	-	-	-	52,242
Loans to Affiliated Company	380,000	-	-	-	(380,000)	-
Long-Term Investments	3,049,806	-	-	-	-	3,049,806
Investment in Affiliated Companies	1,117,711	-	9,704,401	-	(10,822,112)	-
	\$ 13,185,757	\$ 899,422	\$ 9,724,626	\$ 10,822,111	\$ (11,996,077)	\$ 22,635,839
Liabilities and Net Assets						
Current Liabilities						
Accounts payable	\$ 95,940	\$ -	\$ -	\$ -	\$ -	\$ 95,940
Accrued expenses and other liabilities	236,077	93,354	-	-	-	329,431
Deferred revenue	74,196	-	-	-	-	74,196
Affiliated company payable	-	13,381	-	-	(13,381)	-
Tenant security deposits	-	24,625	-	-	-	24,625
Current portion of notes payable	3,000	-	-	-	-	3,000
Total current liabilities	409,213	131,360	-	-	(13,381)	527,192
Accrued Loan Interest	-	57,227	-	-	-	57,227
Paycheck Protection Program						
Loan, Less Current Portion	771,392	-	-	-	-	771,392
Notes Payable, Less Current Portion	219,000	600,987	500,000	-	-	1,319,987
Loans from Affiliated Organization	-	380,000	-	-	(380,000)	-
Total liabilities	1,399,605	1,169,574	500,000	-	(393,381)	2,675,798
Net Assets						
Without donor restriction						
Members' equity	-	(270,152)	-	10,822,111	(10,551,959)	-
Undesignated	2,735,640	-	20,225	-	(1,050,737)	1,705,128
Designated by Board	1,609,225	-	-	-	-	1,609,225
Property and equipment, net of related debt	4,835,550	-	9,204,401	-	-	14,039,951
With donor restriction	2,605,737	-	-	-	-	2,605,737
Total net assets	11,786,152	(270,152)	9,224,626	10,822,111	(11,602,696)	19,960,041
	\$ 13,185,757	\$ 899,422	\$ 9,724,626	\$ 10,822,111	\$ (11,996,077)	\$ 22,635,839

Young Women's Christian Association of Utah
Supplementary Consolidating Statement of Financial Position
June 30, 2020

	YWCA	The Critchlow	YWBuilding Hope	YW- Empowered	Eliminations	Total
Assets						
Current Assets						
Cash and cash equivalents	\$ 1,152,426	\$ 47,733	\$ 23,073	\$ 39,008	\$ -	\$ 1,262,240
Receivables						
Grants and contracts	237,662	-	-	-	-	237,662
Affiliated company	9,097	-	-	-	(9,097)	-
Rents and other receivables	6,461	49,210	-	-	-	55,671
Promises to give, current	294,197	-	-	-	-	294,197
Prepaid expenses and other assets	64,518	2,112	-	-	-	66,630
Total current assets	1,764,361	99,055	23,073	39,008	(9,097)	1,916,400
Property and Equipment, Net	5,253,757	859,036	-	11,138,100	(807,233)	16,443,660
Cash Restricted to Building Projects	82,722	68,081	-	-	-	150,803
Cash Restricted for Program, Long-Term	316,224	-	-	-	-	316,224
Promises to Give, Long-Term	175,252	-	-	-	-	175,252
Loans to Affiliated Company	380,000	-	-	-	(380,000)	-
Long-Term Investments	2,563,483	-	-	-	-	2,563,483
Investment in Affiliated Companies	1,117,711	-	10,059,397	-	(11,177,108)	-
	\$ 11,653,510	\$ 1,026,172	\$ 10,082,470	\$ 11,177,108	\$ (12,373,438)	\$ 21,565,822
Liabilities and Net Assets						
Current Liabilities						
Accounts payable	\$ 153,614	\$ 6,597	\$ -	\$ -	\$ -	\$ 160,211
Accrued expenses and other liabilities	240,687	-	-	-	-	240,687
Deferred revenue	145,427	32	-	-	-	145,459
Affiliated company payable	-	9,097	-	-	(9,097)	-
Tenant security deposits	968	23,371	-	-	-	24,339
Current portion of notes payable	1,200	1,800	-	-	-	3,000
Total current liabilities	541,896	40,897	-	-	(9,097)	573,696
Accrued Loan Interest	-	55,224	-	-	-	55,224
Paycheck Protection Program						
Loan, Less Current Portion	773,853	-	-	-	-	773,853
Notes Payable	222,000	603,235	500,000	-	-	1,325,235
Loans from Affiliated Organization	-	380,000	-	-	(380,000)	-
Total liabilities	1,537,749	1,079,356	500,000	-	(389,097)	2,728,008
Net Assets						
Without donor restrictions						
Members' equity	-	(53,184)	-	11,177,108	(11,123,924)	-
Undesignated	1,339,094	-	23,073	-	(860,417)	501,750
Designated by Board	1,278,063	-	-	-	-	1,278,063
Property and equipment, net of related debt	5,176,028	-	9,559,397	-	-	14,735,425
With donor restrictions	2,322,576	-	-	-	-	2,322,576
Total net assets	10,115,761	(53,184)	9,582,470	11,177,108	(11,984,341)	18,837,814
	\$ 11,653,510	\$ 1,026,172	\$ 10,082,470	\$ 11,177,108	\$ (12,373,438)	\$ 21,565,822

Young Women's Christian Association of Utah
Supplementary Consolidating Statement of Activities
Year Ended June 30, 2021

	YWCA	The Critchlow	YWBuilding Hope	YW- Empowered	Eliminations	Totals
Change in Net Assets Without Donor Restriction						
Revenue, support, and gains						
Contributions	\$ 1,007,342	\$ -	\$ -	\$ -	\$ -	\$ 1,007,342
In-kind contributions	171,100	-	-	-	-	171,100
Government grants	3,106,926	-	-	-	(121,353)	2,985,573
Program service fees	1,241,275	-	-	-	(62,555)	1,178,720
Gross special events revenue	392,114	-	-	-	-	392,114
Less cost of direct benefits to donors	(149,464)	-	-	-	-	(149,464)
Net special events revenue	242,650	-	-	-	-	242,650
Net investment return	389,239	-	-	-	-	389,239
Membership dues	22,104	-	-	-	-	22,104
Rents and other revenue	40,928	212,551	-	1,200	(1,200)	253,479
Gain on Paycheck Protection Program loan forgiveness	779,621	-	-	-	-	779,621
Interest income	28	4	-	-	-	32
Net assets released from restrictions	1,185,928	-	-	-	-	1,185,928
Total revenue, support and gains	8,187,141	212,555	-	1,200	(185,108)	8,215,788
Expenses and losses						
Program services expenses						
Women in Jeopardy	1,864,408	-	-	-	-	1,864,408
Residential Self-Sufficiency	89,701	-	-	-	-	89,701
Children's Advocacy & Intervention	969,310	-	-	-	-	969,310
KRH Supportive Services	352,496	-	-	-	(121,353)	231,143
Family Justice Center	1,133,084	-	-	-	-	1,133,084
Lolie Eccles Early Education Center	1,320,356	-	-	-	-	1,320,356
For Every Woman	115,373	-	-	-	-	115,373
The Critchlow	-	412,175	-	-	(62,555)	349,620
YWBuilding Hope	-	-	2,848	-	-	2,848
YWEmpowered	1,200	-	-	356,197	(27,849)	329,548
Total program services expenses	5,845,928	412,175	2,848	356,197	(211,757)	6,405,391
Supporting services expenses						
Management and general	502,981	-	-	-	-	502,981
Fundraising and development	367,899	-	-	-	-	367,899
Total supporting services expenses	870,880	-	-	-	-	870,880
Loss on disposal of fixed assets	2,548	-	-	-	-	2,548
Loss on uncollectible promises to give	80,555	17,348	-	-	-	97,903
Total expenses and losses	6,799,911	429,523	2,848	356,197	(211,757)	7,376,722
Gain (loss) on investment in affiliate	-	-	(354,996)	-	354,996	-
Change in Net Assets Without Donor Restriction	1,387,230	(216,968)	(357,844)	(354,997)	381,645	839,066
Change in Net Assets With Donor Restriction						
Contributions	1,385,632	-	-	-	-	1,385,632
Net investment return	83,457	-	-	-	-	83,457
Net assets released from restrictions	(1,185,928)	-	-	-	-	(1,185,928)
Change in Net Assets With Donor Restriction	283,161	-	-	-	-	283,161
Change in Net Assets	1,670,391	(216,968)	(357,844)	(354,997)	381,645	1,122,227
Net Assets, Beginning of Year	10,115,761	(53,184)	9,582,470	11,177,108	(11,984,341)	18,837,814
Net Assets, End of Year	\$ 11,786,152	\$ (270,152)	\$ 9,224,626	\$ 10,822,111	\$ (11,602,696)	\$ 19,960,041

Young Women's Christian Association of Utah
Supplementary Consolidating Statement of Activities
Year Ended June 30, 2020

	YWCA	The Critchlow	YWBuilding Hope	YW- Empowered	Eliminations	Totals
Change in Net Assets Without Donor Restriction						
Revenue, support, and gains						
Contributions	\$ 775,247	\$ -	\$ -	\$ -	\$ -	\$ 775,247
In-kind contributions	344,317	-	-	-	-	344,317
Government grants	2,928,992	-	-	-	(338,879)	2,590,113
Program service fees	1,193,006	-	-	-	(95,431)	1,097,575
Gross special events revenue	402,955	-	-	-	-	402,955
Less cost of direct benefits to donors	(94,346)	-	-	-	-	(94,346)
Net special events revenue	308,609	-	-	-	-	308,609
Net investment return	76,408	-	-	-	-	76,408
Membership dues	34,670	-	-	-	-	34,670
Rents and other revenue	72,831	473,676	-	1,200	(1,200)	546,507
Interest income	2,611	8	-	-	-	2,619
Net assets released from restrictions	1,175,273	-	-	-	-	1,175,273
Total revenue, support and gains	6,911,964	473,684	-	1,200	(435,510)	6,951,338
Expenses and losses						
Program services expenses						
Women in Jeopardy	1,913,119	-	-	-	-	1,913,119
Residential Self-Sufficiency	165,281	-	-	-	-	165,281
Children's Advocacy & Intervention	1,124,253	-	-	-	-	1,124,253
KRH Supportive Services	696,781	-	-	-	(338,879)	357,902
Family Justice Center	989,782	-	-	-	-	989,782
Lolie Eccles Early Education Center	1,310,758	-	-	-	-	1,310,758
For Every Woman	169,585	-	-	-	-	169,585
The Critchlow	-	509,003	-	-	(95,431)	413,572
YWBuilding Hope	-	-	3,851	-	-	3,851
YWEmpowered	1,200	-	-	381,440	(27,849)	354,791
Total program services expenses	6,370,759	509,003	3,851	381,440	(462,159)	6,802,894
Supporting services expenses						
Management and general	527,635	-	-	-	-	527,635
Fundraising and development	473,339	-	-	-	-	473,339
Total supporting services expenses	1,000,974	-	-	-	-	1,000,974
Loss on disposal of fixed assets	15,370	-	-	-	-	15,370
Loss on uncollectible promises to give	28,816	-	-	-	-	28,816
Total expenses and losses	7,415,919	509,003	3,851	381,440	(462,159)	7,848,054
Gain (loss) on investment in affiliate	(38,024)	-	(342,216)	-	380,240	-
Change in Net Assets Without Donor Restriction	(541,979)	(35,319)	(346,067)	(380,240)	406,889	(896,716)
Change in Net Assets With Donor Restrictions						
Contributions	640,356	-	-	-	-	640,356
Gross special events revenue	28,056	-	-	-	-	28,056
Net investment return	(7,702)	-	-	-	-	(7,702)
Net assets released from restrictions	(1,175,273)	-	-	-	-	(1,175,273)
Change in Net Assets With Donor Restriction	(514,563)	-	-	-	-	(514,563)
Change in Net Assets	(1,056,542)	(35,319)	(346,067)	(380,240)	406,889	(1,411,279)
Net Assets, Beginning of Year	11,172,303	(17,865)	9,928,537	11,557,348	(12,391,230)	20,249,093
Net Assets, End of Year	\$ 10,115,761	\$ (53,184)	\$ 9,582,470	\$ 11,177,108	\$ (11,984,341)	\$ 18,837,814



Federal Awards Reports in Accordance
With the Uniform Guidance
June 30, 2021

Young Women's Christian Association of Utah



**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***

The Board of Directors
Young Women's Christian Association of Utah
Salt Lake City, Utah

We have audited, 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, the consolidated financial statements of Young Women's Christian Association of Utah, which comprise the consolidated statement of financial position as of June 30, 2021, 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, and have issued our report thereon dated February 17, 2022.

Internal Control over Financial Reporting

In planning and performing our audit of the consolidated financial statements, we considered Young Women's Christian Association of Utah's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the consolidated financial statements, but not for the purpose of expressing an opinion on the effectiveness of Young Women's Christian Association of Utah's internal control. Accordingly, we do not express an opinion on the effectiveness of Young Women's Christian Association of Utah'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 over financial reporting 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 financial reporting that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did identify a certain deficiency in internal control, described in the accompany schedule of findings and questioned costs as item 2021-001 that we consider to be a significant deficiency.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Young Women's Christian Association of Utah's consolidated 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 consolidated 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 Standard*.

Young Women's Christian Association of Utah's Response to Finding

Young Women's Christian Association of Utah's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. Young Women's Christian Association of Utah's response was not subjected to the other auditing procedures applied in the audit of the consolidated financial statements and, accordingly, we express no opinion on the response.

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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Salt Lake City Utah
February 18, 2022



Independent Auditor's Report on Compliance for the Major Federal Program; Report on Internal Control Over Compliance Required by the Uniform Guidance

The Board of Directors
Young Women's Christian Association of Utah
Salt Lake City, Utah

Report on Compliance for the Major Federal Program

We have audited Young Women's Christian Association of Utah's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on Young Women's Christian Association of Utah's major federal program for the year ended June 30, 2021. Young Women's Christian Association of Utah's major federal program is 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 program.

Auditor's Responsibility

Our responsibility is to express an opinion on the compliance for Young Women's Christian Association of Utah's major federal program 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 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 Young Women's Christian Association of Utah's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for the major federal program. However, our audit does not provide a legal determination of Young Women's Christian Association of Utah's compliance.

Opinion on the Major Federal Program

In our opinion, Young Women's Christian Association of Utah complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2021.

Report on Internal Control over Compliance

Management of Young Women's Christian Association of Utah is responsible for establishing and maintaining effective internal control over compliance with the compliance requirements referred to above. In planning and performing our audit of compliance, we considered Young Women's Christian Association of Utah's internal control over compliance with the types of requirements that could have a direct and material effect on the major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for the 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 Young Women's Christian Association of Utah'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 combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a compliance requirement 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 that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



Salt Lake City, Utah
February 18, 2022

Young Women's Christian Association of Utah
Consolidated Schedule of Expenditures of Federal Awards
Year Ended June 30, 2021

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Financial Assistance Listing/Federal CFDA Number	Pass-Through Entity Identifying Number	Expenditures
<u>U.S. Department of Agriculture</u>			
Passed through the Utah State Office of Education Child and Adult Care Food Program	10.558	193UT311N2020	\$ 83,296
<u>U.S. Department of Housing and Urban Development</u>			
Passed through West Valley City CDBG - Entitlement Grants Cluster	14.218	not available	12,269
Passed through West Jordan City CDBG - Entitlement Grants Cluster	14.218	4801-473433	9,642
Passed through Salt Lake City Economic & Community Resources Division CDBG - Entitlement Grants Cluster	14.218	71-5-21-2723	58,285
Passed through Sandy City CDBG - Entitlement Grants Cluster	14.218	not available	5,000
CDBG - Entitlement Grants Cluster Subtotal			<u>85,196</u>
Passed through Salt Lake County Emergency Solutions Grant Program	14.231	HCD19522ES	<u>63,738</u>
Direct Awards Continuum of Care	14.267	N/A	<u>31,334</u>
Total U.S. Department of Housing and Urban Development			<u>180,268</u>
<u>U.S. Department of Justice</u>			
Passed through the Utah Commission on Criminal and Juvenile Justice Violence Against Women Formula Grant	16.588	2019-WF-AX-0050	<u>46,866</u>
Crime Victim Assistance	16.575	19-VOCA-094	380,028
Crime Victim Assistance	16.575	19-VOCA-111	169,146
Crime Victim Assistance Subtotal			<u>549,174</u>
Passed through the Office on Violence Against Women Grants to Encourage Arrest Policies and Enforcement of Protection Orders Programs	16.590	2017-WE-AX-0041	<u>192,031</u>
Transitional Housing Assistance for Victims of Domestic Violence, Stalking, or Sexual Assault	16.736	2018-WH-AX-034	<u>102,768</u>
Total U.S. Department of Justice			<u>890,839</u>

Young Women's Christian Association of Utah
Consolidated Schedule of Expenditures of Federal Awards
Year Ended June 30, 2021

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Financial Assistance Listing/Federal CFDA Number	Pass-Through Entity Identifying Number	Expenditures
<u>U.S. Department of Homeland Security</u>			
Passed through the National United Way Emergency Food & Shelter National Board Program	97.024	LRO-851000-013	\$ 52,478
<u>U.S. Department of Health and Human Services</u>			
Passed through the Utah State Department of Workforce Services		212700298/	
Temporary Assistance for Needy Families - 477 Cluster	93.558	1901UTTANF	52,438
Temporary Assistance for Needy Families - 477 Cluster	93.558	20DWS0015	19,651
Afterschool Program Quality Enhancement - PQE	93.575	19DWS0087	14,599
Child Care and Development Block Grant - CCDF Cluster	93.575	19DWS0015	43,370
Child Care and Development Block Grant - CCDF Cluster	93.575	20DWS0575	291,909
Passed through the Utah State Department of Health			
ACF/Office of Child Care (OCC) Child Care and Development Grants	93.575	2001UTCCC3	7,000
COVID-19 Child Care	93.575	2125404	5,000
477 Grants Cluster Subtotal			<u>433,967</u>
Passed through the Utah State Department of Children and Family Services			
Family Violence Prevention & Services	93.671	A02428	168,200
Social Services Block Grant	93.667	A02428	107,300
COVID CARES-Family Violence Prevention & Services	93.671	B60003	<u>54,686</u>
Total U.S. Department of Health and Human Services			<u>764,153</u>
<u>U.S. Department of Treasury</u>			
Passed through Utah State Department of Human Services			
Coronavirus Aid, Relief, and Economic Security Act	21.019	B60003	68,475
Passed through Salt Lake County			
Coronavirus Aid, Relief, and Economic Security Act	21.019	2626	<u>41,763</u>
Total U.S. Department of Treasury			<u>110,238</u>
Total Federal Financial Assistance			<u>\$ 2,081,272</u>

Note 1 – Basis of Presentation

The accompanying consolidated schedule of expenditures of federal awards (the schedule) includes the federal grant award activity of the Young Women's Christian Association of Utah under programs of the federal government for the year ended June 30, 2021. The information 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 for Federal Awards* (Uniform Guidance). Because the schedule presents only a selected portion of the operations of the Young Women's Christian Association of Utah, it is not intended to and does not present the financial position, changes in net asset, or cash flows of Young Women's Christian Association of Utah.

Note 2 – Summary of Significant Accounting Policies

Expenditures reported in the schedule are reported on the accrual basis of accounting. 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. No federal financial assistance has been provided to a subrecipient.

Note 3 – Indirect Cost Rate

Young Women's Christian Association of Utah has elected to use the 10% de minimis cost rate.

Section I – Summary of Auditor’s Results

FINANCIAL STATEMENTS

Type of auditor's report issued	Unmodified
Internal control over financial reporting	
Material weaknesses identified	No
Significant deficiencies identified not considered to be material weaknesses	Yes
Noncompliance material to financial statements noted?	No

FEDERAL AWARDS

Internal control over major program	
Material weaknesses identified	No
Significant deficiencies identified not considered to be material weaknesses	None Reported
Type of auditor's report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance 2 CFR 200.516:	No

Identification of major programs:

<u>Name of Federal Program</u>	<u>CFDA Number</u>
Crime Victims Assistance	16.575
Dollar threshold used to distinguish between type A and type B programs	\$ 750,000
Auditee qualified as low-risk auditee?	Yes

Section II – Financial Statement Findings

2021-001 Audit Adjustments
Significant Deficiency

Criteria:

The Organization should have procedures in place to ensure account balances are correct at the end of the reporting period.

Condition:

Throughout the course of the engagement, adjustments were identified that, were they not corrected, would have resulted in misstatements in the Organization's consolidated financial statements.

Cause:

The Organization's procedures in place during the year ended June 30, 2021 were insufficient to ensure that balances were properly recorded at year end.

Effect:

Various account balances reflected misstatements in the Organization's consolidated financial statements, which may affect management decisions throughout the year.

Recommendation:

The Organization should analyze its reconciliation and financial close procedures to ensure all transactions have been properly recorded at year end.

Views of Responsible Officials:

Management acknowledges the finding.

Section III – Federal Award Findings and Questioned Costs

None

YWCA Utah – Fiscal Year 2020-2021

Corrective Action Plan

Finding 2021-001

Finding Summary: Through the course of the audit engagement, testing revealed that processes and procedures currently in place were insufficient to ensure that all year-end adjustments were calculated correctly and entered into the general ledger. This resulted in additional calculations, adjusting journal entries, rising to the level of significant deficiency.

Responsible Individuals: Responsibility for accurate financial statements resides within YWCA Utah's management, with oversight by the Board of Directors, more specifically the Finance Committee and the newly formed Audit Subcommittee.

Corrective Action Plan: Management calculated and made all adjustments needed to correct misstatements. Management has determined that no decisions were impacted by the misstatements. In late 2021, management and the Board of Directors established an audit subcommittee, to provide additional oversight and expertise. Management, in conjunction with the subcommittee, will enhance reconciliation and year-end close procedures.

Anticipated Completion Date: Management and Audit Subcommittee will meet and ensure all necessary corrective actions are in place before closing fiscal year 2022.



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