



Consolidated Financial Statements
June 30, 2016 and 2015

**Young Women's Christian
Association of Utah**

Young Women's Christian Association of Utah

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June 30, 2016 and 2015

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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 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, 2016 and 2015, 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 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 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 Audit 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, 2016 and 2015, 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.

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 28 through 31 is presented for the purposes of additional analysis 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 Matters

Other Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis 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 audit 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 October 31, 2016, 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 to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Young Women's Christian Association of Utah's internal control over financial reporting and compliance.



Salt Lake City, Utah
October 31, 2016

Young Women's Christian Association of Utah
Consolidated Statements of Financial Position
June 30, 2016 and 2015

	2016	2015
Assets		
Current Assets		
Cash and cash equivalents	\$ 868,931	\$ 555,120
Receivables		
Grants and contracts	418,506	278,974
Rents and other receivables	4,491	6,416
Promises to give, current	226,138	264,473
Prepaid expenses and other assets	114,755	75,323
Total current assets	1,632,821	1,180,306
Property and equipment, net	19,370,385	20,263,802
Cash restricted to building projects	569,292	777,319
Debt issuance costs, net	-	60,432
Other assets	2,170	-
Promises to give, long term	179,820	103,915
Long-term investments	1,829,679	1,955,618
Total assets	\$ 23,584,167	\$ 24,341,392

Young Women's Christian Association of Utah
Consolidated Statements of Financial Position
June 30, 2016 and 2015

	2016	2015
Liabilities and Net Assets		
Current Liabilities		
Accounts payable	\$ 74,159	\$ 114,770
Accrued expenses and other liabilities	194,139	239,486
Deferred revenue	50,078	25,570
Tenant security deposits	13,700	9,250
Current portion of long-term debt	2,400	73,024
Total current liabilities	334,476	462,100
Long-term Liabilities		
Accrued loan interest	38,353	38,353
Notes payable	1,353,550	5,854,826
Total liabilities	1,726,379	6,355,279
Net Assets		
Unrestricted		
Undesignated	837,761	1,109,921
Board designated	1,011,035	1,083,515
Invested in property and equipment, net of related debt	17,634,435	14,016,384
Noncontrolling interest in affiliate	-	(123,281)
Total unrestricted	19,483,231	16,086,539
Temporarily restricted	1,993,266	1,518,283
Permanently restricted	381,291	381,291
Total net assets	21,857,788	17,986,113
Total liabilities and net assets	\$ 23,584,167	\$ 24,341,392

Young Women's Christian Association of Utah
Consolidated Statements of Activities
Years Ended June 30, 2016 and 2015

	2016	2015
Changes in Unrestricted Net Assets		
Revenue, Support, and Gains		
Contributions, excluding outstanding pledges	\$ 223,145	\$ 215,985
In-kind contributions	305,823	268,450
Government grants	1,808,870	1,619,299
Program service fees	979,154	841,273
Gross special events revenue	642,186	582,225
Less cost of direct benefits to donors	(189,235)	(98,150)
Net special events revenue	452,951	484,075
Net investment return	(19,055)	109,630
Membership dues	18,178	21,027
Gain (loss) on disposal of fixed assets	-	(30,436)
Rents and other revenue	415,340	402,457
Interest income	717	634
Gain on extinguishment of debt (Note 14)	4,569,500	-
Net assets released from restrictions	1,059,651	875,829
Total revenue, support and gains	9,814,274	4,808,223
Expenses and Losses		
Program services expenses		
Women in Jeopardy	1,368,674	1,275,718
Residential Self-Sufficiency	157,555	160,321
Children's Advocacy & Intervention	782,167	665,366
KRH Supportive Services	415,110	338,567
Family Justice Center	708,496	644,176
Lolie Eccles Early Education Center	1,099,835	963,118
For Every Woman	125,562	51,683
The Critchlow	358,427	366,129
YWBuilding Hope	370,369	771,318
YWEmpowered	244,424	-
Total program services expenses	5,630,619	5,236,396
Supporting services expenses		
Management and general	417,979	331,425
Fundraising and development	368,984	341,788
Total supporting services expenses	786,963	673,213
Total expenses and losses	6,417,582	5,909,609
Change in Unrestricted Net Assets	3,396,692	(1,101,386)

Young Women's Christian Association of Utah
Consolidated Statements of Activities
Years Ended June 30, 2016 and 2015

	2016	2015
Changes in Temporarily Restricted Net Assets		
Contributions, including outstanding pledges	1,519,229	974,733
Capital contributions	-	14,892
Net investment return	15,405	2,039
Net assets released from restrictions	(1,059,651)	(875,829)
Change in Temporarily Restricted Net Assets	474,983	115,835
Changes in Permanently Restricted Net Assets		
Endowment contributions	-	10,000
Change in Net Assets	3,871,675	(975,551)
Net Assets, Beginning of Year	17,986,113	18,961,664
Net Assets, End of Year	\$ 21,857,788	\$ 17,986,113

Young Women's Christian Association of Utah
Consolidated Statement of Functional Expenses
Year Ended June 30, 2016

	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	Fund-raising	Total
Salaries	\$ 732,539	\$ 62,147	\$ 437,469	\$ 269,617	\$ 284,796	\$ 683,634	\$ 62,207	\$ -	\$ -	\$ -	\$2,532,409	\$ 150,592	\$187,645	\$2,870,646
Benefits and payroll taxes	159,883	16,570	107,703	63,833	56,982	163,952	7,236	-	-	-	576,159	32,563	35,548	644,270
Total salaries and related expenses	892,422	78,717	545,172	333,450	341,778	847,586	69,443	-	-	-	3,108,568	183,155	223,193	3,514,916
Professional fees	40,324	388	3,902	1,291	3,847	1,706	1,276	24,134	24,060	1,441	102,369	95,627	26,546	224,542
Computer fees	25,975	1,786	11,769	2,947	6,816	3,933	955	-	-	-	54,181	15,453	10,042	79,676
Supplies	8,048	1,557	10,684	764	1,826	34,443	613	29,631	-	-	87,566	2,072	3,329	92,967
Food	41,665	8,047	42,289	-	-	34,751	361	-	-	-	127,113	1,053	57	128,223
Client assistance	27,311	189	4,879	9,295	15,374	-	-	-	-	-	57,048	-	-	57,048
Events	-	-	-	-	-	-	4,556	-	-	-	4,556	-	184,679	189,235
Activities	51	153	11,661	309	39	10,824	34,426	-	-	-	57,463	311	3,925	61,699
Postage and shipping	551	-	29	24	713	64	8	535	40	-	1,964	1,527	16,132	19,623
Printing	254	-	48	37	519	50	2,132	-	-	-	3,040	531	24,119	27,690
Telephone	3,935	287	2,162	439	11,769	3,211	437	1,931	-	-	24,171	569	455	25,195
Utilities	62,840	13,156	3,436	-	20,440	14,162	-	33,000	-	-	147,034	9,302	7,484	163,820
Repairs and maintenance	56,299	11,397	7,005	328	20,578	29,902	576	28,682	-	-	154,767	6,832	5,400	166,999
Equipment rental & repair	3,879	328	5,696	48	8,214	1,275	13	-	-	-	19,453	5,390	2,837	27,680
Furnishings	-	-	-	-	-	-	-	17,304	-	-	17,304	-	-	17,304
Insurance	25,350	4,604	4,605	614	10,558	5,893	1,842	13,506	-	-	66,972	8,590	3,959	79,521
Transportation	375	10	145	182	184	6,030	-	-	-	-	6,926	55	51	7,032
Conferences and training	7,261	423	7,696	3,087	7,720	6,356	233	353	-	-	33,129	11,101	7,356	51,586
Regional YWCA dues	-	-	-	-	-	-	-	-	-	-	-	27,201	-	27,201
Bank & investment fees	-	270	-	12,880	-	3,202	404	-	2,053	-	18,809	14,473	10,315	43,597
Asset management fees	-	-	-	-	-	-	-	-	35,000	-	35,000	-	-	35,000
Payroll processing fees	6,977	821	2,463	1,026	1,642	5,131	-	-	-	-	18,060	1,437	1,026	20,523
Dues and subscriptions	695	50	50	50	91	76	325	-	-	-	1,337	2,379	149	3,865
Building security	10,562	2,052	2,244	36	3,171	2,342	-	978	-	-	21,385	908	908	23,201
Employee/volunteer recruitment	602	107	793	530	822	1,057	-	-	-	-	3,911	3,976	73	7,960
Property taxes	-	-	-	-	-	-	-	21,293	-	-	21,293	-	-	21,293
Marketing/advertising	-	-	-	-	2,376	2,517	4,343	-	-	-	9,236	-	5,953	15,189
Interest expense	-	-	-	-	-	-	-	3,400	14,274	-	17,674	-	-	17,674
Board expenses	-	-	-	-	-	-	-	-	-	-	-	3,695	-	3,695
Miscellaneous expenses	3,923	726	1,091	292	1,209	3,606	-	832	32	-	11,711	1,905	244	13,860
Bad debt expense	-	2,261	-	-	-	1,300	-	6,366	-	-	9,927	-	1,125	11,052
Total expenses before in-kind, depreciation, and amortization	1,219,299	127,329	667,819	367,629	459,686	1,019,417	121,943	181,945	75,459	1,441	4,241,967	397,542	539,357	5,178,866
In-kind expense	124,850	24,095	97,998	41,350	13,783	2,757	-	-	-	-	304,833	-	-	304,833
Amortization	-	-	-	-	-	-	-	-	60,432	-	60,432	-	-	60,432
Depreciation	24,525	6,131	16,350	6,131	235,027	77,661	8,175	176,482	234,478	242,983	1,027,943	20,437	14,306	1,062,686
	1,368,674	157,555	782,167	415,110	708,496	1,099,835	130,118	358,427	370,369	244,424	5,635,175	417,979	553,663	6,606,817
Less expenses included with revenues on the statement of activities														
Cost of direct benefits to donors	-	-	-	-	-	-	(4,556)	-	-	-	(4,556)	-	(184,679)	(189,235)
Total functional expenses	\$1,368,674	\$157,555	\$782,167	\$415,110	\$708,496	\$1,099,835	\$125,562	\$358,427	\$370,369	\$244,424	\$5,630,619	\$417,979	\$368,984	\$6,417,582

Young Women's Christian Association of Utah
Consolidated Statement of Functional Expenses
Year Ended June 30, 2015

	Program Services								Supporting Services			Total	
	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	Total Program Services	Management and general		Fund-raising
Salaries	\$713,264	\$73,701	\$364,885	\$225,421	\$269,172	\$616,172	\$24,640	\$ -	\$ -	\$ 2,287,255	\$132,877	\$170,703	\$ 2,590,835
Benefits and payroll taxes	154,870	15,630	84,968	46,786	49,282	130,535	2,784	-	-	484,855	26,011	30,062	540,928
Total salaries and related expenses	868,134	89,331	449,853	272,207	318,454	746,707	27,424	-	-	2,772,110	158,888	200,765	3,131,763
Professional fees	20,979	200	685	379	2,389	1,045	850	12,748	14,750	54,025	45,728	29,631	129,384
Computer fees	17,251	1,348	4,893	2,783	3,929	4,436	139	48	-	34,827	9,604	8,511	52,942
Supplies	6,769	1,572	8,407	1,068	1,375	27,810	88	34,721	-	81,810	2,417	2,752	86,979
Food	40,757	9,601	33,910	-	-	29,618	48	-	-	113,934	936	210	115,080
Client assistance	20,175	766	1,786	6,570	12,192	-	-	-	-	41,489	-	-	41,489
Events	-	-	-	-	-	-	6,152	-	-	6,152	-	91,998	98,150
Activities	47	-	12,152	514	-	5,530	4,362	-	-	22,605	-	6,243	28,848
Postage and shipping	88	-	5	-	147	17	-	750	-	1,007	2,125	11,981	15,113
Printing	418	-	7	7	1,504	505	6,049	-	-	8,490	547	21,994	31,031
Telephone	7,539	314	1,689	256	8,895	2,628	4	2,021	-	23,346	572	386	24,304
Utilities	62,886	11,664	5,090	-	19,040	13,535	890	34,121	-	147,226	7,146	8,325	162,697
Repairs and maintenance	52,651	10,739	7,904	879	17,577	21,622	845	40,971	-	153,188	6,565	5,861	165,614
Equipment rental & repair	7,203	1,286	2,131	904	4,163	2,122	3	364	-	18,176	6,324	2,716	27,216
Furnishings	-	-	-	-	-	-	-	19,122	-	19,122	-	-	19,122
Insurance	24,408	4,662	4,560	571	10,137	5,624	1,784	13,903	-	65,649	8,731	3,817	78,197
Transportation	356	108	3,447	108	377	967	6	-	-	5,369	109	173	5,651
Conferences and training	5,115	258	4,409	1,058	4,049	5,927	1,284	-	-	22,100	10,239	2,051	34,390
Regional YWCA dues	-	-	-	-	-	-	-	-	-	-	27,510	-	27,510
Bank & investment fees	-	326	-	13,272	-	3,111	79	32	2,237	19,057	13,349	7,724	40,130
Asset management fees	-	-	-	-	-	-	-	-	75,000	75,000	-	-	75,000
Payroll processing fees	7,756	-	2,245	1,225	1,633	4,898	-	-	-	17,757	1,633	1,021	20,411
Dues and subscriptions	-	-	-	-	-	-	-	-	-	-	1,634	169	1,803
Building security	5,282	1,150	1,451	193	1,614	1,804	-	1,700	-	13,194	1,357	1,371	15,922
Employee/volunteer recruitment	538	70	653	150	644	2,089	-	-	-	4,144	1,121	84	5,349
Property taxes	-	-	-	-	-	-	-	20,981	-	20,981	-	-	20,981
Marketing/advertising	-	-	-	-	-	966	-	-	-	966	-	5,176	6,142
Interest expense	-	-	-	-	-	-	-	3,400	30,647	34,047	-	-	34,047
Board expenses	-	-	-	-	-	-	-	-	-	-	3,074	-	3,074
Miscellaneous expenses	1,997	589	991	268	895	4,153	-	1,065	-	9,958	2,243	1,177	13,378
Bad debt expense	-	1,644	-	-	-	1,615	-	19,040	-	22,299	-	5,950	28,249
Total expenses before in-kind, depreciation, and amortization	1,150,349	135,628	546,268	302,412	409,014	886,729	50,007	204,987	122,634	3,808,028	311,852	420,086	4,539,966
In-kind expense	101,884	18,822	103,442	30,284	10,095	2,019	-	-	-	266,546	-	-	266,546
Amortization	-	-	-	-	-	-	-	-	120,864	120,864	-	-	120,864
Depreciation	23,485	5,871	15,656	5,871	225,067	74,370	7,828	161,142	527,820	1,047,110	19,573	13,700	1,080,383
	1,275,718	160,321	665,366	338,567	644,176	963,118	57,835	366,129	771,318	5,242,548	331,425	433,786	6,007,759
Less expenses included with revenues on the statement of activities	-	-	-	-	-	-	(6,152)	-	-	(6,152)	-	(91,998)	(98,150)
Cost of direct benefits to donors	-	-	-	-	-	-	-	-	-	-	-	-	-
Total functional expenses	\$ 1,275,718	\$ 160,321	\$ 665,366	\$ 338,567	\$ 644,176	\$ 963,118	\$ 51,683	\$ 366,129	\$ 771,318	\$ 5,236,396	\$ 331,425	\$ 341,788	\$ 5,909,609

See Notes to Consolidated Financial Statements

Young Women's Christian Association of Utah
Consolidated Statements of Cash Flows
Years Ended June 30, 2016 and 2015

	2016	2015
Operating Activities		
Change in net assets	\$ 3,871,675	\$ (975,551)
Adjustments to reconcile change in net assets to net cash from (used for) operating activities		
Depreciation	1,062,686	1,080,383
Amortization of debt issuance costs	60,432	120,863
Loss on disposal of fixed assets	-	30,436
Realized and unrealized (gain) loss on investments	3,650	(111,669)
Amortization of discount on promises to give	37,074	20,245
Donated securities	(5,813)	(47,294)
Contributed property and equipment capitalized	(990)	-
Gain on extinguishment of debt	(4,569,500)	-
Changes in operating assets and liabilities		
Receivables	(137,607)	(70,806)
Promises to give	1,261	(128,562)
Prepaid expenses and other assets	(39,432)	(18,696)
Other assets	(2,170)	-
Accounts payable	(40,611)	8,635
Accrued expenses and other liabilities	(45,347)	17,295
Deferred revenue	24,508	9,137
Tenant security deposits	4,450	1,100
Net Cash from (used for) Operating Activities	224,266	(64,484)
Investing Activities		
Purchases of investments	(418,225)	(637,928)
Proceeds from sales of investments	546,327	820,316
Withdrawal of cash restricted to building projects	208,027	189,662
Purchases of property and equipment	(168,279)	(245,795)
Net Cash from Investing Activities	167,850	126,255
Financing Activities		
Payment of notes payable	(2,400)	(2,400)
Collection of contributions restricted to endowment	-	(10,000)
Decrease in construction and development costs payable	-	(66,605)
Net Cash used for Financing Activities	(2,400)	(79,005)
Net Change in Cash and Cash Equivalents	389,716	(17,234)
Cash and Cash Equivalents, Beginning of Year	555,120	572,354
Cash and Cash Equivalents, End of Year	\$ 944,836	\$ 555,120

Young Women's Christian Association of Utah
Consolidated Statements of Cash Flows
June 30, 2016 and 2015

	<u>2016</u>	<u>2015</u>
Supplemental Disclosure of Cash Flow Information		
Cash paid during the year for interest	<u>\$ 17,674</u>	<u>\$ 34,047</u>
Supplemental Disclosure of Non-cash Investing and Financing Activity		
Decrease in notes payable from extinguishment of debt	<u>\$ 4,569,500</u>	<u>\$ -</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:

Family Violence Services

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 six 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.

Salt Lake Area Family Justice Center at the YWCA: 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.

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 property 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" Programming

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.

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: 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: Young Women's Council to develop emerging leaders 18-35; annual Young Women's Leadership Summit to empower young professional women to succeed, benefit others, and create a better world; annual Outstanding Achievement Awards to 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.

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 organization 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 effective December 31, 2015 and December 18, 2015, respectively. 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.

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 the related revenues are 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.

Promises to Give

Unconditional promises to give, 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 statement 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, 2016 and 2015, the allowance was \$1,705 and \$6,370, respectively.

Debt Issuance Costs

Debt issuance costs consist of capitalized financing fees. These financing costs are being amortized over the life of the related note payable using the straight-line method of amortization.

Property and Equipment

Property and equipment additions over \$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 statement 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 year ended June 30, 2016 and 2015.

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 statement of financial position. Return on investments is reported in the statement of activities and consists of interest and dividend income, realized and unrealized capital gains and losses, less investment management and custodial fees.

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:

Unrestricted Net Assets – Net assets available for use in general operations. Unrestricted board-designated net assets consist of the note payable sinking fund in the amount of \$56,678, 2009 surplus cash from the Critchlow, LLC in the amount of \$63,792, and long term investments of \$890,565. The use of the unrestricted board-designated net assets is determined by the Board of Directors.

Temporarily Restricted Net Assets – Net assets subject to donor restrictions that may or will be met by expenditures or actions of YWCA and/or the passage of time, and certain income earned on permanently restricted net assets that has not yet been appropriated for expenditure by YWCA’s Board of Directors.

YWCA reports contributions as temporarily restricted support 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, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of activities as net assets released from restrictions.

Permanently Restricted Net Assets – Net assets whose use is limited by donor-imposed restrictions that neither expire by the passage of time nor can be fulfilled or otherwise removed by action of YWCA. The restrictions stipulate that resources be maintained permanently but permit YWCA to expend the income generated in accordance with the provisions of the agreements and/or YWCA investment policies.

Revenue and Revenue Recognition

Revenue is recognized when earned. 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 are not recognized until the conditions on which they depend have been substantially met. 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 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 statements of activities. The 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.

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 under Section 170(b)(1)(A)(vi), and have been determined not to be private foundations under Section 509(a)(1). 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 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 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 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.

Subsequent Events

YWCA has evaluated subsequent events through October 31, 2016, the date the financial statements were available to be issued.

Note 2 - Restricted Cash

Restricted cash is available for the following purposes at June 30, 2016 and 2015:

	2016	2015
Property and equipment	\$ 474,186	\$ 584,668
Note payable sinking fund	56,678	49,794
YWBuilding Hope fee reserves	-	108,804
Tenant security deposits & mortgage reserves	29,720	23,649
Replacement reserve (Critchlow)	8,708	10,404
	\$ 569,292	\$ 777,319

Note 3 - 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.

Young Women's Christian Association of Utah

Notes to Consolidated Financial Statements

June 30, 2016 and 2015

Most 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.

The following table presents assets measured at fair value on a recurring basis, except those measured at cost as identified below, at June 30, 2016:

	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)
<u>Assets</u>				
Long-term Investments				
Cash and money market funds (at cost)	\$ 52,620	\$ 52,620	\$ -	\$ -
U.S. Government obligations	77,874	-	77,874	-
Mutual funds	716,494	716,494	-	-
Equities	982,691	982,691	-	-
Total long-term investments at fair value	<u>\$ 1,829,679</u>	<u>\$ 1,751,805</u>	<u>\$ 77,874</u>	<u>\$ -</u>

The following table presents assets measured at fair value on a recurring basis, except those measured at cost as identified below, at June 30, 2015:

	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)
<u>Assets</u>				
Long-term Investments				
Cash and money market funds (at cost)	\$ 76,869	\$ 76,869	\$ -	\$ -
U.S. Government obligations	86,681	-	86,681	-
Mutual funds	808,785	808,785	-	-
Equities	983,283	983,283	-	-
Total long-term investments at fair value	<u>\$ 1,955,618</u>	<u>\$ 1,868,937</u>	<u>\$ 86,681</u>	<u>\$ -</u>

Note 4 - Net Investment Return

Net investment return consists of the following for the years ended June 30, 2016 and 2015:

	2016	2015
Long-term investments		
Interest and dividends	\$ 32,019	\$ 29,585
Net realized and unrealized gain (loss)	(51,074)	80,045
	(19,055)	109,630
Less investment management and custodian fees	(20,437)	(21,060)
Long-term net investment return	(39,492)	88,570
Endowment investments		
Interest and dividends	13,334	16,147
Net realized and unrealized gain (loss)	2,071	(14,108)
	15,405	2,039
Less investment management and custodian fees	(4,083)	(4,158)
Endowment net investment return	11,322	(2,119)
	\$ (28,170)	\$ 86,451

Note 5 - Promises to Give

Unconditional promises to give are estimated to be collected as follows at June 30, 2016 and 2015:

	2016	2015
Within one year	\$ 264,917	\$ 291,088
In one to five years	179,820	103,915
	444,737	395,003
Less discount to net present value at a rate of 2.00%	(37,074)	(20,245)
Less allowance for uncollectable promises to give	(1,705)	(6,370)
	\$ 405,958	\$ 368,388

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Notes to Consolidated Financial Statements
June 30, 2016 and 2015

Unconditional promises to give consist of the following for the years ended June 30, 2016 and 2015:

	2016	2015
United Way allocations and designations for July 1, through June 30 of the following year	\$ 122,709	\$ 132,000
Legacy Bridge endowment pledges	2,979	2,979
Other unconditional promises to give	50,000	65,000
Pledges receivable, Stronger Together breakfast, and Leader Luncheon	269,049	195,024
	\$ 444,737	\$ 395,003

Note 6 - Property and Equipment

Property and equipment consists of the following at June 30, 2016 and 2015:

	2016	2015
Land	\$ 1,638,486	\$ 1,638,486
Buildings and improvements	23,301,436	23,260,608
Equipment and furnishings	2,475,845	2,698,976
	27,415,767	27,598,070
Less accumulated depreciation and amortization	(8,045,382)	(7,334,268)
	\$ 19,370,385	\$ 20,263,802

Note 7 - Notes Payable

Notes payable consist of the following at June 30, 2016 and 2015:

	2016	2015
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.	\$ 228,000	\$ 229,200
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. Principal and remaining interest balance are due December 1, 2028.	170,000	170,000
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.	289,000	289,600
Noninterest bearing note between Salt Lake County HOME, and the Critchlow, payable in monthly installments of \$50 for 360 months through 2018 after which the balance will be renegotiated with the County.	168,950	169,550
Noninterest bearing note between Salt Lake City Corporation and 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 the City in 2039, if not paid in full. Secured by a trust deed on the property.	500,000	500,000
Note at 0.6615% between ESIC New Markets Partners XXXIX L.P. and YWBuilding Hope, with monthly interest payments beginning February 5, 2009. No prepayment of this loan is permitted before December 31, 2015. Beginning January 5, 2016, monthly principal and interest are required based on a 420-month amortization period. On December 31, 2038, the remaining principal and any remaining unpaid interest is due and payable in full. Secured by a trust deed on the property.	-	4,569,500
Total notes payable	1,355,950	5,927,850
Less current portion	(2,400)	(73,024)
Total long-term notes payable	\$ 1,353,550	\$ 5,854,826

Future maturities of notes payable are as follows:

Years Ending June 30,		
2017	\$	2,400
2018		2,400
2019		168,950
2020		1,800
2021		1,800
Thereafter		1,178,600
	\$	1,355,950

The note payable to the State of Utah Olene Walker Housing Trust Fund totaling \$170,000 at June 30, 2016 and 2015, and the note payable to Salt Lake City Corporation totaling \$289,000 and \$289,600 at June 30, 2016 and 2015 (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 \$228,000 and \$229,200 at June 30, 2016 and 2015 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 the Organization 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 eight percent 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 reserves to retire the obligation and has restricted the use of the certificate of deposit for the note payments due in the future. The reserves are invested in a 15 month certificate of deposit with a balance totaling \$56,678 and \$49,794 at June 30, 2016 and 2015 and the amount is classified as restricted cash in the accompanying consolidated statements of financial position.

Note 8 - Line of Credit

At June 30, 2016 and 2015 the Organization had borrowings under an unsecured bank line of credit totaling \$0. This line of credit has a maximum borrowing limit of \$700,000, with interest charged at the prime rate plus 1.0 percent. This line of credit is available until December 17, 2016.

Note 9 - Endowments

YWCA holds permanently restricted contributions of \$381,291 at June 30, 2016 and 2015 to provide funding for general operations according to policies established by the board. The amounts are reported as long-term investments and promises to give in the consolidated statements of financial position.

The Board of Directors of the YWCA have 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, 2016 and 2015, there were no such donor stipulations. As a result of this interpretation, YWCA classifies as permanently restricted net assets (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. The remaining portion of the donor-restricted endowment is classified as temporarily restricted net assets until those amounts are appropriated 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, 2016 and 2015, YWCA had the following endowment net asset composition by type of fund:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
<u>June 30, 2016</u>				
Donor-restricted endowments	\$ -	\$ 34,960	\$ 381,291	\$ 416,251
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
<u>June 30, 2015</u>				
Donor-restricted endowments	\$ -	\$ 23,638	\$ 381,291	\$ 404,929

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 income as follows: up to half of the earnings from the endowment 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 four percent higher than the preceding June 30th market value.

Young Women's Christian Association of Utah
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June 30, 2016 and 2015

Changes in Endowment net assets for the year ending June 30, 2016 are as follows:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Endowment net assets, beginning of year	\$ -	\$ 23,638	\$ 381,291	\$ 404,929
Investment return				
Investment income, net of fees	-	9,251	-	9,251
Net realized and unrealized gain	-	2,071	-	2,071
	<u>-</u>	<u>34,960</u>	<u>381,291</u>	<u>416,251</u>
Current period pledges receivable	-	-	-	-
Transfers in (out)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Endowment net assets, end of year	<u>\$ -</u>	<u>\$ 34,960</u>	<u>\$ 381,291</u>	<u>\$ 416,251</u>

Changes in Endowment net assets for the year ending June 30, 2015 are as follows:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Endowment net assets, beginning of year	\$ -	\$ 25,757	\$ 367,311	\$ 393,068
Investment return				
Investment income, net of fees	-	11,989	-	11,989
Net realized and unrealized gain	-	(14,108)	-	(14,108)
	<u>-</u>	<u>23,638</u>	<u>367,311</u>	<u>390,949</u>
Current period pledges receivable	-	-	2,979	2,979
Transfers in (out)	<u>-</u>	<u>-</u>	<u>11,001</u>	<u>11,001</u>
Endowment net assets, end of year	<u>\$ -</u>	<u>\$ 23,638</u>	<u>\$ 381,291</u>	<u>\$ 404,929</u>

Note 10 - Noncontrolling Interest

Included in unrestricted net assets through December 31, 2015, is the noncontrolling interest in the Critchlow. For all taxable years through the conclusion of the 15 year low-income housing tax credit compliance period, profits and losses were allocated 1% to the Organization and 99% to the investor member. During the year ended June 30, 2013, the compliance period ended and profits and losses were then allocated 90% to the Organization, as its majority owner and managing member, and 10% to the investor member (see Note 14). During the year ended June 30, 2016, the noncontrolling interest in the Critchlow was acquired by YWCA as further described in Note 14. A reconciliation of the net assets of the Critchlow attributable to the Organization and the noncontrolling interest is as follows:

	Noncontrolling Interest - Critchlow	Unrestricted Net Assets	Total
Net assets at June 30, 2014	\$ (110,732)	\$ 17,298,657	\$ 17,187,925
Change in net assets	(12,549)	(1,088,837)	(1,101,386)
Net assets at June 30, 2015	(123,281)	16,209,820	16,086,539
Change in net assets July 1, 2015 through December 31, 2015	(7,128)	(64,156)	(71,284)
Acquisition of noncontrolling interest	130,409	(130,409)	-
Change in net assets January 1, 2016 through June 30, 2016	-	3,467,976	3,467,976
Net assets at June 30, 2016	\$ -	\$ 19,483,231	\$ 19,483,231

Note 11 - Restricted Net Assets

Temporarily Restricted

Temporarily restricted net assets consist of the following at June 30, 2016 and 2015:

	2016	2015
Building construction and improvements	\$ 521,783	\$ 597,144
Low-income housing	380,000	380,000
Specific program services	664,765	190,477
United Way allocations and designations for the Organization's next fiscal year	122,709	132,000
Other - time restrictions	269,049	195,024
Endowment	34,960	23,638
	\$ 1,993,266	\$ 1,518,283

The 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 three percent per annum from the original date of the disbursement to the YWCA.

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, 2016, the Critchlow, LLC was in compliance with all regulations and conditions.

Permanently Restricted - Endowment

Permanently restricted net assets are invested in cash, investments, and pledges receivable to be held indefinitely. Income from permanently restricted net assets is expendable to support the operations of YWCA. Accordingly, YWCA has recorded the earnings from these assets as temporarily restricted. The permanently restricted net assets balances, classified by restriction on the use of earnings, are as follows at June 30, 2016 and 2015:

	2016	2015
General	\$ 198,863	\$ 198,863
Legacy Bridge	182,428	182,428
	\$ 381,291	\$ 381,291

Note 12 - Donated Professional Services and Materials

YWCA receives donated equipment, food, supplies, and other expendable items for use in its programs. These contributions totaled \$305,823 and \$268,450 for the years ended June 30, 2016 and 2015. In addition, 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 13 - Employee Benefits

Eligible employees participate in the employer sponsored cash balance defined benefit retirement plan (the Plan) after two years of employment. The Plan is a multiple-employer retirement plan administered by the YWCA Retirement Fund, Inc. Under the Plan, employees' benefits are 100 percent vested immediately. Currently, the Organization's contribution is 7.5 percent of the eligible employee's gross annual wages. The YWCA's expense for the retirement plan was \$121,625 and \$84,782 for the years ended June 30, 2016 and 2015. Beginning in May 2014 and continuing through December 2014 the YWCA Retirement Fund, Inc. contributions paid by YWCA were discounted seventy-five (75%) percent. This contribution relief benefit was given because the YWCA Retirement Fund, Inc. was fully funded and able to provide this benefit enhancement.

Note 14 - Related Party Transactions

Restructuring of Real Estate and Investment Assets

A restructuring of certain of the Organization's real estate and investment assets occurred simultaneously with the completion of the transactions mentioned below in which YWCA Utah became the 100 percent owner of the Critchlow, and was transferred the 100 percent interest in Chase NMTC Salt Lake YWCA, LLC (Chase NMTC). As a result of this restructuring, the Organization (the Young Women's Christian Association of Utah) transferred net assets to YWBuilding Hope (this transfer was principally a note receivable due from YWBuilding Hope totaling \$11,271,588). In addition, YWBuilding Hope invested almost all of its assets (principally real estate assets) totaling \$12,849,409 to YWEmpowered, a limited liability company formed during the year. Currently and as of the completion of the restructuring the Organization owns 10 percent of both the Critchlow, LLC and YWEmpowered, LLC. The remaining 90 percent of the Critchlow, LLC and YWEmpowered, LLC is owned by YWBuilding Hope. More information about these real estate and investment assets follows.

Low-Income Housing Tax Credit Project

KRH is a 36-unit apartment complex, owned by the Critchlow, LLC, first occupied in January 1998. The Organization operates the KRH program through the Critchlow, providing low-income housing for mothers and children who are survivors of domestic abuse. The Critchlow, LLC operates as a limited liability company under Utah laws and regulations. For all taxable years through the conclusion of the 15 year compliance period, profits and losses were allocated 1 percent to the Organization and 99 percent to the investor member. During the year ended June 30, 2013, the compliance period ended and profits and losses were then allocated 90 percent to the Organization, as the majority owner and managing member and 10 percent to the investor member, an independent investor.

Under terms of the Critchlow, LLC operating agreement, the Organization had the right to purchase the interest of the investor member at the amount of the investor member's capital account as adjusted, as prescribed by the Critchlow, LLC operating agreement. In addition, the Organization had a right of first refusal to purchase the complex at the end of the fifteen year compliance period. Effective December 31, 2015, the Organization exercised its right to purchase the interest of the investor member for \$100. As a result of this transaction, the Organization became the 100 percent owner of the Critchlow, LLC.

New Markets Tax Credit Project

In connection with the Organization's efforts to build two new residences for women and children who have experienced family abuse and violence, the Organization partnered with Enterprise Community Investment, Inc. (Enterprise) and obtained additional funding by utilizing the New Markets Tax Credit Program (NMTC). As part of the process to obtain NMTC funding, the Organization formed YWBuilding Hope QALICB, a nonprofit corporation on November 13, 2008, of which the Organization is the sole beneficiary.

Under the NMTC provisions, taxpayers are permitted to receive a credit against federal income taxes for making qualified equity investments in designated Community Development Entities (CDE). Substantially all of the qualified equity investment must in turn be used by the CDE to provide investments in low-income communities. The credit provided to the investor totals 39 percent of the cost of the investment and is claimed over a seven-year credit allowance period. In each of the first three years, the investor receives a credit equal to five percent of the total amount paid for the stock or capital interest at the time of purchase. For the final four years, the value of the credit is six percent annually. Investors may not redeem their investments in a CDE prior to the conclusion of the seven-year period.

YWBuilding Hope had a note payable to ESIC New Markets Partners XXXIX, L.P., the CDE, of \$4,569,500 at June 30, 2015, in connection with the NMTC project (see Note 7). In addition, YWBuilding Hope has recorded additional long-term debt payable to the CDE of \$10,430,500 at June 30, 2015. This note payable was funded to YWBuilding Hope by means of an equivalent promissory note with the same terms from the Organization to Chase NMTC Salt Lake YWCA, LLC (Chase NMTC) the 99.99 percent owner of ESIC New Markets Partners XXXIX, L.P. As such, this note receivable of the Organization, and note payable of YWBuilding Hope QALICB have been eliminated in the consolidated financial statements.

As part of the NMTC project, the Organization entered into a put/call option agreement with the 100 percent owner in Chase NMTC (the Seller). Whereby, the Seller could put their interest in Chase NMTC to the Organization for \$1,000.

On December 18, 2015, the Seller exercised its put option and transferred its 100 percent interest of Chase NMTC for \$1,000. As a result of this transaction, YWCA recorded a gain on extinguishment of debt totaling \$4,569,500 during the year ended June 30, 2016, representing the long-term debt that was owed to the CDE and was not required to be repaid as part of the put transaction.

Note 15 - Commitments and Contingencies

The note payable to the State of Utah Olene Walker Housing Trust Fund totaling \$170,000 at June 30, 2016 and 2015, and the note payable to Salt Lake City Corporation totaling \$289,000 and \$289,600 at June 30, 2016 and 2015 (see Note 7), 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 three percent 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, 2016, 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, 2016 and 2015

Young Women's Christian Association of Utah

Young Women's Christian Association of Utah
Supplemental Consolidating Statement of Financial Position
June 30, 2016

	YWCA	The Critchlow	YWBuilding Hope	YW- Empowered	Eliminations	Total
Assets						
Current Assets						
Cash and cash equivalents	\$ 742,295	\$ 10,199	\$ 40,181	\$ 76,256	\$ -	\$ 868,931
Receivables						
Grants and contracts	418,506	-	-	-	-	418,506
Affiliated company	30,324	-	-	-	(30,324)	-
Rents and other receivables	2,277	2,214	-	-	-	4,491
Promises to give, current	226,138	-	-	-	-	226,138
Prepaid expenses and other assets	110,225	4,530	-	-	-	114,755
Total current assets	<u>1,529,765</u>	<u>16,943</u>	<u>40,181</u>	<u>76,256</u>	<u>(30,324)</u>	<u>1,632,821</u>
Property and equipment, net	6,320,144	1,446,624	-	12,517,446	(913,829)	19,370,385
Other assets	-	2,170	-	-	-	2,170
Cash restricted to building projects	530,864	38,428	-	-	-	569,292
Promises to give, long term	179,820	-	-	-	-	179,820
Loans to affiliated company	380,000	-	-	-	(380,000)	-
Long-term investments	1,829,679	-	-	-	-	1,829,679
Investment in affiliated companies	1,298,639	-	11,687,756	-	(12,986,395)	-
Total assets	<u>\$ 12,068,911</u>	<u>\$ 1,504,165</u>	<u>\$ 11,727,937</u>	<u>\$ 12,593,702</u>	<u>\$ (14,310,548)</u>	<u>\$ 23,584,167</u>
Liabilities and Net Assets						
Current Liabilities						
Accounts payable	\$ 69,062	\$ 2,656	\$ 1,000	\$ 1,441	\$ -	\$ 74,159
Accrued expenses and other liabilities	177,751	16,388	-	-	-	194,139
Deferred revenue	49,418	660	-	-	-	50,078
Affiliated company payable	-	30,324	-	-	(30,324)	-
Tenant security deposits	-	13,700	-	-	-	13,700
Current portion of long-term debt	1,200	1,200	-	-	-	2,400
Total current liabilities	<u>297,431</u>	<u>64,928</u>	<u>1,000</u>	<u>1,441</u>	<u>(30,324)</u>	<u>334,476</u>
Long-term Liabilities						
Accrued loan interest	-	38,353	-	-	-	38,353
Notes payable	226,800	626,750	500,000	-	-	1,353,550
Loans from affiliated organization	-	380,000	-	-	(380,000)	-
Total liabilities	<u>524,231</u>	<u>1,110,031</u>	<u>501,000</u>	<u>1,441</u>	<u>(410,324)</u>	<u>1,726,379</u>
Net Assets						
Members' equity	-	394,134	-	12,592,261	(12,986,395)	-
Unrestricted						
Undesignated	1,712,409	-	39,181	-	(913,829)	837,761
Board designated	1,011,035	-	-	-	-	1,011,035
Invested in property and equipment, net of related debt	6,446,679	-	11,187,756	-	-	17,634,435
Temporarily restricted	1,993,266	-	-	-	-	1,993,266
Permanently restricted	381,291	-	-	-	-	381,291
Total net assets	<u>11,544,680</u>	<u>394,134</u>	<u>11,226,937</u>	<u>12,592,261</u>	<u>(13,900,224)</u>	<u>21,857,788</u>
Total liabilities and net assets	<u>\$ 12,068,911</u>	<u>\$ 1,504,165</u>	<u>\$ 11,727,937</u>	<u>\$ 12,593,702</u>	<u>\$ (14,310,548)</u>	<u>\$ 23,584,167</u>

Young Women's Christian Association of Utah
Supplemental Consolidating Statement of Financial Position
June 30, 2015

	YWCA	The Critchlow	YWBuilding Hope	Eliminations	Total
Assets					
Current Assets					
Cash and cash equivalents	\$ 420,427	\$ 60,590	\$ 74,103	\$ -	\$ 555,120
Receivables					
Grants and contracts	278,974	-	-	-	278,974
Affiliated company	19,408	-	-	(19,408)	-
Rents and other receivables	3,930	2,486	-	-	6,416
Promises to give, current	264,473	-	-	-	264,473
Prepaid expenses and other assets	72,076	3,247	-	-	75,323
Total current assets	<u>1,059,288</u>	<u>66,323</u>	<u>74,103</u>	<u>(19,408)</u>	<u>1,180,306</u>
Property and equipment, net	6,621,532	1,561,192	13,021,556	(940,478)	20,263,802
Debt issuance costs, net	-	-	60,432	-	60,432
Cash restricted to building projects	634,462	34,053	108,804	-	777,319
Promises to give, long term	103,915	-	-	-	103,915
Note receivable, related party	10,430,500	-	-	(10,430,500)	-
Loans to affiliated company	380,000	-	-	(380,000)	-
Long-term investments	1,955,618	-	-	-	1,955,618
Investment in affiliated company	2,396,348	-	-	(2,396,348)	-
Total assets	<u>\$ 23,581,663</u>	<u>\$ 1,661,568</u>	<u>\$ 13,264,895</u>	<u>\$ (14,166,734)</u>	<u>\$ 24,341,392</u>
Liabilities and Net Assets					
Current Liabilities					
Accounts payable	\$ 110,980	\$ 3,790	\$ -	\$ -	\$ 114,770
Accrued expenses and other liabilities	224,689	14,797	-	-	239,486
Deferred revenue	24,666	904	-	-	25,570
Affiliated company payable	-	19,408	-	(19,408)	-
Tenant security deposits	-	9,250	-	-	9,250
Current portion of long-term debt	1,200	1,200	70,624	-	73,024
Total current liabilities	<u>361,535</u>	<u>49,349</u>	<u>70,624</u>	<u>(19,408)</u>	<u>462,100</u>
Long-term Liabilities					
Accrued loan interest	-	38,353	-	-	38,353
Notes payable	228,000	627,950	15,429,376	(10,430,500)	5,854,826
Loans from affiliated organization	-	380,000	-	(380,000)	-
Total liabilities	<u>589,535</u>	<u>1,095,652</u>	<u>15,500,000</u>	<u>(10,829,908)</u>	<u>6,355,279</u>
Net Assets					
Members' equity	-	689,197	1,707,151	(2,396,348)	-
Unrestricted					
Undesignated	5,992,655	-	(3,942,256)	(940,478)	1,109,921
Board designated	1,083,515	-	-	-	1,083,515
Invested in property and equipment, net of related debt	14,016,384	-	-	-	14,016,384
Noncontrolling interest in affiliate	-	(123,281)	-	-	(123,281)
Temporarily restricted	1,518,283	-	-	-	1,518,283
Permanently restricted	381,291	-	-	-	381,291
Total net assets	<u>22,992,128</u>	<u>565,916</u>	<u>(2,235,105)</u>	<u>(3,336,826)</u>	<u>17,986,113</u>
Total liabilities and net assets	<u>\$ 23,581,663</u>	<u>\$ 1,661,568</u>	<u>\$ 13,264,895</u>	<u>\$ (14,166,734)</u>	<u>\$ 24,341,392</u>

Young Women's Christian Association of Utah
Supplemental Consolidating Statement of Activities
Year Ended June 30, 2016

	YWCA	The Critchlow	YWBuilding Hope	YW- Empowered	Eliminations	Consolidated Totals
Changes in Unrestricted Net Assets						
Revenue, Support, and Gains						
Contributions	\$ 223,145	\$ -	\$ -	\$ -	\$ -	\$ 223,145
In-kind contributions	305,823	-	-	-	-	305,823
Government grants	1,808,870	-	-	-	-	1,808,870
Program service fees	1,116,848	-	-	-	(137,694)	979,154
Gross special events revenue	642,186	-	-	-	-	642,186
Less cost of direct benefits to donors	(189,235)	-	-	-	-	(189,235)
Net special events revenue	452,951	-	-	-	-	452,951
Net investment return	(19,055)	-	-	-	-	(19,055)
Membership dues	18,178	-	-	-	-	18,178
Rents and other revenue	91,015	330,641	105,779	600	(112,695)	415,340
Interest income	583	14	120	-	-	717
Gain on extinguishment of debt	-	-	4,569,500	-	-	4,569,500
Net assets released from restrictions	1,059,651	-	-	-	-	1,059,651
Total revenue, support and gains	<u>5,058,009</u>	<u>330,655</u>	<u>4,675,399</u>	<u>600</u>	<u>(250,389)</u>	<u>9,814,274</u>
Expenses and Losses						
Program services expenses						
Women in Jeopardy	1,368,674	-	-	-	-	1,368,674
Residential Self-Sufficiency	157,555	-	-	-	-	157,555
Children's Advocacy & Intervention	782,167	-	-	-	-	782,167
KRH Supportive Services	415,110	-	-	-	-	415,110
Family Justice Center	708,496	-	-	-	-	708,496
Lolie Eccles Early Education Center	1,099,835	-	-	-	-	1,099,835
For Every Woman	125,562	-	-	-	-	125,562
The Critchlow	-	502,437	-	-	(144,010)	358,427
YWBuilding Hope	105,779	-	482,204	-	(217,614)	370,369
YWEmpowered	600	-	-	257,748	(13,924)	244,424
Total program services expenses	<u>4,763,778</u>	<u>502,437</u>	<u>482,204</u>	<u>257,748</u>	<u>(375,548)</u>	<u>5,630,619</u>
Supporting services expenses						
Management and general	417,979	-	-	-	-	417,979
Fundraising and development	368,984	-	-	-	-	368,984
Total supporting services expenses	<u>786,963</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>786,963</u>
Total expenses and losses	<u>5,550,741</u>	<u>502,437</u>	<u>482,204</u>	<u>257,748</u>	<u>(375,548)</u>	<u>6,417,582</u>
Gain (loss) on investment in affiliate	(133,340)	-	(295,590)	-	428,930	-
Change in Unrestricted Net Assets	<u>(626,072)</u>	<u>(171,782)</u>	<u>3,897,605</u>	<u>(257,148)</u>	<u>554,089</u>	<u>3,396,692</u>
Changes in Temporarily Restricted Net Assets						
Contributions	1,519,229	-	-	-	-	1,519,229
Net investment return	113,915	-	-	-	(98,510)	15,405
Net assets released from restrictions	(1,059,651)	-	-	-	-	(1,059,651)
Change in Temporarily Restricted Net Assets	<u>573,493</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(98,510)</u>	<u>474,983</u>
Change in Net Assets	<u>(52,579)</u>	<u>(171,782)</u>	<u>3,897,605</u>	<u>(257,148)</u>	<u>455,579</u>	<u>3,871,675</u>
Net Assets, Beginning of Year	22,992,128	565,916	(2,235,105)	-	(3,336,826)	17,986,113
Acquisition of noncontrolling interest	(123,281)	-	-	-	123,281	-
Transfer of net assets	(11,271,588)	-	9,564,437	-	1,707,151	-
Contributions of equity	-	-	-	12,849,409	(12,849,409)	-
Net Assets, End of Year	<u>\$ 11,544,680</u>	<u>\$ 394,134</u>	<u>\$ 11,226,937</u>	<u>\$ 12,592,261</u>	<u>\$ (13,900,224)</u>	<u>\$ 21,857,788</u>

Young Women's Christian Association of Utah
Supplemental Consolidating Statement of Activities
Year Ended June 30, 2015

	YWCA	The Critchlow	YWBuilding Hope	Eliminations	Consolidated Totals
Changes in Unrestricted Net Assets					
Revenue, Support, and Gains					
Contributions	\$ 215,985	\$ -	\$ -	\$ -	\$ 215,985
In-kind contributions	268,450	-	-	-	268,450
Government grants	1,619,299	-	-	-	1,619,299
Program service fees	945,237	-	-	(103,964)	841,273
Gross special events revenue	582,225	-	-	-	582,225
Less cost of direct benefits to donors	(98,150)	-	-	-	(98,150)
Net special events revenue	484,075	-	-	-	484,075
Net investment return	109,630	-	-	-	109,630
Membership dues	21,027	-	-	-	21,027
Gain (loss) on disposal of fixed assets	(30,436)	-	-	-	(30,436)
Rents and other revenue	57,873	351,079	227,214	(233,709)	402,457
Interest income	436	21	177	-	634
Net assets released from restrictions	875,829	-	-	-	875,829
Total revenue, support and gains	<u>4,567,405</u>	<u>351,100</u>	<u>227,391</u>	<u>(337,673)</u>	<u>4,808,223</u>
Expenses and Losses					
Program services expenses					
Women in Jeopardy	1,275,718	-	-	-	1,275,718
Residential Self-Sufficiency	160,321	-	-	-	160,321
Children's Advocacy & Intervention	665,366	-	-	-	665,366
KRH Supportive Services	338,567	-	-	-	338,567
Family Justice Center	644,176	-	-	-	644,176
Lolie Eccles Early Education Center	963,118	-	-	-	963,118
For Every Woman	51,683	-	-	-	51,683
The Critchlow	-	476,588	-	(110,459)	366,129
YWBuilding Hope	227,214	-	1,009,474	(465,370)	771,318
Total program services expenses	<u>4,326,163</u>	<u>476,588</u>	<u>1,009,474</u>	<u>(575,829)</u>	<u>5,236,396</u>
Supporting services expenses					
Management and general	331,425	-	-	-	331,425
Fundraising and development	341,788	-	-	-	341,788
Total supporting services expenses	<u>673,213</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>673,213</u>
Total expenses and losses	<u>4,999,376</u>	<u>476,588</u>	<u>1,009,474</u>	<u>(575,829)</u>	<u>5,909,609</u>
Gain (loss) on investment in affiliate	(112,939)	-	-	112,939	-
Change in Unrestricted Net Assets	<u>(544,910)</u>	<u>(125,488)</u>	<u>(782,083)</u>	<u>351,095</u>	<u>(1,101,386)</u>
Changes in Temporarily Restricted Net Assets					
Contributions	974,733	-	-	-	974,733
Capital contributions	14,892	-	-	-	14,892
Net investment return	213,546	-	-	(211,507)	2,039
Net assets released from restrictions	(875,829)	-	-	-	(875,829)
Change in Temporarily Restricted Net Assets	<u>327,342</u>	<u>-</u>	<u>-</u>	<u>(211,507)</u>	<u>115,835</u>
Changes in Permanently Restricted Net Assets					
Endowment contributions	10,000	-	-	-	10,000
Change in Permanently Restricted Net Assets	<u>10,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,000</u>
Change in Net Assets	<u>(207,568)</u>	<u>(125,488)</u>	<u>(782,083)</u>	<u>139,588</u>	<u>(975,551)</u>
Net Assets, Beginning of Year	23,199,696	691,404	(1,453,022)	(3,476,414)	18,961,664
Net Assets, End of Year	<u>\$ 22,992,128</u>	<u>\$ 565,916</u>	<u>\$ (2,235,105)</u>	<u>\$ (3,336,826)</u>	<u>\$ 17,986,113</u>



Federal Awards Reports in Accordance
With the Uniform Guidance
June 30, 2016

Young Women's Christian
Association of Utah

Young Women's Christian Association of Utah
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2016

<u>Federal Grantor/Pass-Through Grantor/Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Pass-through Entity Identifying Number</u>	<u>Expenditures</u>
<u>U.S. Department of Agriculture</u>			
Passed through the Utah State Office of Education Child and Adult Care Food Program	10.558	ME, ME-1, & ME-2	\$ 130,764
<u>U.S. Department of Housing and Urban Development</u>			
Passed through West Jordan City Community Development Block Grant	14.218	not available	6,696
Passed through Salt Lake City Economic & Community Resources Division Community Development Block Grant	14.218	24 CFR Part 570	32,425
Passed through Sandy City Community Development Block Grant	14.218	not available	4,000
Community Development Block Grant Subtotal			<u>43,121</u>
Passed through Salt Lake County Emergency Solutions Grant Program	14.231	BV15522C	68,550
Passed through Salt Lake City Economic & Community Resources Division Emergency Solutions Grant Program	14.231	not available	23,000
Emergency Shelter Grant Subtotal			<u>91,550</u>
Direct Awards Continuum of Care	14.235	UT0031L8T001204	124,647
Total U.S. Department of Housing and Urban Development			<u>259,318</u>
<u>U.S. Department of Justice</u>			
Passed through the Utah Commission on Criminal and Juvenile Justice Crime Victim Assistance	16.575	14-VOCA-91	115,174
Violence Against Women Formula Grant	16.588	14-VAWA-47	16,621
Violence Against Women Formula Grant	16.588	15-VAWA-32	21,232
Violence Against Women Formula Grant Subtotal			<u>37,853</u>
Passed through Salt Lake City Grants to Encourage Arrest Policies and Enforcement of Protection Orders Programs	16.590	2014-WE-AX-0035	239,034
Direct Awards Transitional Housing Assistance for Victims of Domestic Violence Dating Violence, Stalking, or Sexual Assault	16.736	2010-WH-AX-0004	99,169
Total U.S. Department of Justice			<u>491,230</u>

Young Women's Christian Association of Utah
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2016

<u>Federal Grantor/Pass-Through Grantor/Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Pass-through Entity Identifying Number</u>	<u>Expenditures</u>
<u>U.S. Department of Education</u>			
Passed through the Utah State Office of Education Twenty-First Century Community Learning Centers	84.287	not available	<u>32,014</u>
<u>U.S. Department of Health and Human Services</u>			
Passed through the Utah State Department of Workforce Services			
Temporary Assistance for Needy Families	93.558	15DWS0170	<u>36,223</u>
Child Care and Development Block Grant	93.575	16DWS0080	59,000
Child Care and Development Block Grant	93.575	132253	<u>12,075</u>
Child Care Development Fund Subtotal			<u>71,075</u>
Passed through Salt Lake County			
Social Services Block Grant - Afterschool	93.667	BJ12158C	<u>23,000</u>
Passed through the Utah State Department of Children and Family Services			
Family Violence Prevention & Services	93.671	132117	<u>155,640</u>
Total U.S. Department of Health and Human Services			<u>285,938</u>
Total Federal Awards Expended			<u>\$ 1,199,264</u>

Note A – Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the Young Women's Christian Association of Utah, and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance. Young Women's Christian Association of Utah received federal awards both directly from federal agencies and indirectly through pass-through entities.

Note B – Significant Accounting Policies

Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Subpart E – Cost Principles of the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The Young Women's Christian Association of Utah's summary of significant accounting policies is presented in Note 1 in the Young Women's Christian Association of Utah's basic consolidated financial statements.

The organization has elected to use the 10% de minimis cost rate.



CPAs & BUSINESS ADVISORS

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*

To 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, 2016, 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 October 31, 2016.

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) to determine the 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.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph 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 were not identified. However, as described in the accompanying schedule of findings and questioned costs, we identified a deficiency in internal control that we consider to be a material weakness.

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. We consider deficiency 2016-A described in the accompanying schedule of findings and questioned costs to be a material weakness.

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.

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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Entity'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 auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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.

A handwritten signature in cursive script that reads "Eide Sully LLP".

Salt Lake City Utah
October 31, 2016



Independent Auditor’s Report on Compliance for Each Major Federal Program and 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 Each 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 each of Young Women's Christian Association of Utah’s major federal programs for the year ended June 30, 2016. Young Women's Christian Association of Utah’s major federal programs are identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

Management’s Responsibility

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

Auditor’s Responsibility

Our responsibility is to express an opinion on the compliance for each of Young Women's Christian Association of Utah’s major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the 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 each major federal program. However, our audit does not provide a legal determination of Young Women's Christian Association of Utah’s compliance.

Opinion on Each Major Federal Program

In our opinion, Young Women's Christian Association of Utah's complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major Federal programs for the year ended June 30, 2016.

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 each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the 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.

The image shows a handwritten signature in black ink that reads "Eide Bailly LLP". The signature is written in a cursive, flowing style.

Salt Lake City, Utah
October 31, 2016

Section I – Summary of Auditor’s Results

FINANCIAL STATEMENTS

Type of auditor's report issued	Unmodified
Internal control over financial reporting	
Material weaknesses identified	Yes
Significant deficiencies identified not considered to be material weaknesses	None Reported
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>
Grants to Encourage Arrest Policies and Enforcement of Protection Orders	16.590
Family Violence Prevention & Services	93.671
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

**2016-A Accounting Close Process - Depreciation
Material Weakness**

Criteria:

The internal control system should ensure that depreciation is recorded for all entities as part of the closing process at the end of the period.

Condition:

During the course of our engagement, we proposed a material audit adjustment to the Organization's recorded account balance in the area of depreciation expense for one of the consolidated entities, which if not recorded would have resulted in a material misstatement of the Organization's financial statements.

Cause:

The Organization's procedures in place during the year ended June 30, 2016 failed to ensure that depreciation expense was properly recorded.

Effect:

An adjustment was required to properly state depreciation expense and the control deficiency could result in other misstatements to the financial statements that would not be prevented or detected.

Recommendation:

The Organization should ensure that depreciation is recorded for each entity for the accounting period.

View of Responsible Officials:

Management agrees with the finding.

Section III – Federal Award Findings and Questioned Costs

None

No findings reported in the prior year