

Young Women's Christian Association of Utah

CONSOLIDATED FINANCIAL STATEMENTS AND INDEPENDENT AUDITOR'S REPORT

For the Years Ended June 30, 2022 and 2021



YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

CONTENTS

	<u>Page</u>
Independent Auditor's Report	2-4
Consolidated Financial Statements:	
Consolidated Statements of Financial Position.....	5
Consolidated Statements of Activities	6-7
Consolidated Statements of Functional Expenses.....	8-9
Consolidated Statements of Cash Flows.....	10-11
Consolidated Notes to the Financial Statements	12-32
Supplementary Information:	
Supplementary Consolidating Statement of Financial Position	34-37
Supplementary Consolidating Statement of Activities.....	38-41
Federal Awards Reports in Accordance with the Uniform Guidance	
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 <i>Government Auditing Standards</i>	43-44
Independent Auditor's Report on Compliance for the Major Federal Program; Report on Internal Control Over Compliance Required by the Uniform Guidance.....	45-46
Consolidated Schedule of Expenditures of Federal Awards	47
Notes to Consolidated Schedule of Expenditures of Federal Awards	48
Schedule of Findings and Questioned Costs.....	49-50



Independent Auditor's Report

To the Board of Directors
Young Women's Christian Association of Utah

Opinion

We have audited the accompanying consolidated financial statements of **Young Women's Christian Association of Utah** (a nonprofit organization), which comprise the consolidated statement of financial position as of June 30, 2022 and the related consolidated statements of activities, functional expenses and cash flows for the year then ended, and the related consolidated notes to the financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of **Young Women's Christian Association of Utah** as of June 30, 2022, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of **Young Women's Christian Association of Utah** and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Consolidated Financial Statements

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

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about **Young Women's Christian Association of Utah** ability to continue as a going concern within one year after the date that the consolidated financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the consolidated financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the consolidated financial statements.
- Obtain an understanding of internal control relevant to the audit 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 **Young Women's Christian Association of Utah's** internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about **Young Women's Christian Association of Utah's** ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Other Matters

Other 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 34 through 41 is presented for the purposes of additional analysis and is not a required part of the consolidated financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the audit requirements of *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and is not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the 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 January 19, 2023, on our consideration of **Young Women's Christian Association of Utah's** internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of **Young Women's Christian Association of Utah's** internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering **Young Women's Christian Association of Utah's** internal control over financial reporting and compliance.

Prior Period Consolidated Financial Statements

The consolidated financial statements of **Young Women's Christian Association of Utah** as of June 30, 2021, were audited by other auditors whose report dated February 18, 2022, expressed an unmodified opinion on those statements.

Larson & Company P.C.

Salt Lake City, Utah
January 19, 2023

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Consolidated Statements of Financial Position

As of June 30, 2022 and 2021

<u>ASSETS</u>	<u>2022</u>	<u>2021</u>
Current assets:		
Cash and cash equivalents	\$ 3,139,962	\$ 2,408,633
Receivables		
Grants and contracts	289,140	365,817
Rents and other receivables	17,046	12,751
Promises to give, current	81,615	97,431
Prepaid expenses and other assets	112,179	84,623
Total current assets	3,639,942	2,969,255
Property and equipment, net	15,047,085	15,742,938
Cash restricted to building projects	135,327	145,807
Cash restricted for program	675,847	675,791
Promises to give, less current portion	7,750	52,242
Long-term investments	2,693,441	3,049,806
Total assets	\$ 22,199,392	\$ 22,635,839
 <u>LIABILITIES AND NET ASSETS</u>		
Current liabilities:		
Accounts payable	\$ 41,506	\$ 95,940
Accrued expenses and other liabilities	319,742	329,431
Deferred revenue	57,754	74,196
Refundable advance	100,000	-
Tenant security deposits	46,047	24,625
Notes payable, current portion	3,000	3,000
Total current liabilities	568,049	527,192
Accrued loan interest	57,622	57,227
Paycheck protection program loan	-	771,392
Notes payable, less current portion	1,314,786	1,319,987
Total liabilities	1,940,457	2,675,798
Net assets:		
Without donor restrictions		
Undesignated	2,356,337	1,705,128
Board designated	1,413,015	1,609,225
Invested in property and equipment, net of related debt	13,694,171	14,039,951
With donor restrictions	2,795,412	2,605,737
Total net assets	20,258,935	19,960,041
Total liabilities and net assets	\$ 22,199,392	\$ 22,635,839

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

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Consolidated Statements of Activities
For the Years Ended June 30, 2022 and 2021

	2022	2021
Change in net assets without donor restrictions:		
Revenue, support and gains:		
Contributions, excluding outstanding pledges	\$ 1,709,524	\$ 1,007,342
In-kind contributions	158,842	171,100
Government grants	2,569,862	2,985,573
Program service fees	1,239,976	1,178,720
Gross special events revenue	324,875	392,114
Less cost of direct benefits to donors	(98,575)	(149,464)
Net special events revenue	226,300	242,650
Net investment return (expense)	(293,810)	389,239
Membership dues	20,182	22,104
Rents and other revenue	425,331	253,479
Gain on Paycheck Protection Program loan forgiveness	779,190	779,621
Interest income	-	32
Net assets released from restrictions	1,001,006	1,185,928
Total revenue, support, gains, other income and net assets released from restrictions	7,836,403	8,215,788.00
Expenses and losses:		
Program services expenses:		
Domestic Violence & Residential Services	2,444,031	-
Lolie Eccles Early Education Center	1,497,892	1,320,356
KRH Supportive Services	115,677	231,143
For Every Woman	160,244	115,373
Children's Services	670,968	-
Family Justice Center	968,141	1,133,084
The Critchlow	371,829	349,620
YWBuilding Hope	6,123	2,848
YWEmpowered	320,343	329,548
Women in Jeopardy	-	1,864,408
Residential Self-Sufficiency	-	89,701
Children's Advocacy & Intervention	-	969,310
Total program services expenses	\$ 6,555,248	\$ 6,405,391

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

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Consolidated Statements of Activities (Continued)

For the Years Ended June 30, 2022 and 2021

	2022	2021
Supporting services expenses:		
Management and general	\$ 661,150	\$ 502,981
Fundraising and development	692,455	367,899
Total supporting services expenses	1,353,605	870,880
Loss on sale of property and equipment	2,836	2,548
Loss on uncollectible promises to give	-	97,903
Gain on recovery of uncollectible promises to give	(88,107)	-
Total expenses and losses	7,823,582	7,376,722
Change in net assets without donor restrictions	12,821	839,066
Change in net assets with donor restrictions:		
Contributions, including outstanding pledges	1,347,760	1,385,632
Net investment return (expense)	(60,681)	83,457
Net assets released from restrictions	(1,001,006)	(1,185,928)
Change in net assets with donor restrictions	286,073	283,161
Change in net assets	298,894	1,122,227
Net assets, beginning of year	19,960,041	18,837,814
Net assets, end of year	\$ 20,258,935	\$ 19,960,041

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

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH
Consolidated Statement of Functional Expenses
For the Year Ended June 30, 2022

	Program Services									Supporting Services			
	Domestic Violence & Residential Services	Lolie Eccles Early Education Center	KRH Supportive Services	For Every Woman	Children's Services	Family Justice Center	The Critchlow	YWBuilding Hope	YW-Empowered	Total Program Services	Management and General	Fundraising and Development	Total
Salaries	\$ 1,518,214	\$ 1,018,682	\$ 91,567	\$ 113,978	\$ 363,846	\$ 505,163	\$ 135,382	\$ -	\$ -	\$ 3,746,832	\$ 304,712	\$ 401,185	\$ 4,452,729
Benefits and payroll taxes	286,558	207,440	16,578	12,171	79,559	94,462	33,998	-	-	730,766	47,819	70,992	849,577
Total salaries and related expenses	1,804,772	1,226,122	108,145	126,149	443,405	599,625	169,380	-	-	4,477,598	352,531	472,177	5,302,306
Professional fees	27,542	18,996	2,233	7,433	7,444	27,933	33,140	6,123	8,509	139,353	80,440	17,156	236,949
Computer fees	66,074	7,039	584	659	30,941	21,351	116	-	-	126,764	40,428	32,969	200,161
Supplies	14,620	19,073	41	3,895	70,536	8,481	391	-	-	117,037	23,631	8,818	149,486
Food	63,876	29,707	-	-	8,638	-	-	-	-	102,221	-	379	102,600
Client assistance	96,399	-	50,342	-	-	105,176	-	-	-	251,917	-	-	251,917
Events	-	-	-	-	-	-	-	-	-	-	-	104,943	104,943
Activities	-	3,483	-	7,463	4,338	-	-	-	-	15,284	121	631	16,036
Postage and shipping	-	-	-	29	-	-	331	-	-	360	1,066	969	2,395
Printing	-	-	-	621	-	-	1,110	-	-	1,731	237	6,077	8,045
Telephone	10,043	5,281	-	776	3,006	9,140	3,089	-	-	31,335	13,390	1,869	46,594
Utilities	72,642	14,733	-	1,507	6,211	11,492	58,133	-	-	164,718	14,247	6,022	184,987
Repairs and maintenance	91,696	48,968	323	-	20,348	11,017	30,764	-	-	203,116	10,098	2,639	215,853
Equipment rental & repair	957	2,796	144	265	719	491	-	-	-	5,372	2,350	1,351	9,073
Insurance	32,693	10,965	1,934	3,167	14,816	14,046	22,923	-	-	100,544	14,212	8,395	123,151
Transportation	531	4,749	12	-	5,229	115	590	-	-	11,226	-	-	11,226
Conferences and training	17,444	9,390	820	900	4,198	4,392	223	-	-	37,367	14,828	3,702	55,897
Regional YWCA dues	-	-	-	-	-	-	-	-	-	-	40,000	-	40,000
Bank & investment fees	-	-	-	-	-	-	745	-	-	745	4,423	6,524	11,692
Payroll processing fees	9,700	5,504	-	-	3,590	1,916	-	-	-	20,710	1,913	1,196	23,819
Dues and subscriptions	4,187	4,469	105	865	351	421	-	-	-	10,398	17,424	6,443	34,265
Building security	13,659	2,088	-	245	2,448	2,624	5,225	-	-	26,289	1,031	1,277	28,597
Employee/volunteer recruitment	6,478	9,697	47	658	1,955	1,884	180	-	-	20,899	4,876	2,297	28,072
Marketing/advertising	-	400	-	2,175	-	990	60	-	-	3,625	250	3,340	7,215
Interest expense	-	-	-	-	-	-	996	-	-	996	7,798	-	8,794
Board expenses	-	-	-	-	-	-	-	-	-	-	824	-	824
Bad debt expense	-	-	-	-	-	-	(4,149)	-	-	(4,149)	-	(4,188)	(8,337)
Miscellaneous expenses	3,697	2,920	-	32	531	711	2,850	-	-	10,741	6,519	658	17,918
Total expenses before in-kind and depreciation	2,337,010	1,426,380	164,730	156,839	628,704	821,805	326,097	6,123	8,509	5,876,197	652,637	685,644	7,214,478
In-kind expense	96,805	-	-	-	36,021	26,015	-	-	-	158,841	-	-	158,841
Depreciation	10,216	71,512	-	3,405	6,243	120,321	166,420	-	338,470	716,587	8,513	6,811	731,911
	2,444,031	1,497,892	164,730	160,244	670,968	968,141	492,517	6,123	346,979	6,751,625	661,150	692,455	8,105,230
Less expenses included with revenue on the consolidated statement of activities -													
Cost of direct benefits to donors	-	-	-	-	-	-	-	-	-	-	-	-	-
Total expenses included in the expense section on the consolidated statement of activities	\$ 2,444,031	\$ 1,497,892	\$ 164,730	\$ 160,244	\$ 670,968	\$ 968,141	\$ 492,517	\$ 6,123	\$ 346,979	\$ 6,751,625	\$ 661,150	\$ 692,455	\$ 8,105,230

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

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Statement of Functional Expenses

For the Year Ended June 30, 2021

	Program Services										Supporting Services			
	Women In Jeopardy	Residential Self-Sufficiency	Children's Advocacy & Intervention	KRH Supportive Services	Family Justice Center	Lolie Eccles Early Education Center	For Every Woman	The Critchlow	YWBuilding Hope	YW-Empowered	Total Program Services	Management and General	Fundraising and Development	Total
Salaries	\$ 1,136,455	\$ 48,631	\$ 647,624	\$ 177,949	\$ 513,880	\$ 869,391	\$ 61,327	\$ 30,643	\$ -	\$ -	\$ 3,485,900	\$ 247,276	\$ 284,265	\$ 4,017,441
Benefits and payroll taxes	221,235	12,895	134,523	40,469	102,701	208,601	7,837	8,018	-	-	736,279	40,855	53,190	830,324
Total salaries and related expenses	1,357,690	61,526	782,147	218,418	616,581	1,077,992	69,164	38,661	-	-	4,222,179	288,131	337,455	4,847,765
Professional fees	12,839	508	7,138	2,661	37,559	10,628	13,750	24,950	2,848	3,751	116,632	59,913	45,650	222,195
Computer fees	36,731	1,234	19,398	3,975	23,571	5,979	998	32	-	-	91,918	22,121	19,826	133,865
Supplies	21,151	5	10,262	373	16,434	18,066	3,605	-	-	-	69,916	8,462	4,430	82,808
Food	49,491	1,411	35,135	-	-	25,053	-	-	-	-	111,090	-	86	111,176
Client assistance	95,530	346	-	-	216,174	-	-	-	-	-	312,050	-	-	312,050
Events	-	-	-	-	-	-	-	-	-	-	-	-	33,034	33,034
Activities	25	-	4,244	-	12	1,856	11,782	-	-	-	17,919	65	982	18,966
Postage and shipping	50	-	-	-	-	-	243	-	-	-	293	2,058	5,401	7,752
Printing	-	-	-	-	8	-	527	208	-	-	743	499	11,827	13,069
Telephone	7,280	213	3,924	819	10,593	4,771	307	3,457	-	-	31,364	6,763	1,801	39,928
Utilities	70,581	4,543	3,893	-	16,887	14,638	657	49,292	-	-	160,491	7,591	4,027	172,109
Repairs and maintenance	66,879	4,293	7,968	-	20,132	31,606	1,883	38,264	-	-	171,025	13,607	4,619	189,251
Equipment rental & repair	2,658	39	606	149	1,483	2,029	447	-	-	-	7,411	3,813	2,237	13,461
Insurance	22,737	4,314	10,045	2,328	11,606	8,694	2,900	17,510	-	-	80,134	11,799	7,833	99,766
Transportation	173	-	1,967	39	543	1,190	-	-	-	-	3,912	4,724	-	8,636
Conferences and training	10,502	337	4,367	767	4,392	5,631	1,059	-	-	-	27,055	40,000	1,541	68,596
Regional YWCA dues	-	-	-	-	-	-	-	-	-	-	-	3,019	-	3,019
Bank & investment fees	-	14	-	-	-	406	68	80	-	-	568	1,935	9,140	11,643
Payroll processing fees	8,881	-	3,627	1,034	1,935	5,562	-	-	-	-	21,039	5,122	1,209	27,370
Dues and subscriptions	340	-	-	-	46	2,434	200	-	-	-	3,020	1,682	7,186	11,888
Building security	10,048	1,590	2,063	282	3,091	1,820	174	107	-	-	19,175	1,353	995	21,523
Employee/volunteer recruitment	6,363	184	2,106	279	6,794	10,617	350	-	-	-	26,693	-	1,411	28,104
Marketing/advertising	-	-	-	-	900	345	3,600	-	-	-	4,845	-	8,670	13,515
Interest expense	-	-	-	-	-	-	-	3,111	-	-	3,111	5,768	-	8,879
Board expenses	-	-	-	-	-	-	-	-	-	-	-	3,027	-	3,027
Miscellaneous expenses	2,783	358	1,133	19	865	922	26	8,395	-	-	14,501	2,446	737	17,684
Total expenses before in-kind and depreciation	1,782,732	80,915	900,023	231,143	989,606	1,230,259	111,740	184,067	2,848	3,751	5,517,084	493,898	510,097	6,521,079
In-kind expense	73,199	6,364	62,626	-	15,109	13,802	-	-	-	-	171,100	-	-	171,100
Depreciation	8,477	2,422	6,661	-	128,369	76,295	3,633	165,553	-	325,797	717,207	9,083	7,266	733,556
	1,864,408	89,701	969,310	231,143	1,133,084	1,320,356	115,373	349,620	2,848	329,548	6,405,391	502,981	517,363	7,425,735
Less expenses included with revenue on the consolidated statement of activities -	-	-	-	-	-	-	-	-	-	-	-	-	(149,464)	(149,464)
Total expenses included in the expense section on the consolidated statement of activities	\$ 1,864,408	\$ 89,701	\$ 969,310	\$ 231,143	\$ 1,133,084	\$ 1,320,356	\$ 115,373	\$ 349,620	\$ 2,848	\$ 329,548	\$ 6,405,391	\$ 502,981	\$ 367,899	\$ 7,276,271

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

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Statements of Cash Flows
For the Years Ended June 30, 2022 and 2021

	2022	2021
Cash flows from operating activities:		
Change in net assets	\$ 298,894	\$ 1,122,227
Adjustment to reconcile change in net assets to net cash flows from operating activities:		
Depreciation	731,911	733,556
Realized and unrealized loss (gain) on investments	427,632	(437,381)
Amortization of discount on promises to give	-	2,570
Gain on recovery of uncollectible promises to give	(88,107)	-
Loss on uncollectible promises to give	-	97,903
Loss on sale of property and equipment	2,836	2,548
Donated securities	-	(130,521)
Gain on Paycheck Protection Program loan forgiveness	(771,392)	(773,853)
Decrease (increase) in assets:		
Receivables	72,382	(85,235)
Promises to give	148,415	219,303
Prepaid expenses and other assets	(27,556)	(17,993)
Increase (decrease) in liabilities:		
Accounts payable	(54,434)	(64,271)
Accrued expenses and other liabilities	(9,689)	90,747
Deferred revenue	(16,442)	(71,263)
Refundable advance	100,000	-
Tenant security deposits	21,422	286
Net cash flows from operating activities	835,872	688,623
Cash flows from investing activities:		
Purchases of investments	(356,848)	(893,522)
Proceeds from sales of investments	285,581	975,101
Purchases of property and equipment	(38,894)	(35,382)
Net cash flows from investing activities	\$ (110,161)	\$ 46,197

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

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Statements of Cash Flows (Continued)
For the Years Ended June 30, 2022 and 2021

	2022	2021
Cash flows from financing activities:		
Payment of notes payable	\$ (4,806)	\$ (5,248)
Proceeds from Paycheck Protection Program loan	-	771,392
Net cash flows from financing activities	(4,806)	766,144
Net change in cash, cash equivalents, and restricted cash	720,905	1,500,964
Cash, cash equivalents, and restricted cash, beginning of year	3,230,231	1,729,267
Cash, cash equivalents, and restricted cash, end of year	3,951,136	3,230,231
Cash and cash equivalents	\$ 3,139,962	\$ 2,408,633
Cash restricted for program	675,847	675,791
Cash restricted for building projects	135,327	145,807
Total cash, cash equivalents, and restricted cash	\$ 3,951,136	\$ 3,230,231
Supplemental disclosures of cash flow information:		
Cash paid for interest	\$ 8,739	\$ 6,876

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

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Notes to the Consolidated Financial Statements
For the Years Ended June 30, 2022 and 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

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:

Domestic Violence and Residential Services: 24-hour crisis line, 24/7/365 crisis shelter that provides safety, meets basic needs, and offers trauma-informed supportive services for adults and children who are victims of domestic violence.

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

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

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

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

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

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

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

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Notes to the Consolidated Financial Statements
For the Years Ended June 30, 2022 and 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

For Every Woman: consists of the following programs:

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

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

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

Recent Developments Related to COVID-19

The World Health Organization has declared the recent COVID-19 outbreak to constitute a "Public Health Emergency of International Concern." The outbreak has caused business disruption through mandated and voluntary closings of various industry business operations. In compliance with the state and federal government regulations regarding COVID-19, the Organization experienced postponement of certain performances and restrictions on attendance. While the disruption is expected to be temporary, there is considerable uncertainty around the continued impact to the Organization. The exact financial impact and duration cannot be reasonably estimated at this time.

Principles of Consolidation

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

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Notes to the Consolidated Financial Statements
For the Years Ended June 30, 2022 and 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Presentation

The Organization prepares its consolidated financial statements on the accrual basis of accounting and follows accounting principles generally accepted in the United States for nonprofit organizations and reports information regarding its financial position and activities according to two classes of net assets, with donor restrictions and without donor restrictions, based upon the following criteria:

Net assets without donor restrictions – Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. These net assets may be used at the discretion of the Organization's management and the board of directors.

Net assets with donor restrictions – Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Use of Estimates

The preparation of consolidated financial statements in conformity with accounting principles generally accepted in the United States ("U.S. GAAP") requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

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

Restricted Cash

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

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Notes to the Consolidated Financial Statements
For the Years Ended June 30, 2022 and 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Grants and Contracts Receivable

YWCA receives substantial funding through federal, state, and other grants and contracts. The majority of these grants and contracts operate on a cost reimbursement basis. Generally, accounts receivable and related revenue is recorded when the applicable expenses to grant awards have been incurred. Certain grants require that the YWCA match the funds received with other funds in varying percentages. Management determines the allowance for uncollectible grants and contracts receivable based on historical experience, an assessment of economic conditions and a review of subsequent collections. As of June 30, 2022 and 2021, the allowance was \$0.

Promises to Give

Unconditional promises to give that expected to be collected within one year are recorded at net realizable value. Unconditional promises to give, expected to be collected in future years, are initially recorded at fair value using present value techniques incorporating risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the asset. In subsequent years, amortization of the discounts is included in contribution revenue in the statements of activities. Management determines the allowance for uncollectable promises to give based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Promises to give are written off when deemed uncollectable. As of June 30, 2022 and 2021, the allowance for uncollectable promises to give was \$16,666 and \$20,000, respectively.

Property and Equipment

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

YWCA reviews the carrying values of property and equipment for impairment whenever events or circumstances indicate that the carrying value of an asset may not be recoverable from the estimated future cash flows expected to result from its use and eventual disposition. When considered impaired, an impairment loss is recognized to the extent carrying value exceeds the fair value of the asset. There were no indicators of asset impairment during the years ended June 30, 2022 and 2021.

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Notes to the Consolidated Financial Statements
For the Years Ended June 30, 2022 and 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Investments

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

Net Assets

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

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

Board-designated net assets without donor restrictions consist of the following as of June 30, 2022 and 2021:

	<u>2022</u>	<u>2021</u>
Notes payable sinking fund	\$ 89,280	\$ 89,280
Long-term investment account	<u>1,323,735</u>	<u>1,519,945</u>
	<u>\$ 1,413,015</u>	<u>\$ 1,609,225</u>

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

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Notes to the Consolidated Financial Statements
For the Years Ended June 30, 2022 and 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenue and Revenue Recognition

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

YWCA's federal and state contracts and grants are conditioned upon certain performance requirements and the incurrence of allowable qualifying expenses. Consequently, as of June 30, 2022 and 2021, conditional contributions approximating **\$1,280,000** and \$975,000, respectively, for which no amounts have been received in advance, have not been recognized in the accompanying consolidated financial statements. Rental income is recognized as rents become due. Rental payments received in advance are deferred until earned. All tenant leases are operating leases. An allowance for losses on tenant receivables is estimated based on the age of the receivable and its likelihood of being collected.

Donated Services and In-Kind Contributions

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

Functional Allocation of Expenses

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

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Notes to the Consolidated Financial Statements
For the Years Ended June 30, 2022 and 2021

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Income Taxes

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

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

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.

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Notes to the Consolidated Financial Statements
For the Years Ended June 30, 2022 and 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Recent Accounting Pronouncements

In March of 2016, the FASB issued ASU 2016-02, *Leases*, which requires all leases that have a term of more than 12 months to be recognized as assets and liabilities on the balance sheet at inception. A lessee would recognize a lease liability to make lease payments owed to a lessor (liability) and a benefit for the right to use the leased asset (asset) for the lease term. The recognition, measurement, and presentation of expenses and cash flows arising from a lease by a lessee would depend on whether the lessee is expected to consume more than an insignificant portion of the economic benefits embedded in the underlying asset. This new guidance is effective for fiscal years beginning after December 15, 2021. The Organization is currently in the process of evaluating the impacts this update will have on the presentation of its consolidated financial statements.

In September of 2020, the FASB issued ASU 2020-07, *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*, which increases the transparency of contributed nonfinancial assets for not-for-profit entities through enhancements to presentation and disclosure requirements. The amendments in this update require organizations to present contributed nonfinancial assets as a separate line item in the statement of activities, apart from contributions of cash and other financial assets. Additionally, organizations are required to enhance disclosures by disaggregating the amount of nonfinancial assets recognized within the statement of activities by type of contributed nonfinancial asset and providing additional qualitative information for each disaggregated category. This new guidance is effective for fiscal years beginning after June 15, 2021. The Organization has adopted this standard in the year ended June 30, 2022 and has applied the guidance retrospectively.

2. LIQUIDITY AND AVAILABILITY

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

	<u>2022</u>	<u>2021</u>
Cash and cash equivalents	\$ 1,144,341	\$ 1,307,222
Grant and contract receivables	289,140	365,817
Rents and other receivables	17,046	12,751
Promises to give for general operations	-	72,431
Operating investment account	510,819	518,993
	<u>\$ 1,961,346</u>	<u>\$ 2,277,214</u>

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Notes to the Consolidated Financial Statements
For the Years Ended June 30, 2022 and 2021

2. LIQUIDITY AND AVAILABILITY (Continued)

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

As part of the liquidity management plan, YWCA has a \$500,000 line of credit available to meet cash flow needs. As of June 30, 2022, the undrawn balance on the line of credit is \$500,000.

3. RESTRICTED CASH

Restricted cash is available for the following purposes as of June 30, 2022 and 2021:

	<u>2022</u>	<u>2021</u>
Domestic violence programs	\$ 675,847	\$ 675,791
Note payable sinking fund	89,280	89,280
Tenant security deposits and replacement reserves	46,047	56,527
	<u>\$ 811,174</u>	<u>\$ 821,598</u>

4. FAIR VALUE MEASUREMENTS AND DISCLOSURES

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

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Notes to the Consolidated Financial Statements
For the Years Ended June 30, 2022 and 2021

4. **FAIR VALUE MEASUREMENTS AND DISCLOSURES (Continued)**

A three-tier hierarchy categorizes the inputs as follows:

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

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

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

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

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

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Notes to the Consolidated Financial Statements

For the Years Ended June 30, 2022 and 2021

4. FAIR VALUE MEASUREMENTS AND DISCLOSURES (Continued)

The following table presents assets measured at fair value on a recurring basis, except those measured at cost as identified below, as of June 30, 2022:

<u>Assets</u>	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Long-term investments				
Cash and money market funds (at cost)	\$ 348,589	\$ 348,589	\$ -	\$ -
U.S. government obligations	120,664	-	120,664	-
Mutual funds	1,207,033	1,207,033	-	-
Equities	1,017,155	1,017,155	-	-
Total long-term investments at fair value	<u>\$ 2,693,441</u>	<u>\$ 2,572,777</u>	<u>\$ 120,664</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, 2021:

<u>Assets</u>	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Long-term investments				
Cash and money market funds (at cost)	\$ 286,150	\$ -	\$ -	\$ -
U.S. government obligations	141,887	-	141,887	-
Mutual funds	721,901	721,901	-	-
Equities	1,899,868	1,899,868	-	-
Total long-term investments at fair value	<u>\$ 3,049,806</u>	<u>\$ 2,621,769</u>	<u>\$ 141,887</u>	<u>\$ -</u>

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Notes to the Consolidated Financial Statements
For the Years Ended June 30, 2022 and 2021

5. NET INVESTMENT RETURN (LOSS)

Net investment return consists of the following for the years ended June 30, 2022 and 2021:

	2022	2021
Long-term investments		
Interest and dividends, net of management and custodian fees	\$ 35,606	\$ 24,410
Net realized and unrealized gain (loss)	(329,415)	364,829
	(293,809)	389,239
Endowment investments		
Interest and dividends, net of management and custodian fees	37,535	11,232
Net realized and unrealized gain (loss)	(98,217)	72,225
	(60,682)	83,457
	\$ (354,491)	\$ 472,696

6. PROMISE TO GIVE

Unconditional promises to give are estimated to be collected as follows as of June 30, 2022 and 2021:

	2022	2021
Within one year	\$ 98,475	\$ 97,431
In one to five years	7,750	74,812
	106,225	172,243
Less discount to net present value at a rate of 2.00% through 2.62%	(194)	(2,570)
Less allowance for uncollectable promises to give	(16,666)	(20,000)
	\$ 89,365	\$ 149,673

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Notes to the Consolidated Financial Statements
For the Years Ended June 30, 2022 and 2021

6. PROMISE TO GIVE (Continued)

Unconditional promises to give consist of the following for the years ended June 30, 2022 and 2021:

	2022	2021
Restricted to programs	\$ 15,000	\$ 25,000
Pledges receivable, including Stronger Together Society, and Leader Luncheon	91,225	147,243
	\$ 106,225	\$ 172,243

7. PROPERTY AND EQUIPMENT

Property and equipment consists of the following as of June 30, 2022 and 2021:

	2022	2021
Land	\$ 1,638,486	\$ 1,638,486
Buildings and improvements	23,605,989	23,316,677
Equipment and furnishings	2,457,996	2,799,771
Less accumulated depreciation and amortization	(12,655,386)	(12,011,996)
	\$ 15,047,085	\$ 15,742,938

8. PAYCHECK PROTECTION PROGRAM LOAN

YWCA was granted a \$771,392 loan during 2021 under the Paycheck Protection Program (PPP) administered by a Small Business Administration (SBA) approved partner. The loan is uncollateralized and is fully guaranteed by the federal government. YWCA was eligible for loan forgiveness of up to 100% of the loan, upon meeting certain requirements. YWCA initially recorded a note payable and subsequently recorded forgiveness when the loan obligation was legally released by the SBA. YWCA recognized \$771,392 of loan forgiveness income for the year ended June 30, 2022. In accordance with PPP loan requirements, YWCA is required to maintain PPP loan files and certain underlying supporting documents for periods ranging from three to six years. YWCA is also required to permit access to such files upon request by the SBA. Accordingly, there is potential the PPP loan could be subject to further review by the SBA and that previously recognized forgiveness could be reversed based on the outcome of this review.

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Notes to the Consolidated Financial Statements
For the Years Ended June 30, 2022 and 2021

9. NOTES PAYABLE

Notes payable consist of the following as of June 30, 2022 and 2021:

	2022	2021
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.	\$ 220,800	\$ 222,000
Note at 2.00% between State of Utah Olene Walker Housing Trust Fund, and the Critchlow, payable in monthly interest only installments of \$50 for 360 months through 2028. Principal and remaining interest balance are due December 1, 2028.	146,288	149,088
Noninterest bearing note between Salt Lake City Corporation, and the Critchlow, payable in monthly installments of \$50 for 360 months through 2028 after which the balance will be renegotiated with Salt Lake City Corporation.	285,298	285,898
Noninterest bearing note between Salt Lake County HOME, and the Critchlow, payable in monthly installments of \$50 until the principal balance balance is paid in full, or the terms of the note are renegotiated with Salt Lake County.	165,400	166,001
YWBuilding Hope, payable in annual installments of \$16,667 beginning April 1, 2019 through April 1, 2039, subject to the availability of surplus cash as defined in the loan document. Subject to renegotiation with Salt Lake City in 2039, if not paid in full. Secured by a trust deed on the property.	500,000	500,000
Total notes payable	1,317,786	1,322,987
Less current portion	(3,000)	(3,000)
Total long-term notes payable	<u>\$ 1,314,786</u>	<u>\$ 1,319,987</u>

Future maturities of notes payable are as follows:

Years ending June 30

2023	\$	3,000
2024		3,000
2025		3,000
2026		3,000
2027		3,000
Thereafter		1,302,786
	\$	1,317,786

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Notes to the Consolidated Financial Statements
For the Years Ended June 30, 2022 and 2021

9. NOTES PAYABLE (Continued)

The note payable to the State of Utah Olene Walker Housing Trust Fund totaling \$146,288 and \$149,088 as of June 30, 2022 and 2021, respectively, and the note payable to Salt Lake City Corporation totaling \$285,298 and \$285,898 at June 30, 2022 and 2021, respectively (see Note 15), require that the KRH be used for low-income housing for a period not less than 51 years (December 2048).

The Olene Walker Housing Trust Fund obligation totaling \$220,800 and \$222,000 at June 30, 2022 and 2021, respectively, is a zero percent loan that requires annual payments of \$1,200 beginning on June 1, 2007 and continuing for 30 years, with the remaining balance of \$204,000 due and payable on June 1, 2037. During the term of the agreement, YWCA is to operate a "teen home." If the teen home changes the policy of not charging rent to the residents of the teen home; or if there is a change in the use of the property, the note will be due and payable in full with accrued interest of 8% per annum on the unpaid balance, from the date any changes are made. In July 2009, the Organization received approval for a change of use of the property from a teen home to provide additional domestic violence shelter for young mothers and their children. Management has established a reserve to retire the obligation. The reserve is invested in a 12-month certificate of deposit with a balance totaling \$89,280 as of June 30, 2022 and 2021, and the amount is classified as restricted cash in the accompanying consolidated statements of financial position.

10. LINE OF CREDIT

As of June 30, 2022 and 2021, YWCA had borrowings under an unsecured bank line of credit totaling \$0. This line of credit has a maximum borrowing limit of \$500,000, with interest charged at the prime rate plus 1.0%. This line of credit current expires in May 2023.

11. ENDOWMENTS

YWCA holds net assets with donor restrictions to be maintained in perpetuity totaling \$388,791 as of June 30, 2022 and 2021, to provide funding for general operations according to policies established by the Board of Directors. The amounts are reported as long-term investments in the consolidated statements of financial position.

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Notes to the Consolidated Financial Statements
For the Years Ended June 30, 2022 and 2021

11. ENDOWMENTS (Continued)

The Board of Directors of YWCA has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds, unless there are explicit donor stipulations to the contrary. As of June 30, 2022 and 2021, there were no such donor stipulations. As a result of this interpretation, YWCA retains in perpetuity (a) the original value of gifts donated to the endowment, (b) the original value of subsequent gifts donated to the endowment (including promises to give net of discount and allowance for doubtful accounts, and (c) accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added. Donor-restricted amounts not retained in perpetuity are subject to appropriation for expenditure by YWCA in a manner consistent with the standard of prudence prescribed by UPMIFA. YWCA considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

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

As of June 30, 2022, endowment net asset composition by type of fund is as follows:

	Without Donor Restrictions	With Donor Restrictions	Total
Donor-restricted endowment funds			
Original donor-restricted gift amount and amounts required to be maintained in perpetuity by donor	\$ -	\$ 388,791	\$ 388,791
Accumulated investment gains	-	122,028	122,028
	\$ -	\$ 510,819	\$ 510,819

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

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

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Notes to the Consolidated Financial Statements
For the Years Ended June 30, 2022 and 2021

11. ENDOWMENTS (Continued)

From time to time, certain donor-restricted endowment funds may have fair values less than the amount required to be maintained by donors or by law (underwater endowments). YWCA has interpreted UPMIFA to permit spending from underwater endowments in accordance with prudent measures required under law. As of June 30, 2022 and 2021, there are no underwater endowments.

Investment and Spending Policies

YWCA has adopted investment and spending policies for the endowment that attempt to provide a predictable stream of funding for operations while seeking to maintain the purchasing power of the endowment assets. Over time, long-term rates of return should be equal to an amount sufficient to maintain the purchasing power of the endowment assets, to provide the necessary capital to fund the spending policy, and to cover the costs of managing the endowment investments. The Board of Directors has established policies for the use of the investment earnings as follows: distribute annually 4% of the trailing four quarters' average of each fund's total asset value with the expectation that, over time, the total real return from investments will exceed the pay-out rate, thus allowing for real growth of assets. Calculation of the four quarters' average of total asset value is made during the preparation of the next year's operating budget and is calculated at the end of March, with the distribution made sometime during the first quarter of the next fiscal year. No withdrawal was made in fiscal year 2022.

Changes in endowment net assets for the year ending June 30, 2022, are as follows:

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Endowment net assets, beginning of year	\$ -	\$ 518,992	\$ 518,992
Interest and dividends, net	-	16,340	16,340
Net realized and unrealized gain	-	(24,513)	(24,513)
Appropriation of endowment assets pursuant to spending-rate policy	-	-	-
Endowment net assets, end of year	<u>\$ -</u>	<u>\$ 510,819</u>	<u>\$ 510,819</u>

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

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

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Notes to the Consolidated Financial Statements
For the Years Ended June 30, 2022 and 2021

12. NET ASSETS WITH DONOR RESTRICTIONS

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

	2022	2021
Subject to expenditure for donor specified purpose		
For building construction and improvements	\$ 274,198	\$ 326,761
Bequest for Domestic Violence Programs	170,180	192,300
Domestic Violence programs in next fiscal year	322,814	177,257
Every Woman programming	702,189	100,000
Economic Empowerment and Children's programming	313,987	746,691
Low-income Housing	380,000	380,000
Promises to give, the proceeds from which have been restricted by donors for		
For Every Woman programming	15,000	25,000
	2,178,368	1,948,009
Subject to passage of time		
Promises to give that are not restricted by donors, but are unavailable for expenditure until received	106,225	138,736
Endowments		
Subject to YWCA endowment spending policy		
Invested in perpetuity	388,792	388,792
Available for general use (when appropriated in accordance with the YWCA endowment spending policy)	122,027	130,200
	510,819	518,992
	\$ 2,795,412	\$ 2,605,737

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

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Notes to the Consolidated Financial Statements
For the Years Ended June 30, 2022 and 2021

12. NET ASSETS WITH DONOR RESTRICTIONS (Continued)

YWCA received a \$180,000 grant from the Federal Home Loan Bank of Seattle (the Bank) to be used in the construction of the KRH. The grant will remain as such as long as the Critchlow, LLC remains in compliance with the regulations and conditions of the Bank's Affordable Housing Program (AHP), including the use of the KRH for low-income housing for a period not less than 51 years (December 2048). If at any time the Critchlow, LLC falls out of compliance with the AHP regulations and conditions under which the grant was approved, the Bank may recapture the grant funds from the Organization. As of June 30, 2022, the Critchlow, LLC was in compliance with all regulations and conditions.

13. DONATED PROFESSIONAL SERVICES AND MATERIALS

YWCA receives donated equipment, food, supplies, and other expendable items for use in its programs. These contributions totaled \$158,842 and \$171,100 for the years ended June 30, 2022 and 2021, respectively. These contributions for the years ended June 30, 2022 and 2021 consisted of the following.

	<u>2022</u>	<u>2021</u>	<u>Utilization in programs or other activities</u>	<u>Donor restrictions</u>	<u>Valuation techniques and inputs</u>
Goods	\$ 117,766	\$ 138,279	Domestic Violence Programmatic Services	None	All in-kind donations for goods are valued by the donor and listed in our database at the valuation that they provide.
Services	15,000	-	Administration IT support	None	Valuation listed on Vendor invoice for service
Food	<u>26,075</u>	<u>32,821</u>	Domestic Violence Programmatic Services	None	Valuation provided by donor
Total	<u>\$ 158,841</u>	<u>\$ 171,100</u>			

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Notes to the Consolidated Financial Statements
For the Years Ended June 30, 2022 and 2021

14. **EMPLOYEE BENEFITS**

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

YWCA eligible employees participate in the Plan after two years of employment. Under the Plan, employees' benefits are 100% vested immediately. Currently, YWCA's contribution is 7.5% of the eligible employee's gross annual wages. YWCA's expense for the Plan was \$152,196 and \$140,352 for the years ended June 30, 2022 and 2021, respectively.

15. **COMMITMENTS AND CONTINGENCIES**

The note payable to the State of Utah Olene Walker Housing Trust Fund totaling \$146,288 and \$149,088 at June 30, 2022 and 2021, respectively, and the note payable to Salt Lake City Corporation totaling \$285,298 and \$285,898 at June 30, 2022 and 2021 (see Note 9), respectively, require that the KRH be used for low-income housing for a period not less than 51 years (December 2048).

The Organization received a \$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, 2022, 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.

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Notes to the Consolidated Financial Statements
For the Years Ended June 30, 2022 and 2021

16. SUBSEQUENT EVENTS

Subsequent events have been considered through the date of the report, which is the date the financial statements were available to be issued. No events have occurred subsequent to June 30, 2022 which would have a material effect on the financial condition of the Organization.

Young Women's Christian Association of Utah

SUPPLEMENTARY INFORMATION

For the Years Ended June 30, 2022 and 2021



YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Supplementary Consolidated Statement of Financial Position

As of June 30, 2022

ASSETS	YWCA	The Critchlow	YWBuilding Hope	YW- Empowered	Eliminations	Total
Current assets:						
Cash and cash equivalents	\$ 2,894,110	\$ 202,599	\$ 14,103	\$ 29,150	\$ -	\$ 3,139,962
Receivables						
Grants and contracts	289,140	-	-	-	-	289,140
Affiliated company	25,325	-	-	-	(25,325)	-
Rents and other receivables	5,699	11,347	-	-	-	17,046
Promises to give, current	81,615	-	-	-	-	81,615
Prepaid expenses and other assets	112,179	-	-	-	-	112,179
Total current assets	3,408,068	213,946	14,103	29,150	(25,325)	3,639,942
Property and equipment, net	4,808,879	544,959	-	10,447,182	(753,935)	15,047,085
Cash restricted to building projects	89,280	46,047	-	-	-	135,327
Cash restricted for program	675,847	-	-	-	-	675,847
Promises to give, less current portion	7,750	-	-	-	-	7,750
Loans to affiliated company	380,000	-	-	-	(380,000)	-
Long-term investments	2,693,441	-	-	-	-	2,693,441
Investment to affiliated companies	1,117,725	-	9,358,621	-	(10,476,346)	-
Total assets	\$ 13,180,990	\$ 804,952	\$ 9,372,724	\$ 10,476,332	\$ (11,635,606)	\$ 22,199,392

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Supplementary Consolidated Statement of Financial Position

As of June 30, 2022

	YWCA	The Critchlow	YWBuilding Hope	YW- Empowered	Eliminations	Total
LIABILITIES AND NET ASSETS						
Current liabilities:						
Accounts payable	\$ 41,506	\$ -	\$ -	\$ -	\$ -	\$ 41,506
Accrued expenses and other liabilities	280,371	39,371	-	-	-	319,742
Deferred revenue	57,754	-	-	-	-	57,754
Refundable advance	100,000	-	-	-	-	100,000
Affiliated company payable	-	25,325	-	-	(25,325)	-
Tenant security deposits	-	46,047	-	-	-	46,047
Notes payable, current portion	3,000	-	-	-	-	3,000
Total current liabilities	482,631	110,743	-	-	(25,325)	568,049
Accrued loan interest	-	57,622	-	-	-	57,622
Notes payable, less current portion	217,800	596,986	500,000	-	-	1,314,786
Loans from affiliated organization	-	380,000	-	-	(380,000)	-
Total liabilities	700,431	1,145,351	500,000	-	(405,325)	1,940,457
Net assets:						
Without donor restrictions						
Members' equity	-	(340,399)	-	10,476,332	(10,135,933)	-
Undesignated	3,436,582	-	14,103	-	(1,094,348)	2,356,337
Board designated	1,413,015	-	-	-	-	1,413,015
Invested in property and equipment, net of related debt	4,835,550	-	8,858,621	-	-	13,694,171
Total without donor restrictions	9,685,147	(340,399)	8,872,724	10,476,332	(11,230,281)	17,463,523
With donor restrictions	2,795,412	-	-	-	-	2,795,412
Total net assets	12,480,559	(340,399)	8,872,724	10,476,332	(11,230,281)	20,258,935
Total liabilities and net assets	\$ 13,180,990	\$ 804,952	\$ 9,372,724	\$ 10,476,332	\$ (11,635,606)	\$ 22,199,392

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Supplementary Consolidated Statement of Financial Position

As of June 30, 2021

ASSETS	YWCA	The Critchlow	YWBuilding Hope	YW- Empowered	Eliminations	Total
Current assets:						
Cash and cash equivalents	\$ 2,223,206	\$ 128,744	\$ 20,225	\$ 36,458	\$ -	\$ 2,408,633
Receivables						
Grants and contracts	365,817	-	-	-	-	365,817
Affiliated company	13,381	-	-	-	(13,381)	-
Rents and other receivables	(463)	13,214	-	-	-	12,751
Promises to give, current	97,431	-	-	-	-	97,431
Prepaid expenses and other assets	82,820	1,803	-	-	-	84,623
Total current assets	2,782,192	143,761	20,225	36,458	(13,381)	2,969,255
Property and equipment, net	5,038,735	699,134	-	10,785,653	(780,584)	15,742,938
Cash restricted to building projects	89,280	56,527	-	-	-	145,807
Cash restricted for program	675,791	-	-	-	-	675,791
Promises to give, less current portion	52,242	-	-	-	-	52,242
Loans to affiliated company	380,000	-	-	-	(380,000)	-
Long-term investments	3,049,806	-	-	-	-	3,049,806
Investment to affiliated companies	1,117,711	-	9,704,401	-	(10,822,112)	-
Total assets	\$ 13,185,757	\$ 899,422	\$ 9,724,626	\$ 10,822,111	\$ (11,996,077)	\$ 22,635,839

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Supplementary Consolidated Statement of Financial Position

As of June 30, 2021

<u>LIABILITIES AND NET ASSETS</u>	<u>YWCA</u>	<u>The Critchlow</u>	<u>YWBuilding Hope</u>	<u>YW- Empowered</u>	<u>Eliminations</u>	<u>Total</u>
Current liabilities:						
Accounts payable	\$ 95,940	\$ -	\$ -	\$ -	\$ -	\$ 95,940
Accrued expenses and other liabilities	236,077	93,354	-	-	-	329,431
Deferred revenue	74,196	-	-	-	-	74,196
Affiliated company payable	-	13,381	-	-	(13,381)	0
Tenant security deposits	-	24,625	-	-	-	24,625
Notes payable, current portion	3,000	-	-	-	-	3,000
Total current liabilities	409,213	131,360	-	-	(13,381)	527,192
Accrued loan interest	-	57,227	-	-	-	57,227
Paycheck protection program loan	771,392	-	-	-	-	771,392
Notes payable, less current portion	219,000	600,987	500,000	-	-	1,319,987
Loans from affiliated organization	-	380,000	-	-	(380,000)	-
Total liabilities	1,399,605	1,169,574	500,000	-	(393,381)	2,675,798
Net assets:						
Without donor restrictions						
Members' equity	-	(270,152)	-	10,822,111	(10,551,959)	-
Undesignated	2,735,640	-	20,225	-	(1,050,737)	1,705,128
Board designated	1,609,225	-	-	-	-	1,609,225
Invested in property and equipment, net of related debt	4,835,550	-	9,204,401	-	-	14,039,951
	9,180,415	(270,152)	9,224,626	10,822,111	(11,602,696)	17,354,304
With donor restrictions	2,605,737	-	-	-	-	2,605,737
Total net assets	11,786,152	(270,152)	9,224,626	10,822,111	(11,602,696)	19,960,041
Total liabilities and net assets	\$ 13,185,757	\$ 899,422	\$ 9,724,626	\$ 10,822,111	\$ (11,996,077)	\$ 22,635,839

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Supplementary Consolidated Statement of Activities

For the Year Ended June 30, 2022

	YWCA	The Critchlow	YWBuilding Hope	YW- Empowered	Eliminations	Total
Change in net assets without donor restrictions:						
Revenue, support and gains:						
Contributions, excluding outstanding pledges	\$ 1,709,524	\$ -	\$ -	\$ -	\$ -	\$ 1,709,524
In-kind contributions	158,842	-	-	-	-	158,842
Government grants	2,618,915	-	-	-	(49,053)	2,569,862
Program service fees	1,360,664	-	-	-	(120,688)	1,239,976
Gross special events revenue	324,875	-	-	-	-	324,875
Less cost of direct benefits to donors	(98,575)	-	-	-	-	(98,575)
Net special events revenue	226,300	-	-	-	-	226,300
Net investment return (expense)	(293,810)	-	-	-	-	(293,810)
Membership dues	20,182	-	-	-	-	20,182
Rents and other revenue	3,061	422,270	-	1,200	(1,200)	425,331
Gain on Paycheck Protection Program loan forgiveness	779,190	-	-	-	-	779,190
Interest income	-	-	-	-	-	-
Net assets released from restrictions	1,001,006	-	-	-	-	1,001,006
Total revenue, support and gains	7,583,874	422,270	-	1,200	(170,941)	7,836,403
Expenses and losses:						
Program services expenses:						
Domestic Violence & Residential Services	2,444,031	-	-	-	-	2,444,031
Lolie Eccles Early Education Center	1,497,892	-	-	-	-	1,497,892
KRH Supportive Services	164,730	-	-	-	(49,053)	115,677
For Every Woman	160,244	-	-	-	-	160,244
Children's Services	670,968	-	-	-	-	670,968
Family Justice Center	968,141	-	-	-	-	968,141
The Critchlow	-	492,517	-	-	(120,688)	371,829
YWBuilding Hope	-	-	6,123	-	-	6,123
YWEmpowered	1,200	-	-	346,979	(27,836)	320,343
Total program services expenses	5,907,206	492,517	6,123	346,979	(197,577)	6,555,248

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Supplementary Consolidated Statement of Activities

For the Year Ended June 30, 2022

	YWCA	The Critchlow	YWBuilding Hope	YW- Empowered	Eliminations	Total
Supporting services expenses:						
Management and general	661,150	-	-	-	-	661,150
Fundraising and development	692,455	-	-	-	-	692,455
Total supporting services expenses	1,353,605	-	-	-	-	1,353,605
Loss on sale of property and equipment	2,836	-	-	-	-	2,836
Gain on recovery of uncollectible promises to give	(88,107)	-	-	-	-	(88,107)
Total expenses and losses	7,175,540	492,517	6,123	346,979	(197,577)	7,823,582
Gain (loss) on investment in affiliate	-	-	(345,779)	-	345,779	-
Change in net assets without donor restrictions	408,334	(70,247)	(351,902)	(345,779)	372,415	12,821
Change in net assets with donor restrictions:						
Contributions, including outstanding pledges	1,347,760	-	-	-	-	1,347,760
Net investment return (expense)	(60,681)	-	-	-	-	(60,681)
Net assets released from restrictions	(1,001,006)	-	-	-	-	(1,001,006)
Change in net assets with donor restrictions	286,073	-	-	-	-	286,073
Change in net assets	694,407	(70,247)	(351,902)	(345,779)	372,415	298,894
Net assets, beginning of year	11,786,152	(270,152)	9,224,626	10,822,111	(11,602,696)	19,960,041
Net assets, end of year	\$ 12,480,559	\$ (340,399)	\$ 8,872,724	\$ 10,476,332	\$ (11,230,281)	\$ 20,258,935

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Supplementary Consolidated Statement of Activities

For the Year Ended June 30, 2021

	YWCA	The Critchlow	YWBuilding Hope	YW- Empowered	Eliminations	Total
Change in net assets without donor restrictions:						
Revenue, support and gains:						
Contributions, excluding outstanding pledges	\$ 1,007,342	\$ -	\$ -	\$ -	\$ -	\$ 1,007,342
In-kind contributions	171,100	-	-	-	-	171,100
Government grants	3,106,926	-	-	-	(121,353)	2,985,573
Program service fees	1,241,275	-	-	-	(62,555)	1,178,720
Gross special events revenue	392,114	-	-	-	-	392,114
Less cost of direct benefits to donors	(149,464)	-	-	-	-	(149,464)
Net special events revenue	242,650	-	-	-	-	242,650
Net investment return (expense)	389,239	-	-	-	-	389,239
Membership dues	22,104	-	-	-	-	22,104
Rents and other revenue	40,928	212,551	-	1,200	(1,200)	253,479
Gain on Paycheck Protection Program loan forgiveness	779,621	-	-	-	-	779,621
Interest income	28	4	-	-	-	32
Net assets released from restrictions	1,185,928	-	-	-	-	1,185,928
Total revenue, support and gains	8,187,141	212,555	-	1,200	(185,108)	8,215,788
Expenses and losses:						
Program services expenses:						
Women in Jeopardy	1,864,408	-	-	-	-	1,864,408.00
Residential Self-Sufficiency	89,701	-	-	-	-	89,701
Children's Advocacy & Intervention	969,310	-	-	-	-	969,310
KRH Supportive Services	352,496	-	-	-	(121,353)	231,143
Family Justice Center	1,133,084	-	-	-	-	1,133,084
Lolie Eccles Early Education Center	1,320,356	-	-	-	-	1,320,356
For Every Woman	115,373	-	-	-	-	115,373
The Critchlow	-	412,175	-	-	(62,555)	349,620
YWBuilding Hope	-	-	2,848	-	-	2,848
YWEmpowered	1,200	-	-	356,197	(27,849)	329,548
Total program services expenses	5,845,928	412,175	2,848	356,197	(211,757)	6,405,391

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Supplementary Consolidated Statement of Activities

For the Year Ended June 30, 2021

	YWCA	The Critchlow	YWBuilding Hope	YW- Empowered	Eliminations	Total
Supporting services expenses:						
Management and general	502,981	-	-	-	-	502,981
Fundraising and development	367,899	-	-	-	-	367,899
Total supporting services expenses	870,880	-	-	-	-	870,880
Loss on sale of property and equipment	2,548	-	-	-	-	2,548
Loss on uncollectible promises to give	80,555	17,348	-	-	-	97,903
Total expenses and losses	6,799,911	429,523	2,848	356,197	(211,757)	7,376,722
Gain (loss) on investment in affiliate	-	-	(354,996)	-	354,996	-
Change in net assets without donor restrictions	1,387,230	(216,968)	(357,844)	(354,997)	381,645	839,066
Change in net assets with donor restrictions:						
Contributions, including outstanding pledges	1,385,632	-	-	-	-	1,385,632
Net investment return (expense)	83,457	-	-	-	-	83,457
Net assets released from restrictions	(1,185,928)	-	-	-	-	(1,185,928)
Change in net assets with donor restrictions	283,161	-	-	-	-	283,161
Change in net assets	1,670,391	(216,968)	(357,844)	(354,997)	381,645	1,122,227
Net assets, beginning of year	10,115,761	(53,184)	9,582,470	11,177,108	(11,984,341)	18,837,814
Net assets, end of year	\$ 11,786,152	\$ (270,152)	\$ 9,224,626	\$ 10,822,111	\$ (11,602,696)	\$ 19,960,041

Young Women's Christian Association of Utah

FEDERAL AWARDS REPORTS IN ACCORDANCE WITH THE UNIFORM GUIDANCE
For the Year Ended June 30, 2022





**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

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** (the Organization), which comprise the consolidated statement of financial position as of June 30, 2022, and the related consolidated statements of activities and cash flows for the year then ended, and the related notes to the consolidated financial statements, and have issued our report thereon dated January 19, 2023.

Internal Control over Financial Reporting

In planning and performing our audit of the consolidated financial statements, we considered the Organization'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 the Organization's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization'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.

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 *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. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Organization'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 consolidated 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*.

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.

Larsen & Company P.C.

Salt Lake City, Utah
January 19, 2023



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

To the Board of Directors
Young Women's Christian Association of Utah

Report on Compliance for the Major Federal Program

We have audited **Young Women's Christian Association of Utah's** (the Organization) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on the Organization's major federal programs for the year ended June 30, 2022. The Organization'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 the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for the Organization's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Organization's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on the Major Federal Program

In our opinion, the Organization complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal programs for the year ended June 30, 2022.

Report on Internal Control over Compliance

Management of the Organization is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Organization's internal control over compliance with the types of requirements that could have a direct and material effect on the major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for the major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control over compliance.

Report on Internal Control over Compliance (Continued)

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 type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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.

Larsen & Company P.C.

Salt Lake City, Utah
January 19, 2023

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH
Consolidated Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2022

Federal Grantor / Program or Cluster Title / Pass-Through Grantor:	Federal CFDA Number	Pass-Through / Grant Identifying Number	Total Federal Expenditures	Total Federal Awards Expended for Loan
U.S. Department of Agriculture				
Child & Adult Care Food:				
Utah State Office of Education	10.558	193UT311N2020	\$ 85,498	\$ -
Utah State Office of Education	10.558		4,457	-
Total Department of Agriculture			<u>89,955</u>	<u>-</u>
U.S. Department of Housing & Urban Development				
Emergency Solutions Grant	14.231	HCD19522ES	57,957	-
Community Development Block Grant	14.218	71-5-22-3785	33,900	-
Total U.S. Department of Housing & Urban Development			<u>91,857</u>	<u>-</u>
U.S. Department of Justice				
Violence Against Women Formula Grant	16.575	21/22VOCA95	509,326	-
Office on Violence Against Women Direct Award	16.736	2018-WH-AX-034	190,935	-
Office on Violence Against Women Direct Award	16.590	2017-WE-AX-0041	513	-
Total U.S. Department of Justice			<u>700,774</u>	<u>-</u>
U.S. Department of Homeland Security				
Emergency Food & Shelter National Board	97.024	LRO-851000013	13,753	-
U.S. Department of Health and Human Services				
Child Care Development Fund	93.575	20DWS0575	90,000	-
Child Care Development Fund	93.575	20DWS0413	348,000	-
Temporary Assistance for Needy Families - Prevention Grant	93.558	22-DWS-0002	96,729	-
Temporary Assistance for Needy Families - Teen Afterschool Prevention Grant	93.558	20DWS0105	19,650	-
Social Service Block Grant	93.667	A02428	107,300	-
Family Violence Prevention and Services	93.671	A02428	168,200	-
America Rescue Plan Act Family Violence Prevention Services Supplemental Funds	93.671	A03465	59,447	-
School Age Quality Grant	93.596	22-DWS-0024	51,000	-
Total U.S. Department of Health and Human Services			<u>940,326</u>	<u>-</u>
Total Expenditures of Federal Awards			<u>\$ 1,836,665</u>	<u>\$ -</u>

See the accompanying notes to the Consolidated Schedule of Expenditures of Federal Awards

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Notes to the Consolidated Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2022

1. **BASIS OF PRESENTATION**

The accompanying consolidated schedule of expenditures of federal awards (the schedule) includes the federal grant award activity of **Young Women's Christian Association of Utah** (the Organization) under programs of the federal government for the year ended June 30, 2022. The information is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the schedule presents only a selected portion of the operations of the Organization, it is not intended to and does not present the financial position, changes in net asset, or cash flows of the Organization.

2. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Expenditures reported in the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. No federal financial assistance has been provided to a subrecipient.

3. **INDIRECT COST RATE**

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

4. **NON-CASH ASSISTANCE**

The Organization did not receive non-cash assistance during the period presented.

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Notes to the Consolidated Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2022

Section I – Summary of Auditor's Results

FINANCIAL STATEMENTS

Type of auditor's report issued	Unmodified
Internal control over financial reporting:	
Material weaknesses identified	No
Significant deficiencies identified	None Reported
Noncompliance material to financial statements noted?	No

FEDERAL AWARDS

Type of auditor's report issued on compliance for major programs	Unmodified
Internal control over major programs:	
Material weaknesses identified	No
Significant deficiencies identified	None Reported
Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance 2 CFR 200.516:	No

Identification of major programs:

<u>Name of Federal Program</u>	<u>CFDA Number</u>
Crime Victims Assistance	16.575

Dollar threshold used to distinguish between type A and type B programs	\$750,000
Auditee qualified as low-risk auditee?	Yes

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF UTAH

Notes to the Consolidated Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2022

Section II – Financial Statement Findings

Current year –
None

Prior year –

Finding: 2021-001

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

Status: Corrected

Section III – Financial Award Findings and Questioned Costs

Current year –
None

Prior year –
None