

**KING COUNTY COALITION
AGAINST DOMESTIC VIOLENCE**

**FINANCIAL STATEMENTS WITH
INDEPENDENT AUDITORS' REPORT**

DECEMBER 31, 2014 AND 2013



INDEPENDENT AUDITORS' REPORT

To the Board of Directors
King County Coalition Against Domestic Violence
Seattle, Washington

We have audited the accompanying financial statements of King County Coalition Against Domestic Violence (a nonprofit organization), which comprise the statements of financial position as of December 31, 2014 and 2013, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of King County Coalition Against Domestic Violence as of December 31, 2014 and 2013, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

A handwritten signature in black ink that reads "Jones & Associates LLC, CPAs". The signature is written in a cursive, flowing style.

Jones & Associates, LLC CPAs
April 22, 2015

**KING COUNTY COALITION AGAINST DOMESTIC VIOLENCE
STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2014 AND 2013**

	2014	2013
ASSETS		
Cash and cash equivalents	\$ 333,914	\$ 339,077
Grants and contracts receivable	92,084	75,463
Prepaid expenses and deposits	3,603	5,294
Total current assets	429,601	419,834
Property and equipment	-	1,920
Less: accumulated depreciation	-	(1,920)
Total property and equipment	-	-
	\$ 429,601	\$ 419,834
 LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts payable	\$ 7,805	\$ 1,277
Accrued payroll and taxes	14,366	16,886
Total current liabilities	22,171	18,163
 NET ASSETS		
Unrestricted	398,894	388,971
Temporarily restricted	8,536	12,700
	407,430	401,671
	\$ 429,601	\$ 419,834

**KING COUNTY COALITION AGAINST DOMESTIC VIOLENCE
STATEMENTS OF ACTIVITIES
YEARS ENDED DECEMBER 31, 2014 AND 2013**

	2014	2013
UNRESTRICTED NET ASSETS		
REVENUES		
Grants and contracts	\$ 632,098	\$ 570,027
Contributions	41,260	57,618
Special events	27,459	30,097
Program and training fees	4,625	6,081
Membership dues	21,490	14,202
Interest income	138	219
	727,070	678,244
Net assets released from restriction:		
Satisfaction of program requirements	-	19,000
Satisfaction of time requirements	12,700	10,000
	739,770	707,244
EXPENSES		
Program services	612,719	573,557
Management and general	64,212	46,566
Fundraising	52,916	63,286
	729,847	683,409
CHANGE IN UNRESTRICTED NET ASSETS	9,923	23,835
TEMPORARILY RESTRICTED NET ASSETS		
Contributions	8,536	12,700
Released from restriction	(12,700)	(29,000)
CHANGE IN TEMPORARILY RESTRICTED NET ASSETS	(4,164)	(16,300)
CHANGE IN NET ASSETS	5,759	7,535
NET ASSETS		
Beginning of the year	401,671	394,136
End of the year	\$ 407,430	\$ 401,671

**KING COUNTY COALITION AGAINST DOMESTIC VIOLENCE
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2014**

	Program Services				Support Services			
	Coalition	Mental Health	LGBTQ	Total	Management and General	Fund-raising	Total	Total
Salaries and wages	\$ 69,491	\$ 116,125	\$ 72,916	\$ 258,532	\$ 40,414	\$ 32,118	\$ 72,532	\$ 331,064
Benefits	9,222	15,410	9,677	34,309	5,115	4,504	9,619	43,928
Payroll taxes	5,769	9,640	6,050	21,459	3,199	2,820	6,019	27,478
Total salaries and related	84,482	141,175	88,643	314,300	48,728	39,442	88,170	402,470
Consultants/contractors	34,109	69,831	130,098	234,038	-	369	369	234,407
Occupancy	5,243	8,739	5,243	19,225	2,996	2,747	5,743	24,968
Travel	1,433	10,176	1,178	12,787	4	5	9	12,796
Refreshments	1,651	1,340	617	3,607	93	5,797	5,890	9,497
Accountant	-	-	-	-	7,285	-	7,285	7,285
Supplies	1,435	2,391	1,435	5,261	820	751	1,571	6,832
Communications	1,209	2,015	1,209	4,433	691	633	1,324	5,757
Honoraria	-	5,250	-	5,250	-	-	-	5,250
Dues	2,791	301	244	3,337	159	400	559	3,896
Meeting space	821	1,823	125	2,769	-	998	998	3,767
Insurance	552	919	552	2,023	315	289	604	2,627
Miscellaneous	-	-	-	-	2,623	-	2,623	2,623
Equipment Rental	488	813	488	1,789	279	254	533	2,322
Printing	201	329	908	1,439	55	800	854	2,293
Training	1,555	-	-	1,555	23	-	23	1,578
Postage	247	412	247	906	142	432	574	1,480
Total functional expenses	<u>\$ 136,218</u>	<u>\$ 245,514</u>	<u>\$ 230,987</u>	<u>\$ 612,719</u>	<u>\$ 64,212</u>	<u>\$ 52,916</u>	<u>\$ 117,129</u>	<u>\$ 729,848</u>

**KING COUNTY COALITION AGAINST DOMESTIC VIOLENCE
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2013**

	Program Services				Support Services			
	Coalition	Mental Health	LGBTQ	Total	Management and General	Fund-raising	Total	Total
Salaries and wages	\$ 69,583	\$ 120,320	\$ 68,868	\$ 258,771	\$ 26,699	\$ 44,384	\$ 71,083	\$ 329,854
Benefits	8,573	14,824	8,485	31,882	3,290	5,471	8,761	40,643
Payroll taxes	5,803	10,035	5,745	21,583	2,226	3,702	5,928	27,511
Total salaries and related	83,959	145,179	83,098	312,236	32,215	53,557	85,772	398,008
Consultants/contractors	39,913	52,966	106,691	199,570	7,494	2,461	9,955	209,525
Occupancy	4,411	7,352	4,411	16,174	1,892	2,941	4,833	21,007
Travel	787	6,102	1,604	8,493	11	-	11	8,504
Refreshments	3,044	4,372	411	7,827	92	1,054	1,146	8,973
Supplies	1,660	2,766	1,660	6,086	711	1,106	1,817	7,903
Communications	1,565	2,608	1,565	5,738	669	1,043	1,712	7,450
Honoraria	1,710	450	-	2,160	-	-	-	2,160
Dues	2,978	467	70	3,515	863	59	922	4,437
Meeting space	1,146	1,370	-	2,516	110	250	360	2,876
Insurance	564	939	564	2,067	241	376	617	2,684
Miscellaneous	(50)	-	-	(50)	1,826	-	1,826	1,776
Printing	561	393	615	1,569	249	220	469	2,038
Training	114	340	-	454	52	-	52	506
Postage	329	548	329	1,206	141	219	360	1,566
One-time funding grants	3,996	-	-	3,996	-	-	-	3,996
Total functional expenses	\$ 146,687	\$ 225,852	\$ 201,018	\$ 573,557	\$ 46,566	\$ 63,286	\$ 109,852	\$ 683,409

**KING COUNTY COALITION AGAINST DOMESTIC VIOLENCE
STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2014 AND 2013**

	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from grants, contracts, contributions, and special events	\$ 692,732	\$ 676,039
Cash received from fees, dues and interest	26,253	20,502
Cash paid to employees and suppliers	(724,148)	(718,972)
	(5,163)	(22,431)
 NET CHANGE IN CASH AND EQUIVALENTS	 (5,163)	 (22,431)
 CASH AND CASH EQUIVALENTS		
Beginning of the year	339,077	361,508
End of the year	\$ 333,914	\$ 339,077

KING COUNTY COALITION AGAINST DOMESTIC VIOLENCE
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2014 AND 2013

Note 1 – Nature of Activities and Summary of Significant Accounting Policies

Nature of Activities – King County Coalition Against Domestic Violence (the Organization or the Coalition) was established in 1990 in King County, Washington, as a membership organization dedicated to ending domestic violence by facilitating collective action for social change. The Organization provides leadership to domestic violence and sexual assault victim service agencies and their allies in their efforts to improve the community’s response to domestic violence, and provides training, education and outreach to professionals and the public. The Organization strives to represent the diverse interests of victims and survivors of sexual and domestic violence. This year, the Organization resolved to formally incorporate sexual assault and other gender-based violence issues into its mission, and will be formally changing its name and mission in 2015.

The Organization’s programs include:

Coalition Building and Leadership (public policy advocacy, information sharing, member training and technical assistance, and public awareness): In 2014, the Organization mobilized hundreds of constituents to advocate on local, state-wide, and national policy issues that affect survivors of gender-based violence and their families. In addition, the Organization coordinated efforts to improve systems responses to sexual and domestic violence, and facilitated networking, information sharing, awareness building, and provider knowledge and skill development. Specific accomplishments include:

- Mobilizing hundreds of constituents to advocate for funding for critical services for survivors. As a result of our collaborative advocacy efforts, current state and local funding for domestic violence and sexual assault services was protected, and the Organization secured an increase of over \$6 million for critical human services, including dedicated funding for advocacy and counseling for survivors of sexual and domestic violence.
- Leading and contributing to many county and regional systems coordination efforts, including committees related to human services, mental health, child maltreatment, and criminal and civil legal responses to victims of violence.
- The Organization held a series of critical dialogs about integrating sexual assault and prevention into the Organization’s work.
- The Organization facilitated four “Shop Talk” workshops for 169 advocates and other professionals on harm reduction, restorative justice, financial empowerment, and protection orders.

KING COUNTY COALITION AGAINST DOMESTIC VIOLENCE
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2014 AND 2013

Note 1 – Nature of Activities and Summary of Significant Accounting Policies

(Continued)

Mental Health Project: The Organization provided cross-disciplinary training to over 300 Mental Health (MH), Chemical Dependency (CD), Domestic Violence (DV), and Sexual Assault (SA) professionals in King County on a wide variety of topics addressing the intersection of trauma and behavioral health, and provided one-on-one consultations to 38 professionals. The Domestic Violence and Mental Health Collaboration Project developed and launched a Family Law Toolkit for Survivors, and delivered training for 110 advocates, attorneys, and mental health service providers entitled “Collaborating to End Coercive Control: Tipping the Scales in Favor of Domestic Violence Survivors with Mental Health Concerns.” These and other tools and training will help survivors with mental health concerns be better able to successfully navigate the challenging family law system.

LGBTQ Access Project: In this third year of our national demonstration project, a partnership with the NW Network of Bisexual, Trans, Lesbian and Gay Survivors of Abuse, the LGBTQ Access Initiative continued to work with 17 victim service organizations from across the county in to increase access for LGBTQ people and communities. These "Access" organizations joined the five three-year "Pace-Setter" organizations in implementing agency plans to strengthen relationships between providers and amplifying our region's responsiveness to the needs of LGBTQ survivors. The third LGBTQ Access Summit in June was opened up to other victim service providers across King County. Over 200 service providers participated in two days of panels, workshops, and information sharing about Project accomplishments. The final project evaluation report was drafted, and tools and resources were developed and compiled. Our LGBTQ Access Project Toolkit will be published on-line in 2015 and will be available to organizations in King County and nationally.

Basis of Accounting and Presentation – The financial statements of the Coalition have been prepared on the accrual basis of accounting and report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. There were no permanently restricted net assets at December 31, 2014 and 2013.

Cash and Cash Equivalents – For purposes of the statements of cash flows, the Coalition considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents. At December 31, 2014 and 2013, cash and cash equivalents include checking and savings accounts deposited with major financial institutions. At times, balances may exceed federally insured limits.

Grants and Contracts Receivable – Grants and contracts receivable consist primarily of amounts due from governmental agencies. All account balances are due in less than one year. No allowance for uncollectible balances has been established by management based upon the Coalition’s historical experience in the collection of balances due.

KING COUNTY COALITION AGAINST DOMESTIC VIOLENCE
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2014 AND 2013

Note 1 – Nature of Activities and Summary of Significant Accounting Policies
(Continued)

Revenue Recognition – Contributions are recorded as increases in unrestricted or temporarily restricted net assets, depending on the existence and/or nature of any donor restrictions. When a restriction expires, that is when a stipulated time restriction ends or a purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. Contributions are recorded as revenue when earned.

Revenue from contractual arrangements, fees and dues is recognized in the period in which the service is provided.

Donated Goods and Services – Donations of supplies and services are recorded as revenue at the estimated fair value at the date of donation. Donated services are recognized as revenue and corresponding expense when (a) the services received create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Coalition. No donated goods or services were received during the years ended December 31, 2014 and 2013.

In addition, many individuals volunteer their time and perform a variety of tasks that assist the Coalition with specific programs, and various committee assignments. No amounts have been recorded for those hours as they did not meet the qualifying criteria for recognition.

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

Estimates – Management uses estimates and assumptions in preparing these financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could differ from those estimates.

Income Tax Status – The Coalition is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. The Coalition qualifies for the charitable contribution deduction under Section 170(b)(1)(A)(vi) and has been classified as an organization other than a private foundation under Section 509(a)(1).

The Coalition files information and tax returns in the U.S. federal jurisdiction, and state and local jurisdictions. The Coalition is subject to U.S. federal, state and local examinations by tax authorities for the current year and certain prior years based on applicable laws and regulations.

Subsequent Events – Subsequent events were evaluated through the date of the independent auditors' report, which is the date the financial statements were available to be issued.

**KING COUNTY COALITION AGAINST DOMESTIC VIOLENCE
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2014 AND 2013**

Note 2 – Cash Flow Information

The following reconciles the change in net assets to net cash provided by operating activities for the years ended December 31:

	2014	2013
Change in net assets	\$ 5,759	\$ 7,535
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Change in:		
Grants and contracts receivable	(16,621)	9,117
Prepaid expenses and deposits	1,691	(546)
Accounts payable	6,528	(29,243)
Accrued payroll and taxes	(2,520)	(5,774)
Deferred membership dues and contracts	-	(3,520)
	\$ (5,163)	\$ (22,431)

Note 3 – Temporarily Restricted Net Assets

Temporarily restricted net assets consisted of \$8,536 and \$12,700 restricted for training at December 31, 2014 and 2013, respectively.

Note 4 – Concentration of Resources from Governmental Entities

The Coalition receives a substantial amount of support from the City of Seattle, King County, and the federal government. Revenue from one federal government source composed 57% and 52% of total support and revenue during the years ended December 31, 2014 and 2013, respectively. Receivables from the same federal government source composed 79% and 71% of total grants and contracts receivable at December 31, 2014 and 2013, respectively. A significant reduction in the level of this support, should it occur, would have a significant effect on the Coalition's programs and operations. Revenue from governmental sources is subject to audits that could result in adjustments. The adjustments are recorded at the time that such amounts can first be reasonably determined, normally upon notification by the government entity. There were no adjustments resulting from governmental audits during the years ended December 31, 2014 and 2013.

**KING COUNTY COALITION AGAINST DOMESTIC VIOLENCE
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2014 AND 2013**

Note 5 – Tax-deferred Annuity Plan

The Coalition has a voluntary tax-deferred annuity plan which covers Coalition employees who work a minimum of 20 hours per week. Employees may make contributions to the plan up to the maximum amount allowed by the Internal Revenue Code.

In addition, the Coalition may contribute a discretionary percentage of gross salaries for qualified employees to a separate SEP-IRA plan each year. During 2014 and 2013, the Coalition contributed 5% of gross salaries for qualified employees, for a total of \$14,682 and \$14,848, respectively.