



Ending Intimate Partner Violence • Empowering Survivors • Ensuring Safe Communities

FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2023



Independent Auditor's Report

Board of Directors
Greater Washington Jewish Coalition Against Domestic Abuse, Inc.
Rockville, MD

Opinion

We have audited the accompanying financial statements of Greater Washington Jewish Coalition Against Domestic Abuse, Inc. (JCADA), which comprise the statement of financial position as of June 30, 2023, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of JCADA as of June 30, 2023, 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 JCADA 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 Financial Statements

Management is responsible for the preparation and fair presentation of the 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 financial statements that are free from material misstatement, whether due to fraud or error.

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

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Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 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 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 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 JCADA'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 financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about JCADA'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.



Certified Public Accountants

Bethesda, Maryland
November 10, 2023

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Greater Washington Jewish Coalition Against Domestic Abuse, Inc.

**Statement of Financial Position
June 30, 2023**

Assets

Cash and Cash Equivalents	\$	438,425
Grants Receivable		406,633
Investments		248,534
Prepaid Expenses		9,743
Other Assets		8,334
Cash and Cash Equivalents - Restricted		23,278
Property and Equipment - Net		36,597
Right of Use (ROU) Asset		407,173
Total Assets	\$	1,578,717

Liabilities and Net Assets

Liabilities

Accounts Payable and Accrued Expenses	\$	101,530
Lease Liability		489,233
Total Liabilities		590,763

Net Assets (Deficit)

Without Donor Restrictions		964,676
With Donor Restrictions		23,278
Total Net Assets (Deficit)		987,954
Total Liabilities and Net Assets	\$	1,578,717

See accompanying Notes to Financial Statements.

Greater Washington Jewish Coalition Against Domestic Abuse, Inc.

**Statement of Activities
For The Year Ended June 30, 2023**

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues, and Other Support			
Contributions	\$ 1,462,009	\$ 278	\$ 1,462,287
Grants	1,659,118	-	1,659,118
In-Kind Contributions	24,840	-	24,840
Program Income	400	-	400
Net Assets Released from Restrictions	36,861	(36,861)	-
Total Revenues, and Other Support	<u>3,183,228</u>	<u>(36,583)</u>	<u>3,146,645</u>
Expenses			
Program Services			
Direct Support	1,489,402	-	1,489,402
Education and Outreach	286,600	-	286,600
Total Program Service Expense	1,776,002	-	1,776,002
General & Administrative	263,179	-	263,179
Fundraising	140,326	-	140,326
Total Supporting Service Expense	403,505	-	403,505
Total Expenses	<u>2,179,507</u>	<u>-</u>	<u>2,179,507</u>
Change in Net Assets	<u>1,003,721</u>	<u>(36,583)</u>	<u>967,138</u>
Net Assets (Deficit), Beginning of Year	<u>(39,045)</u>	<u>59,861</u>	<u>20,816</u>
Net Assets (Deficit), End of Year	<u>\$ 964,676</u>	<u>\$ 23,278</u>	<u>\$ 987,954</u>

See accompanying Notes to Financial Statements.

Greater Washington Jewish Coalition Against Domestic Abuse, Inc.

**Statement of Functional Expenses
For The Year Ended June 30, 2023**

	<u>Direct Support</u>	<u>Education and Outreach</u>	<u>General & Administrative</u>	<u>Fundraising</u>	<u>Total</u>
Personnel	1,130,048	\$ 231,954	\$ 184,015	\$ 113,394	\$ 1,659,411
Professional Fees	140,710	25,563	31,591	6,704	204,568
Occupancy	77,399	13,143	3,755	4,695	98,992
Office Expense	70,680	9,601	24,135	14,620	119,036
Depreciation and Amortization	10,852	-	-	29	10,881
Insurance	13,377	2,015	576	719	16,687
Advertising	-	-	779	3	782
Travel	1,751	2,956	3,553	-	8,260
Client Expenses	40,483	-	-	-	40,483
Bank and Other Fees	30	-	12,668	12	12,710
Dues and Subscriptions	4,072	1,368	2,107	150	7,697
Total	\$ 1,489,402	\$ 286,600	\$ 263,179	\$ 140,326	\$ 2,179,507

See accompanying Notes to Financial Statements.

Greater Washington Jewish Coalition Against Domestic Abuse, Inc.

**Statement of Cash Flows
For The Year Ended June 30, 2023**

Cash Flows from Operating Activities	
Increase (Decrease) in Net Assets	\$ 967,138
Adjustments to Reconcile Changes in Net Assets	
To Net Cash Provided by (Used in) Operating Activities	
Depreciation and Amortization	10,881
Amortization of Deferred Rent	(8,615)
Amortization of Right of Use (ROU) Asset	81,434
(Increase) Decrease in Assets	
Grants Receivable	(112,377)
Prepaid Expenses	7,429
Increase (Decrease) in Liabilities	
Accounts Payable and Accrued Expenses	15,911
Lease Liability	(93,635)
Net Cash Provided by (Used in) Operating Activities	<u>868,166</u>
Cash Flows from Investing Activities	
Purchases of Investments	(248,534)
Purchases of Property and Equipment	<u>(13,483)</u>
Net Cash Provided by (Used in) Investing Activities	<u>(262,017)</u>
Cash Flows from Financing Activities	
Payments on Capital Lease Obligations	<u>(155,333)</u>
Net Cash Provided by (Used in) Investing Activities	<u>(155,333)</u>
Increase (Decrease) in Cash and Cash Equivalents	450,816
Cash and Cash Equivalents, Beginning of Year	<u>10,887</u>
Cash and Cash Equivalents, End of Year	<u>\$ 461,703</u>
Supplemental Disclosure of Cash Flow Information	
ROU Asset and Lease Liability Recognition	<u>\$ 582,868</u>

See accompanying Notes to Financial Statements.

Greater Washington Jewish Coalition Against Domestic Abuse, Inc.

Notes to Financial Statements June 30, 2023

1. ORGANIZATION

The Greater Washington Jewish Coalition Against Domestic Abuse, Inc. (JCADA) is a nonprofit organization incorporated under the laws of the state of Maryland in 1999. JCADA's mission is to assist victims of domestic abuse to become empowered and obtain safe environments, educate the Jewish community about domestic abuse and appropriate responses to it, and prevent future generations from suffering domestic abuse by raising awareness.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying financial statements are presented in accordance with the accrual basis of accounting, whereby revenue is recognized when earned and expenses are recognized when incurred.

The financial statements of JCADA have been prepared in accordance with U.S. generally accepted accounting principles (US GAAP), which requires JCADA to report information regarding its financial position and activities according to the following net asset classifications:

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 JCADA. These net assets may be used at the discretion of 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 JCADA or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity. As of June 30, 2023, there were no net assets with perpetual restrictions.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statement of activities.

Use of Estimates

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

Cash Equivalents

JCADA considers all cash and other highly liquid investments with initial maturities of three months or less to be cash equivalents.

Restricted Cash

Restricted cash consists of donations received and segregated for the Emergency Assistance Fund.

Greater Washington Jewish Coalition Against Domestic Abuse, Inc.

**Notes to Financial Statements
June 30, 2023**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Grants Receivable

Grants receivable are stated at unpaid balances, less an allowance for doubtful accounts. JCADA provides for losses on grants receivable using the allowance method. The allowance is based on experience, and other circumstances. Uncollectible grants receivable are charged off when management determines the receivable will not be collected. Grants receivable are expected to be collected within one year.

Property and Equipment

Property and equipment are capitalized at cost if unit costs exceed \$500. Otherwise the items are expensed when paid, including repairs and maintenance. Depreciation and amortization is computed on the straight-line method over the estimated useful life of the asset.

Right of Use Asset and Lease Liability

The right of use asset and lease liability are recognized at the commencement date of the lease agreement based on the present value of lease payments over the lease term using JCADA's estimated incremental borrowing rate or implicit rate, when readily determinable. The asset is amortized on a straight-line basis over the lease term and is reflected as occupancy expense in the accompanying financial statements. The lease liability is reduced as cash payments are made under the terms of the lease. Interest is charged to occupancy expense for the difference. Short-term operating leases, which have an initial term of twelve months or less, are not recorded on the statement of financial position.

Revenue Recognition

Grants and contributions, including unconditional promises to give, are recognized as revenues in the period received or pledged. Conditional promises to give are not recognized until the conditions on which they depend are substantially met. Contributions of assets, other than cash, are recorded at their estimated fair value at the date of gift. Contributed services and materials are recorded at their estimated fair value if they would otherwise be purchased if not provided by donation and provided by professionals in their field. Management considers all outstanding contributions receivable amounts to be fully collectible. Accordingly, an allowance for doubtful accounts has not been established.

Program service fees received in advance are deferred to the applicable period in which the related services are performed, or expenditures are incurred, respectively.

Functional Expenses

The costs of program and supporting services activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses presents the natural classification detail of expenses by function. Accordingly, occupancy and office expenses, depreciation, information technology costs, and insurance have been allocated among the programs and supporting services based on employee time and effort.

Greater Washington Jewish Coalition Against Domestic Abuse, Inc.

**Notes to Financial Statements
June 30, 2023**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Advertising

Advertising costs are expensed as incurred. Advertising expenses were \$782 for the year ended June 30, 2023.

Income Taxes

JCADA is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code.

The accounting standard on accounting for uncertainty in income taxes addresses the determination of whether tax benefits claimed or expected to be claimed on a tax return should be recorded in the financial statements. Under that guidance, JCADA may recognize the tax benefit from an uncertain tax position only if it is more likely than not that the tax position will be sustained on examination by taxing authorities based on the technical merits of the position. Examples of tax positions include the tax-exempt status of JCADA and various positions related to the potential sources of unrelated business taxable income (UBIT).

The tax benefits recognized in the financial statements from such a position are measured based on the largest benefit that has a greater than 50% likelihood of being realized upon ultimate settlement. There were no unrecognized tax benefits identified or recorded as liabilities at June 30, 2023.

JCADA's policy would be to recognize interest and penalties, if any, on tax positions related to its unrecognized tax benefits in income tax expense in the financial statements. No interest and penalties were assessed or recorded during 2023. Management believes it is no longer subject to income tax examinations for years prior to 2020.

New Accounting Pronouncements

In 2016, FASB issued ASU 2016-02, Leases (Topic 842). Under the new guidance, lessees are required to recognize lease assets and lease liabilities on the statement of financial position for all leases with terms longer than twelve months. The new standard applies to finance and operating leases entered into after the standard was issued. JCADA does not have any leases requiring recognition on the statement of financial position.

In September 2020, the FASB issued ASU 2020-07, Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets. The standard requires nonprofit entities to present contributed nonfinancial assets as a separate line item in the statement of activities, apart from contributions of cash or other financial assets. The standard also increases the disclosure requirements around contributed nonfinancial assets, including disaggregating by category the types of contributed nonfinancial assets a nonprofit entity has received. This standard was adopted in the current fiscal year and did not have a significant impact on the financial statements, with the exception of increased disclosure.

Greater Washington Jewish Coalition Against Domestic Abuse, Inc.

**Notes to Financial Statements
June 30, 2023**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Recent Accounting Pronouncements

In June 2016, the FASB issued ASU 2016-13, Financial Instruments – Credit Losses (Topic 326). This guidance requires JCADA to measure all expected credit losses for financial instruments held at the reporting date based on historical experience, current conditions, and reasonable and supportable forecasts. The guidance is effective beginning in 2023.

Subsequent Events

Management has evaluated subsequent events through November 10, 2023 the date which the financial statements were available to be issued. The accompanying financial statements recognize the effects of subsequent events that provided evidence about conditions that existed at the statement of financial position date, including the estimates inherent in the process of preparing financial statements. The accompanying financial statements do not recognize the effect of subsequent events with conditions that did not exist at the statement of financial position date, but disclosures of such events, if any, are included in the accompanying notes.

3. CONCENTRATION OF CREDIT RISK

JCADA maintains its cash balances at a financial institution. Accounts are guaranteed by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 per depositor. As of June 30, 2023, JCADA's bank balances did not exceed FDIC coverage.

4. PROPERTY AND EQUIPMENT

Property and equipment as of June 30, 2023 was as follows:

Furniture and Equipment	\$ 108,424
Software	8,200
Hardware	11,557
Leasehold Improvements	<u>37,988</u>
Less: Accumulated Depreciation and Amortization	<u>(129,572)</u>
	<u>\$ 36,597</u>

Depreciation and amortization for the year ended June 30, 2023 was \$10,881.

5. LEASE COMMITMENT

JCADA amended its operating lease for office space in Rockville, Maryland that expires in June 2028. The lease liability is recorded based on the present value of the future payments of the lease, discounted at an estimated incremental borrowing rate of 2.9%, based on comparable interest rates available to JCADA under borrowing arrangements for a similar amount and duration of the lease (remaining term method). JCADA has established a right of use asset equal to the remaining lease liability under the lease agreement.

Greater Washington Jewish Coalition Against Domestic Abuse, Inc.

**Notes to Financial Statements
June 30, 2023**

5. LEASE COMMITMENT (CONTINUED)

As of June 30, 2023, the lease liability was as follows:

2024	\$ 99,648
2025	101,537
2026	105,015
2027	108,597
2028	112,287
Less Amount Representing Interest (2.9%)	<u>(37,851)</u>
	<u>\$ 489,233</u>

Occupancy expense under the operating lease for the year ended June 30, 2023 was \$98,992.

6. LINE OF CREDIT

JCADA has available a secured \$170,000 working line of credit with Eagle Bank. The line calls for monthly interest payments based upon the Wall Street Journal U.S. Prime Rate (Index) plus 1.5 percentage points.

At June 30, 2023, the interest rate was 5.25%. As of June 30, 2023, there was no outstanding balance on this line of credit. The line is secured by JCADA's assets. Management believes that JCADA is compliant with its loan covenants.

7. NET ASSETS

Net assets with donor restrictions as of June 30, 2023 were as follows:

	<u>Beginning of Year</u>	<u>Contributions</u>	<u>Releases</u>	<u>End of Year</u>
Victims of Domestic Violence	\$ 23,000	\$ 278	\$ -	\$ 23,278
COVID-19 Relief	<u>36,861</u>	<u>-</u>	<u>(36,861)</u>	<u>-</u>
Total Purpose Restricted	<u>\$ 59,861</u>	<u>\$ 278</u>	<u>\$ (36,861)</u>	<u>\$ 23,278</u>

Net assets without donor restrictions as of June 30, 2023 were undesignated.

8. IN-KIND CONTRIBUTIONS

JCADA receives significant in-kind contributions of pro bono services for advocacy, legal and clinical services. Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization. The fair value of the pro bono services is the cost that JCADA would have paid, if the services were not donated.

JCADA also receives donated office space in Fairfax, Virginia. The fair value of donated office space is the cost that JCADA would have paid, if the services were not donated.

Greater Washington Jewish Coalition Against Domestic Abuse, Inc.

**Notes to Financial Statements
June 30, 2023**

8. IN-KIND CONTRIBUTIONS (CONTINUED)

JCADA recognizes in-kind contribution revenue and a corresponding expense in an amount approximating the estimated fair value at the time of the donation. The pro bono services and donated rent were recorded as program expenses in the statement of functional expenses.

During the year ended June 30, 2023, JCADA's in-kind contributions were as follows:

Professional Fees	\$ 23,440
Rent	<u>1,400</u>
	<u>\$ 24,840</u>

9. CONTINGENCIES

From time to time, JCADA may become involved in legal claims arising in the ordinary course of its activities. In the opinion of management, the outcome of any legal proceedings would be covered by JCADA's insurance policies subject to normal deductibles, and accordingly, would not have a material effect on its financial position or changes in net assets.

10. AVAILABILITY AND LIQUIDITY

The following represents JCADA's financial assets at June 30, 2023:

Financial Assets at Year End:	
Cash and Cash Equivalents	\$ 461,703
Grants Receivable	<u>406,633</u>
Total Financial Assets	868,336
Less Amounts Not Available To Be Used Within One Year:	
Net Assets With Donor Restrictions	23,278
Less: Net Assets With Purpose Restrictions To Be Met in Less Than a Year	(23,278)
Quasi Endowment Established by the Board	<u>-</u>
	<u>-</u>
Financial Assets Available to Meet General Expenditures Over the Next Twelve Months	<u>\$ 868,336</u>

As part of JCADA's liquidity management plan, cash in excess of daily requirements is transferred to income-generating accounts, when practical.

JCADA has also has a \$170,000 working line of credit with Eagle Bank. As of June 30, 2023, JCADA has full access to the borrowing capacity.