

Women's Center and Shelter of Greater Pittsburgh

Consolidated Financial Statements

Years Ended June 30, 2018 and 2017
with Independent Auditor's Report

MaherDuessel

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WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

YEARS ENDED JUNE 30, 2018 AND 2017

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Independent Auditor's Report

Board of Directors Women's Center and Shelter of Greater Pittsburgh

We have audited the accompanying consolidated financial statements of the Women's Center and Shelter of Greater Pittsburgh (WC&S) and affiliate, which comprise the consolidated statements of financial position as of June 30, 2018 and 2017, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Consolidated Financial Statements

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

Auditor's Responsibility

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

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

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

Opinion

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of WC&S and affiliate as of June 30, 2018 and 2017, and the changes in their net assets and their cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Our audits were conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The supplementary information included on pages 26 through 29 is presented for purposes of additional analysis and is not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

Maher Duessel

Pittsburgh, Pennsylvania
October 22, 2018

WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

JUNE 30, 2018 AND 2017

	2018	2017
Assets		
Cash and cash equivalents	\$ 1,082,256	\$ 1,216,493
Restricted cash and cash equivalents	2,278,161	5,693,541
Accounts receivable	404,654	556,899
Prepaid expenses	99,094	91,895
Contributions receivable	561,585	996,272
Investments in trust - fair value	8,524,237	7,897,358
Interest rate cap	210,228	138,595
New Market Tax Credit financing - note receivable	8,112,500	8,112,500
Construction in progress	10,810,527	7,848,018
Land, building, and equipment, net	2,001,451	2,367,749
Total Assets	\$ 34,084,693	\$ 34,919,320
Liabilities and Net Assets		
Liabilities:		
Accounts payable	\$ 17,210	\$ 355,343
Accrued expenses	1,043,561	1,374,978
New Market Tax Credit financing - notes payable	11,290,090	11,239,650
Notes payable	4,327,383	5,072,400
Total Liabilities	16,678,244	18,042,371
Net Assets:		
Unrestricted:		
Invested in land, building, and equipment	6,964,626	6,716,639
Board-designated for Reserve Fund	8,743,274	8,386,903
Undesignated - other	813,869	467,542
Total unrestricted	16,521,769	15,571,084
Temporarily restricted	750,680	1,171,865
Permanently restricted	134,000	134,000
Total Net Assets	17,406,449	16,876,949
Total Liabilities and Net Assets	\$ 34,084,693	\$ 34,919,320

See accompanying notes to consolidated financial statements.

WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

CONSOLIDATED STATEMENTS OF ACTIVITIES

YEARS ENDED JUNE 30, 2018 AND 2017

	2018	2017
Unrestricted Net Assets:		
<hr/>		
Revenues, gains, and other support:		
Contributions:		
Individuals and others	\$ 1,222,498	\$ 1,246,173
Foundations and trusts	591,165	2,279,002
PCADV (DHS federal/state funds)	1,000,088	1,055,923
Governmental grants	1,515,842	1,243,954
United Way:		
Allocation	200,000	200,000
Contributor choice	133,497	186,233
Investment income (loss)	896,515	997,942
Special events - net	152,027	120,077
Fees for services	65,212	64,953
Other revenues	16,555	3,237
Net assets released from restrictions	772,322	1,261,509
Total revenues, gains, and other support	6,565,721	8,659,003
Expenses:		
Program services:		
Adult services	1,755,410	1,477,365
Empowerment center	187,831	141,896
Prevention and awareness	231,857	406,738
Children's program	463,202	291,918
Legal advocacy program	911,699	733,741
Civil Law Project	692,590	528,129
Batterers intervention	486,081	427,811
Standing firm	103,701	-
Medical advocacy program	99,176	81,254
Total program services	4,931,547	4,088,852
Management and general	427,298	295,396
Fundraising	327,824	357,323
Total expenses	5,686,669	4,741,571
Change in Unrestricted Net Assets before Nonoperating Items	879,052	3,917,432
Nonoperating items:		
Gain (loss) on fair market valuation - interest rate cap	71,633	(85,405)
Change in Unrestricted Net Assets	950,685	3,832,027
<hr/>		
Temporarily Restricted Net Assets:		
<hr/>		
Contributions:		
Foundations and trusts	351,137	538,499
Net assets released from restriction	(772,322)	(1,261,509)
Change in Temporarily Restricted Net Assets	(421,185)	(723,010)
Change in Net Assets	529,500	3,109,017
<hr/>		
Net Assets:		
Beginning of year	16,876,949	13,767,932
End of year	\$ 17,406,449	\$ 16,876,949

See accompanying notes to consolidated financial statements.

**WOMEN'S CENTER AND SHELTER OF
GREATER PITTSBURGH**

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED JUNE 30, 2018

	Program Services								Supporting Services				Total	
	Adult Services	Empowerment Center	Prevention and Awareness	Children's Program	Legal Advocacy Program	Civil Law Project	Batterers Intervention	Standing Firm	Medical Advocacy Program	Total Program Services	Management and General	Fundraising		Total Supporting Services
Salaries and related expenses:														
Salaries and wages	\$ 850,779	\$ 76,117	\$ 108,993	\$ 271,464	\$ 433,745	\$ 398,048	\$ 268,061	\$ 9,412	\$ 57,203	\$ 2,473,822	\$ 219,275	\$ 146,611	\$ 365,886	\$ 2,839,708
Payroll taxes and benefits	245,122	23,418	30,736	73,573	140,048	120,482	81,969	1,030	18,302	734,680	34,290	40,207	74,497	809,177
Total salaries and related expenses	<u>1,095,901</u>	<u>99,535</u>	<u>139,729</u>	<u>345,037</u>	<u>573,793</u>	<u>518,530</u>	<u>350,030</u>	<u>10,442</u>	<u>75,505</u>	<u>3,208,502</u>	<u>253,565</u>	<u>186,818</u>	<u>440,383</u>	<u>3,648,885</u>
Specific assistance	78,959	36,264	-	4,580	1,729	-	-	-	-	121,532	-	-	-	121,532
Professional fees	94,926	8,244	1,905	8,020	49,342	-	20,192	86,317	815	269,761	110,874	47,800	158,674	428,435
Supplies	14,835	4,115	1,892	4,362	7,641	-	4,013	29	877	37,764	26,064	115	26,179	63,943
Donated items	93,806	-	-	1,776	-	-	-	-	-	95,582	-	-	-	95,582
Other non-personnel related expenses	20,255	1,665	39,555	4,136	23,397	-	4,566	450	879	94,903	18,668	46,419	65,087	159,990
Rent, parking, and other occupancy	52,880	5,538	6,570	15,339	83,763	-	23,932	67	4,097	192,186	378	448	826	193,012
Equipment rental/maintenance	9,925	1,062	1,311	2,619	5,390	-	2,748	-	561	23,616	1,410	-	1,410	25,026
Travel and meetings	4,112	421	284	717	6,064	-	696	243	147	12,684	3,197	545	3,742	16,426
Other expenses	286,226	30,604	40,137	75,671	158,719	173,919	78,911	5,828	16,093	866,108	12,617	45,179	57,796	923,904
Business expenses	3,585	383	474	945	1,861	141	993	325	202	8,909	525	500	1,025	9,934
Total	<u>\$ 1,755,410</u>	<u>\$ 187,831</u>	<u>\$ 231,857</u>	<u>\$ 463,202</u>	<u>\$ 911,699</u>	<u>\$ 692,590</u>	<u>\$ 486,081</u>	<u>\$ 103,701</u>	<u>\$ 99,176</u>	<u>\$ 4,931,547</u>	<u>\$ 427,298</u>	<u>\$ 327,824</u>	<u>\$ 755,122</u>	<u>\$ 5,686,669</u>

See accompanying notes to consolidated financial statements.

**WOMEN'S CENTER AND SHELTER OF
GREATER PITTSBURGH**

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED JUNE 30, 2017

	Program Services								Supporting Services				Total	
	Adult Services	Empowerment Center	Prevention and Awareness	Children's Program	Legal Advocacy Program	Civil Law Project	Batterers Intervention	Standing Firm	Medical Advocacy Program	Total Program Services	Management and General	Fundraising		Total Supporting Services
Salaries and related expenses:														
Salaries and wages	\$ 750,338	\$ 66,961	\$ 117,245	\$ 176,414	\$ 369,499	\$ 368,910	\$ 253,758	\$ -	\$ 54,817	\$ 2,157,942	\$ 116,748	\$ 132,184	\$ 248,932	\$ 2,406,874
Payroll taxes and benefits	228,709	20,402	33,514	55,957	131,752	112,151	82,543	-	11,923	676,951	31,825	39,978	71,803	748,754
Total salaries and related expenses	<u>979,047</u>	<u>87,363</u>	<u>150,759</u>	<u>232,371</u>	<u>501,251</u>	<u>481,061</u>	<u>336,301</u>	<u>-</u>	<u>66,740</u>	<u>2,834,893</u>	<u>148,573</u>	<u>172,162</u>	<u>320,735</u>	<u>3,155,628</u>
Specific assistance	98,434	23,882	-	2,382	131	-	-	-	217	125,046	-	55	55	125,101
Professional fees	105,242	9,016	5,298	10,538	46,651	-	19,353	-	1,058	197,156	88,407	92,056	180,463	377,619
Supplies	6,518	657	2,386	1,492	3,120	-	1,881	-	333	16,387	20,250	253	20,503	36,890
Donated items	78,845	-	-	3,444	-	-	-	-	-	82,289	-	-	-	82,289
Other non-personnel related expenses	16,884	1,577	170,080	3,245	17,011	-	4,756	-	903	214,456	12,852	44,244	57,096	271,552
Rent, parking, and other occupancy	26,885	3,771	7,023	6,349	69,609	-	17,955	-	2,969	134,561	410	340	750	135,311
Equipment rental/maintenance	10,889	1,033	2,960	2,124	6,540	-	3,113	-	591	27,250	1,640	-	1,640	28,890
Travel and meetings	2,511	28	543	-	2,996	-	527	-	100	6,705	1,643	1,280	2,923	9,628
Other expenses	149,488	14,317	66,967	29,455	84,968	47,009	43,166	-	8,199	443,569	21,422	39,114	60,536	504,105
Business expenses	2,622	252	722	518	1,464	59	759	-	144	6,540	199	7,819	8,018	14,558
Total	<u>\$ 1,477,365</u>	<u>\$ 141,896</u>	<u>\$ 406,738</u>	<u>\$ 291,918</u>	<u>\$ 733,741</u>	<u>\$ 528,129</u>	<u>\$ 427,811</u>	<u>\$ -</u>	<u>\$ 81,254</u>	<u>\$ 4,088,852</u>	<u>\$ 295,396</u>	<u>\$ 357,323</u>	<u>\$ 652,719</u>	<u>\$ 4,741,571</u>

See accompanying notes to consolidated financial statements.

**WOMEN'S CENTER AND SHELTER OF
GREATER PITTSBURGH**

CONSOLIDATED STATEMENTS OF CASH FLOWS

YEARS ENDED JUNE 30, 2018 AND 2017

	2018	2017
Cash Flows From Operating Activities:		
Change in net assets	\$ 529,500	\$ 3,109,017
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation	438,909	216,680
Amortization	50,440	41,817
Net depreciation (appreciation) of investments	(545,567)	(780,751)
(Gain) loss on fair market valuation - interest rate cap	(71,633)	85,405
Debt accretion	4,983	4,837
Contributions restricted for long-term purposes	(303,207)	(736,527)
Change in:		
Accounts receivable	152,245	(382,540)
Prepaid expenses	(7,199)	(3,507)
Contributions receivable	44,170	(15,586)
Accounts payable	(338,133)	272,627
Accrued expenses	(331,417)	1,180,686
Unearned revenue	-	(47,028)
Total adjustments	(906,409)	(163,887)
Net cash provided by (used in) operating activities	(376,909)	2,945,130
Cash Flows From Investing Activities:		
New Market Tax Credit financing note issuance	-	(8,112,500)
Purchase of fixed assets	(3,035,120)	(6,892,177)
Restricted cash and cash equivalents	3,415,380	(4,774,776)
Purchase of investments	(1,181,410)	(2,801,668)
Proceeds from sale of investments	1,100,098	3,348,222
Net cash provided by (used in) investing activities	298,948	(19,232,899)
Cash Flows From Financing Activities:		
Borrowings on New Market Tax Credit financing notes payable	-	12,100,000
Borrowings on notes payable	-	5,000,000
Payment on notes payable	(750,000)	-
Debt issuance costs	-	(1,126,167)
Line of credit draws	-	4,337,697
Line of credit repayments	-	(4,537,697)
Collection of contributions restricted for long-term purposes:		
Capital campaign	693,724	753,920
Net cash provided by (used in) financing activities:	(56,276)	16,527,753
Net Increase (Decrease) in Cash and Cash Equivalents	(134,237)	239,984
Cash and Cash Equivalents:		
Beginning of year	1,216,493	976,509
End of year	\$ 1,082,256	\$ 1,216,493
Supplemental Information:		
Interest paid	\$ 460,336	\$ 140,498
In-kind contributions	\$ 220,780	\$ 198,721

See accompanying notes to consolidated financial statements.

WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2018 AND 2017

1. Organization

Women's Center and Shelter of Greater Pittsburgh's (WC&S) mission is to end intimate partner violence in the lives of women and their children by providing sanctuary from domestic violence for women and their children within a supportive community where confidentiality is guaranteed; inform women of the resources available to them; work with all appropriate organizations/agencies to create resources for women victims of domestic violence and their children; accompany women as they proceed through the legal system; work with children to help them learn alternative responses to violence; educate the public about the needs of women, particularly those of women who have experienced domestic violence; and work for system changes to alter societal attitudes, behaviors, and responses.

WC&S has been awarded the Pennsylvania Association of Nonprofit Organizations (PANO) Seal of Excellence for successfully demonstrating compliance with the Standards for Excellence voluntary certification program.

In 2008, the governing body of WC&S formed Women's Center and Shelter Civil Law Project (CLP), a non-profit company. The primary purpose of CLP is to provide civil legal services to women in crisis. The CLP Board of Directors is separate from the WC&S Board but is elected by WC&S. WC&S is the sole member of CLP. The financial activity for CLP is reported as part of these consolidated financial statements. All significant inter-organization balances and transactions have been eliminated.

During 2015, WC&S began a capital campaign to raise funds to renovate its facility and expand its capacity. See Note 7 for CLP's participation in related New Market Tax Credit Financing transactions. Also during 2015, a separate program was created for Batterers Intervention.

During 2018, WC&S entered into an affiliation agreement with the Standing Firm program, whereby Standing Firm assigned its assets of approximately \$109,000 to WC&S and thus become a program of WC&S.

WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2018 AND 2017

2. Summary of Significant Accounting Policies

Basis of Accounting

WC&S's consolidated financial statements have been prepared on the accrual basis of accounting. Revenues are recognized as they are earned and expenses are recorded when liabilities are incurred.

Revenue Recognition

Contributions are recognized when they are received or unconditionally pledged. WC&S records unconditional promises to give at their net realizable value.

WC&S receives the majority of its grant and contract revenue from federal, state, county, and city agencies. WC&S recognizes contract revenue (up to the contract amount) either on a pro rata basis over the period of the grant or to the extent of expenses. Revenue recognition depends on the contract. Unearned revenue consists of amounts received in advance of the related expenses being incurred. Any of its funding sources may, at its discretion, request reimbursement for expenses or return of funds, or both as a result of non-compliance by WC&S with the terms of the grants or contracts. Management is unaware of any instances of non-compliance with grant or contract terms.

Contributions of donated non-cash assets are recorded at their fair values in the period received. Contributions of donated services that create or enhance non-financial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation, are recorded at their fair values in the period received.

Net Asset Classes

WC&S's consolidated financial statements are classified for accounting and reporting purposes into three classes of net assets (unrestricted, temporarily restricted, and permanently restricted) established according to their nature and purpose. Separate accounts are maintained for individual funds; however, for financial reporting purposes, funds that have similar characteristics have been combined into net asset classes.

WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2018 AND 2017

The assets, liabilities, and net assets of WC&S are reported in net asset classes as follows:

Unrestricted - Used to accumulate all unrestricted and board-designated resources from operations. This class represents the part of net assets of a not-for-profit organization that is neither permanently restricted nor temporarily restricted by donor-imposed stipulations.

Temporarily Restricted - Represents a portion of the net assets of WC&S resulting (a) from contributions and other inflows of assets whose use by WC&S is limited by donor-imposed stipulations that can be fulfilled and removed by actions of WC&S pursuant to those stipulations and (b) from reclassifications to (or from) other classes of net assets as a consequence of donor-imposed stipulations, and their fulfillment and removal by action of WC&S pursuant to those stipulations. When donor restrictions are met, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the consolidated statements of activities as net assets released from restrictions. Donor-restricted contributions whose restrictions are met in the same fiscal year are reported as unrestricted support.

Permanently Restricted - Represents net assets with a donor-imposed restriction that stipulates that resources be maintained permanently but permits WC&S to use up or expend part or all of the income derived from the donated assets.

Use of Estimates in the Preparation of Consolidated Financial Statements

The preparation of consolidated 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 at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting periods. Actual results could differ from those estimates.

Investments

Investments are recorded at their fair values in the consolidated statements of financial position. Unrealized gains and losses are included in investment income. Investment income from restricted assets is recorded as unrestricted income.

WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2018 AND 2017

Fixed Assets

Fixed assets are capitalized at an individual cost of over \$5,000. Donated equipment is capitalized at fair value at the date of receipt. Depreciation is provided over the estimated useful life of the asset on a straight-line basis.

Cash and Cash Equivalents

For purposes of the consolidated statements of cash flows, WC&S considers all highly liquid investments available for current use (and not included in the investment trust account) with an initial maturity of three months or less to be cash equivalents.

Additionally, WC&S has New Market Tax Credit financing funds as of June 30, 2018 and 2017, which are held and controlled by the bank and are restricted for use in the acquisition of property and for use towards future interest payments. The activity related to these restricted cash and cash equivalents is excluded from operating activities in the consolidated statements of cash flows.

Accounts Receivable

Accounts receivable represents primarily amounts due from funding sources for eligible expenditures incurred prior to reimbursement, and are stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible amounts through a provision for bad debt expense and an adjustment to a valuation allowance based on its assessment of the current status of individual accounts. There were no allowances for doubtful accounts deemed necessary by management at June 30, 2018 and 2017.

Expense Allocation

The allocation of functional expenses approximates program usage. Salaries and occupancy space are the major bases for allocation.

Fair Value Measurement

WC&S follows the fair value accounting standards, in accordance with accounting principles generally accepted in the United States of America, which defines fair value, establishes a

WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2018 AND 2017

framework for measuring fair value, and enhances disclosures about fair value measurements for all financial assets and liabilities.

Tax-Exempt Status

WC&S is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. In addition, WC&S qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization other than a private foundation under Section 509(a)(1). Further, WC&S annually files a Form 990. WC&S is duly registered as a Charitable Organization with the Department of State, Commonwealth of Pennsylvania.

CLP is tax-exempt under Section 501(c)(3) of the Code, and as a supporting organization within the meaning of Section 509(a)(3)(A) of the Code for the benefit of, to perform the functions of, or to carry out the purposes of and to be operated, supervised, or controlled by WC&S. Further, CLP annually files a Form 990 as applicable.

Accordingly, no provision for income taxes is recorded in the consolidated financial statements. WC&S and CLP have not identified any material uncertain tax positions requiring an accrual or disclosure in the consolidated financial statements.

Concentration of Risk Factors

A significant portion of WC&S grants and contributions are from organizations and individuals within the Allegheny County area. In addition, its employees, volunteers, clients, and vendors primarily reside in the Allegheny County area and therefore, economic, and demographic influences on this area could impact WC&S operations.

Additionally, at June 30, 2018 and 2017, WC&S had \$2,590,257 and \$6,139,108, respectively, in deposits in local financial institutions in excess of the amount insured by the FDIC. The solvency of the financial institutions is not a concern of management at this time.

Concentration of credit risk for investments in marketable securities is mitigated by both the distribution of investment funds among asset managers and the overall diversification of managed investment portfolios. Investment securities are also exposed to various other risks such as interest rate and market risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in values of investment securities will occur in the near-term and that such change could materially affect the amount reported on the consolidated statements of financial position.

WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2018 AND 2017

Pending Accounting Standards Update

The Financial Accounting Standards Board (FASB) has issued statements that will become effective in future years as outlined below. Management has not yet determined the impact of these statements on WC&S's consolidated financial statements:

ASU No. 2014-09, "*Revenue from Contracts with Customers (Topic 606)*," effective for WC&S's consolidated financial statements for the year ending June 30, 2020. This standard provides a single, comprehensive revenue recognition model for all contracts with customers, and contains principles to determine the measurement of revenue and timing of when it is recognized. Early adoption will be permitted for annual reporting periods beginning after December 15, 2017.

ASU-2016-02, "*Leases (Topic 842)*," effective for WC&S's consolidated financial statements for the year ending June 30, 2021. This standard will require lessees to recognize assets and liabilities on the consolidated statements of financial position for the rights and obligations created by all leases with terms of more than twelve months. Disclosures also will be required by lessees to meet the objective of enabling users of financial statements to assess the amount, timing, and uncertainty of cash flows arising from leases.

ASU No. 2016-14, "*Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities*," effective for WC&S's consolidated financial statements for the year ending June 30, 2019. This standard aims to improve how a nonprofit organization classifies its net assets and provides information in its financial statements and notes about its financial performance, cash flow, and liquidity. The ASU changes the net asset classification, requires presentation of expenses both by nature and function, requires investment return reported net of investment expenses, requires placed-in-service approach for gifts of/for long-lived assets and provides enhanced disclosures for: governing body restrictions; composition of net assets with donor restrictions; qualitative and quantitative information on liquidity; methods to allocate costs among program and support functions; and underwater donor-restricted endowments.

ASU 2016-18, "*Statement of Cash Flows (Topic 230): Restricted Cash*," effective for financial statements for the year ending June 30, 2020. This amendment requires that the statement of cash flows explain the change during the period in the total cash, cash equivalents, and amounts generally described as restricted cash or restricted cash equivalents.

WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2018 AND 2017

ASU 2018-08, "Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made (Topic 958)," is effective for the financial statements for the year ending June 30, 2020. This amendment provides guidance for Characterizing grants and similar contracts with government agencies and others as reciprocal transactions (exchanges) or nonreciprocal transactions (contributions) and distinguishing between conditional and unconditional contributions.

Subsequent Events

Subsequent events have been evaluated through the Independent Auditor's Report date, which is the date the consolidated financial statements were available to be issued.

3. Contributions Receivable

At June 30, WC&S had contributions receivable as follows:

	<u>2018</u>	<u>2017</u>
Due within one year	\$ 376,479	\$ 490,706
Due within two to five years	<u>185,106</u>	<u>505,566</u>
Total	<u>\$ 561,585</u>	<u>\$ 996,272</u>

All contributions receivable are deemed fully collectible and, as such, no allowance has been recorded. The effect of a present valuation of the contributions receivable has been deemed by management as immaterial.

4. Reserve Fund

The objectives of WC&S' Reserve Fund, consisting primarily of investments in trust in the consolidated statements of financial positions, are to support ongoing operations, promote public and donor confidence in the long-term sustainability of WC&S, provide for nonrecurring expenses that will build long-term capacity, provide an internal source of funds for situations such as a sudden increase in expenses, one-time budgeted expenses, unanticipated loss in funding, or uninsured losses, and to maintain an internal line of credit to manage cash flow and maintain financial flexibility. To satisfy its long-term rate-of-return

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objectives, WC&S relies on a total rate-of-return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends).

WC&S invests reserve assets with an overall asset allocation of 60% equities and 40% bonds and cash with the ability of a 10% variance from these allocations due to market conditions. Endowment funds are invested in a manner that will protect the principal value relative to inflation, encourage capital appreciation, and safeguard against the loss of principal due to the assumption of undue risk.

WC&S's average spending policy is approximately 3.3% of the total market value derived from an expected asset allocation of 60% equities and 40% bonds with average long-term returns of 8% and 3%, respectively. Actual spending may vary according to the needs of WC&S. The reserve asset portfolio was comprised of the following at June 30, 2018 and 2017:

	2018	2017
Cash and cash equivalents:		
Money market	\$ 538,974	\$ 538,211
Investments:		
Money market funds	167,459	157,620
Bonds and notes	2,169,212	2,104,980
Equities	3,031,804	2,698,615
Mutual funds	2,622,431	2,417,383
Exchange traded funds and other	533,331	518,760
Total reserve asset portfolio	\$ 9,063,211	\$ 8,435,569

The reserve net asset classes are primarily unrestricted, Board-designated, and a portion related to permanently restricted net assets as described in the table below.

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During fiscal 2018, WC&S had the following reserve and endowment related activities:

	Board- Designated Reserve	Permanently Restricted Endowment	Total Reserve and Endowment
Investment return:			
Investment income	\$ 142,559	\$ 2,139	\$ 144,698
Net appreciation (depreciation)	534,545	8,022	542,567
Investment fees	(58,413)	(877)	(59,290)
Total investment return (loss)	618,691	9,284	627,975
Transfers to/from other funds	(262,320)	(9,284)	(271,604)
Total change in reserve and endowment funds	356,371	-	356,371
Reserve and endowment funds:			
Beginning of year	8,386,903	134,000	8,520,903
End of year	\$ 8,743,274	\$ 134,000	\$ 8,877,274

During fiscal 2017, WC&S had the following reserve and endowment related activities:

	Board- Designated Reserve	Permanently Restricted Endowment	Total Reserve and Endowment
Investment return:			
Investment income	\$ 145,099	\$ 2,342	\$ 147,441
Net appreciation (depreciation)	768,348	12,403	780,751
Investment fees	(55,696)	(899)	(56,595)
Total investment return (loss)	857,751	13,846	871,597
Transfers to/from other funds	(25,242)	(13,846)	(39,088)
Total change in reserve and endowment funds	832,509	-	832,509
Reserve and endowment funds:			
Beginning of year	7,554,394	134,000	7,688,394
End of year	\$ 8,386,903	\$ 134,000	\$ 8,520,903

WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

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5. Investments

WC&S investments are managed by registered investment advisors. These investments are reported at fair value. As of June 30, 2018 and 2017, investments consist of the following:

	2018	2017
Level 1:		
Money market accounts	\$ 167,459	\$ 157,620
Fixed income:		
Taxable	2,048,691	1,988,303
High yield	120,521	116,677
Equities:		
U.S. large cap	3,031,804	2,698,615
Mutual funds:		
U.S. mid cap	823,776	738,567
U.S. small cap	497,480	419,771
Developed international	789,742	752,084
Emerging markets	422,399	424,814
Real estate investment trust	89,034	82,147
Exchange traded funds and other	533,331	518,760
Total Level 1 investments	\$ 8,524,237	\$ 7,897,358

Investment income (loss) for the years ended June 30, 2018 and 2017 is summarized as follows:

	2018	2017
Interest and dividend income	\$ 141,698	\$ 147,441
Net realized and unrealized gain (loss)	545,567	780,751
	\$ 687,265	\$ 928,192

In accordance with accounting principles generally accepted in the United States of America, all investments of WC&S are measured using Level 1, Level 2, and Level 3 fair value inputs. Level 1 fair value is defined as inputs based upon "measuring the value at quoted

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prices available in active markets for identical assets or liabilities as of the report date. A quoted price for an identical asset or liability in an active market provides the most reliable fair value measurement because it is directly observable to the market." Level 2 is defined as inputs based upon "measuring pricing units other than at quoted prices in active markets, which are either directly or indirectly observable as of the report date. The nature of these securities includes investments for which quoted prices are available but traded less frequently and investments that are fair valued using other securities, the parameters of which can be directly observed." Level 3 is defined as inputs based upon "significant unobservable inputs, as they trade infrequently or not at all."

The fair values of investments held by WC&S are determined using quoted prices in active markets for identical assets and, as such, are classified at June 30, 2018 and 2017 as Level 1 assets within the fair value hierarchy.

6. Fixed Assets

Fixed assets are comprised of the following amounts at June 30, 2018:

	Balance at June 30, 2017	Additions/ Reclass	Deletions/ Reclass	Balance at June 30, 2018
Construction in progress	\$ 7,848,018	\$ 2,962,509	\$ -	\$ 10,810,527
Land and improvements	\$ 254,086	\$ -	\$ -	\$ 254,086
Building	4,382,276	-	-	4,382,276
Office equipment	690,669	72,611	-	763,280
	5,327,031	72,611	-	5,399,642
Less: accumulated depreciation	(2,959,282)	(438,909)	-	(3,398,191)
Net land, building, and equipment	\$ 2,367,749	\$ (366,298)	\$ -	\$ 2,001,451

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Fixed assets are comprised of the following amounts at June 30, 2017:

	Balance at June 30, 2016	Additions/ Reclass	Deletions/ Reclass	Balance at June 30, 2017
Construction in progress	\$ 1,257,551	\$ 6,590,467	\$ -	\$ 7,848,018
Land and improvements	\$ 254,086	\$ -	\$ -	\$ 254,086
Building	4,382,276	-	-	4,382,276
Office equipment	675,048	301,710	(286,089)	690,669
	5,311,410	301,710	(286,089)	5,327,031
Less: accumulated depreciation	(3,028,691)	(216,680)	286,089	(2,959,282)
Net land, building, and equipment	\$ 2,282,719	\$ 85,030	\$ -	\$ 2,367,749

7. New Market Tax Credit Financing – Note Receivable and Notes Payable

In March 2017, WC&S entered into a New Markets Tax Credit Financing Transaction through the New Market Tax Credit (NMTC) Program to fund construction costs for the renovation of the Shelter. The NMTC Program, enacted by Congress as part of the Community Renewal Tax Relief Act of 2000, is incorporated as section 45D of the Internal Revenue Code and permits taxpayers to claim federal tax credits for making Qualified Equity Investments (QEI) in a designated Community Development Entity (CDE). The CDE must use substantially all of the proceeds to make Qualified Low-Income Community Investments (QLICs) to Qualified Active Low-Income Community Businesses (QALICB). The tax credits are claimed over a seven-year period and equate to 39% of the QLICs.

WC&S has partnered with an investor, PNC New Markets Investment Partners, LLC, (the Investor) to utilize the NMTC Program. The Investor established a special purpose entity called the WCS Investment Fund, LLC (Investment Fund) to raise the capital for the transaction. The Investment Fund was funded with \$4,378,500 of equity from the Investor and a \$8,112,500 note from CLP, who is considered the Leverage Lender. CLP raised its funds through receipt of charitable contributions from WC&S and a credit agreement entered with Huntington National Bank for a \$4,650,000 loan (see Note 8).

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The \$8,112,500 note between CLP and the Investment Fund has a fixed interest rate of 2.579353% with a term of 29 years. Payments on the note are expected to be from additional capital campaign contributions received from WC&S and interest-only payments from the Investment Fund through March 1, 2024. Interest earned on the note was \$209,250 and \$69,750 for the years ended June 30, 2018 and 2017, respectively. At June 30, 2018 and 2017, the balance of the note is \$8,112,500.

This capital raised by the Investment Fund was used to make two QEIs of \$7,500,000 and \$5,000,000 into Pittsburgh Urban Initiatives Sub-CDE 20, LP, (PUI Sub-CDE) and Commonwealth Cornerstone Group Ltd. XXXIV, (CCG Sub-CDE). The Investment Fund, through an executed Operating Agreement, is the Limited Partner of each Sub-CDE and has 99.99% interest. The General Partners, with a .01% interest are Pittsburgh Urban Initiatives LLC (PUI-CDE) and Commonwealth Cornerstone Group (CCG-CDE). PUI Sub-CDE and CCG Sub-CDE then loaned these funds to WC&S in the form of four notes totaling \$12,100,000.

The four notes payable were issued on March 1, 2017 and bear interest at 2.0065%. The notes require quarterly interest only payments through March 1, 2024, and then with principal and interest payments through March 1, 2052, and are guaranteed by substantially all of the assets of WC&S.

The four notes payable are reflected in the consolidated statements of financial position as follows for the years ended June 30, 2018 and 2017:

PUI CDE QLICI Loan A	\$	4,867,500
PUI CDE QLICI Loan B		2,332,500
CCG CDE QLICI Loan A		3,245,000
CCG CDE QLICI Loan B		<u>1,655,000</u>
	\$	<u><u>12,100,000</u></u>

Interest expense on the notes was \$276,036 for the year ended June 30, 2018, of which \$209,250 was capitalized. Interest expense on the notes was \$80,929 for the year ended June 30, 2017, all of which was capitalized.

Debt issuance costs of \$902,167, included in New Market Tax Credit financing - notes payable, are being amortized by the straight-line method over the term of the notes payable. Accumulated amortization is \$92,257 and \$41,817 at June 30, 2018 and 2017,

WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

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respectively. The total amount of amortization expense for 2018 and 2017 is \$50,440 and \$41,817, respectively.

The future estimated amortization expense for the debt issuance costs is as follows:

Year ending June 30,	Amortization Expense
2019	\$ 50,440
2020	50,440
2021	50,440
2022	50,440
2023	50,440
Thereafter	557,710
	<u>\$ 809,910</u>

The seven-year compliance period for the NMTCs will end March 1, 2024, at which time the Investor may exit the transaction through the exercise of a call/put agreement which it has entered into with the WC&S. Under the agreement, the Investor may "put" its interest in the Investment Fund to WC&S for a purchase price of \$1,000. In the event that the Investor has not exercised this put option, WC&S has 180 days to exercise its call option to purchase the Investor's entire interest in the Investment Fund for a purchase price equal to the appraised value of the Investor's interest. To exercise the call option, the WC&S must be current on all payments under the four notes payable and must not owe any additional amounts to the Investment Fund or the Investor. WC&S will realize its savings from the NMTC transactions through the exercise of this put or call option, at which time it will control the Investment Fund. No amounts have been recorded in the accompanying consolidated financial statements related to these put and call options.

8. Notes Payable

Women's Center and Shelter

WC&S has a secured note payable to the Urban Redevelopment Authority of Pittsburgh (URA) in the face amount of \$200,000 that bears no interest and is due in one lump sum in 2036.

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The notes payable presentation on the consolidated statements of financial position approximates the present value of the URA note payable discounted at an appropriate interest rate:

	June 30, 2018	June 30, 2017
Principal due in 2036	\$ 200,000	\$ 200,000
Less: future accretion on zero-interest note	(122,617)	(127,600)
Total	\$ 77,383	\$ 72,400

In June 2016, WC&S entered into a loan agreement with the Wilkinsburg Borough Industrial and Commercial Development Authority (Authority) and a regional bank (or financial institution). Through this agreement, the Authority issued a Revenue Note, Series 2016 in the amount of \$9,000,000 to assist in the short-term financing of the facility renovation costs. As of June 30, 2016, \$200,000 had been drawn from the note. During fiscal year 2017, \$4,337,697 was drawn on the note and \$4,537,697 repaid.

On March 1, 2017, this Revenue Note was amended and restated to a principal amount of \$350,000, which is the balance outstanding as of June 30, 2018 and 2017. The Revenue Note bears a rate equal to the Bank Qualified Tax-Exempt Rate (70% of the LIBOR rate plus 2.75%). The interest rate was 3.31% and 2.66% at June 30, 2018 and 2017, respectively.

The note matures on March 1, 2027 with future principal and interest payments as follows:

Year ending June 30,	Principal	Interest
2019	\$ -	\$ 12,292
2020	-	12,326
2021	-	12,292
2022	-	12,292
2023	-	12,292
2024-2027	350,000	43,561
	\$ 350,000	\$ 105,055

WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

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Women's Center and Shelter Civil Law Project

In March 2017 and in conjunction with the New Market Tax Credit financing transaction (see Note 7), CLP entered into a leverage loan agreement with a regional bank, Huntington National Bank, for \$4,650,000. The note bears interest at the LIBOR rate plus 2.5%. The interest rate was 4.48% and 3.55% at June 30, 2018 and 2017, respectively. Quarterly installments of interest are payable commencing June 15, 2017, with outstanding principal and interest payable in full on March 1, 2024. In addition to the interest payments, CLP will make quarterly principal payments in the amounts received from capital contributions received from WC&S. Under the credit agreement, CLP is subject to various covenants which, among other things, require maintaining a minimum liquidity threshold as defined by the credit agreement.

As of June 30, 2018 and 2017, the amount of the note outstanding is \$3,900,000 and \$4,650,000, respectively. The note is secured by the deposits of CLP's New Market Tax Credit financing note receivable, as well as all real and personal property of WC&S.

The note matures on March 1, 2024 with future principal and interest payments as follows:

Year ending June 30,	Principal	Interest
2019	\$ 970,214	\$ 133,711
2020	179,036	123,589
2021	731,226	116,621
2022	123,998	85,252
2023	129,442	79,809
2024	1,766,084	50,361
	<u>\$ 3,900,000</u>	<u>\$ 589,343</u>

WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

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9. Interest Rate Cap

During 2017, CLP entered into a Rate Cap Transaction Agreement (Interest Rate Cap) with a regional bank, Huntington National Bank, with a notional amount of \$4,650,000 for the purpose of limiting its interest expense on floating-rate liabilities under the loan agreement (see Note 8) without modifying the underlying principal amount. The interest rate cap was entered into on February 28, 2017 and is set to expire on March 1, 2024. Under terms of the agreement, CLP paid a fixed amount of \$224,000 at inception to guarantee a maximum LIBOR rate of 2.0%. The fair value of the agreement at June 30, 2018 and 2017 is \$210,228 and \$138,595, respectively. The change in the fair value of the interest rate cap is recorded per the consolidated statements of activities.

Interest rate caps are valued using pricing models (such as discounted cash flows) whose inputs are observable for substantially the full term of the asset or liability and are derived principally from or corroborated by observable market data, such as interest rate curves, and measures of interest rate volatility through correlation or other means for substantially the full term of the asset or liability. The interest rate cap is within Level 2 of the fair value hierarchy.

10. Temporarily Restricted Net Assets

Temporarily restricted net assets are available for the following purposes at June 30:

	2018	2017
Legal Advocacy Program	\$ 5,756	\$ 5,783
Children's Program	47,870	45,375
Shelter Program	4,000	85,128
Empowerment	4,774	7,500
Standing Firm Program	123,222	-
Development	20,000	20,000
Development - future operations	-	72,504
Building improvements	545,058	935,575
	<u>\$ 750,680</u>	<u>\$ 1,171,865</u>

WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

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Net assets of \$772,322 and \$1,261,509 were released from donor restrictions during the fiscal years ended June 30, 2018 and 2017, respectively, by incurring expenses satisfying the restricted purpose.

Income from permanently restricted net assets is designated for long-term investment and aid for women who have been subject to physical or psychological abuse.

11. Pension Plan

WC&S has a profit-sharing plan (plan) for eligible employees. This plan has a July 1 through June 30 plan year. For employees hired prior to April 1, 2012, WC&S contributes 10.34% of eligible participant salaries. For employees hired on or after April 1, 2012, WC&S contributes 5% of eligible participant salaries, and up to a 2% matching contribution. WC&S's aggregate plan contribution was \$180,989 and \$187,737 for the years ended June 30, 2018 and 2017, respectively.

12. Contributed Facilities, Material, and Services

WC&S receives and recognizes at fair value various in-kind contributions for food and clothing, household items, and various services. The contributed services include amounts for volunteers in legal services, therapy, the shelter, and others.

The above contributions can be summarized as follows for the years ended June 30:

	<u>2018</u>	<u>2017</u>
Contributed services	\$ 111,866	\$ 109,423
Food, clothing, and other	95,582	82,289
Special events services and materials	<u>13,332</u>	<u>7,009</u>
Total	<u>\$ 220,780</u>	<u>\$ 198,721</u>

WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2018 AND 2017

13. Fundraising Events

WC&S schedules several events during the year for fundraising purposes. They are detailed as follows for the years ended June 30:

	<u>2018</u>	<u>2017</u>
Annual Event	\$ 215,328	\$ 163,235
Third Party Events	<u>-</u>	<u>2,706</u>
	215,328	165,941
Less cost of events	<u>(63,301)</u>	<u>(45,864)</u>
Total	<u>\$ 152,027</u>	<u>\$ 120,077</u>

14. Leases

During fiscal year 2015, WC&S entered into a non-cancelable operating lease for office space for its legal program offices through March 31, 2020. Prior to entering into this lease, WC&S was paying rent on a month-to-month basis.

The following is a schedule of future minimum lease payments under the lease:

<u>Year ending June 30,</u>	<u>Amount</u>
2019	\$ 54,000
2020	<u>40,500</u>
Total	<u>\$ 94,500</u>

Total rent expense for the years ended June 30, 2018 and 2017 was \$54,000.

WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2018 AND 2017

15. Required Disclosures for the Year Ended June 30, 2018 - Pennsylvania Coalition Against Domestic Violence

Actual dollars spent under the WC&S domestic violence organization-wide budget were \$4,492,638.

Match requirement monies were provided as required and were spent during the contract period July 1, 2017 through June 30, 2018.

WC&S expended \$1,437,356 in Federal Financial Assistance for the fiscal year ended June 30, 2018 and was required to have a Single Audit performed. WC&S's cost allocation plan complied with the Uniform Guidance.

There was no interest income earned on grant funds.

16. Conditional Pledge

As of June 30, 2018, WC&S has one conditional pledge totaling \$1,000,000. A conditional pledge is defined by WC&S as a donor-imposed stipulation that specifies a future and uncertain event whose occurrence or failure to occur gives the donor the right of return of the assets or releases the donor from the obligation to transfer assets in the future. Payment of the pledge is conditioned upon WC&S meeting certain terms and conditions of the grant agreement, specifically qualified capital expenditures. WC&S has met the terms and conditions of the grant agreement and is awaiting final approval.

SUPPLEMENTARY INFORMATION

**WOMEN'S CENTER AND SHELTER OF
GREATER PITTSBURGH**

CONSOLIDATING STATEMENT OF FINANCIAL POSITION

JUNE 30, 2018

	Women's Center and Shelter	Civil Law Project	Subtotal	Eliminations	Total
Assets					
Cash and cash equivalents	\$ 1,076,714	\$ 5,542	\$ 1,082,256	\$ -	\$ 1,082,256
Restricted cash	1,766,547	511,614	2,278,161	-	2,278,161
Accounts receivable	404,654	-	404,654	-	404,654
Prepaid expenses	99,094	-	99,094	-	99,094
Contributions receivable	561,585	-	561,585	-	561,585
Inter-organization receivable	4,935,304	-	4,935,304	(4,935,304)	-
Investments in trust - fair value	8,524,237	-	8,524,237	-	8,524,237
Interest rate cap	-	210,228	210,228	-	210,228
New Market Tax Credit financing - note receivable	-	8,112,500	8,112,500	-	8,112,500
Construction in progress	10,810,527	-	10,810,527	-	10,810,527
Land, building, and equipment, net	2,001,451	-	2,001,451	-	2,001,451
Total Assets	\$ 30,180,113	\$ 8,839,884	\$ 39,019,997	\$ (4,935,304)	\$ 34,084,693
Liabilities and Net Assets					
Liabilities:					
Accounts payable	\$ 17,210	\$ -	\$ 17,210	\$ -	\$ 17,210
Accrued expenses	1,043,561	-	1,043,561	-	1,043,561
Inter-organization payable	-	4,935,304	4,935,304	(4,935,304)	-
New Market Tax Credit financing - notes payable	11,290,090	-	11,290,090	-	11,290,090
Notes payable	427,383	3,900,000	4,327,383	-	4,327,383
Total Liabilities	12,778,244	8,835,304	21,613,548	(4,935,304)	16,678,244
Net Assets:					
Unrestricted:					
Invested in land, building, and equipment	6,965,588	(962)	6,964,626	-	6,964,626
Board-designated for Reserve Fund	8,743,274	-	8,743,274	-	8,743,274
Undesignated - other	808,327	5,542	813,869	-	813,869
Total unrestricted	16,517,189	4,580	16,521,769	-	16,521,769
Temporarily restricted	750,680	-	750,680	-	750,680
Permanently restricted	134,000	-	134,000	-	134,000
Total Net Assets	17,401,869	4,580	17,406,449	-	17,406,449
Total Liabilities and Net Assets	\$ 30,180,113	\$ 8,839,884	\$ 39,019,997	\$ (4,935,304)	\$ 34,084,693

**WOMEN'S CENTER AND SHELTER OF
GREATER PITTSBURGH**

CONSOLIDATING STATEMENT OF ACTIVITIES

YEAR ENDED JUNE 30, 2018

	Women's Center and Shelter	Civil Law Project	Subtotal	Eliminations	Total
Unrestricted Net Assets:					
Revenues, gains, and other support:					
Contributions:					
Individuals and others	\$ 1,222,498	\$ 424,371	\$ 1,646,869	\$ (424,371)	\$ 1,222,498
Foundations and trusts	591,165	-	591,165	-	591,165
PCADV (DHS federal/state funds)	1,000,088	-	1,000,088	-	1,000,088
Governmental grants	1,465,842	50,000	1,515,842	-	1,515,842
United Way:					
Allocation	200,000	-	200,000	-	200,000
Contributor choice	133,497	-	133,497	-	133,497
Investment income (loss)	687,265	209,250	896,515	-	896,515
Special events - net	152,027	-	152,027	-	152,027
Fees for services	65,212	-	65,212	-	65,212
Other revenues	16,555	-	16,555	-	16,555
Net assets released from restrictions	772,322	-	772,322	-	772,322
Total revenues, gains, and other support	6,306,471	683,621	6,990,092	(424,371)	6,565,721
Expenses:					
Program services:					
Adult services	1,755,410	-	1,755,410	-	1,755,410
Empowerment center	187,831	-	187,831	-	187,831
Prevention and awareness	231,857	-	231,857	-	231,857
Children's program	463,202	-	463,202	-	463,202
Legal advocacy program	911,699	-	911,699	-	911,699
Civil law project	424,371	692,590	1,116,961	(424,371)	692,590
Batterers intervention	486,081	-	486,081	-	486,081
Standing firm	103,701	-	103,701	-	103,701
Medical advocacy program	99,176	-	99,176	-	99,176
Total program services	4,663,328	692,590	5,355,918	(424,371)	4,931,547
Management and general	427,298	-	427,298	-	427,298
Fundraising	327,824	-	327,824	-	327,824
Total expenses	5,418,450	692,590	6,111,040	(424,371)	5,686,669
Change in Unrestricted Net Assets before Nonoperating Items	888,021	(8,969)	879,052	-	879,052
Nonoperating items:					
Gain (loss) on fair market valuation - interest rate cap	-	71,633	71,633	-	71,633
Change in Unrestricted Net Assets	888,021	62,664	950,685	-	950,685
Temporarily Restricted Net Assets:					
Contributions:					
Foundations and trusts	351,137	-	351,137	-	351,137
Net assets released from restriction	(772,322)	-	(772,322)	-	(772,322)
Change in Temporarily Restricted Net Assets	(421,185)	-	(421,185)	-	(421,185)
Change in Net Assets	466,836	62,664	529,500	-	529,500
Net Assets:					
Beginning of year	16,935,033	(58,084)	16,876,949	-	16,876,949
End of year	\$ 17,401,869	\$ 4,580	\$ 17,406,449	\$ -	\$ 17,406,449

**WOMEN'S CENTER AND SHELTER OF
GREATER PITTSBURGH**

CONSOLIDATING STATEMENT OF FINANCIAL POSITION

JUNE 30, 2017

	Women's Center and Shelter	Civil Law Project	Subtotal	Eliminations	Total
Assets					
Cash and cash equivalents	\$ 1,213,848	\$ 2,645	\$ 1,216,493	\$ -	\$ 1,216,493
Restricted cash	5,310,756	382,785	5,693,541	-	5,693,541
Accounts receivable	554,965	1,934	556,899	-	556,899
Prepaid expenses	91,895	-	91,895	-	91,895
Contributions receivable	996,272	-	996,272	-	996,272
Inter-organization receivable	4,046,543	-	4,046,543	(4,046,543)	-
Investments in trust - fair value	7,897,358	-	7,897,358	-	7,897,358
Interest rate cap	-	138,595	138,595	-	138,595
New Market Tax Credit financing - note receivable	-	8,112,500	8,112,500	-	8,112,500
Construction in progress	7,848,018	-	7,848,018	-	7,848,018
Land, building, and equipment, net	2,367,749	-	2,367,749	-	2,367,749
Total Assets	\$ 30,327,404	\$ 8,638,459	\$ 38,965,863	\$ (4,046,543)	\$ 34,919,320
Liabilities and Net Assets					
Liabilities:					
Accounts payable	\$ 355,343	\$ -	\$ 355,343	\$ -	\$ 355,343
Accrued expenses	1,374,978	-	1,374,978	-	1,374,978
Inter-organization payable	-	4,046,543	4,046,543	(4,046,543)	-
New Market Tax Credit financing - notes payable	11,239,650	-	11,239,650	-	11,239,650
Notes payable	422,400	4,650,000	5,072,400	-	5,072,400
Total Liabilities	13,392,371	8,696,543	22,088,914	(4,046,543)	18,042,371
Net Assets:					
Unrestricted:					
Invested in land, building, and equipment	6,779,302	(62,663)	6,716,639	-	6,716,639
Board-designated for Reserve Fund	8,386,903	-	8,386,903	-	8,386,903
Undesignated - other	462,963	4,579	467,542	-	467,542
Total unrestricted	15,629,168	(58,084)	15,571,084	-	15,571,084
Temporarily restricted	1,171,865	-	1,171,865	-	1,171,865
Permanently restricted	134,000	-	134,000	-	134,000
Total Net Assets	16,935,033	(58,084)	16,876,949	-	16,876,949
Total Liabilities and Net Assets	\$ 30,327,404	\$ 8,638,459	\$ 38,965,863	\$ (4,046,543)	\$ 34,919,320

**WOMEN'S CENTER AND SHELTER OF
GREATER PITTSBURGH**

CONSOLIDATING STATEMENT OF ACTIVITIES

YEAR ENDED JUNE 30, 2017

	Women's Center and Shelter	Civil Law Project	Subtotal	Eliminations	Total
Unrestricted Net Assets:					
Revenues, gains, and other support:					
Contributions:					
Individuals and others	\$ 1,246,173	\$ 431,120	\$ 1,677,293	\$ (431,120)	\$ 1,246,173
Foundations and trusts	2,279,002	-	2,279,002	-	2,279,002
PCADV (DHS federal/state funds)	1,055,923	-	1,055,923	-	1,055,923
Governmental grants	1,193,954	50,000	1,243,954	-	1,243,954
United Way:					
Allocation	200,000	-	200,000	-	200,000
Contributor choice	186,233	-	186,233	-	186,233
Investment income (loss)	928,192	69,750	997,942	-	997,942
Special events - net	120,077	-	120,077	-	120,077
Fees for services	64,953	-	64,953	-	64,953
Other revenues	3,237	-	3,237	-	3,237
Net assets released from restrictions	1,261,509	-	1,261,509	-	1,261,509
Total revenues, gains, and other support	8,539,253	550,870	9,090,123	(431,120)	8,659,003
Expenses:					
Program services:					
Adult services	1,477,365	-	1,477,365	-	1,477,365
Empowerment center	141,896	-	141,896	-	141,896
Prevention and awareness	406,738	-	406,738	-	406,738
Children's program	291,918	-	291,918	-	291,918
Legal advocacy program	733,741	-	733,741	-	733,741
Civil law project	431,120	528,129	959,249	(431,120)	528,129
Batterers intervention	427,811	-	427,811	-	427,811
Standing firm	-	-	-	-	-
Medical advocacy program	81,254	-	81,254	-	81,254
Total program services	3,991,843	528,129	4,519,972	(431,120)	4,088,852
Management and general	295,396	-	295,396	-	295,396
Fundraising	357,323	-	357,323	-	357,323
Total expenses	4,644,562	528,129	5,172,691	(431,120)	4,741,571
Change in Unrestricted Net Assets before Nonoperating Items	3,894,691	22,741	3,917,432	-	3,917,432
Nonoperating items:					
Gain (loss) on fair market valuation - interest rate cap	-	(85,405)	(85,405)	-	(85,405)
Change in Unrestricted Net Assets	3,894,691	(62,664)	3,832,027	-	3,832,027
Temporarily Restricted Net Assets:					
Contributions:					
Foundations and trusts	538,499	-	538,499	-	538,499
Net assets released from restriction	(1,261,509)	-	(1,261,509)	-	(1,261,509)
Change in Temporarily Restricted Net Assets	(723,010)	-	(723,010)	-	(723,010)
Change in Net Assets	3,171,681	(62,664)	3,109,017	-	3,109,017
Net Assets:					
Beginning of year	13,763,352	4,580	13,767,932	-	13,767,932
End of year	\$ 16,935,033	\$ (58,084)	\$ 16,876,949	\$ -	\$ 16,876,949