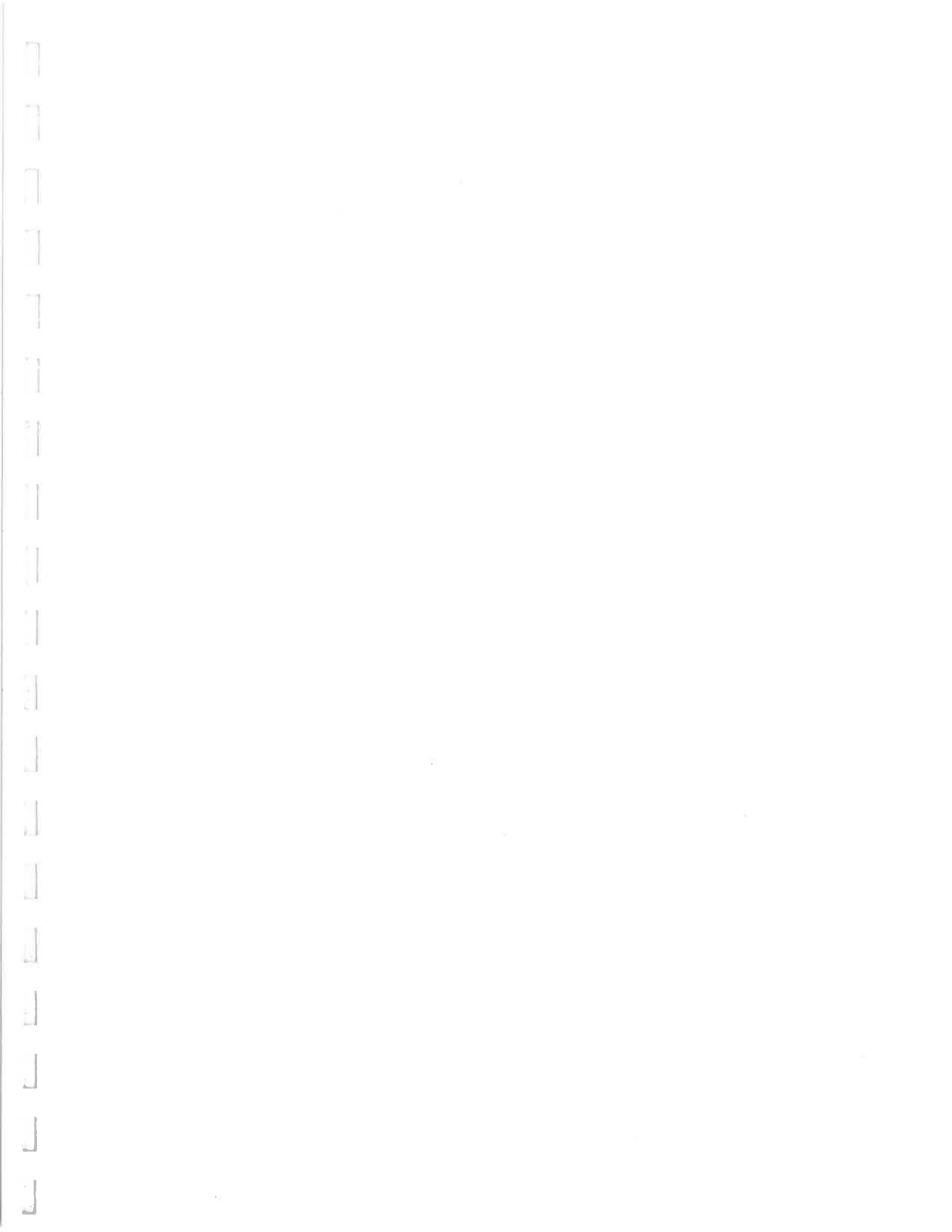




WEINLANDER FITZHUGH

BAY AREA WOMEN'S CENTER
BAY CITY, MICHIGAN

FINANCIAL STATEMENTS
DECEMBER 31, 2017



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WEINLANDER FITZHUGH

CERTIFIED PUBLIC ACCOUNTANTS
& CONSULTANTS

INDEPENDENT AUDITOR'S REPORT

April 11, 2018

Board of Directors
Bay Area Women's Center
Bay City, Michigan

Report on the Financial Statements

We have audited the accompanying financial statements of Bay Area Women's Center (Organization), which comprise the statement of financial position as of December 31, 2017 and the related statements of activities, functional expenses and cash flows for the year 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 U.S. generally accepted accounting principles; this includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the 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 Organization'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 Organization'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 Bay Area Women's Center as of December 31, 2017 and the changes in its net assets and its cash flows for the year then ended in accordance with U.S. generally accepted accounting principles.



WEINLANDER FITZHUGH

Board of Directors
Bay Area Women's Center
April 11, 2018

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 11, 2018, on our consideration of Bay Area Women's Center's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the effectiveness of Bay Area Women's Center's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Bay Area Women's Center's internal control over financial reporting and compliance.

Weinlander Fitzhugh

BAY AREA WOMEN'S CENTER
Statement of Activities
For the Year Ended December 31, 2017

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
<u>Support</u>			
Contributions	\$ 215,913	\$ 100,699	\$ 316,612
Donated material	56,334	0	56,334
Special events:			
Gross special events revenue	84,415	0	84,415
Less direct expenses	(24,983)	0	(24,983)
Net special events	<u>59,432</u>	<u>0</u>	<u>59,432</u>
Total support	<u>331,679</u>	<u>100,699</u>	<u>432,378</u>
<u>Other revenue</u>			
United Way allocations	0	112,473	112,473
Grant revenue	757,388	0	757,388
Interest and dividends	510	0	510
Loss on disposal	(506)	0	(506)
Unrealized gains	211	0	211
Miscellaneous	<u>28,211</u>	<u>0</u>	<u>28,211</u>
Total other revenue	<u>785,814</u>	<u>112,473</u>	<u>898,287</u>
Net assets released from restriction- satisfaction of program restrictions	<u>175,269</u>	<u>(175,269)</u>	<u>0</u>
Total support and revenue	<u>1,292,762</u>	<u>37,903</u>	<u>1,330,665</u>
<u>Expenses</u>			
Program services:			
Domestic Violence	570,981	0	570,981
Community Service	46,162	0	46,162
Sexual Assault	<u>256,808</u>	<u>0</u>	<u>256,808</u>
Total program services	<u>873,951</u>	<u>0</u>	<u>873,951</u>
Support services:			
Management and general	361,157	0	361,157
Fund development	<u>1,410</u>	<u>0</u>	<u>1,410</u>
Total support services	<u>362,567</u>	<u>0</u>	<u>362,567</u>
Total expenses	<u>1,236,518</u>	<u>0</u>	<u>1,236,518</u>
Change in net assets	56,244	37,903	94,147
Net assets - beginning of year	<u>1,890,599</u>	<u>136,815</u>	<u>2,027,414</u>
Net assets - end of year	<u>\$ 1,946,843</u>	<u>\$ 174,718</u>	<u>\$ 2,121,561</u>

See accompanying notes to financial statements.

BAY AREA WOMEN'S CENTER
Statement of Functional Expenses
For the Year Ended December 31, 2017

	Program Services				Supporting Services			
	Total	Domestic Violence	Community Service	Sexual Assault	Total Program Services	Management and General	Fund Development	Total Supporting Services
Salaries and wages	\$ 704,652	\$ 284,599	\$ 35,334	\$ 157,770	\$ 477,703	\$ 226,949	\$ 0	\$ 226,949
Employee benefits	55,069	19,285	3,289	12,796	35,370	19,699	0	19,699
Payroll taxes	54,357	22,964	2,754	12,309	38,027	16,330	0	16,330
Staff fees and contracts	40,664	12,371	0	19,818	32,189	8,475	0	8,475
Workers' compensation	2,503	1,113	164	622	1,899	604	0	604
Payroll preparation fees	1,122	0	0	0	0	1,122	0	1,122
Total salaries and related expenses	858,367	340,332	41,541	203,315	585,188	273,179	0	273,179
Specific assistance to individuals	123,199	97,966	458	19,378	117,802	5,397	0	5,397
Donated supplies	56,334	56,334	0	0	56,334	0	0	0
Utilities	22,619	17,832	0	1,727	19,559	3,060	0	3,060
Insurance	15,730	72	0	0	72	15,658	0	15,658
Office supplies	13,856	685	46	3,556	4,287	9,533	36	9,569
Maintenance	13,489	11,116	0	70	11,186	2,303	0	2,303
Travel and meals	11,936	3,997	582	5,354	9,933	1,201	802	2,003
Professional fees	10,700	0	0	2,200	2,200	8,500	0	8,500
Conferences and education	7,876	1,547	280	3,684	5,511	2,365	0	2,365
Telephone and answering service	7,441	1,545	0	0	1,545	5,896	0	5,896
Postage	2,925	7	7	71	85	2,268	572	2,840
Advertising and publicity	2,763	0	0	0	0	2,763	0	2,763
Dues and subscriptions	2,130	1,146	15	479	1,640	490	0	490
Rent	2,099	1,080	0	0	1,080	1,019	0	1,019
Other costs	2,027	141	0	0	141	1,886	0	1,886
Bank charges	1,680	0	0	0	0	1,680	0	1,680
Equipment rent and maintenance	519	0	0	0	0	519	0	519
Total before depreciation	1,155,690	533,800	42,929	239,834	816,563	337,717	1,410	339,127
Depreciation	80,828	37,181	3,233	16,974	57,388	23,440	0	23,440
Total functional expenses	\$ 1,236,518	\$ 570,981	\$ 46,162	\$ 256,808	\$ 873,951	\$ 361,157	\$ 1,410	\$ 362,567

See accompanying notes to financial statements.

BAY AREA WOMEN'S CENTER
Statement of Financial Position
December 31, 2017

<u>ASSETS</u>	<u>Current Operations</u>	<u>Land, Building and Equipment</u>	<u>Total</u>
<u>Current Assets</u>			
Cash and cash equivalents	\$ 358,225	\$ 0	\$ 358,225
Investments	351,362	0	351,362
Receivables:			
Grants receivable	164,681	0	164,681
Accounts receivable	207	0	207
Prepaid expense	5,891	0	5,891
Total current assets	880,366	0	880,366
<u>Property and Equipment</u>			
Building	0	2,244,850	2,244,850
Land improvements	0	103,089	103,089
Furniture and fixtures	0	88,325	88,325
Computer equipment and software	0	31,874	31,874
Office equipment	0	100,827	100,827
	0	2,568,965	2,568,965
Accumulated depreciation	0	(1,206,223)	(1,206,223)
	0	1,362,742	1,362,742
Land	0	9,039	9,039
Total property and equipment	0	1,371,781	1,371,781
<u>Other Assets</u>			
Beneficial interest in assets held by Community Foundation	1,138	0	1,138
Total Assets	\$ 881,504	\$ 1,371,781	\$ 2,253,285
<u>LIABILITIES AND NET ASSETS</u>			
<u>Current Liabilities</u>			
Accounts payable	\$ 7,869	\$ 0	\$ 7,869
Accrued payroll and payroll taxes	49,408	0	49,408
Deferred revenue	71,734	0	71,734
Other liabilities	2,713	0	2,713
Total current liabilities	131,724	0	131,724
<u>Net Assets</u>			
Unrestricted and undesignated	575,062	1,371,781	1,946,843
Temporarily restricted	174,718	0	174,718
Total net assets	749,780	1,371,781	2,121,561
Total Liabilities and Net Assets	\$ 881,504	\$ 1,371,781	\$ 2,253,285

See accompanying notes to financial statements.

BAY AREA WOMEN'S CENTER
Statement of Cash Flows
For the Year Ended December 31, 2017

Cash Flows From Operating Activities	
Change in net assets	\$ 94,147
Adjustments to reconcile change in net assets to net cash flows from operating activities:	
Depreciation	80,828
Net realized and unrealized (gain) loss	(211)
Loss on disposal	506
Changes in operating assets and liabilities:	
Grants receivable	(64,739)
Pledge receivable	(207)
Prepaid expense	(269)
Accounts payable	379
Deferred revenue	71,734
Accrued payroll and payroll taxes	(242)
Other liabilities	762
Net cash flows from operating activities	<u>182,688</u>
Cash Flows From Investing Activities	
Purchase of equipment	(49,818)
Purchase of investments	(38,018)
Net cash flows from investing activities	<u>(87,836)</u>
Net change in cash	94,852
Cash and cash equivalents - beginning of year	<u>263,373</u>
Cash and cash equivalents - end of year	<u>\$ 358,225</u>

See accompanying notes to financial statements.

BAY AREA WOMEN'S CENTER
Notes to Financial Statements
For the Year Ended December 31, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

The Bay Area Women's Center (Organization) is a nonprofit organization established to provide counseling and shelter for domestic violence and sexual assault victims in Bay and Arenac Counties. The primary funding source is federal, state and local grants, along with allocations from the United Way of Bay County.

Basis of Accounting

The financial statements are prepared on the accrual basis of accounting. That is, revenue is recognized when earned and expenses when incurred.

Estimates

The process of preparing financial statements in conformity with U.S. generally accepted accounting principles requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenues and expenses. Such estimates primarily relate to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts.

Statement of Cash Flows

For purposes of the statement of cash flows, cash equivalents include time deposits and certificates of deposit with original maturities of three months or less. Interest paid for the year was \$0. There were no non-cash activities during the year, except for donated services and goods described later.

Investments

Investments are recorded at fair market value as follows:

Cash and short-term investments - the carrying amount approximates fair value because of the short maturity of those instruments.

Long-term investments - the fair value of investments are generally based on quoted market prices.

Promises to Give

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets. There were no permanently restricted activities during the year.

BAY AREA WOMEN'S CENTER
Notes to Financial Statements
For the Year Ended December 31, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Contributed Services

Contributed services are reflected in the financial statements at the fair value of the services received. The contributions of services are recognized if the services received, (a) create or enhance non-financial assets or, (b) require a specialized skill that is provided by individuals possessing those skills and would typically need to be purchased if not provided by donation. The Organization received contributions of nonprofessional volunteers during the year with a value of \$87,805 primarily for the VOCA program which are not recorded in the statement of activities under U.S. generally accepted accounting procedures.

Donated Goods

The Organization receives a significant amount of donated materials. These materials are recorded as contributions at their estimated fair value at the date of donation. Total value of the donated materials was \$56,334 for the year.

Fixed Assets and Depreciation

The Organization capitalizes major expenditures for land, building and equipment at cost. Donations of land, buildings and equipment are recorded as support at their estimated fair value. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose.

Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. The Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. Depreciation is provided on a straight line basis over the estimated useful lives of the assets.

Building	10-40 years
Land improvements	10-20 years
Equipment	3-10 years

BAY AREA WOMEN'S CENTER
Notes to Financial Statements
For the Year Ended December 31, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Program Services

The Organization's program services are segregated into three categories, as follows:

Domestic Violence - This program is focused on providing temporary counseling, emergency shelter and on-going support groups for victims of domestic violence and their families. No fees are charged to users. The program consists of two types, Domestic Violence Residential and Non-Residential. The first provides overnight support while the other is for single day services.

Community Service - This program provides financial and material assistance for the very low income families in Bay and Arenac counties.

Sexual Assault and the Sexual Assault Nurse Examiners Programs - The sexual assault program provide temporary counseling, emergency shelter and support groups to victims of sexual assault. No fees are charged to users. The Sexual Assault Nurse Examiners Program is a team composed of trained forensic nurses, law enforcement and advocates that respond to sexual assault victims seeking treatment after an assault, including pediatric victims of sexual abuse.

Subsequent Events

Management evaluates events occurring subsequent to the date of the financial statements in determining the accounting for and disclosure of transactions and events that affect the financial statements. Subsequent events have been evaluated through the date of the accompanying Independent Auditor's Report, which is the date the financial statements were available to be issued.

NOTE 2 - INVESTMENTS AND FAIR VALUE MEASUREMENTS

Investments are stated at fair value and are summarized as follows as of December 31, 2017:

Money market funds	\$ 325,866
Certificate of deposits	25,207
Stock and equities	<u>289</u>
Totals	<u><u>\$ 351,362</u></u>

BAY AREA WOMEN'S CENTER
Notes to Financial Statements
For the Year Ended December 31, 2017

NOTE 2 - INVESTMENTS AND FAIR VALUE MEASUREMENTS (CONTINUED)

Professional standards establish a framework for measuring value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under professional standards are described as follows:

- Level 1 Unadjusted quoted prices in active markets that are accessible at the measurement date for identical, unrestricted assets or liabilities.
- Level 2 Quoted prices in markets that are not considered to be active or financial statements for which all significant inputs are observable, either directly or indirectly.
- Level 3 Prices or valuations that require inputs that are both significant to the fair value measurement and unobservable.

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

The following table presents assets at fair value on a recurring basis during the period by level within the fair value hierarchy, as of December 31, 2017.

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Money market funds	\$ 325,866	\$ 0	\$ 0	\$ 325,866
Certificate of deposits	25,207	0	0	25,207
Stock and equities	289	0	0	289
	<u>\$ 351,362</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 351,362</u>

The following methods and assumptions were used to estimate the fair value of assets and liabilities in the table above:

The fair value of the Organization's stocks and equities is based on quoted market prices.

NOTE 3 - RETIREMENT PLAN

The Organization has a 403(b) deferred annuity plan (Plan) covering all employees upon completion of one year of service. The Organization's contributions are equal to 2% of the monthly compensation of the participating employees. Total expenses related to the Plan for the year ended December 31, 2017 were \$12,077.

BAY AREA WOMEN'S CENTER
Notes to Financial Statements
For the Year Ended December 31, 2017

NOTE 4 - RESTRICTIONS ON ASSETS

Temporarily restricted net assets of \$174,718 consist of \$122,148 in funds held for prevention education, \$27,570 in United Way contributions to be used for the domestic violence program and \$25,000 to be used for the shelter operations project.

Net assets were released from restriction by the Board due to an absence of donor imposed restrictions, by incurring expenses satisfying the purpose or time restrictions specified by donors as follows:

United Way Campaign	\$ 112,798
Pledges receivable	25,000
Special projects	<u>37,471</u>
Total restrictions released	<u>\$ 175,269</u>

NOTE 5 - LINE OF CREDIT

The Organization has a \$100,000 line of credit with First State Bank. The interest rate will be equal to the Bank's index rate, not to exceed 9.0% per annum or the maximum rate allowed by applicable law. As of December 31, 2017, the balance of the line of credit is \$0.

NOTE 6 - INCOME TAXES

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

The Organization's income tax returns are subject to examination by the appropriate taxing jurisdictions. As of December 31, 2017, the Organization's federal tax return generally remains open for the last three years.

BAY AREA WOMEN'S CENTER
Notes to Financial Statements
For the Year Ended December 31, 2017

NOTE 7 - ENDOWMENT FUND WITH BAY AREA COMMUNITY FOUNDATION

The Organization is the beneficiary under an endowment fund agreement with the Bay Area Community Foundation (Foundation). A portion of the assets, \$1,138 is included in the statement of financial position of the Organization. The remaining portion, \$132,753, is included on the statement of financial position of the Foundation. The Organization does not exercise any control over the principal of the fund but, based on a formula, certain amounts of the fund may be distributed to and expended by the Organization.

Variance power has been granted to the Foundation for the assets in the endowment fund. If the Organization ceases to exist or no longer performs its functions under the provisions of the agreement, the Foundation shall continue to administer and disburse fund assets in a manner deemed appropriate.

The endowment fund includes funds designated by the Organization. As required by U.S. GAAP, net assets associated with endowment funds, including funds designated by the Organization to function as endowments, are classified and reported based on the existence or absence of donor-imposed restriction.

Investment and spending policies are determined by the Foundation, in accordance with established guidelines adopted by the Foundation's governing board.

Income available for spending is determined by a total return system. The amount to be spent in the coming year is calculated each September 30th and is reviewed and approved by the Finance Committee annually. The calculation formula is as follows:

- a) Each year at September 30th a 12 quarter rolling average of the market value of each Fund is determined;
- b) The annual amount available to be spent is 5% of the market value calculated in "a" above.

The "income" that may be spent, as determined in this paragraph, may be drawn from both ordinary earned income (i.e., dividends, interest, rents, royalties, etc.) and earned and unearned appreciation.

BAY AREA WOMEN'S CENTER
Notes to Financial Statements
For the Year Ended December 31, 2017

NOTE 7 - ENDOWMENT FUND WITH BAY AREA COMMUNITY FOUNDATION (CONTINUED)

Endowment Net Asset Composition by Type of Fund as of December 31, 2017

	<u>Unrestricted</u>
Board designated endowment funds	<u>\$ 1,138</u>

Changes in Endowment Net Assets for the Year Ended December 31, 2017

	<u>Unrestricted</u>
Endowment net assets, beginning of the year	<u>\$ 1,034</u>
Investment return:	
Investment income	33
Net gain (loss) (realized and unrealized)	129
Total investment return	<u>162</u>
Appropriation of endowment assets for expenditure	(51)
Administrative and investment fees	(7)
Total investment return	<u>(58)</u>
Endowment net assets, end of the year	<u>\$ 1,138</u>

BAY AREA WOMEN'S CENTER
Notes to Financial Statements
For the Year Ended December 31, 2017

NOTE 8 - GRANT REVENUE

Grant revenue for the year consists of:

Victims of Crime Act	\$ 248,989
Michigan Domestic and Sexual Violence Protection and Treatment	174,315
Transitional Supportive Housing Program	102,345
SANE	43,398
SACS	56,484
Bay County Safe Haven	55,428
STOP Violence Against Women	44,839
Child and Adult Care Food Program	<u>31,590</u>
	<u>\$ 757,388</u>

NOTE 9 - UPCOMING ACCOUNTING PRONOUNCEMENT

Financial Accounting Standards Board (FASB) Accounting Standards Update (ASU) 2016-14, *Presentation of Financial Statements of Not-for-Profit Entities* was released on August 18, 2016 and will be effective for the Organization's year ended December 31, 2018. The upcoming financial reporting changes are expected to simplify and improve not-for-profit financial statements and footnote disclosures. This new guidance will result in reporting changes related to net asset classifications, underwater endowments, liquidity and availability required disclosures, functional expense allocation, investment return and expenses disclosures, and statement of cash flows presentation. The Organization is in the process of evaluating the financial statement impact of this ASU as adoption will result in significant changes to financial reporting and disclosures.



WEINLANDER FITZHUGH

CERTIFIED PUBLIC ACCOUNTANTS
& CONSULTANTS

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

April 11, 2018

Board of Directors
Bay Area Women's Center
Bay City, Michigan

We have audited, in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Bay Area Women's Center (Organization), which comprise the statement of financial position as of December 31, 2017 and the related statements of activities and cash flows for the year then ended and the related notes to the financial statements and have issued our report thereon dated April 11, 2018.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Bay Area Women's Center's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements but not for the purpose of expressing an opinion on the effectiveness of Bay Area Women's Center's internal control. Accordingly, we do not express an opinion on the effectiveness of Bay Area Women's Center's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the Organization's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

-15-



Board of Directors
Bay Area Women's Center
April 11, 2018

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Bay Area Women's Center's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing and not to provide an opinion on the effectiveness of the Organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Weinlander Fitzhugh

BAY AREA WOMEN'S CENTER
Summary Schedule of Prior Year Findings
For the Year Ended December 31, 2017

There were no matters reported in the prior year's audit.