

Financial Statements

Domestic Abuse Project, Inc.

Minneapolis, Minnesota

For the Years Ended
June 30, 2020 and 2019

Domestic Abuse Project, Inc.
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June 30, 2020 and 2019

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Domestic Abuse Project, Inc.
Minneapolis, Minnesota

We have audited the accompanying financial statements of Domestic Abuse Project, Inc. (a nonprofit corporation) which comprise the statements of financial position as of June 30, 2020 and 2019, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

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 auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Domestic Abuse Project, Inc. as of June 30, 2020 and 2019, and the changes in its net assets and its cash flows for the years then ended in accordance with the accounting principles generally accepted in the United States of America.

ABDO, EICK & MEYERS, LLP
Minneapolis, Minnesota
November 19, 2020

FINANCIAL STATEMENTS

Domestic Abuse Project, Inc.
 Statements of Financial Position
 June 30, 2020 and 2019

	2020	2019
Assets		
Current Assets		
Cash and cash equivalents	\$ 271,095	\$ 167,989
Accounts receivable	1,880	1,654
Pledges receivable, current portion	9,450	13,450
Grants and contracts receivable	80,038	87,219
Prepaid expenses	28,233	30,347
Total Current Assets	390,696	300,659
Property and Equipment		
Buildings and improvements	148,789	148,789
Equipment	119,134	153,844
Total Property and Equipment, Cost	267,923	302,633
Accumulated Depreciation	(157,070)	(139,292)
Total Property and Equipment, Net	110,853	163,341
Noncurrent Assets		
Pledges receivable, long-term, net of discounts of \$1,596 and \$1,583 and allowance for doubtful accounts of \$4,532 and \$5,549 in 2020 and 2019, respectively	2,104	15,534
Unemployment trust	58,968	52,142
Total Noncurrent Assets	61,072	67,676
Total Assets	\$ 562,621	\$ 531,676

See Independent Auditor's Report and Notes to the Financial Statements.

Domestic Abuse Project, Inc.
 Statements of Financial Position (Continued)
 June 30, 2020 and 2019

	2020	2019
Liabilities		
Current Liabilities		
Accounts payable	\$ 4,762	\$ 6,090
Accrued payroll	57,467	76,762
Other accrued expenses	2,707	1,601
Paycheck Protection Program refundable advance	113,770	-
Total Liabilities	178,706	84,453
Net Assets		
Without donor restrictions	318,884	377,149
With donor restrictions	65,031	70,074
Total Net Assets	383,915	447,223
Total Liabilities and Net Assets	\$ 562,621	\$ 531,676

See Independent Auditor's Report and Notes to the Financial Statements.

Domestic Abuse Project, Inc.
Statements of Activities
For the Year Ended June 30, 2020
(With Comparative Information for the Year Ended June 30, 2019)

	Without Donor Restrictions	With Donor Restrictions	2020 Total	2019 Total
Support and Revenue				
Support				
Individual contributions, net of direct benefit to donors of \$13,329	\$ 235,537	\$ 787	\$ 236,324	\$ 120,843
Government agencies	831,441	-	831,441	832,817
Public grants	186,000	50,000	236,000	215,899
In-kind services	105,163	-	105,163	64,642
Total Support	<u>1,358,141</u>	<u>50,787</u>	<u>1,408,928</u>	<u>1,234,201</u>
Revenue				
Client fees	23,413	-	23,413	32,002
Gain (loss) on investments	(460)	-	(460)	2,265
Other income	5,121	-	5,121	435,328
Total Revenue	<u>28,074</u>	<u>-</u>	<u>28,074</u>	<u>469,595</u>
Net Assets Released from Restriction				
Satisfaction of time restrictions	<u>55,830</u>	<u>(55,830)</u>	<u>-</u>	<u>-</u>
Total Support and Revenue	<u>1,442,045</u>	<u>(5,043)</u>	<u>1,437,002</u>	<u>1,703,796</u>
Expenses				
Program services	<u>1,147,628</u>	<u>-</u>	<u>1,147,628</u>	<u>1,295,600</u>
Support services				
Management and general	204,867	-	204,867	232,124
Fundraising	147,815	-	147,815	197,424
Total Support Services	<u>352,682</u>	<u>-</u>	<u>352,682</u>	<u>429,548</u>
Total Expenses	<u>1,500,310</u>	<u>-</u>	<u>1,500,310</u>	<u>1,725,148</u>
Change in Net Assets	(58,265)	(5,043)	(63,308)	(21,352)
Net Assets, Beginning of Year	<u>377,149</u>	<u>70,074</u>	<u>447,223</u>	<u>468,575</u>
Net Assets, End of Year	<u>\$ 318,884</u>	<u>\$ 65,031</u>	<u>\$ 383,915</u>	<u>\$ 447,223</u>

See Independent Auditor's Report and Notes to the Financial Statements.

Domestic Abuse Project, Inc.
Statements of Activities (Continued)
For the Year Ended June 30, 2019

	Without Donor Restrictions	With Donor Restrictions	Total
Support and Revenue			
Support			
Individual contributions, net of direct benefit direct benefit to donors of \$21,344	\$ 61,532	\$ 59,311	\$ 120,843
Government agencies	832,817	-	832,817
Public grants	170,899	45,000	215,899
In-kind services	64,642	-	64,642
Total Support	1,129,890	104,311	1,234,201
Revenue			
Client fees	32,002	-	32,002
Gain on investments	2,265	-	2,265
Other income	435,328	-	435,328
Total Revenue	469,595	-	469,595
Net Assets Released from Restriction			
Satisfaction of program restrictions	181,839	(181,839)	-
Total Support and Revenue	1,781,324	(77,528)	1,703,796
Expenses			
Program services	1,295,600	-	1,295,600
Support services			
Management and general	232,124	-	232,124
Fundraising	197,424	-	197,424
Total Support Services	429,548	-	429,548
Total Expenses	1,725,148	-	1,725,148
Change in Net Assets	56,176	(77,528)	(21,352)
Net Assets, Beginning of Year	320,973	147,602	468,575
Net Assets, End of Year	\$ 377,149	\$ 70,074	\$ 447,223

See Independent Auditor's Report and Notes to the Financial Statements.

Domestic Abuse Project, Inc.
Statements of Functional Expenses
For the Year Ended June 30, 2020
(With Comparative Information for the Year Ended June 30, 2019)

	Program Services	Supporting Services			2020 Total	2019 Total
		Management and General	Fundraising	Supporting Services		
Personnel Costs						
Salaries and wages	\$ 685,192	\$ 120,501	\$ 71,070	\$ 191,571	\$ 876,763	\$ 1,029,320
Payroll taxes	49,983	10,545	5,273	15,818	65,801	78,242
Employee benefits	38,175	8,639	4,061	12,700	50,875	73,285
Total Personnel Costs	<u>773,350</u>	<u>139,685</u>	<u>80,404</u>	<u>220,089</u>	<u>993,439</u>	<u>1,180,847</u>
Expenses						
Publicity	-	-	-	-	-	215
Bad debt	-	1,778	-	1,778	1,778	13,494
Bank and credit card fees	757	535	5,303	5,838	6,595	3,816
Board training	-	273	-	273	273	7
Computer and software	56,371	1,221	4,379	5,600	61,971	69,444
Contracted services and consultants	1,467	121	3,260	3,381	4,848	16,030
Dues and subscriptions	2,129	1,179	-	1,179	3,308	1,729
Insurance	14,799	2,787	1,458	4,245	19,044	20,450
Interest expense	-	5	-	5	5	2,635
Office supplies	1,678	3,646	799	4,445	6,123	12,567
Printing and design	1,925	303	1,293	1,596	3,521	2,665
Professional fees	20,878	8,030	24,625	32,655	53,533	191,222
Property taxes	-	-	-	-	-	1,884
Rent	110,380	18,886	10,362	29,248	139,628	81,388
Repairs and maintenance	4,073	857	429	1,286	5,359	15,765
Telephone	14,959	1,709	854	2,563	17,522	21,418
Travel	3,383	779	281	1,060	4,443	8,799
Treatment and training materials	13,193	164	109	273	13,466	14,078
Utilities	5,654	1,190	595	1,785	7,439	7,936
In-kind expenses	82,657	13,041	9,465	22,506	105,163	-
Miscellaneous	84	280	-	280	364	1,769
Total Expenses Before Depreciation	<u>1,107,737</u>	<u>196,469</u>	<u>143,616</u>	<u>340,085</u>	<u>1,447,822</u>	<u>1,668,158</u>
Depreciation	<u>39,891</u>	<u>8,398</u>	<u>4,199</u>	<u>12,597</u>	<u>52,488</u>	<u>56,990</u>
Total Expenses	<u>\$ 1,147,628</u>	<u>\$ 204,867</u>	<u>\$ 147,815</u>	<u>\$ 352,682</u>	<u>\$ 1,500,310</u>	<u>\$ 1,725,148</u>

See Independent Auditor's Report and Notes to the Financial Statements.

Domestic Abuse Project, Inc.
 Statements of Functional Expenses (Continued)
 For the Year Ended June 30, 2019

	Program Services	Supporting Services		Total
		Management and General	Fundraising	
Personnel Costs				
Salaries and wages	\$ 822,222	\$ 113,453	\$ 93,645	\$ 1,029,320
Payroll taxes	61,648	9,657	6,937	78,242
Employee Benefits	58,139	8,550	6,596	73,285
Total Personnel Costs	<u>942,009</u>	<u>131,660</u>	<u>107,178</u>	<u>1,180,847</u>
Expenses				
Publicity	120	95	-	215
Bad debt	13,362	132	-	13,494
Bank and credit card fees	791	352	2,673	3,816
Board training	-	7	-	7
Computer and software	62,262	947	6,235	69,444
Contracted services and consultants	1,884	1,764	12,382	16,030
Dues and subscriptions	260	1,469	-	1,729
Insurance	16,074	2,536	1,840	20,450
Interest expense	-	2,635	-	2,635
Office supplies	8,518	2,865	1,184	12,567
Printing and design	1,428	189	1,048	2,665
Professional fees	100,518	39,251	51,453	191,222
Property taxes	1,481	233	170	1,884
Rent	44,290	33,801	3,297	81,388
Repairs and maintenance	12,573	1,773	1,419	15,765
Telephone	18,586	1,641	1,191	21,418
Travel	6,346	1,517	936	8,799
Treatment and training materials	13,625	21	432	14,078
Utilities	6,238	984	714	7,936
Miscellaneous	441	1,185	143	1,769
Total Expenses Before Depreciation	<u>1,250,806</u>	<u>225,057</u>	<u>192,295</u>	<u>1,668,158</u>
Depreciation	<u>44,794</u>	<u>7,067</u>	<u>5,129</u>	<u>56,990</u>
Total Expenses	<u>\$ 1,295,600</u>	<u>\$ 232,124</u>	<u>\$ 197,424</u>	<u>\$ 1,725,148</u>

See Independent Auditor's Report and Notes to the Financial Statements.

Domestic Abuse Project, Inc.
 Statements of Cash Flows
 For the Years Ended June 30, 2020 and 2019

	2020	2019
Cash Flows from Operating Activities		
Change in net assets	\$ (63,308)	\$ (21,352)
Adjustments to reconcile change in net assets to net cash used by operating activities:		
Depreciation expense	52,488	56,990
Gain on sale of land and building	-	(431,250)
(Increase) decrease in assets:		
Accounts receivable	(226)	8,484
Pledges receivable	17,430	112,827
Grants and contracts receivable	7,181	95,267
Prepaid expenses	2,114	(12,360)
Unemployment trust	(6,826)	4,952
Increase (decrease) in liabilities:		
Accounts payable	(1,328)	(40,146)
Accrued payroll	(19,295)	(22,270)
Other accrued expenses	1,106	1,258
Net Cash Used by Operating Activities	(10,664)	(247,600)
 Cash Flows from Investing Activities		
Purchase of property and equipment	-	(151,391)
Proceeds from sale of land and building	-	459,000
Net Cash Provided by Investing Activities	-	307,609
 Cash Flows from Financing Activities		
Proceeds from refundable advance	113,770	-
Principal payments on long-term debt	-	(144,611)
Net Cash Provided (Used) by Financing Activities	113,770	(144,611)
 Change in Cash and Cash Equivalents	103,106	(84,602)
 Cash and Cash Equivalents, Beginning of Year	167,989	252,591
 Cash and Cash Equivalents, End of Year	\$ 271,095	\$ 167,989
 Supplemental Information:		
Interest paid	\$ 5	\$ 2,635
 Fixed Assets Financed by Debt	\$ -	\$ 66,629
 Supplemental Schedule of Noncash Investing Activities		
Disposal of Fully Depreciated Assets	\$ 34,710	\$ -

See Independent Auditor's Report and Notes to the Financial Statements.

Domestic Abuse Project, Inc.
Notes to the Financial Statements
June 30, 2020 and 2019

Note 1: Summary of Significant Accounting Policies

A. Nature of Activities

Domestic Abuse Project, Inc. (the Organization) was incorporated in 1979 as a Minnesota nonprofit corporation. The Organization's mission is to promote safe and healthy family relationships by stopping domestic violence as it occurs and working to prevent it in the future. It was founded as a response to women's request for help to end the violence, not their relationship. To this end, the Organization has always provided a unique continuum of care – from immediate crisis intervention through long-term behavior change for every member of the family.

To achieve this mission, Domestic Abuse Project, Inc. provides counseling, education, and advocacy to families affected by domestic abuse to give them the tools to transform their lives. On a larger scale, the Organization works to strengthen the community's response to domestic violence by educating and informing public policy makers and community members. The Organization is supported primarily through local donor contributions and grants from government and local foundations.

The Organization has two major programs:

Therapy - to provide individual, group, couple and family counseling services for men, women and children who are in families in which domestic violence occurs.

Community Intervention/Advocacy - to develop and coordinate an effective, consistent community systems response which strongly discourages domestic abuse and enforces sanctions against it.

B. Basis of Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with United States generally accepted accounting principles. Net assets, revenues, expenses, gains and losses are classified based on the existence or absence of donor imposed restrictions. Accordingly, net assets of the Organization and related changes are classified and reported as follows:

Net Assets Without Donor Restrictions - Net assets that are not subject to donor-imposed stipulations or where donor-imposed stipulations are met in the year of the contribution. These net assets are subject to the Board of Directors' discretionary control.

Net Assets With Donor Restrictions - Net assets with donor restrictions are those resources subject to donor imposed restrictions, which will be satisfied by actions of the Organization or passage of time. The Organization had net assets with donor restrictions consisted of time-restricted individual and foundation pledges of \$65,031 and \$70,074 at June 30, 2020 and 2019, respectively.

C. Cash Equivalents

For the purposes of the statement of cash flows, the Organization considers investments with an original maturity of three months or less to be cash equivalents. At times, balances maintained at financial institutions may exceed the federally insured limit. Cash balances did not exceed the limit at June 30, 2020 and 2019.

D. Accounts and Contracts Receivable

Accounts receivable consist primarily of amounts billed for training and therapy services. Management provides for probable uncollectible amounts through a valuation allowance based on its assessment of the current status of individual accounts. Balances that are still outstanding after management has used reasonable collection efforts are written off.

Domestic Abuse Project, Inc.
Notes to the Financial Statements
June 30, 2020 and 2019

Note 1: Summary of Significant Accounting Policies (Continued)

E. Pledges Receivable

The Organization records pledges as revenue when an unconditional commitment to contribute has been made by a donor. Such pledges are recorded after being discounted to the anticipated net present value of cash flows. Pledges increase contributions with donor restrictions or contributions without donor restrictions. Management provides for probable uncollectible amounts through a valuation allowance based on its assessment of the current status of individual accounts. Balances that are still outstanding after management has used reasonable collection efforts are written off.

F. Grants Receivable

The Organization records grants receivable as revenue when an unconditional commitment to contribute has been made by a donor or grantor. Such grants increase contributions with donor restrictions or contributions without donor restrictions. Grants deemed not to be collectible are not recorded. Balances that are still outstanding after management has used reasonable collection efforts are written off. All grants for services receivable are expected to be collected within one year of the statement of financial position date.

G. Property and Equipment

Property and equipment are recorded at cost or, in the case of contributed property, at fair value at the date of contribution. Expenditures for replacements, maintenance, and repairs that do not improve or extend the life of the respective assets are expensed as incurred. At the time assets are retired or otherwise disposed of, the cost and related accumulated depreciation are eliminated from the accounts and any resulting gain or loss is included in the statement of activities. The Organization generally capitalizes asset purchases over \$1,000.

Assets are depreciated using the straight-line and accelerated methods over the following useful lives:

Building Improvements	5 years
Equipment and Furnishings	3 - 7 years

For the years ended June 30, 2020 and 2019, depreciation expense was \$52,488 and \$56,990 respectively.

H. Revenue Recognition

Contributions received are recorded support with donor restrictions or without donor restrictions depending on the existence and/or nature of any donor restrictions. Support that is restricted by the donor is reported as with donor restrictions. When a restriction is satisfied, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. If, however, restricted contributions are received and released from restriction in the same year, the support is recognized as without donor restrictions in the financial statements. Unconditional promises to give are recognized as revenue in the period received and as assets or decreases of liabilities, depending on the form of benefits received. Intentions to give and conditional contributions are recognized when the conditions on which they depend are substantially met.

I. In-kind Contributions

In-kind contributions are recorded as contributions at their estimated fair value on the date received. The value of the contribution of services is recognized as both revenue and an expense to the Organization. The Organization recognized \$105,163 and \$64,642 of donated legal/human resource services and 24 Hotline volunteer hours for the years ended June 30, 2020 and 2019, respectively.

The Organization recognizes the fair value of contributed services received, if such services a) create or enhance nonfinancial assets or b) require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not contributed. The Organization receives services from a large number of volunteers who give significant amounts of their time to the Organization's programs and fundraising campaigns but which do not meet the criteria for financial statement recognition.

Note 1: Summary of Significant Accounting Policies (Continued)

J. Functional Expense Allocation

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

K. Publicity

Publicity costs are expensed as incurred and total \$0 and \$215 for the years ended June 30, 2020 and 2019, respectively.

L. Unemployment Trust

The Organization participates in an employment insurance trust. The Organization makes contributions into the trust through monthly premiums, which are held in a reserve on its behalf. Any unemployment claims charged to the Organization are paid out of the reserve. When unemployment claims are lower than anticipated, the Organization's cash reserve balance increases.

M. 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 disclosures of contingent assets and liabilities at the date of the financial statements and the amounts of revenues and expenses during the reporting periods. Actual results could differ from those estimates.

N. Subsequent Events

Subsequent events have been evaluated through November 19, 2020, the date of the financial statements were available for issuance.

O. New Accounting Pronouncements

The Organization has adopted Accounting Standards Update (ASU) No. 2014-09, Revenue from Contracts with Customers (Topic 606) and ASU No. 2018-08, Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made (Topic 958), as amended as management believes the standard improves the usefulness and understandability of the Organization's financial reporting. Analysis of various provisions of this standard resulted in no significant changes in the way the Organization recognizes revenue, and therefore, no changes to the previously issued audited financial statements were required on a retrospective basis. The presentation and disclosures of revenue have been enhanced in accordance with the standard.

In March 2016, the FASB issued ASU No. 2016-02, *Leases*, as a new topic, Accounting Standards Codification 842. The objective of ASU No. 2016-02 is to increase transparency and comparability among organizations by reorganizing lease assets and lease liabilities on the statement of financial position and disclosing key information about leasing arrangements. ASU No. 2016-02 is effective for annual reporting periods beginning after December 15, 2020, and shall be applied using either a full retrospective or modified retrospective approach. Early adoption is permitted. The new guidance is effective for the Organization for the year ended June 30, 2022. The Organization is currently evaluating the impact on the results of operations, financial condition and cash flows and has not determined the impact on its financial statements at this time.

Domestic Abuse Project, Inc.
Notes to the Financial Statements
June 30, 2020 and 2019

Note 2: Pledges Receivable

The balances of all promises to give at June 30 were:

	2020	2019
Promises to give expected to be collected in:		
Less than one year	\$ 9,450	\$ 13,450
Long-term	8,232	22,666
Total Pledges Receivable	17,682	36,116
Less: Discount to Present Value at 5%	(1,596)	(1,583)
Less: Allowance for Doubtful Pledges	(4,532)	(5,549)
Total Net Pledges Receivable	\$ 11,554	\$ 28,984

Note 3: Line of Credit

The Organization has a \$100,000 line of credit bearing interest at 6.25%. The line is collateralized by substantially all assets of the Organization and matures on May 30, 2022. There was no interest expense incurred on the line of credit as of June 30, 2020 and 2019. There was no outstanding balance as of June 30, 2020 and 2019.

Note 4: Accrued Expenses

Accrued expenses consisted of the following at June 30:

	2020	2019
Accrued Wages	\$ 44,181	\$ 40,978
Accrued PTO	13,286	35,783
Other Accrued	2,707	1,602
Total Accrued Expenses	\$ 60,174	\$ 78,363

Note 5: Paycheck Protection Program Notes Payable

In April, 2020, the Organization entered into a promissory note agreement with Bremer Bank in the amount of \$204,300 pursuant to the Paycheck Protection Program (PPP) created by the Coronavirus Aid, Relief, and Economic security Act (CARES Act) and governed by the Small Business Administration (SBA). The note accrues interest at 1 percent per annum and is scheduled to mature March 2022. Up to 100 percent of the loan is forgivable when used to pay specified payroll and other costs within the qualified period (generally 24 weeks after receiving the funds). As of June 30, 2020, the Organization has a refundable advance outstanding amount of \$113,770.

Domestic Abuse Project, Inc.
Notes to the Financial Statements
June 30, 2020 and 2019

Note 6: Income Taxes

The Organization is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and Minnesota Statute 290.05. Because the Organization is a public charity, contributions to it may be deductible for tax purposes.

Management believes that it is not reasonably possible for any tax position benefits to increase or decrease significantly over the next 12 months. As of June 30, 2020 and 2019, there were no income tax related accrued interest or penalties recognized in either the statement of financial position or the statement of activities.

The Organization files informational returns in the U.S. federal jurisdiction, and in the Minnesota state jurisdiction. U.S. federal returns and Minnesota returns essentially remain open for possible examination for a period of three years after the respective filing deadlines of those returns.

Note 7: Operating Leases

The Organization has operating leases, expiring between December 2019 to July 2021, for office space and equipment. Rent expense was approximately \$139,629 and \$81,388 in 2020 and 2019, respectively.

As of October 5, 2018, the Organization entered into a lease for a new building location. The lease has a term of 63 months with a commencement date of November 15, 2018 and a termination date of February 29, 2024.

The Organization's minimum rental commitments under these operating leases at June 30, 2020 were as follows:

Year Ending June 30,	Amounts
2021	\$ 129,185
2022	129,190
2023	132,805
2024	109,020
Total	<u>\$ 500,200</u>

Domestic Abuse Project, Inc.
Notes to the Financial Statements
June 30, 2020 and 2019

Note 8: Liquidity and Availability of Financial Assets

The Organization's liquid financial assets available to meet cash needs for general expenditures within one year of June 30, 2020 and 2019 are summarized as follows:

	2020	2019
Financial Assets		
Cash and cash equivalents	\$ 271,095	\$ 167,989
Accounts receivable	1,880	1,654
Pledges receivable	11,554	28,984
Grants and contracts receivable	80,038	87,219
Total Financial Assets	364,567	285,846
Less Those Unavailable for General Expenditure Within One Year, Due to:		
Donor restrictions	(8,232)	(15,534)
Financial Assets Available to Meet Cash Needs for General Expenditures Within One Year	\$ 356,335	\$ 270,312

The Organization's board of directors has approved and monitors a comprehensive set of policies which govern the responsibilities and limitations of financial management. In turn, management routinely monitors liquidity and cash reserves which fund operations and program service delivery in accordance with these board established policies. Additionally, liquidity measures are tracked and provided to the board of directors as part of its regular reporting cycle and to funders as requested.

Liquid financial assets available for general expenditure (that is without donor restriction or organizational designation which limit their use) within one year of the date of the statement of financial position include the following:

- Advancements from the line of credit when liquidity falls below the ability to meet financial obligations due within 30 days.
- Payments to the line of credit occur when liquidity rises above the ability to meet financial obligations due within 30 days.

Note 9: Concentration of Funding Sources

A material part of the Organization's business is dependent upon a contract with government agencies, the loss of which would have a material adverse effect on the Organization. Approximately 57% and 49% of the Organization's revenue and support for the years ended June 30, 2020 and 2019, respectively, were provided from government agencies.

Note 10: COVID-19

In December 2019, a novel strain of coronavirus (COVID-19) surfaced. The spread of COVID-19 around the world during 2020 has caused significant volatility in U.S. and international markets. There is significant uncertainty around the breadth and duration of business disruptions related to COVID-19, as well as its impact on the U.S. and international economies and, as such, the Organization is unable to determine if it will have a material impact to its operations.