

KING COUNTY SEXUAL ASSAULT RESOURCE CENTER

FINANCIAL STATEMENTS  
With Independent Auditor's Report

YEARS ENDED DECEMBER 31, 2014 AND 2013

OMB A-133 SUPPLEMENTARY FINANCIAL REPORTS  
YEAR ENDED DECEMBER 31, 2014



KING COUNTY SEXUAL ASSAULT RESOURCE CENTER

FINANCIAL STATEMENTS

YEARS ENDED DECEMBER 31, 2014 AND 2013

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INDEPENDENT AUDITOR'S REPORT

May 21, 2015

Board of Directors  
King County Sexual Assault Resource Center  
Renton, Washington

We have audited the accompanying financial statements of King County Sexual Assault Resource Center (a nonprofit corporation), which comprise the statements of financial position as of December 31, 2014 and 2013, and the related statements of activity, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

**Management's Responsibility for the Financial Statements**

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

**Auditors' Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America 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 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 in the first paragraph of this letter present fairly, in all material respects, the financial position of King County Sexual Assault Resource Center as of December 31, 2014 and 2013, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Other Information*

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the schedule of state financial assistance are presented for purposes of additional analysis and are not a required part of the 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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 financial statements as a whole.

### *Other Reporting Required by Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 21, 2015 on our consideration of King County Sexual Assault Resource 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 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 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 King County Sexual Assault Resource Center's internal control over financial reporting and compliance.



Jacobson Jarvis & Co, PLLC

KING COUNTY SEXUAL ASSAULT RESOURCE CENTER

STATEMENTS OF FINANCIAL POSITION

DECEMBER 31, 2014 AND 2013

<u>ASSETS</u>		<u>2014</u>	<u>2013</u>
Current Assets			
Cash and cash equivalents		\$ 1,063,082	\$ 859,461
Grants and accounts receivable		421,634	428,963
Promises to give		139,595	134,097
Prepays and deposits		124,509	120,571
	Total Current Assets	<u>1,748,820</u>	<u>1,543,092</u>
Furniture and Equipment		407,714	361,312
Accumulated Depreciation		<u>(306,963)</u>	<u>(299,126)</u>
	Net Furniture and Equipment	<u>100,751</u>	<u>62,186</u>
		<u>\$ 1,849,571</u>	<u>\$ 1,605,278</u>
<u>LIABILITIES AND NET ASSETS</u>			
Current Liabilities			
Accounts payable		\$ 103,809	\$ 48,216
Accrued payroll and related liabilities		249,896	237,872
Deferred revenue		55,156	-
Current portion, copier lease		13,612	7,761
	Total Current Liabilities	<u>422,473</u>	<u>293,849</u>
Copier Lease, less current portion above		<u>58,719</u>	<u>10,847</u>
	Total Liabilities	<u>481,192</u>	<u>304,696</u>
Net Assets			
Unrestricted		1,135,369	1,098,587
Temporarily restricted		<u>233,010</u>	<u>201,995</u>
	Total Net Assets	<u>1,368,379</u>	<u>1,300,582</u>
		<u>\$ 1,849,571</u>	<u>\$ 1,605,278</u>

KING COUNTY SEXUAL ASSAULT RESOURCE CENTER

STATEMENTS OF ACTIVITY

YEARS ENDED DECEMBER 31, 2014 AND 2013

	2014			2013		
	Unrestricted	Temporarily Restricted	Total	Unrestricted	Temporarily Restricted	Total
<b>Public Support and Revenue</b>						
Government grants	\$ 2,485,919		\$ 2,485,919	\$ 2,131,277		\$2,131,277
Private grants and contributions	553,435	\$ 247,600	801,035	464,812	\$ 217,210	682,022
In-kind contributions	21,359	-	21,359	32,376	-	32,376
Fundraising events	388,141	-	388,141	423,221	-	423,221
United Way	60,278	-	60,278	52,606	-	52,606
Fee for service	211,013		211,013	178,709		178,709
Interest earned	4,527		4,527	972		972
Miscellaneous	(5,304)		(5,304)	610		610
Net assets released from time restrictions	125,910	(125,910)	-	110,230	(110,230)	-
Net assets released from purpose restrictions	90,675	(90,675)	-	101,574	(101,574)	-
<b>Total Public Support and Revenue</b>	<b>3,935,953</b>	<b>31,015</b>	<b>3,966,968</b>	<b>3,496,387</b>	<b>5,406</b>	<b>3,501,793</b>
<b>Expenses</b>						
Program services	2,923,349		2,923,349	2,708,971		2,708,971
Management and general	455,391		455,391	437,736		437,736
Fundraising	520,431		520,431	512,441		512,441
<b>Total Expenses</b>	<b>3,899,171</b>		<b>3,899,171</b>	<b>3,659,148</b>		<b>3,659,148</b>
<b>Total Change in Net Assets</b>	<b>36,782</b>	<b>31,015</b>	<b>67,797</b>	<b>(162,761)</b>	<b>5,406</b>	<b>(157,355)</b>
Net Assets - beginning of year	1,098,587	201,995	1,300,582	1,261,348	196,589	1,457,937
Net Assets - end of year	<u>\$ 1,135,369</u>	<u>\$ 233,010</u>	<u>\$ 1,368,379</u>	<u>\$ 1,098,587</u>	<u>\$ 201,995</u>	<u>\$1,300,582</u>

KING COUNTY SEXUAL ASSAULT RESOURCE CENTER

STATEMENTS OF FUNCTIONAL EXPENSES

YEARS ENDED DECEMBER 31, 2014 AND 2013

	2014						2013					
	Client Services	Prevention/ Education	Total Program Services	Management and General	Fundraising	Total	Client Services	Prevention/ Education	Total Program Services	Management and General	Fundraising	Total
Salaries, benefits and taxes	\$2,308,866	\$ 52,142	\$2,361,008	\$ 388,658	\$ 235,910	\$2,985,576	\$2,160,233	\$ 90,507	\$2,250,740	\$ 365,294	\$ 187,619	\$2,803,653
Professional fees	254,582	1,038	255,620	25,399	163,713	444,732	143,916	6,195	150,111	27,239	187,644	364,994
Occupancy	112,452	2,974	115,426	13,674	11,870	140,970	107,214	7,001	114,215	13,367	11,980	139,562
Travel and events	40,492	700	41,192	5,398	36,908	83,498	36,526	6,139	42,665	4,418	32,613	79,696
Miscellaneous	20,448	195	20,643	2,082	19,830	42,555	17,583	934	18,517	3,714	31,786	54,017
Communication	26,498	869	27,367	3,097	2,162	32,626	27,955	1,384	29,339	4,192	2,148	35,679
Repairs and maintenance	19,188	307	19,495	5,057	5,070	29,622	12,673	422	13,095	4,783	5,199	23,077
Depreciation	23,980	517	24,497	2,381	1,874	28,752	33,636	1,345	34,981	3,483	2,820	41,284
Conference fees	6,960	-	6,960	-	15,458	22,418	1,740	280	2,020	-	16,369	18,389
Printing	6,246	99	6,345	457	11,681	18,483	10,392	2,602	12,994	70	16,191	29,255
Insurance	11,080	214	11,294	6,008	776	18,078	12,060	419	12,479	6,121	878	19,478
Dues and subscriptions	8,694	514	9,208	2,080	5,845	17,133	8,383	1,189	9,572	1,805	4,100	15,477
Supplies	7,091	101	7,192	511	2,774	10,477	5,650	579	6,229	970	4,249	11,448
Postage and shipping	3,564	81	3,645	488	3,431	7,564	3,819	189	4,008	734	3,873	8,615
Program expenses and fees	7,058	-	7,058	-	-	7,058	2,442	4,280	6,722	-	-	6,722
Training	6,113	11	6,124	101	371	6,596	923	200	1,123	1,151	49	2,323
Advertising	275	-	275	-	2,758	3,033	161	-	161	395	4,923	5,479
Total Expenses	<u>\$2,863,587</u>	<u>\$ 59,762</u>	<u>\$2,923,349</u>	<u>\$ 455,391</u>	<u>\$ 520,431</u>	<u>\$3,899,171</u>	<u>\$2,585,306</u>	<u>\$ 123,665</u>	<u>\$2,708,971</u>	<u>\$ 437,736</u>	<u>\$ 512,441</u>	<u>\$3,659,148</u>

KING COUNTY SEXUAL ASSAULT RESOURCE CENTER

STATEMENTS OF CASH FLOWS

YEARS ENDED DECEMBER 31, 2014 AND 2013

	<u>2014</u>	<u>2013</u>
<b>Cash Flows from Operating Activities</b>		
Cash received from:		
Governmental agencies	\$ 2,548,794	\$ 2,065,158
Donors	1,243,956	1,185,909
Service fees and other revenue	205,319	179,319
Interest received	4,527	972
Cash paid to:		
Personnel	(2,976,412)	(2,771,463)
Vendors	(800,482)	(796,176)
Interest paid	<u>(1,515)</u>	<u>(2,265)</u>
Net Cash Provided (Used) by Operating Activities	224,187	(138,546)
<b>Cash Flows Used by Investing Activities</b>		
Purchases of property and equipment	(12,805)	(7,603)
<b>Cash Flows Used by Financing Activities</b>		
Repayments on capital lease obligations	<u>(7,761)</u>	<u>(7,029)</u>
Changes in Cash and Cash Equivalents	203,621	(153,178)
Cash and Cash Equivalents - beginning of year	<u>859,461</u>	<u>1,012,639</u>
Cash and Cash Equivalents - end of year	<u>\$ 1,063,082</u>	<u>\$ 859,461</u>
 Noncash investing and financing activities		
Purchase of equipment through issuance of capital lease	<u>\$ 61,484</u>	<u>\$ -</u>

KING COUNTY SEXUAL ASSAULT RESOURCE CENTER

STATEMENTS OF CASH FLOWS

YEARS ENDED DECEMBER 31, 2014 AND 2013

	<u>2014</u>	<u>2013</u>
<b>Reconciliation of Change in Net Assets to Net Cash from Operating Activities</b>		
Change in net assets	\$ 67,797	\$ (157,355)
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities		
Depreciation	28,752	41,284
Loss on disposal of equipment	6,972	-
Decrease (increase) in:		
Grants and accounts receivable	7,329	(66,119)
Promises to give	(5,498)	28,060
Prepays and deposits	(3,938)	(10,080)
Increase (decrease) in:		
Accounts payable	55,593	(4,103)
Accrued payroll and related liabilities	12,024	29,767
Deferred revenue	<u>55,156</u>	<u>-</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 224,187</u>	<u>\$ (138,546)</u>

KING COUNTY SEXUAL ASSAULT RESOURCE CENTER

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED DECEMBER 31, 2014 AND 2013

NOTE A - ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

King County Sexual Assault Resource Center provides comprehensive treatment and advocacy services to victims of sexual assault and their families, as well as prevention and education to the community. The long-range vision of King County Sexual Assault Resource Center is for a community free of sexual violence. King County Sexual Assault Resource Center victim and family services include: professionally staffed, 24-hour resource telephone line, legal advocacy services, family support programs, and individual and group therapy. Dando Voz, a program for the Spanish speaking community, provides state of the art prevention and education programs to the community through engagement programs, training, and responding to community concerns.

Basis of presentation

In accordance with financial accounting standards, King County Sexual Assault Resource Center reports information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. King County Sexual Assault Resource Center had no permanently restricted net assets at December 31, 2014 and 2013. The net assets of King County Sexual Assault Resource Center are classified as follows:

Unrestricted net assets are available without restriction for support of King County Sexual Assault Resource Center's operations.

Temporarily restricted net assets are restricted to be used for certain purposes or future periods by King County Sexual Assault Resource Center. Temporarily restricted net assets are available as follows:

	<u>2014</u>	<u>2013</u>
Future Periods	\$ 120,100	\$ 125,910
Phoenix/Project 360	63,374	21,585
Client Services	29,000	2,000
Individual Therapy	20,536	17,500
Dando Voz	-	20,000
Legal Advocacy	-	15,000
	<u>\$ 233,010</u>	<u>\$ 201,995</u>

Cash and cash equivalents

Cash and cash equivalents consist of general checking, savings, and money market accounts. King County Sexual Assault Resource Center maintains its cash and cash equivalents in bank accounts that may exceed federally insured limits at times during the year. King County Sexual Assault Resource Center has not experienced any losses in these accounts, and management does not believe it is exposed to any significant credit risk.

KING COUNTY SEXUAL ASSAULT RESOURCE CENTER

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED DECEMBER 31, 2014 AND 2013

NOTE A - ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fair value measurements

In accordance with financial accounting standards, a three-tiered hierarchy of input levels is used for measuring fair value. Financial accounting standards defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Valuation techniques utilized to determine fair value are consistently applied. The three tiers of inputs used for fair value measurements are as follows:

Level 1: Fair values are based on quoted prices in active markets for identical assets and liabilities.

Level 2: Fair values are based on observable inputs that include: quoted market prices for similar assets or liabilities; quoted market prices that are not in an active market; or other inputs that are observable in the market and can be corroborated by observable market data for substantially the full term of the assets.

Level 3: Fair values are calculated by the use of pricing models and/or discounted cash flow methodologies, and may require significant management judgment or estimation. These methodologies may result in a significant portion of the fair value being derived from unobservable data.

As of December 31, 2014 and 2013, King County Sexual Assault Resource Center had no assets or liabilities measured at fair value on a recurring basis. Assets and liabilities carried at fair value on a nonrecurring basis using level 2 inputs generally include donated goods, facilities and services. Long-term promises to give are valued on a nonrecurring basis using the net present value of future cash flows discounted at an appropriate rate of return which is a level 3 input. King County Sexual Assault Resource Center also uses fair value concepts to test various long-lived assets for impairment.

Grants receivable

Grants receivable are based on billings submitted for reimbursement under contracts with various governmental agencies, are stated at net realizable value, and are considered fully collectible by management.

Promises to give

Unconditional promises to give are recognized as revenues in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Promises to give of \$165,318 and \$149,579 are shown net of the allowance for uncollectible amounts of \$25,723 and \$15,482 as of December 31, 2014 and 2013, respectively, and are due in less than one year.

KING COUNTY SEXUAL ASSAULT RESOURCE CENTER

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED DECEMBER 31, 2014 AND 2013

NOTE A - ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (Continued)

Furniture and equipment

Furniture and equipment are stated at cost or, if donated, at fair value at date of donation. Furniture and equipment with an original cost of \$1,000 or greater are capitalized. Depreciation is provided using the straight-line method over the estimated useful lives of the assets, principally three to seven years.

Revenue recognition

King County Sexual Assault Resource Center recognizes grant revenue when amounts allowed to be billed for reimbursement according to the terms of the grant contract have been expended. Gifts and contributions are recognized as revenue when the pledge is made.

In-kind goods and services

Contributed materials have been recorded on the basis of rates that otherwise would have been paid for similar goods. Donated services are recorded as in-kind contributions and are recognized as revenue at estimated values at the date of receipt if they (a) create or enhance non-financial assets, or (b) require specialized skills and would need to be purchased if not provided by donation. Corresponding expenses are recognized as the assets and services are utilized. For the years ended December 31, 2014 and 2013, in-kind contributions of \$21,359 and \$32,376, respectively, consisted primarily of professional fees and donated facilities.

Restricted and unrestricted support

Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the year in which the support is recognized. All other donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported as net assets released from restrictions.

Gifts of equipment are reported as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as restricted support. Absent explicit donor stipulations about how long those assets must be maintained, expirations of donor restrictions are reported when the donated or acquired long-lived assets are placed in service.

Fees from government agencies

A substantial portion of fees from government agencies is derived from grants and contracts administered by various federal, state, and local government agencies. Revenue from these grants and contracts is subject to audits, which could result in adjustments to revenue.

KING COUNTY SEXUAL ASSAULT RESOURCE CENTER

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED DECEMBER 31, 2014 AND 2013

NOTE A - ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (Continued)

The adjustments are recorded at the time that such amounts can first be reasonably determined, normally upon notification by the government agency. During the years ended December 31, 2014 and 2013, no such adjustments were made.

Concentration of support and receivables

For the year ended December 31, 2014, two governmental agencies provided 39% of King County Sexual Assault Resource Center's total support and revenue. At December 31, 2014, approximately 29% of King County Sexual Assault Resource Center's grants receivable were due from one of these governmental agencies. A significant reduction in the level of this support or default on grants receivable, if this were to occur, would have a significant effect on King County Sexual Assault Resource Center's programs and activities.

At December 31, 2014, 30% of unconditional promises to give were due from one foundation.

Functional allocation of expenses

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

Federal income taxes

The Internal Revenue Service has recognized King County Sexual Assault Resource Center as exempt from federal income taxes under provision of Section 501(a) of the Internal Revenue Code as an entity described in Section 501(c)(3) and not as a private foundation.

Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles 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 reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Reclassifications

Certain accounts in the 2013 financial statements have been reclassified for comparative purposes to conform with the current year presentation. These reclassifications had no effect on the net assets or change in net assets as of or for the year ended December 31, 2013.

NOTE B - LINE OF CREDIT

King County Sexual Assault Resource Center has a \$100,000 revolving line of credit. The line of credit bears interest at 6% and matures in July 2015. There was no outstanding balance on the line of credit at December 31, 2014 or 2013.

KING COUNTY SEXUAL ASSAULT RESOURCE CENTER

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED DECEMBER 31, 2014 AND 2013

NOTE C – LEASE OBLIGATIONS

King County Sexual Assault Resource Center leases office facilities under a non-cancelable lease that renewed in February 2015 with an expiration in February 2020. Rental expense incurred for this lease for the years ended December 31, 2014 and 2013 was \$140,970 and \$139,562, respectively. Related minimum future rental commitments on this lease for the years ending December 31 are as follows:

2015	\$ 106,990
2016	136,674
2017	140,382
2018	144,091
2019	147,798
2020	<u>24,736</u>
	<u>\$ 700,671</u>

King County Sexual Assault Resource Center leases certain office equipment under a non-cancelable capital lease, with a total recorded cost of \$69,978 and related accumulated depreciation at December 31, 2014 of \$6,371. Total monthly payments are \$1,300 including interest of 3% per annum. Scheduled lease payments for the years ending December 31 are as follows:

2015	\$ 15,598
2016	15,598
2017	15,598
2018	15,598
2019	<u>15,595</u>
	77,987
Less amounts for interest	<u>(5,656)</u>
	72,331
Less current portion	<u>(13,612)</u>
	<u>\$ 58,719</u>

NOTE D - PASS-THROUGH CONTRACT OBLIGATIONS

King County Sexual Assault Resource Center serves as an agent for various contracts that pass through to other victim support organizations throughout the year. Such agency transactions are not recorded as revenue or expense by King County Sexual Assault Resource Center. Pass-through obligations are collected in advance and unpaid portions (if any) are included in accounts payable on the statements of financial position. King County Sexual Assault Resource Center passed through \$50,325 and \$64,210 for the years ended December 31, 2014 and 2013, respectively, and no amounts were unpaid as of either year end.

KING COUNTY SEXUAL ASSAULT RESOURCE CENTER

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED DECEMBER 31, 2014 AND 2013

NOTE E - RETIREMENT PLAN

King County Sexual Assault Resource Center offers a retirement savings plan (the plan) under section 401(k) of the Internal Revenue Code. King County Sexual Assault Resource Center matches 100% up to 3% of an employee's contribution, and 50% between 3% and 5%. King County Sexual Assault Resource Center's contributions to the plan totaled \$72,259 and \$63,690 for the years ended December 31, 2014 and 2013, respectively.

NOTE F - SUBSEQUENT EVENTS

Management has evaluated events occurring subsequent to December 31, 2014 through May 21, 2015, which is the date the financial statements were available to be issued and has recognized in the financial statements the effects of all subsequent events that provide additional evidence about conditions that existed at December 31, 2014, including the estimates inherent in the processing of financial statements.

SUPPLEMENTARY INFORMATION

KING COUNTY SEXUAL ASSAULT RESOURCE CENTER

SCHEDULE OF STATE FINANCIAL ASSISTANCE

YEAR ENDED DECEMBER 31, 2014

**Grantor**

*Pass-through Grantor*

<u>Program Name</u>	<u>Period</u>	<u>BARS #</u>	<u>State Grant No.</u>	<u>Award Amount</u>	<u>Expenditures</u>
<b>Washington Department of Commerce, Office of Crime Victims Advocacy</b>					
Sexual Assault Core and Specialized Services	1/1-6/30/2014	3340421	F14-31110-134	\$ 635,533	
Sexual Assault Core and Specialized Services	7/1-12/31/14	3340423	F15-31310-134	<u>716,265</u>	
				1,351,798	\$ 604,524
Sexual Assault Prevention Services	1/1-6/30/2014	3340421	F14-31110-134	42,960	
Sexual Assault Prevention Services	7/1-12/31/2014	3340423	F15-31310-134	<u>42,960</u>	
				85,920	17,457
Crime Victims Service Center	1/1-6/30/2014	3340422	S14-31119-022	33,842	
Crime Victims Service Center	7/1-12/31/2014	3340424	S15-31119-022	<u>36,694</u>	
				70,536	10,351
<b>Washington Department of Social and Health Services</b>					
<i>University of Washington</i>					
Parent Child Interaction Therapy Training and Consultation	1/1-6/30/2014	3340461	PO#T755553	38,815	
<i>DSHS Children's Administration</i>					
Parent Child Interaction Therapy Training and Consultation	7/1-12/31/2014	3340462	1431-16381	<u>10,000</u>	
				48,815	<u>4,530</u>
<b>Total State Financial Assistance</b>					<b><u>\$ 636,862</u></b>

KING COUNTY SEXUAL ASSAULT RESOURCE CENTER

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED DECEMBER 31, 2014

<b>Federal Grantor</b>			
<i>Pass-through Grantor</i>			
<u>"Program Title"</u>	<u>Contract</u>	<u>CFDA</u>	<u>Federal</u>
<b>Department of Justice</b>	<u>Number</u>	<u>Number</u>	<u>Expenditures</u>
"Consolidated and Technical Assistance Grant Program to Address Children and Youth Experiencing Domestic and Sexual Violence and Engage Men and Boys as Allies"	2013-CY-AX-K014	16.888*	\$ 239,683
"Legal Assistance for Victims"	2013-WL-AX-0034	16.524*	115,138
"Children and Youth Exposed"	2011-WX-AX-K013	16.020	38,485
"Crime Victim Assistance/Discretionary Grants"	2011-VF-GX-K014	16.582	5,000
"Services to Advocate for and Respond to Youth"	2010-WY-AX-K025	16.018	4,177
"Violence Against Women Act Court Training and Improvement Program"	2013-FL-AX-0008	16.013	1,216
 <i>State of Washington Department of Community, Trade and Economic Development, Office of Crime Victims Advocacy</i>			
"Crime Victims Assistance"	F14-31110-134/F15-31310-134		65,011
"Crime Victims Assistance"	S15-31119-022		13,756
"Crime Victims Assistance"	F13-31119-703/F14-31119-703		<u>1,359</u>
		16.575	80,126
"Sexual Assault Services Formula Program"	F13-31110-505	16.017	<u>49,500</u>
			<u>533,325</u>
 <b>Department of Health and Human Services</b>			
<i>State of Washington Department of Community, Trade and Economic Development, Office of Crime Victims Advocacy</i>			
"Injury Prevention and Control Research and State and Community Based Programs"	F14-31110-134/F15-31310-134	93.136	<u>38,211</u>
	Total Expenditures of Federal Awards		<u>\$ 571,536</u>

\* Denotes a major program.

KING COUNTY SEXUAL ASSAULT RESOURCE CENTER

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED DECEMBER 31, 2014

NOTE A - BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of King County Sexual Assault Resource Center and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE B - SUBRECIPIENTS

"Program Title"	<u>CFDA</u> <u>Number</u>	<u>Provided to</u> <u>Subrecipients</u>
"Consolidated and Technical Assistance Grant Program to Address Children and Youth Experiencing Domestic and Sexual Violence and Engage Men and Boys as Allies"	16.888	\$ 94,383
"Legal Assistance for Victims"	16.524	\$ 63,759

INDEPENDENT AUDITOR'S REPORT  
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE  
WITH *GOVERNMENT AUDITING STANDARDS*

May 21, 2015

Boards of Directors  
King County Sexual Assault Resource Center  
Renton, Washington

We have audited, in accordance with the auditing standards generally accepted in the United States of America 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 King County Sexual Assault Resource Center, which comprise the statement of financial position as of December 31, 2014, and the related statements of activity, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated May 21, 2015.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered King County Sexual Assault Resource 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 King County Sexual Assault Resource Center's internal control. Accordingly, we do not express an opinion on the effectiveness of King County Sexual Assault Resource 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 entity'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.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether King County Sexual Assault Resource 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 King County Sexual Assault Resource Center's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering King County Sexual Assault Resource Center's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Jacobson Jarvis & Co, PLLC

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE  
FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE  
REQUIRED BY OMB CIRCULAR A-133

May 21, 2015

Board of Directors  
King County Sexual Assault Resource Center  
Renton, Washington

**Report on Compliance with Each Major Federal Program**

We have audited King County Sexual Assault Resource Center's compliance with the types of compliance requirements described in the OMB Circular A-133 Compliance Supplement that could have a direct and material effect on each of King County Sexual Assault Resource Center's major federal programs for the year ended December 31, 2014. King County Sexual Assault Resource Center's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

**Auditors' Responsibility**

Our responsibility is to express an opinion on compliance for each of King County Sexual Assault Resource Center's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about King County Sexual Assault Resource Center's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of King County Sexual Assault Resource Center's compliance.

**Opinion on Each Major Federal Program**

In our opinion, King County Sexual Assault Resource Center complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2014.

### **Report on Internal Control Over Compliance**

Management of King County Sexual Assault Resource Center is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered King County Sexual Assault Resource Center's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of King County Sexual Assault Resource Center's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.



Jacobson Jarvis & Co, PLLC

KING COUNTY SEXUAL ASSAULT RESOURCE CENTER

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

YEAR ENDED DECEMBER 31, 2014

A. SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unqualified opinion on the financial statements of King County Sexual Assault Resource Center.
2. No material weaknesses relating to the financial statements are reported in the "Independent Auditor's Report Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*."
3. No instances of noncompliance material to the financial statements of King County Sexual Assault Resource Center were disclosed during the audit.
4. No material weaknesses relating to the audit of the major federal award programs are reported in the "Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by OMB Circular A-133."
5. The auditor's report on compliance for the major federal award programs for King County Sexual Assault Resource Center expresses an unqualified opinion.
6. Audit findings relative to the major federal award programs for King County Sexual Assault Resource Center are reported in Part C of this Schedule.
7. The programs tested as major were Consolidated and Technical Assistance Grant Program to Address Children and Youth Experiencing Domestic and Sexual Violence and Engage Men and Boys as Allies, CFDA No. 16.888, and Legal Assistance for Victims, CFDA No. 16.524.
8. The threshold used for distinguishing between Type A and B programs was \$300,000.
9. King County Sexual Assault Resource Center was not determined to be a low-risk auditee.

B. FINDINGS - FINANCIAL STATEMENT AUDIT

None

C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAM AUDIT

None