

DOMESTIC ABUSE INTERVENTION SERVICES, INC.

**CONSOLIDATED FINANCIAL STATEMENTS
WITH SUPPLEMENTARY INFORMATION**

December 31, 2015 and 2014

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Domestic Abuse Intervention Services, Inc.
Madison, Wisconsin

Report on the Financial Statements

We have audited the accompanying consolidated financial statements of Domestic Abuse Intervention Services, Inc., which comprise the consolidated statements of financial position as of December 31, 2015 and 2014, and the related consolidated 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 these consolidated financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America 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 consolidated financial statements are free from material misstatement.

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

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

Opinion

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Domestic Abuse Intervention Services, Inc. as of December 31, 2015 and 2014, 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.

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Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying schedule of expenditures of federal and state awards and the accompanying supplementary information on pages 16-21 are presented for purposes of additional analysis are not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 28, 2016 on our consideration of Domestic Abuse Intervention Services, Inc.'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 Domestic Abuse Intervention Services, Inc.'s internal control over financial reporting and compliance.

Wegner CPAs LLP

Wegner CPAs, LLP
Madison, Wisconsin
March 28, 2016

DOMESTIC ABUSE INTERVENTION SERVICES, INC.
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
ASSETS		
CURRENT ASSETS		
Cash	\$ 1,892,571	\$ 2,137,024
Accounts receivable	76,319	53,274
Prepaid expenses	37,100	33,108
Total current assets	2,005,990	2,223,406
Property and equipment - net	6,049,009	6,246,428
OTHER ASSETS		
Unconditional promises to give restricted for campaign	631,382	1,362,599
Total assets	\$ 8,686,381	\$ 9,832,433
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ 34,760	\$ 45,703
Accrued expenses	117,923	113,023
Current portion of note payable	207,228	530,000
Total current liabilities	359,911	688,726
LONG-TERM LIABILITIES		
Note payable less current portion	837,110	1,044,338
Total liabilities	1,197,021	1,733,064
NET ASSETS		
Undesignated	1,803,307	2,010,536
Designated for property and equipment fund	5,004,671	4,672,090
Total unrestricted net assets	6,807,978	6,682,626
Temporarily restricted	681,382	1,416,743
Total net assets	7,489,360	8,099,369
Total liabilities and net assets	\$ 8,686,381	\$ 9,832,433

See accompanying notes.

DOMESTIC ABUSE INTERVENTION SERVICES, INC.
CONSOLIDATED STATEMENTS OF ACTIVITIES
Years ended December 31, 2015 and 2014

	2015	2014
UNRESTRICTED NET ASSETS		
SUPPORT AND REVENUE		
Grants	\$ 782,107	\$ 793,595
United Way of Dane County	238,569	242,117
Other contributions and events	1,608,270	3,753,884
Investment return	30	56
Other income	2,849	5,739
Gain on sale of property and equipment	-	128,817
Total unrestricted support and revenue	2,631,825	4,924,208
EXPENSES		
Program services		
Shelter and support	1,690,891	1,013,860
Children's services	229,771	203,083
Legal advocacy services	174,581	151,997
Community services	373,639	343,835
Prevention, training and education	305,027	423,689
Total program services	2,773,909	2,136,464
Supporting activities		
Administrative	232,630	295,117
Development	317,570	234,117
Capital campaign	-	308,565
Total supporting activities	550,200	837,799
Total expenses	3,324,109	2,974,263
Net assets released from restrictions	817,636	1,872,104
Change in unrestricted net assets	125,352	3,822,049
TEMPORARILY RESTRICTED NET ASSETS		
Contributions	82,274	227,306
Net assets released from restrictions	(817,635)	(1,872,104)
Change in temporarily restricted net assets	(735,361)	(1,644,798)
Change in net assets	(610,009)	2,177,251
Net assets - beginning of year	8,099,369	5,922,118
Net assets - end of year	\$ 7,489,360	\$ 8,099,369

See accompanying notes.

DOMESTIC ABUSE INTERVENTION SERVICES, INC.
CONSOLIDATED STATEMENTS OF FUNCTIONAL EXPENSES
Years ended December 31, 2015 and 2014

	Personnel	Operating Costs	Space Costs	Special Costs	Total
Program services					
Shelter and support	\$ 1,181,565	\$ 86,300	\$ 376,088	\$ 46,938	\$ 1,690,891
Children's services	191,445	16,781	21,545	-	229,771
Legal advocacy services	158,616	7,566	3,928	4,471	174,581
Community services	305,448	28,318	12,952	26,921	373,639
Prevention, training and education	143,823	158,902	2,302	-	305,027
Total program services	1,980,897	297,867	416,815	78,330	2,773,909
Supporting activities					
Administrative	174,650	46,071	11,909	-	232,630
Development	239,531	71,041	6,998	-	317,570
Total supporting activities	414,181	117,112	18,907	-	550,200
2015 Total expenses	<u>\$ 2,395,078</u>	<u>\$ 414,979</u>	<u>\$ 435,722</u>	<u>\$ 78,330</u>	<u>\$ 3,324,109</u>
	Personnel	Operating Costs	Space Costs	Special Costs	Total
Program services					
Shelter and support	\$ 659,701	\$ 90,891	\$ 208,955	\$ 54,313	\$ 1,013,860
Children's services	174,214	16,888	11,981	-	203,083
Legal advocacy services	137,524	10,312	2,195	1,966	151,997
Crisis intervention	278,107	33,699	7,206	24,823	343,835
Outreach and education	157,702	263,957	2,030	-	423,689
Total program services	1,407,248	415,747	232,367	81,102	2,136,464
Supporting activities					
Administrative	182,573	106,656	5,888	-	295,117
Development	143,716	89,195	1,206	-	234,117
Capital campaign	122,713	183,173	2,679	-	308,565
Total supporting activities	449,002	379,024	9,773	-	837,799
2014 Total expenses	<u>\$ 1,856,250</u>	<u>\$ 794,771</u>	<u>\$ 242,140</u>	<u>\$ 81,102</u>	<u>\$ 2,974,263</u>

See accompanying notes.

DOMESTIC ABUSE INTERVENTION SERVICES, INC.
CONSOLIDATED STATEMENTS OF CASH FLOWS
Years ended December 31, 2015 and 2014

	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ (610,009)	\$ 2,177,251
Adjustments to reconcile change in net assets to net cash flows from operating activities		
Contributions restricted for campaign	-	(213,220)
Amortization of discount for Unconditional promises to give restricted for campaign	(32,274)	-
Depreciation	213,594	83,771
Donated stock	-	(253,062)
Donated equipment	-	(194,282)
Gain on sale of property and equipment	-	(128,817)
(Increase) decrease in assets		
Accounts receivable	(23,045)	17,373
Prepaid expenses	(3,992)	(11,727)
Increase (decrease) in liabilities		
Accounts payable	(10,943)	(8,043)
Accrued expenses	4,900	37,128
Net cash flows from operating activities	(461,769)	1,506,372
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of donated stock	-	253,062
Proceeds from sale of property and equipment	-	391,071
Net change in cash restricted for campaign	-	884,624
Purchases of property and equipment	(16,175)	(3,005,635)
Net cash flows from investing activities	(16,175)	(1,476,878)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from contributions restricted for campaign	763,491	962,360
Proceeds from note payable	-	2,724,066
Principal payments on note payable	(530,000)	(1,990,442)
Net cash cash flows from financing activities	233,491	1,695,984
Change in cash	(244,453)	1,725,478
Cash - beginning of year	2,137,024	411,546
Cash - end of year	<u>\$ 1,892,571</u>	<u>\$ 2,137,024</u>
SUPPLEMENTAL DISCLOSURES		
Cash paid for interest	\$ 45,560	\$ 90,880
Noncash investing activities		
Donated stock	-	253,062
Donated equipment	-	194,282

See accompanying notes.

DOMESTIC ABUSE INTERVENTION SERVICES, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2015 and 2014

Domestic Abuse Intervention Services, Inc. (DAIS) is a nonprofit corporation located in Madison, Wisconsin, that offers help to survivors of intimate partner violence and their families by providing shelter, one to one support and safety planning, support groups, and enrichment programs. DAIS' revenue is provided by individual and corporate donors, foundation grants, Dane County Department of Human Services, the City of Madison Community Development Division, the Wisconsin Department of Children and Families, the Wisconsin Office of Justice Assistance, and contributions from the United Way of Dane County.

DAIS LLC is a sole-member LLC formed by DAIS to own property to house shelter and other direct service programs for victims of domestic violence, as well as office space for administration and development located in Madison, Wisconsin.

NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES

Basis of Consolidation

The consolidated financial statements include the accounts of DAIS and its wholly owned subsidiary, DAIS LLC. All material intra-entity transactions have been eliminated.

Basis of Presentation

DAIS reports information regarding its financial position and activities according to three classes of net assets:

Unrestricted net assets—Net assets that are not restricted by donors. Designations are voluntary board-approved segregations of unrestricted net assets for specific purposes, projects, or investments.

Temporarily restricted net assets—Net assets whose use has been limited by donor-imposed time restrictions or purpose restrictions.

Permanently restricted net assets—Net assets that have been restricted by donors to be maintained by DAIS in perpetuity.

Accounts Receivable

DAIS considers all accounts receivable to be fully collectible. Accordingly, no allowance for doubtful accounts is presented. If amounts become uncollectible, they will be charged to operations when that determination is made.

Promises to Give

Unconditional promises to give are recognized as support or gains in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promises become unconditional.

DOMESTIC ABUSE INTERVENTION SERVICES, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2015 and 2014

NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES (continued)

Property and Equipment

All acquisitions of property and equipment in excess of \$1,000 and all expenses for repairs, maintenance, renewals, and betterments that materially prolong the useful lives of assets are capitalized. Property and equipment are carried at cost or, if donated, at the approximate fair value at the date of donation. Depreciation is computed using the straight-line method over the estimated useful lives of the assets.

Government Grants

Some of DAIS' programs are funded by grants from various government agencies. Revenue from government grants is based upon the actual cost of providing services up to the maximum amount specified in the grant. Costs allocated to these grants are in accordance with established procedures and are subject to audit by certain government agencies. No determination has been made regarding the effect, if any, such audits could have on the consolidated financial statements.

Contributions

Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is 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 and reported in the consolidated statements of activities as net assets released from restrictions.

Donated Services

No amounts have been reflected in the consolidated financial statements for donated services. DAIS generally pays for services requiring specific expertise. However, many individuals volunteer their time and perform a variety of tasks that assist DAIS with specific assistance programs, campaign solicitations, and various committee assignments. DAIS receives more than 8,000 volunteer hours per year.

Expense Allocation

The costs of providing various programs and other activities have been summarized on a functional basis in the consolidated statements of activities and in the consolidated statements of functional expenses. Accordingly, certain costs have been allocated among the program services and supporting activities benefited. The following program services are included in the accompanying consolidated financial statements:

Shelter and support—DAIS operates the only emergency domestic violence shelter in Dane County. The 56 bed, emergency shelter allows for a maximum stay for clients of 45 days which has proven to be vital in the victim's ability to develop long term, sustainable plans for their future. The emergency shelter is staffed 24 hours a day. While in shelter, residents are provided with case management, food, clothing, toiletries and transportation support. Offering comprehensive case management services is essential to ensuring that while in shelter, residents receive the support, information and community

DOMESTIC ABUSE INTERVENTION SERVICES, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2015 and 2014

NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES (continued)

resource referrals that are necessary to rebuild their lives. Hotel vouchers may be provided when the shelter is at capacity or when there is a male client seeking shelter. These hotel vouchers are supported with monies from the City of Madison Community Development Division and the Dane County Department of Human Services. In 2015, 542 unduplicated people were served through the on-site emergency shelter and through the use of hotel vouchers. There were 19,215 shelter nights provided by DAIS in 2015. In 2014, 539 unduplicated people were served. There were 13,163 shelter nights provided by DAIS in 2014.

Children's services—The DAIS Children's Program offers programming for children residing in the emergency shelter or for children from the community whose parents are utilizing another DAIS service. At any given point, around half of our shelter residents are children. The purpose of this programming is to provide children from violent homes with physical and emotional safety, structure and consistency, opportunities to process their feelings through play and creative activities, and experience with positive discipline. Programming includes recreational groups, as well as educational and support groups. Parenting support and parent/child bonding activities are also provided to parents who are utilizing DAIS services in order to aid in healing the parent-child bond. In 2015, DAIS served 246 children. In 2014, DAIS served 289 children. Of those served, 215 participated in children's programming.

Community Services—The DAIS Community Services program has several services with the goal of these services is to decrease isolation and provide safety planning, support, information and referrals to victims and survivors of domestic violence. Community Services includes the 24-Hour Help Line, Texting Help Line, Law Enforcement Advocate Partnership (LEAP), and Walk-in Community Response services. The most significant service offered is the Help Line which is the point of first contact for all DAIS services. This free and confidential line is the gateway through which clients can access all DAIS services. Help Line advocates can be reached via phone call or text. The help line is primarily staffed by volunteers and advocates provide support, information, referrals to other community agencies, and safety planning. DAIS launched a texting help line during 2015. During 2015, DAIS fielded 15,984 calls. During 2014, DAIS fielded 15,000.

Community Services includes a face-to-face Community response service. This service provides clients with face-to-face emergency safety planning with trained advocates, basic restraining order assistance, housing information, support, and referrals to other community resources. Meetings can be held at DAIS as well as at safe, confidential partnership sites across Dane County including hospitals, clinics, libraries, or other human services organizations. There are sites located both within Madison and in rural communities in Dane County to increase accessibility of services to victims living in rural areas.

Community Services also includes DAIS Support Groups, which helps members of the community decrease isolation, increase their safety, and connect with other DAIS services and community resources. DAIS offers five weekly support groups for anyone who identifies as a female victim of domestic violence, including one for women over the age of 50, one for Spanish speakers, and one for sexual violence survivors. DAIS also offers one monthly support group for family and friends of survivors. The support groups served 160 unduplicated women in 2015 and 150 unduplicated women in 2014. A group for male victims of domestic violence is offered by a partnering agency with technical support provided by DAIS.

DOMESTIC ABUSE INTERVENTION SERVICES, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2015 and 2014

NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES (continued)

Community Services runs the LEAP services that allows for faster connections between victims of domestic violence in the City of Madison and the advocacy services provided by DAIS. Because of various barriers, many victims do not take advantage of victim advocacy services after a domestic abuse arrest. The LEAP service is a joint effort between the Madison Police Department and DAIS focused on reaching out to victims to overcome these barriers and offer supportive services. In 2015, officers completed 756 referrals to DAIS.

Legal advocacy services—The DAIS Legal Advocacy Program offers safety planning, support, information, and resources to victims of domestic violence in the areas of family law, civil restraining orders, criminal law, immigration law and child abuse. Legal advocates are not lawyers and do not provide legal advice. The work of the DAIS Legal Advocates may include assisting clients in filing for restraining orders, developing safety plans with clients, preparing clients for injunction hearings, providing support to clients during hearings, and advocating on behalf of clients within the criminal, civil and family court systems or with law enforcement and other service providers. In 2015, the DAIS Legal Advocates served 411 unduplicated adults. In 2014, the DAIS Legal Advocates served 436 unduplicated adults and fielded 1,961 calls from clients and community partners.

Prevention, training and education—DAIS' prevention, training and education program include prevention services and training and education opportunities. The prevention service is a community-based training, working through social change and community building. The service works with young men and the adults who interact with them to identify and eliminate the root causes that contribute to abusive behavior. Men Encouraging Nonviolent Strength (MENS) is one of the main prevention initiatives. MENS works with high school and middle school aged male youth and provides a minimum of 10 sessions that focus on gender roles and expectations, communication, conflict resolution, and health and less-healthy relationships. Sessions are co-facilitated by DAIS and school/organization staff, and encourage peer leadership. In 2015, DAIS held programming in four sites.

DAIS offers community education and skills-based training, working throughout the Dane County community to raise awareness about domestic violence and promote healthy relationships. The Community Awareness Prevention Education (CAPE) program offers workshops, presentations and trainings tailored for specific groups including: community groups, schools, businesses, law enforcement, health care providers and faith-based groups. In addition, this program helps to ensure that the organization's outreach efforts to both the community at-large and to victims who may need services are coordinated and comprehensive. In 2015, DAIS gave a total of 174 presentation and trainings and reached over 4,598 individuals and in 2014, DAIS did 194 presentations, reaching a total 5,039 people.

DOMESTIC ABUSE INTERVENTION SERVICES, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2015 and 2014

NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES (continued)

Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenue and expenses. Actual results could differ from those estimates.

Income Tax Status

DAIS is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. In addition, DAIS qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization other than a private foundation under Section 509(a)(2). DAIS LLC is treated as a disregarded entity for federal income tax purposes and its operations are reported on DAIS' federal exempt organization return.

Date of Management's Review

Management has evaluated subsequent events through March 28, 2016, the date which the consolidated financial statements were available to be issued.

NOTE 2—CONCENTRATIONS OF CREDIT RISK

DAIS maintains its cash balances in one financial institution located in Madison, Wisconsin. The balances are insured by the Federal Deposit Insurance Corporation up to \$250,000. At December 31, 2015 and 2014, DAIS' uninsured cash balances total approximately \$1,508,000 and \$1,810,000.

NOTE 3—ACCOUNTS RECEIVABLE

Accounts receivable at December 31, 2015 and 2014 consisted of the following:

	2015	2014
Wisconsin Department of Justice	\$ 12,809	\$ 16,968
City of Madison Community Development Division	31,386	14,380
Wisconsin Department of Public Instruction	16	218
Dane County Department of Human Services	2,710	6,492
Wisconsin Department of Children and Families	14,848	15,216
City of Madison Police Department	14,550	-
Accounts receivable	\$ 76,319	\$ 53,274

DOMESTIC ABUSE INTERVENTION SERVICES, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2015 and 2014

NOTE 4—UNCONDITIONAL PROMISES TO GIVE

Unconditional promises to give restricted for the capital campaign at December 31, 2015 and 2014 consisted of the following:

	<u>2015</u>	<u>2014</u>
Receivable in less than one year	\$ 373,349	\$ 514,903
Receivable in one to five years	<u>275,759</u>	<u>897,696</u>
Unconditional promises to give	649,108	1,412,599
Less allowance for doubtful accounts	11,000	28,000
Less discount to net present value	<u>6,726</u>	<u>22,000</u>
Unconditional promises to give - net	<u>\$ 631,382</u>	<u>\$ 1,362,599</u>

Unconditional promises to give receivable in more than one year are discounted at 2.5%

NOTE 5—PROPERTY AND EQUIPMENT

Property and equipment at December 31, 2015 and 2014 consisted of the following:

	<u>2015</u>	<u>2014</u>
Land	\$ 148,192	\$ 148,192
Buildings and improvements	5,880,190	5,868,100
Furniture and equipment	301,682	301,682
Capital improvements	<u>4,085</u>	<u>-</u>
Property and equipment	6,334,149	6,317,974
Less accumulated depreciation	<u>285,140</u>	<u>71,546</u>
Property and equipment - net	<u>\$ 6,049,009</u>	<u>\$ 6,246,428</u>

NOTE 6—NOTE PAYABLE

In July 2013, DAIS, LLC entered into a construction loan with Park Bank. The contract states an annual interest rate of 4.125% and requires monthly interest payments. The maximum amount that can be borrowed is \$4,500,000 and the loan cannot exceed seven years. The construction was completed in August 2014. In 2015, the loan document was updated to 55 monthly payments of \$20,565, principal and interest combined.

DOMESTIC ABUSE INTERVENTION SERVICES, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2015 and 2014

NOTE 6—NOTE PAYABLE (continued)

Future principal payments are as follows:

2016	\$	207,228
2017		216,308
2018		225,402
2019		234,877
2020		160,523

NOTE 7—TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets are available for the following purposes or periods:

	<u>2015</u>	<u>2014</u>
Capital campaign promises to give with payments due in future periods	\$ 631,382	\$ 1,362,599
Outreach and education program	-	3,500
Prevention project	50,000	50,000
DCBA - Legal Satellite Office	-	644
Temporarily restricted net assets	<u>\$ 681,382</u>	<u>\$ 1,416,743</u>

NOTE 8—LEASES

DAIS renewed a copier lease in June 2013 that requires monthly payments of \$425 and expires in June 2018. Lease expense for 2015 and 2014 was \$5,100 and \$4,575.

Future minimum lease payments are as follows:

2016	\$	5,100
2017		5,100
2018		2,550

NOTE 9—GRANTS

Grants for 2015 and 2014 consisted of the following:

	<u>2015</u>	<u>2014</u>
Dane County Department of Human Services	\$ 247,761	\$ 248,285
Wisconsin Department of Children and Families	178,211	182,621
City of Madison Community Development Division	275,152	261,304
Wisconsin Department of Justice	63,995	67,030
Wisconsin Department of Public Instruction	2,264	8,314
Others	14,724	26,041
Grants	<u>\$ 782,107</u>	<u>\$ 793,595</u>

DOMESTIC ABUSE INTERVENTION SERVICES, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
Year ended December 31, 2015

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
Department of Agriculture Pass-Through Program from Wisconsin Department of Public Instruction Child and Adult Care Food Program	10.558	13-6842	\$ 2,264
Department of Justice Pass-Through Program from Wisconsin Department of Justice Crime Victim Assistance	16.575	2013-VO-01-10673	51,109
Crime Victim Assistance	16.575	2014-VO-01-11281	12,886
Total 16.575			63,995
Department of Justice Pass-Through Program from United Way of Dane County, Inc. Transitional Housing Assistance for Victims of Domestic Violence, Dating Violence, Stalking, or Sexual Assault	16.736	30320	1,136
Department of Justice Pass-Through Program from Dane County Department of Human Services Supervised Visitation, Safe Havens for Children	16.527	82867	7,920
Total Department of Justice Programs			73,051
Department of Health and Human Services Pass- Through Program from Wisconsin Department of Children and Families Family Violence Prevention and Services Domestic Violence Shelter and Supportive Services	93.671	2015	53,484
Department of Homeland Security Direct Program Emergency Food and Shelter National Board Program	97.024		6,400
Total expenditures of federal awards			\$ 135,199
State Grantor/Program Title		State Identifying Number	State Expenditures
Wisconsin Department of Children and Families Domestic Abuse		435.521717	\$ 79,727
Domestic Abuse Child		435.521718	20,000
Domestic Abuse Temporary Assistance Needy Families		435.521721	25,000
Total expenditures of state awards			\$ 124,727

See accompanying notes to schedule of expenditures of federal and state awards.

DOMESTIC ABUSE INTERVENTION SERVICES, INC.
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
Year ended December 31, 2015

NOTE 1—BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal and state awards (the "Schedule") includes the federal and state award activity of DAIS under programs of the federal government and state agencies for the year ended December 31, 2015. The information in this Schedule is presented in accordance with the requirements of the *Provider Agency Audit Guide*, 1999 revision. Because the Schedule presents only a selected portion of the operations of DAIS, it is not intended to and does not present the financial position, changes in net assets, or cash flows of DAIS.

NOTE 2—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles contained in OMB Circular A-122, *Cost Principles for Non-profit Organizations*, the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, or the *Allowable Cost Policy Manual* wherein certain types of expenditures are not allowable or are limited as to reimbursement.

DOMESTIC ABUSE INTERVENTION SERVICES, INC.
SCHEDULE OF REVENUE AND EXPENSES
BY FUNDING SOURCE AND BY PROGRAM
 Year ended December 31, 2015

	Shelter and Support				Crisis Intervention						
					Dane		County		City of		Total
	State of Wisconsin	City of Madison	Other	Total	Dane County Crisis Intervention	Dane County Safe Havens	Dane County Crisis Housing	City of Madison	Other		
TOTAL REVENUE	\$ 133,211	\$ 164,564	\$ 954,217	\$ 1,251,992	\$ 125,252	\$ 7,920	\$ 25,000	\$ 58,771	\$ 132,773	\$ 349,716	
EXPENSES											
Program expenses											
Personnel	108,388	128,812	630,242	867,442	109,412	7,920	25,000	58,307	81,775	282,414	
Operating Space	24,823	4,850	62,753	92,426	10,840	-	-	464	17,309	28,613	
Special costs	-	-	245,186	245,186	-	-	-	-	11,768	11,768	
	-	30,902	16,036	46,938	5,000	-	-	-	21,921	26,921	
Total program expenses	133,211	164,564	954,217	1,251,992	125,252	7,920	25,000	58,771	132,773	349,716	
Supporting activities											
Personnel	-	-	-	-	-	-	-	-	-	-	
Operating Space	-	-	-	-	-	-	-	-	-	-	
Total supporting activities expenses	-	-	-	-	-	-	-	-	-	-	
TOTAL EXPENSES	133,211	164,564	954,217	1,251,992	125,252	7,920	25,000	58,771	132,773	349,716	
Excess of revenue over expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	

DOMESTIC ABUSE INTERVENTION SERVICES, INC.
SCHEDULE OF REVENUE AND EXPENSES
BY FUNDING SOURCE AND BY PROGRAM
 Year ended December 31, 2015

	Children's Services				Legal Advocacy Services				Total-All Programs
	State of Wisconsin	City of Madison	Other	Total	Dane County	Other	Total	Other	
	\$	\$	\$	\$	\$	\$	\$	\$	
TOTAL REVENUE	20,000	51,817	121,840	193,657	89,589	68,755	158,344	760,390	2,714,099
EXPENSES									
Program expenses									
Personnel	20,000	49,167	96,627	165,794	84,929	58,372	143,301	521,946	1,980,897
Operating	-	2,650	14,131	16,781	4,360	3,206	7,566	152,481	297,867
Space	-	-	11,082	11,082	-	3,006	3,006	145,773	416,815
Special costs	-	-	-	-	300	4,171	4,471	-	78,330
Total program expenses	20,000	51,817	121,840	193,657	89,589	68,755	158,344	820,200	2,773,909
Supporting activities									
Personnel	-	-	-	-	-	-	-	414,181	414,181
Operating	-	-	-	-	-	-	-	117,112	117,112
Space	-	-	-	-	-	-	-	18,907	18,907
Total supporting activities expenses	-	-	-	-	-	-	-	550,200	550,200
TOTAL EXPENSES	20,000	51,817	121,840	193,657	89,589	68,755	158,344	1,370,400	3,324,109
Excess of revenue over expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (610,010)	\$ (610,010)

December-15

DANE COUNTY DEPARTMENT OF HUMAN SERVICES PROVIDER AGENCY EXPENSE REPORT THROUGH:

Provider Name: DOMESTIC ABUSE INTERV Contract #: 82907
 Program Name: CRISIS INTERVENTION Program Group #: 6995
 Provider Certified By: DIANE WENZEL Date: 1/14/2016

	1 Approved County-Funded Budget	2 YTD County-Funded Admin Expense	3 YTD County-Funded Program Expense	4 YTD County-Funded Expense Total (= Col. 2 + 3)	5 YTD County-Funded Budget	6 YTD % Variance from Budget
A PERSONNEL						
Salaries	92,291	8,865	83,426	92,291	92,291	
Taxes	10,186		10,186	10,186	10,186	
Benefits	6,935		6,935	6,935	6,935	
Subtotal A	109,412	8,865	100,547	109,412	109,412	0.00%
B OPERATING						
Insurance	945		945	945	945	
Professional Fees	5,000		5,000	5,000	5,000	
Audit	95		95	95	95	
Data Processing Fees						
Postages, Office, and Program Sup	900		900	900	900	
Equipment/Furnishings						
Depreciation						
Telephone	1,000		1,000	1,000	1,000	
Training/Conference	300		300	300	300	
Food/Household Supplies	600		600	600	600	
Auto Allowance						
Vehicle Costs						
Other1: PRINTING	2,000		2,000	2,000	2,000	
Other2: DIRECT AID-LANGUA	10,840	95	10,745	10,840	10,840	0.00%
Subtotal B						
C SPACE						
Rent						
Utilities	500		500	500	500	
Maintenance	1,000		1,000	1,000	1,000	
Mortgage Interest, Depreciation,	500		500	500	500	
Property Taxes						
Subtotal C	2,000	0	2,000	2,000	2,000	0.00%
D SPECIAL COSTS						
Assistance to Individuals	3,000		3,000	3,000	3,000	
Subtotal D	3,000	0	3,000	3,000	3,000	0.00%
E OTHER						
Other3:						
Other4:						
Subtotal E	0	0	0	0	0	#DIV/0!
This section for Adult - DD only.						
F OFF-SETTING REVENUE						
Show as negative numbers:						
Government Benefits (SSI, SSDI, etc.)						
Private Pay (Trust Funds, etc.)						
Cost Share						
Other						
Subtotal F	125,252	8,960	116,292	125,252	125,252	0.00%
TOTAL A THROUGH F						

*CERTIFICATION: I certify the expenses listed above are true, correct, and allowable, in the amount stated and have not been reimbursed heretofore.

DANE COUNTY DEPARTMENT OF HUMAN SERVICES PROVIDER AGENCY EXPENSE REPORT THROUGH:

Provider Name:	DOMESTIC ABUSE INTERV SAFE HAVENS/JUSTICE FO	Contract #:	82867	*Provider Certified By:	Diane Wenzel	3/18/2016
Program Name:	SAFE HAVENS/JUSTICE FO	Program Group #:	9179			Date
	1 Approved County-Funded Budget	2 YTD County-Funded Admin Expense	3 YTD County-Funded Program Expense	4 YTD County-Funded Expense Total (= Col. 2 + 3)	5 YTD County-Funded Budget	6 YTD % Variance from Budget
A PERSONNEL						
Salaries	7,264		6,637	6,637	6,637	
Taxes	396		427	427	427	
Benefits	260		856	856	856	
Subtotal A	7,920	0	7,920	7,920	7,920	0.00%
B OPERATING						
Insurance				0		
Professional Fees				0		
Audit				0		
Data Processing Fees				0		
Postage, Office, and Program Supplies				0		
Equipment/Furnishings				0		
Depreciation				0		
Telephone				0		
Training/Conference				0		
Food/Household Supplies				0		
Auto Allowance				0		
Vehicle Costs				0		
Other1:				0		
Other2:				0		
Subtotal B	0	0	0	0	0	#DIV/0!
C SPACE						
Rent				0		
Utilities				0		
Maintenance				0		
Mortgage Interest, Depreciation,				0		
Property Taxes				0		
Subtotal C	0	0	0	0	0	#DIV/0!
D SPECIAL COSTS						
Assistance to Individuals	0	0	0	0	0	#DIV/0!
Subtotal D	0	0	0	0	0	#DIV/0!
E OTHER						
Other3:				0		
Other4:				0		
Subtotal E	0	0	0	0	0	#DIV/0!
F OFF-SETTING REVENUE						
Show as negative numbers:				0		
Government Benefits (SSI, SSDI, etc.)				0		
Private Pay (Trust Funds, etc.)				0		
Cost Share				0		
Other				0		
Subtotal F	0	0	0	0	0	#DIV/0!
TOTAL A THROUGH F	7,920	0	7,920	7,920	7,920	0.00%

*CERTIFICATION: I certify the expenses listed above are true, correct, and allowable, in the amount stated and have not been reimbursed heretofore.

DANE COUNTY DEPARTMENT OF HUMAN SERVICES PROVIDER AGENCY EXPENSE REPORT THROUGH:

Provider Name:	DOMESTIC ABUSE INTERV	Contract #:	82573	*Provider Certified By:	DIANE WENZEL	3/29/2016
Program Name:	CRISIS HOUSING	Program Group #:	10828			Date

	1 Approved County-Funded Budget	2 YTD County-Funded Admin Expense	3 YTD County-Funded Program Expense	4 YTD County-Funded Expense Total (= Col. 2 + 3)	5 YTD County-Funded Budget	6 YTD % Variance from Budget
A PERSONNEL						
Salaries	5,000		5,000	5,000	5,000	
Taxes				0	0	
Benefits				0		
Subtotal A	5,000	0	5,000	5,000	5,000	0.00%
B OPERATING						
Insurance				0		
Professional Fees				0		
Audit				0		
Data Processing Fees				0		
Postage, Office, and Program Supplies				0		
Equipment/Furnishings				0		
Depreciation				0		
Telephone				0		
Training/Conference				0		
Food/Household Supplies				0		
Auto Allowance				0		
Vehicle Costs				0		
Other1: PRINTING				0		
Other2: DIRECT AID - LANG LINES - TRANS				0		
Subtotal B	0	0	0	0	0	#DIV/0!
C SPACE						
Rent				0		
Utilities				0		
Maintenance				0		
Mortgage Interest, Depreciation,				0		
Property Taxes				0		
Subtotal C	0	0	0	0	0	#DIV/0!
D SPECIAL COSTS						
Assistance to Individuals	20,000		20,000	20,000	20,000	
Subtotal D	20,000	0	20,000	20,000	20,000	0.00%
E OTHER						
Other3:				0		
Other4:				0		
Subtotal E	0	0	0	0	0	#DIV/0!
F OFF-SETTING REVENUE						
Show as negative numbers:						
Government Benefits (SSI, SSDI, etc.)				0		
Private Pay (Trust Funds, etc.)				0		
Cost Share				0		
Other				0		
Subtotal F	0	0	0	0	0	#DIV/0!
TOTAL A THROUGH F	25,000	0	25,000	25,000	25,000	0.00%

*CERTIFICATION: I certify the expenses listed above are true, correct, and allowable, in the amount stated and have not been reimbursed heretofore.

December-15

DANE COUNTY DEPARTMENT OF HUMAN SERVICES PROVIDER AGENCY EXPENSE REPORT THROUGH:

Provider Name:	DOMESTIC ABUSE INTERV	Contract #:	82907	Provider Certified By:	DIANE WENZEL	1/14/2016
Program Name:	LEGAL SERVICES	Program Group #:	1288			Date

	1 Approved County-Funded Budget	2 YTD County-Funded Admin Expense	3 YTD County-Funded Program Expense	4 YTD County-Funded Expense Total (= Col. 2 + 3)	5 YTD County-Funded Budget	6 YTD % Variance from Budget
A PERSONNEL						
Salaries	69,910	5,131	64,779	69,910	69,910	
Taxes	6,995		6,995	6,995	6,995	
Benefits	8,024		8,024	8,024	8,024	
Subtotal A	84,929	5,131	79,798	84,929		0.00%
B OPERATING						
Insurance	1,000		1,000	1,000	1,000	
Professional Fees						
Audit						
Data Processing Fees	300		300	300	300	
Postage, Office, and Program Sup						
Equipment/Furnishings						
Depreciation	1,460		1,460	1,460	1,460	
Telephone	100		100	100	100	
Training/Conference						
Food/Household Supplies	1,500		1,500	1,500	1,500	
Auto Allowance						
Vehicle Costs						
Other1: PRINTING						
Other2:	4,360	0	4,360	4,360	4,360	0.00%
Subtotal B	4,360	0	4,360	4,360		0.00%
C SPACE						
Rent						
Utilities						
Maintenance						
Mortgage Interest, Depreciation						
Property Taxes						
Subtotal C	0	0	0	0		#DIV/0!
D SPECIAL COSTS						
Assistance to Individuals	300		300	300	300	
Subtotal D	300	0	300	300		0.00%
E OTHER						
Other3:						
Other4:	0	0	0	0	0	#DIV/0!
Subtotal E	0	0	0	0		#DIV/0!
This section for Adult - DD only.						
F OFF-SETTING REVENUE						
Show as negative numbers:						
Government Benefits (SSI, SSDI, etc.)						
Private Pay (Trust Funds, etc.)						
Cost Share						
Other	0	0	0	0	0	#DIV/0!
Subtotal F	0	5,131	84,458	89,589	89,589	0.00%
TOTAL A THROUGH F						

*CERTIFICATION: I certify the expenses listed above are true, correct, and allowable, in the amount stated and have not been reimbursed heretofore.



Wegner CPAs

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

To the Board of Directors
Domestic Abuse Intervention Services, Inc.
Madison, Wisconsin

We have audited, in accordance with the 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 the *Provider Agency Audit Guide*, 1999 revision, the consolidated financial statements of Domestic Abuse Intervention Services, Inc., which comprise the consolidated statement of financial position as of December 31, 2015, and the related consolidated statements of activities, 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 March 28, 2016.

Internal Control over Financial Reporting

In planning and performing our audit of the consolidated financial statements, we considered Domestic Abuse Intervention Services, Inc.'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 consolidated financial statements, but not for the purpose of expressing an opinion on the effectiveness of Domestic Abuse Intervention Services, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of Domestic Abuse Intervention Services, Inc.'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 Domestic Abuse Intervention Services, Inc.'s consolidated 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 consolidated 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*.

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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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Wegner CPAs LLP

Wegner CPAs, LLP
Madison, Wisconsin
March 28, 2016

DOMESTIC ABUSE INTERVENTION SERVICES, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2015

Section I—Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported
Noncompliance material to financial statements noted?	No

Section II—Financial Statement Findings

No matters were reported

Section III—Other Issues

Does the auditor's report or the notes to the financial statements include disclosure with regard to substantial doubt as to the auditee's ability to continue as a going concern?	No
--	----

Does the audit report show audit issues (i.e., material non-compliance, non-material non-compliance, questioned costs, material weakness, significant deficiency, management letter comment, excess revenue, or excess reserve) related to grants/contracts with funding agencies that require audits to be in accordance with the *Provider Agency Audit Guide*?

Department of Children and Families	No
Dane County Department of Human Services	No

Was a management letter or other document conveying audit comments issued as a result of this audit?	No
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Name and signature of partner



Scott R. Haumersen, CPA

Date of report

March 28, 2016

DOMESTIC ABUSE INTERVENTION SERVICES, INC.
CITY OF MADISON COMMUNITY DEVELOPMENT DIVISION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year ended December 31, 2015

- | | |
|---|---------------|
| 1. Was a Single Audit required? | No |
| What dollar threshold was used to distinguish between type A and type B programs? | N/A |
| 2. Type of auditor's report issued? | Unmodified |
| 3. Internal control over financial reporting - | |
| Were material weakness identified? | No |
| Were significant deficiency identified not considered to be a material weakness? | None reported |
| Were noncompliance material to financial statements noted? | No |
| 4. Internal control over major programs - | |
| Were material weakness identified? | No |
| Were significant deficiency identified not considered to be a material weakness? | None reported |
| 5. Was the indirect cost allocation plan reasonable and acceptable per OMB A-122 or the Uniform Guidance? | Yes |
| 6. Were the actual costs reasonable and allocated appropriately per OMB A-122 or the Uniform Guidance? | Yes |
| 7. Were the costs allocated to the CD Office contracts based on costs incurred, and are they supported by records and documents? | Yes |
| 8. Were any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? | N/A |
| 9. Does the audit include an identification of all Federal revenue sources and dollar amounts by program?
See Schedule of Expenditures of Federal and State Awards | |
| 10. Does the audit list any financial statement Findings?
No matters were reported | |
| 11. Does the audit list any Federal and State award findings and questioned costs?
No matters were reported | |
| 12. Does the auditor have substantial doubt as to the auditee's ability to continue as a going concern? | No |
| 13. Does the audit report identify any additional audit issues related to the Agency's CD Office grants/contracts? | No |
| Does the audit include the - | |
| 14. Schedule of revenue and expenses by program and revenue source? | Yes |
| 15. Schedule of CD Office funds expended by program? | Yes |
| 16. Schedule of real property assets and the debt recorded against each property? | N/A |
| 17. Was a management letter or other document conveying audit comments issued as a result of this audit? | No |

Signature of Partner in Charge
Name of Partner in Charge
Date of report



Scott R. Haumersen, CPA

March 28, 2016