

# **Women's Center and Shelter of Greater Pittsburgh**

Consolidated Financial Statements

Years Ended June 30, 2023 and 2022  
with Independent Auditor's Report

**MaherDuessel**

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# WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

YEARS ENDED JUNE 30, 2023 AND 2022

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## Independent Auditor's Report

### **Board of Directors**

**Women's Center and Shelter of Greater Pittsburgh**

### Report on the Audit of the Consolidated Financial Statements

#### **Opinion**

We have audited the accompanying consolidated financial statements of the Women's Center and Shelter of Greater Pittsburgh (WC&S) and affiliate, which comprise the consolidated statements of financial position as of June 30, 2023 and 2022, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of WC&S and affiliate as of June 30, 2023 and 2022, and the changes in their net assets and their cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

#### **Basis for Opinion**

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are required to be independent of WC&S and affiliate and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### **Responsibilities of Management for the Consolidated Financial Statements**

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about WC&S and affiliate's ability to continue as a going concern within one year after the date that the consolidated financial statements are available to be issued.

### **Auditor's Responsibilities for the Audit of the Consolidated Financial Statements**

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the consolidated financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the consolidated financial statements.
- Obtain an understanding of internal control relevant to the audit 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 WC&S and affiliate's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about WC&S and affiliate's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

### **Supplementary Information**

Our audits were conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The supplementary information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the consolidated financial statements.

Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

*Maher Duessel*

Pittsburgh, Pennsylvania  
October 13, 2023

# WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

## CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

JUNE 30, 2023 AND 2022

	2023	2022
<b>Assets</b>		
Cash and cash equivalents	\$ 2,105,346	\$ 2,158,449
Restricted cash and cash equivalents	351,016	440,219
Accounts receivable, net	1,555,128	1,219,485
Prepaid expenses	124,546	139,601
Contributions receivable	3,518	36,229
Investments in trust - fair value	9,515,620	8,723,019
Interest rate cap	111,882	91,119
New Market Tax Credit financing - note receivable	8,112,500	8,112,500
Land, building, and equipment, net	11,450,601	11,858,595
<b>Total Assets</b>	<b>\$ 33,330,157</b>	<b>\$ 32,779,216</b>
<b>Liabilities and Net Assets</b>		
Liabilities:		
Accounts payable	\$ 21,431	\$ 25,428
Accrued expenses	216,416	232,907
New Market Tax Credit financing - notes payable, net	11,542,290	11,491,850
Notes payable	105,701	448,895
Total Liabilities	11,885,838	12,199,080
Net Assets:		
Without donor restrictions:		
Invested in land, building, and equipment	8,476,474	8,873,670
Board-designated	10,853,966	9,758,455
Undesignated - other	1,230,354	1,032,502
Total without donor restrictions	20,560,794	19,664,627
With donor restrictions:		
Purpose and time restrictions	749,525	781,509
Perpetual in nature	134,000	134,000
Total with donor restrictions	883,525	915,509
Total Net Assets	21,444,319	20,580,136
<b>Total Liabilities and Net Assets</b>	<b>\$ 33,330,157</b>	<b>\$ 32,779,216</b>

See accompanying notes to consolidated financial statements.

# WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

## CONSOLIDATED STATEMENTS OF ACTIVITIES

YEARS ENDED JUNE 30, 2023 AND 2022

	2023	2022
<b>Net Assets without Donor Restrictions:</b>		
Revenues, gains, and other support:		
Contributions:		
Individuals and others	\$ 1,611,298	\$ 1,678,209
Foundations and trusts	812,581	832,787
Nonfinancial assets	462,922	276,692
PCADV (DHS federal/state funds)	2,073,038	1,723,414
Governmental grants	2,871,822	2,543,222
United Way:		
Allocation	197,037	213,457
Contributor choice	154,750	150,742
Investment income (loss), net of fees	1,087,990	(989,071)
Special events - net	166,713	204,692
Fees for services	102,499	35,915
Other revenues	36,997	50,780
Net assets released from restrictions	645,022	510,452
Total revenues, gains, and other support	10,222,669	7,231,291
Expenses:		
Program services:		
Adult services	3,283,004	2,553,985
Empowerment center	1,490,346	971,509
Prevention and awareness	125,530	559,707
Children's program	848,599	780,627
Legal advocacy program	925,490	825,922
Civil Law Project	749,523	614,110
Batterers intervention	536,369	600,308
Standing firm	346,208	358,567
Medical advocacy program	106,331	108,701
Total program services	8,411,400	7,373,436
Management and general	415,609	398,645
Fundraising	520,256	315,502
Total expenses	9,347,265	8,087,583
<b>Change in Net Assets without Donor Restrictions     before Nonoperating Items</b>	875,404	(856,292)
Nonoperating items:		
Gain (loss) on fair market valuation - interest rate cap	20,763	85,900
Total nonoperating items	20,763	85,900
<b>Change in Net Assets without Donor Restrictions</b>	896,167	(770,392)
<b>Net Assets with Donor Restrictions:</b>		
Contributions:		
Foundations and trusts	613,038	655,675
Net assets released from restrictions	(645,022)	(510,452)
<b>Change in Net Assets with Donor Restrictions</b>	(31,984)	145,223
<b>Change in Net Assets</b>	864,183	(625,169)
<b>Net Assets:</b>		
Beginning of year	20,580,136	21,205,305
End of year	\$ 21,444,319	\$ 20,580,136

See accompanying notes to consolidated financial statements.

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

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED JUNE 30, 2023

	Program Services									Supporting Services			Total	
	Adult Services	Empowerment Center	Prevention and Awareness	Children's Program	Legal Advocacy Program	Civil Law Project	Batterers Intervention	Standing Firm	Medical Advocacy Program	Total Program Services	Management and General	Fundraising		Total Supporting Services
Salaries and related expenses:														
Salaries and wages	\$ 1,236,295	\$ 504,922	\$ 37,803	\$ 501,592	\$ 511,347	\$ 506,130	\$ 305,560	\$ 207,606	\$ 62,568	\$ 3,873,823	\$ 305,471	\$ 259,827	\$ 565,298	\$ 4,439,121
Payroll taxes and benefits	327,575	145,502	11,068	136,635	150,197	137,323	77,029	58,507	20,234	1,064,070	69,725	62,978	132,703	1,196,773
Total salaries and related expenses	<u>1,563,870</u>	<u>650,424</u>	<u>48,871</u>	<u>638,227</u>	<u>661,544</u>	<u>643,453</u>	<u>382,589</u>	<u>266,113</u>	<u>82,802</u>	<u>4,937,893</u>	<u>375,196</u>	<u>322,805</u>	<u>698,001</u>	<u>5,635,894</u>
Specific assistance	621,563	513,588	-	5,037	-	140	-	-	-	1,140,328	-	-	-	1,140,328
Professional fees	73,969	24,312	6,833	25,429	32,347	20	41,956	3,450	1,044	209,360	11,923	37,615	49,538	258,898
Supplies	25,976	9,423	771	8,349	5,688	792	3,355	2,174	653	57,181	-	35	35	57,216
Donated items	341,668	-	-	1,600	-	-	-	-	-	343,268	-	-	-	343,268
Other non-personnel related expenses	26,026	11,624	25,019	6,902	12,749	3,442	4,669	2,617	1,044	94,092	10,335	106,665	117,000	211,092
Rent, parking, and other occupancy	100,246	45,904	3,829	29,715	66,818	19,299	17,728	10,599	4,127	298,265	955	46	1,001	299,266
Equipment rental/maintenance	32,982	13,395	1,128	7,627	8,318	-	4,821	3,112	956	72,339	-	-	-	72,339
Travel and meetings	6,025	1,875	141	1,128	2,161	1,070	2,195	1,634	119	16,348	2,159	1,114	3,273	19,621
Depreciation and amortization	200,915	91,496	7,707	52,097	56,818	-	32,929	21,254	6,528	469,744	-	-	-	469,744
Other expenses	288,213	127,599	31,172	72,086	78,608	81,307	45,873	35,091	9,008	768,957	15,012	19,262	34,274	803,231
Business expenses	1,551	706	59	402	439	-	254	164	50	3,625	29	32,714	32,743	36,368
Total expenses	<u>\$ 3,283,004</u>	<u>\$ 1,490,346</u>	<u>\$ 125,530</u>	<u>\$ 848,599</u>	<u>\$ 925,490</u>	<u>\$ 749,523</u>	<u>\$ 536,369</u>	<u>\$ 346,208</u>	<u>\$ 106,331</u>	<u>\$ 8,411,400</u>	<u>\$ 415,609</u>	<u>\$ 520,256</u>	<u>\$ 935,865</u>	<u>\$ 9,347,265</u>

See accompanying notes to consolidated financial statements.



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

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED JUNE 30, 2022

	Program Services									Supporting Services			Total	
	Adult Services	Empowerment Center	Prevention and Awareness	Children's Program	Legal Advocacy Program	Civil Law Project	Batterers Intervention	Standing Firm	Medical Advocacy Program	Total Program Services	Management and General	Fundraising		Total Supporting Services
Salaries and related expenses:														
Salaries and wages	\$ 999,926	\$ 290,240	\$ 190,341	\$ 435,278	\$ 419,041	\$ 457,172	\$ 323,820	\$ 187,801	\$ 61,189	\$ 3,364,808	\$ 313,190	\$ 189,537	\$ 502,727	\$ 3,867,535
Payroll taxes and benefits	288,800	86,287	27,329	124,328	132,771	128,640	94,181	51,924	19,657	953,917	68,348	50,949	119,297	1,073,214
Total salaries and related expenses	<u>1,288,726</u>	<u>376,527</u>	<u>217,670</u>	<u>559,606</u>	<u>551,812</u>	<u>585,812</u>	<u>418,001</u>	<u>239,725</u>	<u>80,846</u>	<u>4,318,725</u>	<u>381,538</u>	<u>240,486</u>	<u>622,024</u>	<u>4,940,749</u>
Specific assistance	433,088	348,784	-	1,612	480	43	-	-	-	784,007	-	-	-	784,007
Professional fees	110,019	25,219	72,124	21,423	43,004	-	44,732	33,309	2,473	352,303	6,010	13,135	19,145	371,448
Supplies	21,369	6,494	3,696	7,095	5,454	201	3,964	2,368	718	51,359	-	233	233	51,592
Donated items	131,086	-	-	3,750	-	-	-	-	-	134,836	-	-	-	134,836
Other non-personnel related expenses	16,996	6,551	141,685	5,491	11,003	3,284	4,536	3,987	708	194,241	655	42,762	43,417	237,658
Rent, parking, and other occupancy	62,833	23,515	13,391	21,352	57,132	18,710	15,692	8,601	3,416	224,642	696	-	696	225,338
Equipment rental/maintenance	53,989	20,502	11,812	16,474	17,430	-	12,668	7,567	2,294	142,736	-	-	-	142,736
Travel and meetings	3,134	1,099	471	670	695	117	658	631	91	7,566	4,073	649	4,722	12,288
Depreciation and amortization	182,978	69,603	40,100	55,927	59,172	-	43,009	25,689	7,788	484,266	-	-	-	484,266
Other expenses	248,592	92,769	58,501	86,868	79,360	5,919	56,772	35,800	10,317	674,898	5,673	17,612	23,285	698,183
Business expenses	1,175	446	257	359	380	24	276	890	50	3,857	-	625	625	4,482
Total expenses	<u>\$ 2,553,985</u>	<u>\$ 971,509</u>	<u>\$ 559,707</u>	<u>\$ 780,627</u>	<u>\$ 825,922</u>	<u>\$ 614,110</u>	<u>\$ 600,308</u>	<u>\$ 358,567</u>	<u>\$ 108,701</u>	<u>\$ 7,373,436</u>	<u>\$ 398,645</u>	<u>\$ 315,502</u>	<u>\$ 714,147</u>	<u>\$ 8,087,583</u>

See accompanying notes to consolidated financial statements.

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

CONSOLIDATED STATEMENTS OF CASH FLOWS

YEARS ENDED JUNE 30, 2023 AND 2022

	2023	2022
<b>Cash Flows From Operating Activities:</b>		
Change in net assets	\$ 864,183	\$ (625,169)
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation	419,304	433,826
Amortization	50,440	50,440
Net depreciation (appreciation) of investments	(736,939)	1,313,483
Bad debt expense	32,514	-
(Gain) loss on fair market valuation - interest rate cap	(20,763)	(85,900)
Debt accretion	5,806	5,627
Change in:		
Accounts receivable	(335,643)	(302,521)
Prepaid expenses	15,055	(45,261)
Contributions receivable	64	25,692
Accounts payable	(3,997)	10,308
Accrued expenses	(16,491)	(58,411)
Total adjustments	(590,650)	1,347,283
Net cash provided by (used in) operating activities	273,533	722,114
<b>Cash Flows From Investing Activities:</b>		
Purchase of fixed assets	(11,310)	(31,310)
Purchase of investments	(2,709,059)	(2,986,254)
Proceeds from sale of investments	2,653,397	2,871,339
Net cash provided by (used in) investing activities	(66,972)	(146,225)
<b>Cash Flows From Financing Activities:</b>		
Payment on notes payable	(349,000)	-
Collection of contributions restricted for long-term purposes:		
Capital campaign	133	16,457
Net cash provided by (used in) financing activities	(348,867)	16,457
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	(142,306)	592,346
<b>Cash and Cash Equivalents:</b>		
Beginning of year	2,598,668	2,006,322
End of year	\$ 2,456,362	\$ 2,598,668
Consists of:		
Cash and cash equivalents	\$ 2,105,346	\$ 2,158,449
Restricted cash and cash equivalents	351,016	440,219
	\$ 2,456,362	\$ 2,598,668
<b>Supplemental Information:</b>		
Interest paid	\$ 292,230	\$ 283,841
In-kind contributions	\$ 462,922	\$ 276,692

See accompanying notes to consolidated financial statements.

# WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2023 AND 2022

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### 1. Organization

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

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

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

### 2. Summary of Significant Accounting Policies

#### Basis of Accounting

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

#### Revenue Recognition

WC&S recognizes contributions at their net realizable value when cash, securities or other assets, or an unconditional promise to give is received. Conditional promises to give, that is, those with a measurable performance or other barrier and a right of return, are not

# WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2023 AND 2022

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recognized until the conditions on which they depend have been met. A conditional pledge is defined by WC&S as a donor-imposed stipulation that specifies a future and uncertain event whose occurrence or failure to occur gives the donor the right of return of the assets or releases the donor from the obligation to transfer assets in the future. As of June 30, 2023, WC&S has no conditional pledges. As of June 30, 2022, WC&S had one pledge totaling \$250,000 conditioned upon meeting certain project milestones related to establishing a Risk & Opportunity Fund. The conditions on this pledge were met during the year ended June 30, 2023 and the full amount has been recognized as contribution revenue on the consolidated statements of activities.

A portion of WC&S's revenue is derived from cost-reimbursable federal, state, county, and city contracts and grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenditures. WC&S recognizes contract revenue (up to the contract amount) to the extent of qualifying expenses. WC&S has cost-reimbursement grants totaling approximately \$830,000 and \$3.5 million at June 30, 2023 and 2022, respectively, that have not been recognized as revenue because qualifying expenditures have not yet been incurred. Amounts received prior to incurring qualifying expenditures are reported as refundable advances in the consolidated statements of financial position. No material amounts have been received in advance. Any of its funding sources may, at its discretion, request reimbursement for expenses or return of funds, or both as a result of non-compliance by WC&S with the terms of the grants or contracts. Management is unaware of any instances of non-compliance with grant or contract terms.

Program revenue, primarily fees for services, is recognized in the period in which the services are performed, as performance obligations are satisfied upon these events. There are no material opening or closing contract accounts receivable or deferred revenue related to these services for the years ended June 30, 2023 and 2022. There have been no changes in the significant judgements related to the amount or timing of revenue from these transactions and there are no impairment losses to recognize.

### Net Asset Classes

WC&S's consolidated financial statements are classified for accounting and reporting purposes into two classes of net assets (with donor restrictions or without donor restrictions) established according to their nature and purpose. Separate accounts are maintained for individual funds; however, for financial reporting purposes, funds that have similar characteristics have been combined into net asset classes.

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# WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2023 AND 2022

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

Net Assets Without Donor Restrictions - Used to accumulate all undesignated and board-designated resources from operations. This class represents the part of net assets of a not-for-profit organization that are not subject to donor-imposed stipulations. WC&S has board-designated net assets without donor restrictions for a reserve fund in the amount of \$10,235,386 and \$9,758,455 at June 30, 2023 and 2022, respectively. The reserve fund is described in Note 3 below. In addition, the board has designated net assets totaling \$479,168 and \$139,412 at June 30, 2023 for fiscal year 2024 operations and bridge pay, respectively.

Net Assets With Donor Restrictions - Represents a portion of the net assets of WC&S resulting (a) from contributions and other inflows of assets whose use by WC&S is limited by donor-imposed stipulations that can be either fulfilled and removed by actions of WC&S pursuant to those stipulations or are to be maintained in perpetuity, but permit WC&S to use up or expend part or all of the income derived from the donated assets and (b) from reclassifications to (or from) other classes of net assets as a consequence of donor-imposed stipulations, and their fulfillment and removal by action of WC&S pursuant to those stipulations.

Donor-restricted support is reported as an increase in net assets with donor restrictions, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the consolidated statements of activities as net assets released from restrictions. Donor-restricted support whose restrictions are met in the same fiscal year are reported as net assets without donor restrictions.

### Use of Estimates in the Preparation of Consolidated Financial Statements

The preparation of consolidated financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting periods. Actual results could differ from those estimates.

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# WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2023 AND 2022

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### Investments

Investments are recorded at their fair values in the consolidated statements of financial position. Unrealized gains and losses are included in investment income. Investment income from donor restricted assets not otherwise restricted by the donor is recorded as income without donor restrictions.

### Fixed Assets

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

### Cash and Cash Equivalents

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

Additionally, WC&S has New Market Tax Credit financing funds as of June 30, 2023 and 2022, which are held and controlled by the bank and are restricted for use towards future interest payments.

### Accounts Receivable

Accounts receivable primarily represents amounts due from governmental funding sources for eligible expenditures incurred prior to reimbursement and are stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible amounts through a provision for bad debt expense and an adjustment to a valuation allowance based on its assessment of the current status of individual accounts. As of June 30, 2023, WC&S has an allowance for doubtful accounts of \$65,000. As of June 30, 2022, there were no allowances for doubtful accounts deemed necessary by management.

### Contributions Receivable

Contributions receivable represent amounts awarded by donors that have not been received. All contributions receivable are deemed fully collectible and, as such, no

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# WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2023 AND 2022

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allowance has been recorded. All donations and grants receivable as of June 30, 2023 and 2022 are expected to be collected within one 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. Expenses directly related to a specific program are charged to that program. Accordingly, certain costs not charged directly to a program have been allocated among the programs and supporting services benefited. Salaries and occupancy space are the major bases for allocation.

### Fair Value Measurement

WC&S follows the fair value accounting standards, in accordance with accounting principles generally accepted in the United States of America, which defines fair value, establishes a framework for measuring fair value, and enhances disclosures about fair value measurements for all financial assets and liabilities.

### Tax-Exempt Status

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

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

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

# WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

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### Concentration of Risk Factors

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

Additionally, at June 30, 2023 and 2022, WC&S had \$1,986,362 and \$2,150,099, respectively, in deposits in local financial institutions in excess of the amount insured by the FDIC. The solvency of the financial institutions is monitored and is not a concern of management at this time.

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

### Adopted Accounting Standard

The provisions of this Standards Update have been adopted and incorporated into these financial statements:

ASU 2016-02, "*Leases (Topic 842)*." These amendments and related amendments require lessees to recognize assets and liabilities on the statement of financial position for the rights and obligations created by all leases with terms of more than twelve months. Disclosures are required by lessees to meet the objective of enabling users of financial statements to assess the amount, timing, and uncertainty of cash flows arising from leases. The adoption of this standard did not have a significant impact on the financial statements.

### Pending Accounting Standards Updates

The Financial Accounting Standards Board (FASB) has issued Accounting Standards Updates (individually and collectively, ASU) that will become effective in future years as outlined below. Management has not yet determined the impact of these updates on the consolidated financial statements:

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# WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

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ASU 2016-13, "Financial Instruments-Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments," is effective, as delayed, for the financial statements for the year beginning after December 15, 2022. These amendments and related amendments require a financial asset (or a group of financial assets) measured at amortized cost basis to be presented at the net amount expected to be collected. This includes loans, debt securities, trade receivables, net investments in leases, off-balance-sheet credit exposures, reinsurance receivables, and any other financial assets not excluded from the scope that have the contractual right to receive cash.

### Subsequent Events

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

### **3. Reserve Fund**

The objectives of WC&S' Reserve Fund, consisting primarily of investments in trust in the consolidated statements of financial position, are to support ongoing operations, promote public and donor confidence in the long-term sustainability of WC&S, provide for nonrecurring expenses that will build long-term capacity, provide an internal source of funds for situations such as a sudden increase in expenses, one-time budgeted expenses, unanticipated loss in funding, or uninsured losses, and to maintain an internal line of credit to manage cash flow and maintain financial flexibility. To satisfy its long-term rate-of-return objectives, WC&S relies on a total rate-of-return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends).

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

WC&S's average spending policy is approximately 3.3% of the total market value derived from an expected asset allocation of 60% equities and 40% bonds with average long-term returns of 8% and 3%, respectively. Actual spending may vary according to the needs of

# WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

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WC&S. The reserve asset portfolio was comprised of the following at June 30, 2023 and 2022:

	2023	2022
Cash and cash equivalents:		
Money market	\$ 861,678	\$ 856,234
Investments:		
Money market funds	95,312	149,548
Fixed income	3,060,144	3,146,868
Equities	3,585,353	2,727,045
Mutual funds	2,258,353	2,134,018
Alternative investments	516,458	565,540
Total reserve asset portfolio	\$ 10,377,298	\$ 9,579,253

The reserve net asset classes are primarily without donor restrictions, Board-designated, and a portion related to net assets with donor restrictions as described in the table below.

During fiscal 2023, WC&S had the following reserve and endowment related activities:

	Without Donor Restrictions - Board-Designated Reserve	With Donor Restrictions - Perpetual in Nature	Total Reserve and Endowment
Investment return:			
Investment income	\$ 201,345	\$ 2,634	\$ 203,979
Net appreciation (depreciation)	727,423	9,516	736,939
Investment fees	(61,375)	(803)	(62,178)
Total investment return (loss)	867,393	11,347	878,740
Contributions	-	-	-
Transfers to/from other funds	(390,462)	(11,347)	(401,809)
Total change in reserve and endowment funds	476,931	-	476,931
Reserve and endowment funds:			
Beginning of year	9,758,455	134,000	9,892,455
End of year	\$ 10,235,386	\$ 134,000	\$ 10,369,386

# WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

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During fiscal 2022, WC&S had the following reserve and endowment related activities:

	Without Donor Restrictions - Board-Designated Reserve	With Donor Restrictions - Perpetual in Nature	Total Reserve and Endowment
Investment return:			
Investment income	\$ 179,557	\$ 2,547	\$ 182,104
Net appreciation (depreciation)	(1,295,109)	(18,374)	(1,313,483)
Investment fees	(66,006)	(936)	(66,942)
Total investment return (loss)	(1,181,558)	(16,763)	(1,198,321)
Contributions	378,552	-	378,552
Transfers to/from other funds	(16,806)	16,763	(43)
Total change in reserve and endowment funds	(819,812)	-	(819,812)
Reserve and endowment funds:			
Beginning of year	10,578,267	134,000	10,712,267
End of year	\$ 9,758,455	\$ 134,000	\$ 9,892,455

# WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

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### 4. Investments

WC&S investments are managed by registered investment advisors. These investments are reported at fair value. As of June 30, 2023 and 2022, investments consist of the following:

	2023	2022
Level 1:		
Money market accounts	\$ 95,312	\$ 149,548
Fixed income:		
Taxable	2,439,220	2,670,463
Tax exempt	10,000	-
High yield	421,912	340,662
Emerging markets	189,012	135,743
Equities:		
U.S. large cap	3,585,353	2,727,045
Mutual funds:		
U.S. mid cap	602,895	533,426
U.S. small cap	382,865	267,564
Developed international	741,567	686,167
Emerging markets	531,026	559,164
Real estate investment trust	-	87,697
Alternative investments	516,458	565,540
Total Level 1 investments	\$ 9,515,620	\$ 8,723,019

WC&S investment income (loss), net of fees from its investments for the years ended June 30, 2023 and 2022 is summarized as follows:

	2023	2022
Interest and dividend income	\$ 203,979	\$ 182,104
Net realized and unrealized gain (loss)	736,939	(1,313,483)
Investment management fees	(62,178)	(66,942)
	\$ 878,740	\$ (1,198,321)

# WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

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Investment income (loss), net of fees on the statements of activities also includes \$209,250 for the years ended June 30, 2023 and 2022 related to CLP interest earned on the New Market Tax Credit financing – note receivable, as further described in Note 6.

In accordance with accounting principles generally accepted in the United States of America, all investments of WC&S are measured using Level 1, Level 2, and Level 3 fair value inputs. Level 1 fair value is defined as inputs based upon “measuring the value at quoted prices available in active markets for identical assets or liabilities as of the report date. A quoted price for an identical asset or liability in an active market provides the most reliable fair value measurement because it is directly observable to the market.” Level 2 is defined as inputs based upon “measuring pricing units other than at quoted prices in active markets, which are either directly or indirectly observable as of the report date. The nature of these securities includes investments for which quoted prices are available but traded less frequently and investments that are fair valued using other securities, the parameters of which can be directly observed.” Level 3 is defined as inputs based upon “significant unobservable inputs, as they trade infrequently or not at all.”

The fair values of investments held by WC&S are determined using quoted prices in active markets for identical assets and, as such, are classified at June 30, 2023 and 2022 as Level 1 assets within the fair value hierarchy.

# WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

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### 5. Fixed Assets

Fixed assets are comprised of the following amounts at June 30, 2023:

	Balance at June 30, 2022	Additions/ Reclass	Deletions/ Reclass	Balance at June 30, 2023
Land and improvements	\$ 254,086	\$ -	\$ -	\$ 254,086
Building	16,047,144	-	-	16,047,144
Office equipment	823,017	11,310	-	834,327
	17,124,247	11,310	-	17,135,557
Less: accumulated depreciation	(5,265,652)	(419,304)	-	(5,684,956)
Net land, building, and equipment	\$ 11,858,595	\$ (407,994)	\$ -	\$ 11,450,601

Fixed assets are comprised of the following amounts at June 30, 2022:

	Balance at June 30, 2021	Additions/ Reclass	Deletions/ Reclass	Balance at June 30, 2022
Land and improvements	\$ 254,086	\$ -	\$ -	\$ 254,086
Building	16,047,144	-	-	16,047,144
Office equipment	791,707	31,310	-	823,017
	17,092,937	31,310	-	17,124,247
Less: accumulated depreciation	(4,831,826)	(433,826)	-	(5,265,652)
Net land, building, and equipment	\$ 12,261,111	\$ (402,516)	\$ -	\$ 11,858,595

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

In March 2017, WC&S entered into a New Markets Tax Credit Financing Transaction through the New Market Tax Credit (NMTC) Program to fund construction costs for the renovation of the Shelter. The NMTC Program, enacted by Congress as part of the Community Renewal Tax Relief Act of 2000, is incorporated as section 45D of the Internal Revenue Code and permits taxpayers to claim federal tax credits for making Qualified Equity Investments (QEI)

# WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

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in a designated Community Development Entity (CDE). The CDE must use substantially all of the proceeds to make Qualified Low-Income Community Investments (QLICs) to Qualified Active Low-Income Community Businesses (QALICB). The tax credits are claimed over a seven-year period and equate to 39% of the QLICs.

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

The \$8,112,500 note between CLP and the Investment Fund has a fixed interest rate of 2.579353% with a term of 29 years and matures on March 1, 2046. Payments on the note are expected to be from additional capital campaign contributions and other pledged support received from WC&S. CLP will receive interest-only payments from the Investment Fund until March 1, 2024, at which time principal payments also begin. Interest earned on the note was \$209,250 for the years ended June 30, 2023 and 2022. At June 30, 2023 and 2022, the balance of the note is \$8,112,500. Future principal and interest income to be received on this note are as follows:

Year ending June 30,	Principal	Interest
2024	\$ 51,925	\$ 209,250
2025	279,149	205,225
2026	286,419	197,955
2027	293,878	190,495
2028	301,532	182,842
Thereafter	<u>6,899,597</u>	<u>1,727,523</u>
	<u>\$ 8,112,500</u>	<u>\$ 2,713,290</u>

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

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LLC (PUI-CDE) and Commonwealth Cornerstone Group (CCG-CDE). PUI Sub-CDE and CCG Sub-CDE then loaned these funds to WC&S in the form of four notes totaling \$12,100,000.

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

The four notes payable are reflected in the consolidated statements of financial position as follows for the years ended June 30, 2023 and 2022:

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

Future principal and interest payments on the four QLICI notes payable are as follows:

Year ending June 30,	Principal	Interest
2024	\$ 223,797	\$ 241,766
2025	330,076	235,822
2026	336,749	229,150
2027	343,557	222,342
2028	350,502	215,396
Thereafter	<u>10,515,319</u>	<u>2,675,905</u>
	<u>\$ 12,100,000</u>	<u>\$ 3,820,381</u>

Interest expense on the notes was \$276,686 and \$276,511 for the years ended June 30, 2023 and 2022, respectively.

Debt issuance costs of \$902,167, included in New Market Tax Credit financing - notes payable, are being amortized by the straight-line method over the term of the notes



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payable. Accumulated amortization is \$344,457 and \$294,017 at June 30, 2023 and 2022, respectively. The total amount of amortization expense for 2023 and 2022 is \$50,440.

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

Year ending June 30,	Amortization Expense
2024	\$ 50,440
2025	50,440
2026	50,440
2027	50,440
Thereafter	355,950
	<u>\$ 557,710</u>

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

## 7. Notes Payable

### Women’s Center and Shelter

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

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# WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

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

	June 30, 2023	June 30, 2022
Principal due in 2036	\$ 200,000	\$ 200,000
Less: future accretion on zero-interest note	(95,299)	(101,105)
Total	\$ 104,701	\$ 98,895

In June 2016, WC&S entered into a loan agreement with the Wilkesburg Borough Industrial and Commercial Development Authority (Authority) and a regional bank (or financial institution). Through this agreement, the Authority issued a Revenue Note, Series 2016 in the amount of \$9,000,000 to assist in the short-term financing of the facility renovation costs. On March 1, 2017, this Revenue Note was amended and restated to a principal amount of \$350,000. As of June 30, 2023 and 2022, the outstanding balance was \$1,000 and \$350,000, respectively. The remaining balance is expected to be paid in fiscal year 2024. The Revenue Note bears a rate equal to 70% of the sum of the term SOFR plus 2.865%. The interest rate was the term SOFR plus 2.615% and 2.67% at June 30, 2023 and 2022, respectively. Under the terms of the Revenue Note, WC&S must meet a debt service coverage ratio of not less than 1.05 to 1.00 and maintain an aggregate minimum liquidity of at least \$5,500,000. WC&S is considered to be in compliance with these covenants as of the years ended June 30, 2023 and 2022.

### 8. Interest Rate Cap

During 2017, CLP entered into a Rate Cap Transaction Agreement (Interest Rate Cap) with a regional bank, Huntington National Bank, with a notional amount of \$4,650,000 for the purpose of limiting its interest expense on floating-rate liabilities under the loan agreement (see Note 7) without modifying the underlying principal amount. The interest rate cap was entered into on February 28, 2017 and is set to expire on March 1, 2024. Under terms of the agreement, CLP paid a fixed amount of \$224,000 at inception to guarantee a maximum SOFR rate of 2.0%. The fair value of the agreement at June 30, 2023 and 2022 is \$111,882 and \$91,119, respectively. The change in the fair value of the interest rate cap is recorded in the consolidated statements of activities.

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

### 9. Net Assets with Donor Restrictions

Net assets with donor restrictions consist of the following at June 30:

	2023	2022
Subject to expense for a specified purpose (or purpose and time):		
Legal Advocacy Program	\$ 25,945	\$ 5,251
Children's Program	161,538	206,590
Shelter Program	63,950	120,637
Empowerment	51,481	2,403
Standing Firm Program	70,225	133,614
Development	294,392	177,850
Education Program	7,284	7,200
Finance and Information	74,710	95,317
Building improvements	-	32,647
Total subject to purpose and time restrictions	749,525	781,509
Subject to WC&S's spending policy and appropriation:		
Investment in perpetuity	134,000	134,000
Total net assets with donor restrictions	\$ 883,525	\$ 915,509

Net assets of \$645,022 and \$510,452 were released from donor restrictions during the fiscal years ended June 30, 2023 and 2022, respectively, by incurring expenses satisfying the restricted purpose.

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## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

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Income from net assets with donor restrictions – perpetual in nature is designated for long-term investment and aid for women who have been subject to physical or psychological abuse.

### 10. Profit-Sharing Plan

WC&S has a profit-sharing plan (plan) for eligible employees. This plan has a July 1 through June 30 plan year. For employees hired prior to April 1, 2012, WC&S contributes 10.34% of eligible participant salaries. For employees hired on or after April 1, 2012, WC&S contributes 5% of eligible participant salaries, and up to a 2% matching contribution. WC&S's aggregate plan contribution was \$198,107 and \$210,116 for the years ended June 30, 2023 and 2022, respectively.

### 11. Contributed Nonfinancial Assets

For the years ended June 30, 2023 and 2022, contributed nonfinancial assets recognized within the consolidated statement of activities included:

	<u>2023</u>	<u>2022</u>
Client services	\$ 88,051	\$ 75,621
Legal services	-	11,676
Management services	-	5,550
Other services	14,961	6,010
Special events services and materials	16,642	42,999
Food	107,314	100,245
Clothing and accessories	224,890	26,741
Household items	9,464	4,100
Children's toys and art supplies	1,600	3,750
	<u>          </u>	<u>          </u>
Total	<u>\$ 462,922</u>	<u>\$276,692</u>

WC&S recognized contributed nonfinancial assets within revenue. Unless otherwise noted, contributed nonfinancial assets did not have donor-imposed restrictions.

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Contributed services are recognized as in-kind revenues at their estimated fair value if they create or enhance nonfinancial assets or they require specialized skills that would need to be purchased if they were not donated. Contributed services are valued and reported at their estimated fair value in the consolidated financial statements based on current rates for similar services. Contributed client services were utilized in the following programs: adult services, empowerment center, children's program, and legal advocacy program. Contributed legal and other services were used for management and general supporting service. Contributed management services were utilized by the fundraising supporting service.

In valuing contributed services and materials for special events, WC&S estimated the fair value based on current rates for similar services and on the basis of retail prices that would be received for selling similar products in the United States. Contributed services and materials for special events were utilized in the Standing Firm program and fundraising supporting service.

In valuing food, clothing and accessories, household items, and children's toys and art supplies, WC&S estimated the fair value on the basis of estimates of retail prices that would be received for selling similar products in the United States. Contributed food, clothing and accessories, and household items were utilized in the Adult Services program. Contributed children's toys and art supplies were utilized in the children's program.

### 12. Fundraising Events

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

	2023	2022
Annual Event	\$ 188,817	\$ 189,501
Standing Firm Event	74,470	122,116
	263,287	311,617
Less: cost of events	(96,574)	(106,925)
Total	<u>\$ 166,713</u>	<u>\$ 204,692</u>

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# WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

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In addition to the special event revenue noted above, W&C had donated services and materials revenue of \$16,642 and \$17,847 for the Annual Event for the years ended June 30, 2023 and 2022, respectively, and \$0 and \$25,152 for the Standing Firm Event for the years ended June 30, 2023 and 2022, respectively.

### **13. Required Disclosures for the Year Ended June 30, 2023 - Pennsylvania Coalition Against Domestic Violence**

Actual dollars spent under the WC&S domestic violence organization-wide budget was \$7,941,656.

Match requirement monies were provided as required and were spent during the contract period July 1, 2022 through June 30, 2023.

WC&S expended \$3,388,796 in Federal Financial Assistance for the fiscal year ended June 30, 2023 and was required to have a Single Audit performed. WC&S's cost allocation plan complied with the Uniform Guidance.

There was no interest income earned on grant funds.

### **14. Liquidity and Availability**

The following reflects WC&S's financial assets as of June 30, 2023 and 2022, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the date of the consolidated statements of financial position:

# WOMEN'S CENTER AND SHELTER OF GREATER PITTSBURGH

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	2023	2022
Financial assets at year-end:		
Cash and cash equivalents, including restricted amounts	\$ 2,456,362	\$ 2,598,668
Accounts receivable	1,555,128	1,219,485
Contributions receivable	3,518	36,229
Investments in trust - fair value	9,515,620	8,723,019
Total financial assets	13,530,628	12,577,401
Less: amounts not available to be used within one year:		
Board-designated	(10,853,966)	(9,758,455)
Restricted cash and cash equivalents	(351,016)	(440,219)
Donor-restricted investments to be maintained in perpetuity	(134,000)	(134,000)
Donor-restricted for finance and information	(74,710)	(95,317)
Donor-restricted for building improvements	-	(32,647)
Total amounts not available to be used in one year	(11,413,692)	(10,460,638)
Financial assets available to meet general expenditures within one year	\$ 2,116,936	\$ 2,116,763

WC&S manages its liquid resources by focusing on both fundraising efforts as well as earned revenue sources to ensure the organization has the adequate cash flow to cover the related program expenses. WC&S prepares a rolling twelve-month cash flow which it updates and reviews monthly and which ensures that both the Board and management are aware of upcoming cash flow needs so that adjustments can be made to expenditures in the event of a projected cash shortfall.

WC&S receives significant contributions and promises to give restricted by donors, and considers contributions restricted for programs which are ongoing, major, and central to its annual operations to be available to meet cash needs for general expenditures. WC&S's goal is to maintain adequate liquid assets to fund near-term operating needs as well as maintain sufficient reserves to provide reasonable assurance that long-term obligations will be discharged.

## **SUPPLEMENTARY INFORMATION**



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

CONSOLIDATING STATEMENT OF FINANCIAL POSITION

JUNE 30, 2023

	Women's Center and Shelter	Civil Law Project	Subtotal	Eliminations	Total
<b>Assets</b>					
Cash and cash equivalents	\$ 2,101,641	\$ 3,705	\$ 2,105,346	\$ -	\$ 2,105,346
Restricted cash and cash equivalents	15,930	335,086	351,016	-	351,016
Accounts receivable, net	1,555,128	-	1,555,128	-	1,555,128
Prepaid expenses	124,546	-	124,546	-	124,546
Contributions receivable	3,518	-	3,518	-	3,518
Inter-organization receivable	8,558,593	-	8,558,593	(8,558,593)	-
Investments in trust - fair value	9,515,620	-	9,515,620	-	9,515,620
Interest rate cap	-	111,882	111,882	-	111,882
New Market Tax Credit financing - note receivable	-	8,112,500	8,112,500	-	8,112,500
Land, building, and equipment, net	11,450,601	-	11,450,601	-	11,450,601
<b>Total Assets</b>	<b>\$ 33,325,577</b>	<b>\$ 8,563,173</b>	<b>\$ 41,888,750</b>	<b>\$ (8,558,593)</b>	<b>\$ 33,330,157</b>
<b>Liabilities and Net Assets</b>					
<b>Liabilities:</b>					
Accounts payable	\$ 21,431	\$ -	\$ 21,431	\$ -	\$ 21,431
Accrued expenses	216,416	-	216,416	-	216,416
Inter-organization payable	-	8,558,593	8,558,593	(8,558,593)	-
New Market Tax Credit financing - notes payable, net	11,542,290	-	11,542,290	-	11,542,290
Notes payable	105,701	-	105,701	-	105,701
<b>Total Liabilities</b>	<b>11,885,838</b>	<b>8,558,593</b>	<b>20,444,431</b>	<b>(8,558,593)</b>	<b>11,885,838</b>
<b>Net Assets:</b>					
<b>Without donor restrictions:</b>					
Invested in land, building, and equipment	8,475,599	875	8,476,474	-	8,476,474
Board-designated	10,853,966	-	10,853,966	-	10,853,966
Undesignated - other	1,226,649	3,705	1,230,354	-	1,230,354
<b>Total without donor restrictions</b>	<b>20,556,214</b>	<b>4,580</b>	<b>20,560,794</b>	<b>-</b>	<b>20,560,794</b>
<b>With donor restrictions:</b>					
Purpose and time restrictions	749,525	-	749,525	-	749,525
Perpetual in nature	134,000	-	134,000	-	134,000
<b>Total with donor restrictions</b>	<b>883,525</b>	<b>-</b>	<b>883,525</b>	<b>-</b>	<b>883,525</b>
<b>Total Net Assets</b>	<b>21,439,739</b>	<b>4,580</b>	<b>21,444,319</b>	<b>-</b>	<b>21,444,319</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 33,325,577</b>	<b>\$ 8,563,173</b>	<b>\$ 41,888,750</b>	<b>\$ (8,558,593)</b>	<b>\$ 33,330,157</b>

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

CONSOLIDATING STATEMENT OF ACTIVITIES

YEAR ENDED JUNE 30, 2023

	Women's Center and Shelter	Civil Law Project	Subtotal	Eliminations	Total
<b>Net Assets without Donor Restrictions:</b>					
Revenues, gains, and other support:					
Contributions:					
Individuals and others	\$ 1,611,298	\$ 413,468	\$ 2,024,766	\$ (413,468)	\$ 1,611,298
Foundations and trusts	812,581	-	812,581	-	812,581
Nonfinancial assets	462,922	-	462,922	-	462,922
PCADV (DHS federal/state funds)	2,073,038	-	2,073,038	-	2,073,038
Governmental grants	2,871,822	-	2,871,822	-	2,871,822
United Way:					
Allocation	197,037	-	197,037	-	197,037
Contributor choice	154,750	-	154,750	-	154,750
Investment income (loss), net of fees	878,740	209,250	1,087,990	-	1,087,990
Special events - net	166,713	-	166,713	-	166,713
Fees for services	102,499	-	102,499	-	102,499
Other revenues	36,997	-	36,997	-	36,997
Net assets released from restrictions	645,022	-	645,022	-	645,022
Total revenues, gains, and other support	<u>10,013,419</u>	<u>622,718</u>	<u>10,636,137</u>	<u>(413,468)</u>	<u>10,222,669</u>
Expenses:					
Program services:					
Adult services	3,283,004	-	3,283,004	-	3,283,004
Empowerment center	1,490,346	-	1,490,346	-	1,490,346
Prevention and awareness	125,530	-	125,530	-	125,530
Children's program	848,599	-	848,599	-	848,599
Legal advocacy program	925,490	-	925,490	-	925,490
Civil law project	519,510	643,481	1,162,991	(413,468)	749,523
Batterers intervention	536,369	-	536,369	-	536,369
Standing firm	346,208	-	346,208	-	346,208
Medical advocacy program	106,331	-	106,331	-	106,331
Total program services	<u>8,181,387</u>	<u>643,481</u>	<u>8,824,868</u>	<u>(413,468)</u>	<u>8,411,400</u>
Management and general	415,609	-	415,609	-	415,609
Fundraising	520,256	-	520,256	-	520,256
Total expenses	<u>9,117,252</u>	<u>643,481</u>	<u>9,760,733</u>	<u>(413,468)</u>	<u>9,347,265</u>
<b>Change in Net Assets without Donor Restrictions before Nonoperating Items</b>	<u>896,167</u>	<u>(20,763)</u>	<u>875,404</u>	<u>-</u>	<u>875,404</u>
Nonoperating items:					
Gain (loss) on fair market valuation - interest rate cap	-	20,763	20,763	-	20,763
Total nonoperating items	<u>-</u>	<u>20,763</u>	<u>20,763</u>	<u>-</u>	<u>20,763</u>
<b>Change in Net Assets without Donor Restrictions</b>	<u>896,167</u>	<u>-</u>	<u>896,167</u>	<u>-</u>	<u>896,167</u>
<b>Net Assets with Donor Restrictions:</b>					
Contributions:					
Foundations and trusts	613,038	-	613,038	-	613,038
Net assets released from restrictions	(645,022)	-	(645,022)	-	(645,022)
<b>Change in Net Assets with Donor Restrictions</b>	<u>(31,984)</u>	<u>-</u>	<u>(31,984)</u>	<u>-</u>	<u>(31,984)</u>
<b>Change in Net Assets</b>	<u>864,183</u>	<u>-</u>	<u>864,183</u>	<u>-</u>	<u>864,183</u>
<b>Net Assets:</b>					
Beginning of year	20,575,556	4,580	20,580,136	-	20,580,136
End of year	<u>\$ 21,439,739</u>	<u>\$ 4,580</u>	<u>\$ 21,444,319</u>	<u>\$ -</u>	<u>\$ 21,444,319</u>

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

CONSOLIDATING STATEMENT OF FINANCIAL POSITION

JUNE 30, 2022

<u>Assets</u>	Women's Center and Shelter	Civil Law Project	Subtotal	Eliminations	Total
Cash and cash equivalents	\$ 2,144,054	\$ 14,395	\$ 2,158,449	\$ -	\$ 2,158,449
Restricted cash and cash equivalents	45,671	394,548	440,219	-	440,219
Accounts receivable, net	1,219,485	-	1,219,485	-	1,219,485
Prepaid expenses	139,601	-	139,601	-	139,601
Contributions receivable	36,229	-	36,229	-	36,229
Inter-organization receivable	8,607,982	-	8,607,982	(8,607,982)	-
Investments in trust - fair value	8,723,019	-	8,723,019	-	8,723,019
Interest rate cap	-	91,119	91,119	-	91,119
New Market Tax Credit financing - note receivable	-	8,112,500	8,112,500	-	8,112,500
Land, building, and equipment, net	11,858,595	-	11,858,595	-	11,858,595
<b>Total Assets</b>	<b>\$ 32,774,636</b>	<b>\$ 8,612,562</b>	<b>\$ 41,387,198</b>	<b>\$ (8,607,982)</b>	<b>\$ 32,779,216</b>
<b>Liabilities and Net Assets</b>					
<u>Liabilities:</u>					
Accounts payable	\$ 25,428	\$ -	\$ 25,428	\$ -	\$ 25,428
Accrued expenses	232,907	-	232,907	-	232,907
Inter-organization payable	-	8,607,982	8,607,982	(8,607,982)	-
New Market Tax Credit financing - notes payable, net	11,491,850	-	11,491,850	-	11,491,850
Notes payable	448,895	-	448,895	-	448,895
<b>Total Liabilities</b>	<b>12,199,080</b>	<b>8,607,982</b>	<b>20,807,062</b>	<b>(8,607,982)</b>	<b>12,199,080</b>
<u>Net Assets:</u>					
Without donor restrictions:					
Invested in land, building, and equipment	8,883,485	(9,815)	8,873,670	-	8,873,670
Board-designated	9,758,455	-	9,758,455	-	9,758,455
Undesignated - other	1,018,107	14,395	1,032,502	-	1,032,502
<b>Total without donor restrictions</b>	<b>19,660,047</b>	<b>4,580</b>	<b>19,664,627</b>	<b>-</b>	<b>19,664,627</b>
With donor restrictions:					
Purpose and time restrictions	781,509	-	781,509	-	781,509
Perpetual in nature	134,000	-	134,000	-	134,000
<b>Total with donor restrictions</b>	<b>915,509</b>	<b>-</b>	<b>915,509</b>	<b>-</b>	<b>915,509</b>
<b>Total Net Assets</b>	<b>20,575,556</b>	<b>4,580</b>	<b>20,580,136</b>	<b>-</b>	<b>20,580,136</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 32,774,636</b>	<b>\$ 8,612,562</b>	<b>\$ 41,387,198</b>	<b>\$ (8,607,982)</b>	<b>\$ 32,779,216</b>

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

CONSOLIDATING STATEMENT OF ACTIVITIES

YEAR ENDED JUNE 30, 2022

	Women's Center and Shelter	Civil Law Project	Subtotal	Eliminations	Total
<b>Net Assets without Donor Restrictions:</b>					
Revenues, gains, and other support:					
Contributions:					
Individuals and others	\$ 1,678,209	\$ 290,836	\$ 1,969,045	\$ (290,836)	\$ 1,678,209
Foundations and trusts	832,787	-	832,787	-	832,787
Nonfinancial assets	276,692	-	276,692	-	276,692
PCADV (DHS federal/state funds)	1,723,414	-	1,723,414	-	1,723,414
Governmental grants	2,543,222	-	2,543,222	-	2,543,222
United Way:					
Allocation	213,457	-	213,457	-	213,457
Contributor choice	150,742	-	150,742	-	150,742
Investment income (loss), net of fees	(1,198,321)	209,250	(989,071)	-	(989,071)
Special events - net	204,692	-	204,692	-	204,692
Fees for services	35,915	-	35,915	-	35,915
Other revenues	50,780	-	50,780	-	50,780
Net assets released from restrictions	510,452	-	510,452	-	510,452
Total revenues, gains, and other support	<u>7,022,041</u>	<u>500,086</u>	<u>7,522,127</u>	<u>(290,836)</u>	<u>7,231,291</u>
Expenses:					
Program services:					
Adult services	2,553,985	-	2,553,985	-	2,553,985
Empowerment center	971,509	-	971,509	-	971,509
Prevention and awareness	559,707	-	559,707	-	559,707
Children's program	780,627	-	780,627	-	780,627
Legal advocacy program	825,922	-	825,922	-	825,922
Civil law project	318,960	585,986	904,946	(290,836)	614,110
Batterers intervention	600,308	-	600,308	-	600,308
Standing firm	358,567	-	358,567	-	358,567
Medical advocacy program	108,701	-	108,701	-	108,701
Total program services	<u>7,078,286</u>	<u>585,986</u>	<u>7,664,272</u>	<u>(290,836)</u>	<u>7,373,436</u>
Management and general	398,645	-	398,645	-	398,645
Fundraising	315,502	-	315,502	-	315,502
Total expenses	<u>7,792,433</u>	<u>585,986</u>	<u>8,378,419</u>	<u>(290,836)</u>	<u>8,087,583</u>
<b>Change in Net Assets without Donor Restrictions before Nonoperating Items</b>	<u>(770,392)</u>	<u>(85,900)</u>	<u>(856,292)</u>	<u>-</u>	<u>(856,292)</u>
Nonoperating items:					
Gain (loss) on fair market valuation - interest rate cap	-	85,900	85,900	-	85,900
Total nonoperating items	-	85,900	85,900	-	85,900
<b>Change in Net Assets without Donor Restrictions</b>	<u>(770,392)</u>	<u>-</u>	<u>(770,392)</u>	<u>-</u>	<u>(770,392)</u>
<b>Net Assets with Donor Restrictions:</b>					
Contributions:					
Foundations and trusts	655,675	-	655,675	-	655,675
Net assets released from restrictions	(510,452)	-	(510,452)	-	(510,452)
<b>Change in Net Assets with Donor Restrictions</b>	<u>145,223</u>	<u>-</u>	<u>145,223</u>	<u>-</u>	<u>145,223</u>
<b>Change in Net Assets</b>	<u>(625,169)</u>	<u>-</u>	<u>(625,169)</u>	<u>-</u>	<u>(625,169)</u>
<b>Net Assets:</b>					
Beginning of year	21,200,725	4,580	21,205,305	-	21,205,305
End of year	<u>\$ 20,575,556</u>	<u>\$ 4,580</u>	<u>\$ 20,580,136</u>	<u>\$ -</u>	<u>\$ 20,580,136</u>