

**ANTI-VIOLENCE PARTNERSHIP
OF PHILADELPHIA**

**REPORT ON AUDIT OF
FINANCIAL STATEMENTS**

JUNE 30, 2020

ANTI-VIOLENCE PARTNERSHIP OF PHILADELPHIA

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INDEPENDENT AUDITOR'S REPORT

May 11, 2021

To the Board of Directors
Anti-Violence Partnership of Philadelphia
Philadelphia, Pennsylvania

Report on the Financial Statements

We have audited the accompanying financial statements of the Anti-Violence Partnership of Philadelphia, a nonprofit organization, which comprise the statement of financial position as of June 30, 2020, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

To the Board of Directors
Anti-Violence Partnership of Philadelphia

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Anti-Violence Partnership of Philadelphia as of June 30, 2020, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited the Anti-Violence Partnership of Philadelphia's June 30, 2019 financial statements, and in our report dated December 12, 2019, expressed an unmodified opinion on those audited financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2019 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Matters

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"), is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated May 11, 2021, on our consideration the Anti-Violence Partnership of Philadelphia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant

To the Board of Directors
Anti-Violence Partnership of Philadelphia

agreements and other matters. The purpose of that report is to solely describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of 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 the Anti-Violence Partnership of Philadelphia's internal control over financial reporting and compliance.

Barbacane, Thornton & Company LLP
BARBACANE, THORNTON & COMPANY LLP

ANTI-VIOLENCE PARTNERSHIP OF PHILADELPHIA
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2020 AND 2019

	2020	2019
<u>ASSETS</u>		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 214,664	\$ 125,650
Accounts receivable - contracts	279,803	328,750
Contributions receivable	-	4,660
Prepaid expenses	2,452	2,502
Total Current Assets	496,919	461,562
NONCURRENT ASSETS:		
Security deposit	15,323	16,356
Equipment, net	-	-
Total Noncurrent Assets	15,323	16,356
 TOTAL ASSETS	 \$ 512,242	 \$ 477,918
 <u>LIABILITIES AND NET ASSETS</u>		
CURRENT LIABILITIES:		
Accounts payable	\$ 54,743	\$ 14,611
Accrued wages and payroll taxes payable	10,170	40,569
Accrued vacation	-	23,719
Line of credit	-	60,463
Paycheck Protection Program loan	32,926	-
Other accrued expenses	275	5,442
Total Current Liabilities	98,114	144,804
NONCURRENT LIABILITIES:		
Paycheck Protection Program loan	182,074	-
 TOTAL LIABILITIES	 280,188	 144,804
NET ASSETS:		
Without donor restriction	232,054	333,114
Total Net Assets	232,054	333,114
 TOTAL LIABILITIES AND NET ASSETS	 \$ 512,242	 \$ 477,918

The accompanying notes are an integral part of these financial statements.

ANTI-VIOLENCE PARTNERSHIP OF PHILADELPHIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2020
(With Summarized Totals for 2019)

	Without Donor Restriction	With Donor Restriction	Totals	
			2020	2019
PUBLIC SUPPORT AND REVENUE:				
Contributions	\$ 33,488	\$ -	\$ 33,488	\$ 22,619
Fees and grants	1,443,038	2,500	1,445,538	1,453,771
Donated facilities and services	12,878	-	12,878	8,700
Other revenue	9	-	9	34
Net assets released from restriction:				
Satisfaction of program restrictions	2,500	(2,500)	-	-
TOTAL PUBLIC SUPPORT AND REVENUE	<u>1,491,913</u>	<u>-</u>	<u>1,491,913</u>	<u>1,485,124</u>
 EXPENSES				
Program services	1,325,980	-	1,325,980	1,149,906
Fund raising	63,460	-	63,460	6,926
Management and general	203,533	-	203,533	264,517
TOTAL EXPENSES	<u>1,592,973</u>	<u>-</u>	<u>1,592,973</u>	<u>1,421,349</u>
 CHANGE IN NET ASSETS	<u>(101,060)</u>	<u>-</u>	<u>(101,060)</u>	<u>63,775</u>
 NET ASSETS, BEGINNING OF YEAR	<u>333,114</u>	<u>-</u>	<u>333,114</u>	<u>269,339</u>
 NET ASSETS, END OF YEAR	<u>\$ 232,054</u>	<u>\$ -</u>	<u>\$ 232,054</u>	<u>\$ 333,114</u>

The accompanying notes are an integral part of these financial statements.

ANTI-VIOLENCE PARTNERSHIP OF PHILADELPHIA
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2020
(With Summarized Totals for 2019)

	Program Services	Support Services		Totals	
		Fund Raising	Management and General	2020	2019
Salaries	\$ 850,764	\$ 44,200	\$ 68,660	\$ 963,624	\$ 924,468
Employee benefits	89,585	4,193	4,637	98,415	106,736
Payroll taxes	91,347	4,904	4,955	101,206	92,363
Total Salaries and Related Expenses	<u>1,031,696</u>	<u>53,297</u>	<u>78,252</u>	<u>1,163,245</u>	<u>1,123,567</u>
Bad debt expense	4,872	-	-	4,872	-
Banking and finance charges	-	948	672	1,620	1,504
Equipment rental/maintenance	4,882	261	400	5,543	5,523
Fees and dues	228	100	868	1,196	799
Insurance	3,553	181	2,729	6,463	6,088
Interest expense	-	-	906	906	2,602
Miscellaneous	2,217	113	1,343	3,673	2,159
Occupancy	131,726	6,307	12,795	150,828	145,862
Office supplies	17,407	617	7,010	25,034	24,125
Postage	2,194	617	189	3,000	1,834
Printing	24,667	121	97	24,885	176
Professional services	66,834	-	91,199	158,033	67,497
Telephone and internet	9,999	556	953	11,508	7,652
Training	13,258	107	2,778	16,143	12,672
Travel and entertainment	7,434	32	2,519	9,985	9,508
Utilities	5,013	203	823	6,039	9,781
TOTAL EXPENSES	<u><u>\$ 1,325,980</u></u>	<u><u>\$ 63,460</u></u>	<u><u>\$ 203,533</u></u>	<u><u>\$ 1,592,973</u></u>	<u><u>\$ 1,421,349</u></u>

The accompanying notes are an integral part of these financial statements.

**ANTI-VIOLENCE PARTNERSHIP OF PHILADELPHIA
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2020 AND 2019**

	<u>2020</u>	<u>2019</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ (101,060)	\$ 63,775
Adjustments to reconcile change in net assets to net cash used by operating activities:		
Bab debt expense	4,872	-
Decrease (Increase) in accounts receivable - contracts	44,075	(123,355)
Decrease in contributions receivable	4,660	13,405
Decrease in prepaid expenses	50	9,688
Decrease in security deposits	1,033	-
Increase in accounts payable	40,132	7,157
(Decrease) Increase in accrued wages and payroll taxes payable	(30,399)	3,251
(Decrease) Increase in accrued vacation	(23,719)	3,030
(Decrease) Increase in other accrued expenses	(5,167)	5,294
NET CASH USED BY OPERATING ACTIVITIES	<u>(65,523)</u>	<u>(17,755)</u>
 CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from line of credit	-	60,463
Payments on line of credit	(60,463)	-
Proceeds from Paycheck Protection Program loan	215,000	-
NET CASH PROVIDED BY FINANCING ACTIVITIES	<u>154,537</u>	<u>60,463</u>
 NET CHANGE IN CASH AND CASH EQUIVALENTS	89,014	42,708
 CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>125,650</u>	<u>82,942</u>
 CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 214,664</u>	<u>\$ 125,650</u>
 SUPPLEMENTAL INFORMATION:		
Interest paid	<u>\$ 906</u>	<u>\$ 2,602</u>
Taxes paid	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements.

ANTI-VIOLENCE PARTNERSHIP OF PHILADELPHIA

NOTES TO FINANCIAL STATEMENTS

NOTE A THE ORGANIZATION

The Anti-Violence Partnership of Philadelphia (“the Organization”) is a nonprofit organization with the mission of addressing the cycle of violence in the Philadelphia area through intervention, prevention, and support programs. To fulfill this mission, the Organization is committed to advocacy and support of individual homicide co-victims, and violence prevention training for children and adults.

Some of the programs and services administered by the Organization are as follows:

Youth Violence Outreach Program

The Youth Violence Outreach (“YVO”) Initiative, as a part of the Organization, provides services with a focus on breaking the cycle of violence and trauma in the community. The YVO Initiative works with young people in their schools and communities, as they are more likely to be exposed to violence and are less likely to have access to services that are safe and productive. The Organization provides a variety of trauma informed services including individual clinical therapy and psychoeducational groups. This initiative promotes social justice by reducing the stigma around trauma and by providing supportive services that build resiliency and hope for youth in the community who have been impacted by violence.

Counseling Center

The Organization offers free, professional counseling to adult and child co-victims of homicide and victims who have been traumatized by other forms of violence.

Families of Murder Victims

Families of Murder Victims (“FMV”) is a victim advocacy and services program under the auspices of the Organization. The primary goal of FMV is to help lessen the suffering and trauma of family members following the violent death of a loved one.

NOTE B SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

In accordance with accounting principles generally accepted in the United States of America, the financial statements are presented using the accrual basis of accounting.

Financial Statement Presentation

In accordance with the Financial Accounting Standards Board Accounting Standards Codification (“FASB ASC”) regarding financial statements of not-for-profit organizations, the Organization is required to report information regarding its financial position and activities

ANTI-VIOLENCE PARTNERSHIP OF PHILADELPHIA

NOTES TO FINANCIAL STATEMENTS

NOTE B SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

according to two classes of net assets: net assets with donor restriction and net assets without donor restriction. In addition, the Organization is required to present a statement of cash flows.

Accounts and Contributions Receivable

Accounts and contributions receivable are stated at net realizable value. Receivables are considered impaired if full principal payments are not received in accordance with the contractual terms.

Management's estimate of the allowance for uncollectible receivables is based on historical collection rates and an analysis of the collectability of individual receivables. The allowance for uncollectible accounts was \$0 as of June 30, 2020.

Equipment

Equipment is stated at cost if purchased by the Organization. The Organization uses a capitalization threshold of \$5,000. Donated facilities and materials are capitalized at their fair value on the date of gift. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not capitalized. When assets are sold or otherwise disposed of, the cost is removed from their respective accounts, and any gains or losses on such disposition are recognized in the statement of activities. Depreciation is provided on the straight-line method over the estimated useful lives of the assets. Estimated useful lives are as follows:

Equipment	3 - 5 years
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Compensated Absences

In accordance with the provisions of the FASB ASC regarding compensated absences, the Organization has recorded a vacation accrual in the financial statements in the amount of \$0 as of June 30, 2020. The Organization adopted a new employee policy during fiscal year 2020 and no longer accrues vacation.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Organization considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents.

Income Taxes

The Organization is exempt from federal income tax under Internal Revenue Code Section 501(c)(3). However, income from certain activities not directly related to the Organization's tax-exempt purpose may be subject to taxation as unrelated business income.

ANTI-VIOLENCE PARTNERSHIP OF PHILADELPHIA

NOTES TO FINANCIAL STATEMENTS

NOTE B SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

Accounting principles generally accepted in the United States of America prescribe rules for the recognition, measurement, classification, and disclosure in the financial statements of uncertain tax positions taken or expected to be taken in the Organization's tax returns. Management has determined that the Organization does not have any uncertain tax positions or associated unrecognized benefits that materially impact the financial statements or related disclosures. Since tax matters are subject to some degree of uncertainty, there can be no assurance that the Organization's tax returns will not be challenged by the taxing authorities and that the Organization will not be subject to additional tax, penalties, and interest as a result of such challenge.

Allocation of Functional Expenses

The costs of providing the various programs and other activities have been summarized on a functional expense basis in the statement of activities. Accordingly, certain costs have been allocated among the program and the supporting services benefited. For expenses not readily traceable to a specific function, an allocation across functions was based on total employee pay by function as a percentage of total pay.

Use of Estimates in the Preparation of Financial Statements

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

Prior Year Financial Statements

The financial statements include certain prior year summarized comparative information in total but not by function. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended June 30, 2019, from which the summarized information was derived.

NOTE C EQUIPMENT

Equipment as of June 30, 2020 is classified as follows:

Equipment	\$ 26,735
Less: accumulated depreciation	<u>(26,735)</u>
Property and equipment, net of depreciation	<u>\$ -</u>

ANTI-VIOLENCE PARTNERSHIP OF PHILADELPHIA

NOTES TO FINANCIAL STATEMENTS

NOTE C EQUIPMENT (cont'd)

Depreciation is provided for equipment over the estimated useful lives of the assets using the straight-line method. There was no depreciation expense during the current fiscal year. As of June 30, 2020, all equipment was fully depreciated.

NOTE D NET ASSETS RELEASED FROM RESTRICTION

A summary of the net assets released from restriction by satisfying the program restrictions specified by donors for the year ended June 30, 2020 is as follows:

Patricia Kind Foundation	<u>\$ 2,500</u>
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NOTE E IN-KIND CONTRIBUTIONS

The Organization received donated office space from the Philadelphia District Attorney and donated web services. These in-kind revenues and the corresponding expenses are recognized in the financial statements for the year ended June 30, 2020 at the estimated fair value of \$12,878.

NOTE F OPERATING LEASES

The Organization has two operating leases for office space. The first lease is located at 2000 Hamilton Street, Philadelphia, Pennsylvania. This lease expires in February 2022. The second lease is located at 5548 Chestnut Street, Philadelphia, PA. This lease expires in May 2024.

The following is a schedule of future minimum office rental payments required as of June 30, 2020:

<u>Year Ending June 30,</u>	
2021	\$ 140,864
2022	115,535
2023	59,822
2024	<u>54,970</u>
	<u>\$ 371,191</u>

Rent expense, including the in-kind rent from the Philadelphia District Attorney, was \$144,635 for the year ended June 30, 2020. This amount is included under occupancy in the statement of functional expenses.

ANTI-VIOLENCE PARTNERSHIP OF PHILADELPHIA

NOTES TO FINANCIAL STATEMENTS

NOTE F OPERATING LEASES (cont'd)

The Organization also has an equipment lease that expires in December 2022.

The following is a schedule of future minimum equipment lease payments required as of June 30, 2020:

<u>Year Ending June 30,</u>	
2021	\$ 3,743
2022	3,742
2023	<u>1,559</u>
	<u>\$ 9,044</u>

Expenses for equipment lease payments are recorded in the equipment rental/maintenance expense account on the statement of functional expenses. Total equipment lease expenses for the year ended June 30, 2020 were \$3,743.

NOTE G LINE OF CREDIT

The Organization maintains a \$125,000 unsecured bank line of credit with PNC Bank. The line of credit has a maturity date of October 8, 2021. Interest at a variable rate (5.45 percent at June 30, 2020) is payable monthly. On June 30, 2020, the outstanding balance against the line of credit was \$0.

NOTE H CONCENTRATIONS

The Organization received 71 percent of its total public support and revenue from the Pennsylvania Commission of Crime and Delinquency for the year ended June 30, 2020.

NOTE I GRANT FROM GOVERNMENT AGENCIES

The Organization, in the normal course of business, receives grant money for the performance of specific activities within certain budgetary constraints. Such projects are subject to various stipulations as to operating compliance and financial reporting. This grant money is the primary source of operating income for the Organization and is subject to review, audit, and final approval of the contracting agency.

ANTI-VIOLENCE PARTNERSHIP OF PHILADELPHIA

NOTES TO FINANCIAL STATEMENTS

NOTE J CONCENTRATION OF CREDIT RISK

The Organization maintains its cash in bank deposit accounts which, at times, may exceed federally insured limits. Accounts are guaranteed by the Federal Deposit Insurance Corporation ("FDIC") up to \$250,000. The Organization has not experienced any losses in such accounts, and no funds were on deposit in excess of \$250,000 at June 30, 2020.

NOTE K LIQUIDITY AND AVAILABILITY OF RESOURCES

The Organization's financial assets consist of cash and cash equivalents, accounts receivable - contracts, and contributions receivable.

The following reflects the Organization's financial assets as of June 30, 2020, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the statement of financial position date.

Financial assets, at year-end	\$ 494,467
Less those unavailable for general expenditures within one year due to:	
Donor-imposed purpose or time restrictions	<u> -</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 494,467</u>

The Organization has a goal to maintain financial assets on hand to meet, at a minimum, 90 days of normal operating expenses, which is approximately \$390,000. The Organization has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. As described in Note G, the Organization also has an available line of credit in the amount of \$125,000. At June 30, 2020, \$125,000 was available on the line of credit, which it could draw upon in the event of an unanticipated liquidity need.

NOTE L PAYCHECK PROTECTION PROGRAM LOAN

On May 13, 2020, the Organization was granted a loan ("the Loan") from PNC Bank ("the Lender") in the amount of \$215,000, pursuant to the Coronavirus Aid, Relief, and Economic Security Act's ("the CARES Act") (P.L. 116-136) Paycheck Protection Program ("the PPP") which was enacted on March 27, 2020.

The Loan, which was in the form of a Note dated May 13, 2020 issued by PNC Bank, matures on May 13, 2022 and bears interest at a rate of one percent per annum, payable monthly commencing in May 2021. The Loan may be prepaid by the Organization at any time prior to

ANTI-VIOLENCE PARTNERSHIP OF PHILADELPHIA

NOTES TO FINANCIAL STATEMENTS

NOTE L PAYCHECK PROTECTION PROGRAM LOAN (cont'd)

maturity with no prepayment penalties. Funds from the Loan may only be used for payroll costs, mortgage interest payments, lease payments, and utility costs. The Organization intends to use the entire Loan amount for qualifying expenses. Under the terms of the PPP, certain amounts of the Loan may be forgiven if they are used for qualifying expenses as described in the CARES Act.

If the Organization fails to apply for loan forgiveness or if partial forgiveness is granted, the Organization will be obligated to repay to the Lender the principal sum which remains outstanding, including accrued interest.

The outstanding principal sum and all accrued and unpaid interest, if not forgiven, shall be due and payable on May 15, 2022. The outstanding balance at June 30, 2020 is \$215,000.

Future principal payments for the Loan are as follows:

For the Year Ending June 30,

2021	\$ 32,926
2022	<u>182,074</u>
Total	<u>\$ 215,000</u>

NOTE M UNCERTAINTIES

As a result of the spread of the COVID-19 coronavirus, economic uncertainties have arisen that may negatively impact the Organization's income in fiscal year 2021. Other financial impact could occur though such potential impact is unknown at this time.

NOTE N SUBSEQUENT EVENTS

In January 2021, the Organization's outstanding PPP loan balance of \$216,451 including accrued interest was forgiven.

The Organization has evaluated all subsequent events through May 11, 2021, the date the financial statements were available to be issued.

SINGLE AUDIT



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

May 11, 2021

To the Board of Directors
Anti-Violence Partnership of Philadelphia
Philadelphia, Pennsylvania

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the Anti-Violence Partnership of Philadelphia ("the Organization"), a nonprofit organization, which comprise the statement of financial position as of June 30, 2020, and the related 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 May 11, 2021.

Internal Control Over Financial Reporting

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

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

To the Board of Directors
Anti-Violence Partnership of Philadelphia

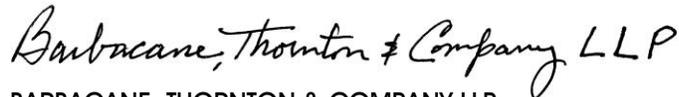
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not 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 the Organization's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

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


BARBACANE, THORNTON & COMPANY LLP



INDEPENDENT AUDITOR'S REPORT ON
COMPLIANCE FOR EACH MAJOR PROGRAM AND
ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY THE UNIFORM GUIDANCE

May 11, 2021

To the Board of Directors
Anti-Violence Partnership of Philadelphia
Philadelphia, Pennsylvania

Report on Compliance for Major Federal Program

We have audited the Anti-Violence Partnership of Philadelphia's ("the Organization") compliance with the types of compliance requirements described in the OMB *Compliance Supplement* that could have a direct and material effect on The Organization's major federal program for the year ended June 30, 2020. The Organization's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and recommendations.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for the Organization's major federal program based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Organization's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

To the Board of Directors
Anti-Violence Partnership of Philadelphia

We believe that our audit provides a reasonable basis for our opinion on compliance of the major federal program. However, our audit does not provide a legal determination of the Organization's compliance.

Opinion on Major Federal Program

In our opinion, the Organization complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2020.

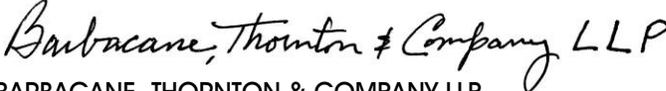
Report on Internal Control Over Compliance

Management of the Organization is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Organization's internal control over compliance with the types of requirements that could have a direct and material effect on the major federal program in order to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for the major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control over compliance.

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

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

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


BARBACANE, THORNTON & COMPANY LLP

**ANTI-VIOLENCE PARTNERSHIP OF PHILADELPHIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2020**

FEDERAL GRANTOR/PROJECT TITLE	SOURCE CODE	FEDERAL CFDA NUMBER	PASS-THROUGH GRANTOR'S NUMBER	GRANT PERIOD BEGINNING / ENDING DATES	EXPENDITURES	PASSED THROUGH TO SUBRECIPIENTS
<u>U.S. Department of Justice</u>						
<u>Office of Victims of Crime (OVC)</u>						
Crime Victim Assistance/Discretionary Grant	D	16.582	2016-XV-GX-K023	10/1/16 - 09/30/20	\$ 197,713	\$ -
<u>Passed Through Pennsylvania Commission on Crime and Delinquency</u>						
Crime Victims Assistance	I	16.575	2016-VF-05-27043	10/1/16 - 09/30/19	58,798	-
Crime Victims Assistance	I	16.575	2018-VF-05-31038	10/1/19 - 09/30/20	130,218	-
Crime Victims Assistance	I	16.575	2018-VF-05-29290	04/1/19 - 09/30/21	77,624	-
Crime Victims Assistance	I	16.575	2018-VF-05-30837	07/1/19 - 09/30/20	639,612	-
Crime Victims Assistance	I	16.575	2017/2018-VF-05-29286	04/1/19 - 09/30/21	41,297	-
Total CFDA #16.575					<u>947,549</u>	<u>-</u>
Total U.S. Department of Justice					<u>1,145,262</u>	<u>-</u>
Total Expenditures of Federal Awards					<u>\$ 1,145,262</u>	<u>\$ -</u>

Source Codes:

- I - Indirect
- D - Direct

ANTI-VIOLENCE PARTNERSHIP OF PHILADELPHIA

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

NOTE A BASIS OF ACCOUNTING

All expenditures included in the schedule of expenditures of federal awards are presented on the basis that expenditures are reported to the respective federal grantor agencies. Accordingly, expenditures are recorded when the federal obligation is determined.

NOTE B FEDERAL EXPENDITURES

The schedule of expenditures of federal awards reflects federal expenditures for all individual grants which were active during the fiscal year.

NOTE C INDIRECT COST RATES

The Organization has elected to use the federal de minimis indirect cost rate of 10 percent on their Office for Victims of Crime (OVC) federal grant for the year ended June 30, 2020.

For all other federal grants not listed above, the Organization did not use the federal de minimis indirect cost rate of 10 percent for the year ended June 30, 2020.

ANTI-VIOLENCE PARTNERSHIP OF PHILADELPHIA
SCHEDULE OF FINDINGS AND RECOMMENDATIONS

PART A - SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued [*unmodified, qualified, adverse, or disclaimer*]:

Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? Yes No
- Significant deficiency(ies) identified? Yes None reported
- Noncompliance material to financial statements noted? Yes No

Federal Awards

Internal control over major program:

- Material weakness(es) identified? Yes No
- Significant deficiency(ies) identified? Yes None reported

Type of auditor's report issued on compliance for major program [*unmodified, qualified, adverse, or disclaimer*]:

Unmodified

Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance?

Yes No

Identification of major program:

CFDA Number
16.575

Name of Federal Program or Cluster
Crime Victims Assistance

Dollar threshold used to distinguish between Type A and Type B programs:

\$ 750,000

Auditee qualified as low-risk auditee?

Yes No

ANTI-VIOLENCE PARTNERSHIP OF PHILADELPHIA
SCHEDULE OF FINDINGS AND RECOMMENDATIONS (CONT'D)

PART B - FINDINGS RELATED TO FINANCIAL STATEMENTS

STATUS OF PRIOR YEAR FINDINGS

None.

CURRENT YEAR FINDINGS AND RECOMMENDATIONS

None.

PART C - FINDINGS RELATED TO FEDERAL AWARDS

STATUS OF PRIOR YEAR FINDINGS

None.

CURRENT YEAR FINDINGS AND RECOMMENDATIONS

None.