



**ANTI-VIOLENCE PARTNERSHIP
OF PHILADELPHIA**

**REPORT ON AUDIT OF
FINANCIAL STATEMENTS**

JUNE 30, 2021

ANTI-VIOLENCE PARTNERSHIP OF PHILADELPHIA

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INDEPENDENT AUDITOR'S REPORT

July 26, 2022

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, 2021, 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, 2021, 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, 2020 financial statements, and in our report dated May 11, 2021, 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, 2020 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 July 26, 2022, 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, 2021 AND 2020

	2021	2020
<u>ASSETS</u>		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 140,791	\$ 214,664
Accounts receivable - contracts	224,823	279,803
Prepaid expenses	2,517	2,452
Total Current Assets	368,131	496,919
NONCURRENT ASSETS:		
Security deposit	15,323	15,323
Equipment, net	-	-
Total Noncurrent Assets	15,323	15,323
 TOTAL ASSETS	 \$ 383,454	 \$ 512,242
 <u>LIABILITIES AND NET ASSETS</u>		
CURRENT LIABILITIES:		
Accounts payable	\$ 52,308	\$ 54,743
Accrued wages and payroll taxes payable	16,914	10,170
Paycheck Protection Program loan	-	32,926
Other accrued expenses	-	275
Total Current Liabilities	69,222	98,114
NONCURRENT LIABILITIES:		
Paycheck Protection Program loan	-	182,074
 TOTAL LIABILITIES	 69,222	 280,188
NET ASSETS:		
Without donor restrictions	314,232	232,054
Total Net Assets	314,232	232,054
 TOTAL LIABILITIES AND NET ASSETS	 \$ 383,454	 \$ 512,242

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, 2021
(With Summarized Totals for 2020)

	Without Donor Restrictions	With Donor Restrictions	Totals	
			2021	2020
PUBLIC SUPPORT, REVENUE, AND GAIN:				
Contributions	\$ 35,111	\$ -	\$ 35,111	\$ 33,488
Fees and grants	1,285,111	42,000	1,327,111	1,445,538
Donated facilities and services	7,200	-	7,200	12,878
Other revenue	11	-	11	9
Gain on loan forgiveness	215,000	-	215,000	-
Net assets released from restrictions:				
Satisfaction of program restrictions	42,000	(42,000)	-	-
TOTAL PUBLIC SUPPORT, REVENUE, AND GAIN	<u>1,584,433</u>	<u>-</u>	<u>1,584,433</u>	<u>1,491,913</u>
EXPENSES				
Program services	1,243,410	-	1,243,410	1,325,980
Fund raising	83,432	-	83,432	63,460
Management and general	175,413	-	175,413	203,533
TOTAL EXPENSES	<u>1,502,255</u>	<u>-</u>	<u>1,502,255</u>	<u>1,592,973</u>
CHANGE IN NET ASSETS	82,178	-	82,178	(101,060)
NET ASSETS, BEGINNING OF YEAR	<u>232,054</u>	<u>-</u>	<u>232,054</u>	<u>333,114</u>
NET ASSETS, END OF YEAR	<u>\$ 314,232</u>	<u>\$ -</u>	<u>\$ 314,232</u>	<u>\$ 232,054</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, 2021
(With Summarized Totals for 2020)

	Support Services			Totals	
	Program Services	Fund Raising	Management and General	2021	2020
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Salaries	\$ 814,494	\$ 59,834	\$ 55,390	\$ 929,718	\$ 963,624
Employee benefits	94,238	5,417	3,607	103,262	98,415
Payroll taxes	81,007	6,043	5,743	92,793	101,206
Total Salaries and Related Expenses	<u>989,739</u>	<u>71,294</u>	<u>64,740</u>	<u>1,125,773</u>	<u>1,163,245</u>
Bad debt expense	-	-	-	-	4,872
Banking and finance charges	-	949	666	1,615	1,620
Equipment rental/maintenance	3,984	327	285	4,596	5,543
Fees and dues	-	-	733	733	1,196
Insurance	3,467	283	2,906	6,656	6,463
Interest expense	-	-	356	356	906
Miscellaneous	5,978	494	2,033	8,505	3,673
Occupancy	134,476	8,017	9,793	152,286	150,828
Office supplies	16,297	-	-	16,297	25,034
Postage	1,075	122	457	1,654	3,000
Printing	2,113	121	216	2,450	24,885
Professional services	70,978	800	81,353	153,131	158,033
Telephone and internet	3,041	840	7,749	11,630	11,508
Training	4,190	-	2,955	7,145	16,143
Travel and entertainment	4,698	-	949	5,647	9,985
Utilities	3,374	185	222	3,781	6,039
TOTAL EXPENSES	<u><u>\$ 1,243,410</u></u>	<u><u>\$ 83,432</u></u>	<u><u>\$ 175,413</u></u>	<u><u>\$ 1,502,255</u></u>	<u><u>\$ 1,592,973</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, 2021 AND 2020**

	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ 82,178	\$ (101,060)
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Bab debt expense	-	4,872
Paycheck Protection Program loan forgiveness gain	(215,000)	-
(Increase) Decrease in accounts receivable - contracts	54,980	44,075
(Increase) Decrease in contributions receivable	-	4,660
(Increase) Decrease in prepaid expenses	(65)	50
Increase (Decrease) in security deposits	-	1,033
Increase (Decrease) in accounts payable	(2,435)	40,132
Increase (Decrease) in accrued wages and payroll taxes payable	6,744	(30,399)
Increase (Decrease) in accrued vacation	-	(23,719)
Increase (Decrease) in other accrued expenses	(275)	(5,167)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	(73,873)	(65,523)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from line of credit	150,000	-
Payments on line of credit	(150,000)	(60,463)
Proceeds from Paycheck Protection Program loan	-	215,000
NET CASH PROVIDED (USED) BY FINANCING ACTIVITIES	-	154,537
NET CHANGE IN CASH AND CASH EQUIVALENTS	(73,873)	89,014
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	214,664	125,650
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 140,791	\$ 214,664
SUPPLEMENTAL INFORMATION:		
Interest paid	\$ 356	\$ 906
Taxes paid	\$ -	\$ -
NONCASH FINANCING ACTIVITIES		
Paycheck Protection Program loan forgiveness gain	\$ 215,000	\$ -

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 Initiative

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 restrictions and net assets without donor restrictions. 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, 2021.

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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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.

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

ANTI-VIOLENCE PARTNERSHIP OF PHILADELPHIA

NOTES TO FINANCIAL STATEMENTS

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

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, 2020, from which the summarized information was derived.

NOTE C EQUIPMENT

Equipment as of June 30, 2021 is classified as follows:

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

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, 2021, all equipment was fully depreciated.

ANTI-VIOLENCE PARTNERSHIP OF PHILADELPHIA

NOTES TO FINANCIAL STATEMENTS

NOTE D NET ASSETS RELEASED FROM RESTRICTIONS

A summary of the net assets released from restrictions by satisfying the program restrictions specified by donors for the year ended June 30, 2021 is as follows:

Patricia Kind Foundation	\$ 25,000
Henriette Tower Wurts Memorial	2,000
Philanthropy Network	<u>15,000</u>
Total net assets released from restrictions	<u>\$ 42,000</u>

NOTE E IN-KIND CONTRIBUTIONS

The Organization received donated office space from the Philadelphia District Attorney. These in-kind revenues and the corresponding expenses are recognized in the financial statements for the year ended June 30, 2021 at the estimated fair value of \$7,200.

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 July 2023.

The following is a schedule of future minimum office rental payments required as of June 30, 2021:

<u>Year Ending June 30,</u>	
2022	\$ 115,535
2023	59,822
2024	<u>4,997</u>
	<u>\$ 180,354</u>

Rent expense, including the in-kind rent from the Philadelphia District Attorney, was \$140,866 for the year ended June 30, 2021. This amount is included under occupancy in the statement of functional expenses.

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

ANTI-VIOLENCE PARTNERSHIP OF PHILADELPHIA

NOTES TO FINANCIAL STATEMENTS

NOTE F OPERATING LEASES (cont'd)

The following is a schedule of future minimum equipment lease payments required as of June 30, 2021:

Year Ending June 30,

2022	\$ 3,743
2023	<u>1,559</u>
	<u>\$ 5,302</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, 2021 was \$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, 2021) is payable monthly. On June 30, 2021, the outstanding balance against the line of credit was \$0.

NOTE H CONCENTRATIONS

The Organization received 64 percent of its total public support and revenue from the Pennsylvania Commission of Crime and Delinquency for the year ended June 30, 2021.

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.

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, 2021.

ANTI-VIOLENCE PARTNERSHIP OF PHILADELPHIA

NOTES TO FINANCIAL STATEMENTS

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, 2021, 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	\$ 365,614
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>\$ 365,614</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 \$370,000. 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, 2021, \$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 Organization applied for and received full forgiveness on their PPP Loan on January 15, 2021. The loan forgiveness has been recognized as a gain on loan forgiveness on the statement of activities for the year ended June 30, 2021.

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 2022. Other financial impact could occur though such potential impact is unknown at this time.

ANTI-VIOLENCE PARTNERSHIP OF PHILADELPHIA

NOTES TO FINANCIAL STATEMENTS

NOTE N SUBSEQUENT EVENTS

In July 2022, the Organization took possession of a newly leased office space located at 4946-50 Parkside Avenue, Philadelphia, Pennsylvania. The lease has a 60-month term expiring on June 30, 2027.

The Organization has evaluated all subsequent events through July 26, 2022, 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

July 26, 2022

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, 2021, 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 July 26, 2022.

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
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

July 26, 2022

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, 2021. 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, 2021.

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, 2021**

<u>FEDERAL GRANTOR/PROJECT TITLE</u>	<u>SOURCE CODE</u>	<u>FEDERAL CFDA NUMBER</u>	<u>PASS-THROUGH GRANTOR'S NUMBER</u>	<u>GRANT PERIOD BEGINNING / ENDING DATES</u>	<u>EXPENDITURES</u>	<u>PASSED THROUGH TO SUBRECIPIENTS</u>
<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	\$ 50,082	\$ -
<u>Passed Through Pennsylvania Commission on Crime and Delinquency</u>						
Crime Victims Assistance	I	16.575	2016-VF-05-31038	10/1/19 - 09/30/20	42,337	-
Crime Victims Assistance	I	16.575	2018-VF-05-29290	04/1/19 - 09/30/21	108,244	-
Crime Victims Assistance	I	16.575	2018-VF-05-30837	07/1/19 - 09/30/20	144,379	-
Crime Victims Assistance	I	16.575	2017/2018-VF-05-29286	04/1/19 - 09/30/21	48,642	-
Crime Victims Assistance	I	16.575	2017/2018-VF-05-32903	04/1/19 - 09/30/23	552,603	-
Total CFDA #16.575					<u>896,205</u>	<u>-</u>
Total U.S. Department of Justice					<u>946,287</u>	<u>-</u>
Total Expenditures of Federal Awards					<u>\$ 946,287</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, 2021.

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, 2021.

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.