

WOMEN'S ADVOCATES, INC.
FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2023 AND 2022



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**WOMEN'S ADVOCATES, INC.
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YEARS ENDED JUNE 30, 2023 AND 2022**

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INDEPENDENT AUDITORS' REPORT

Board of Directors
Women's Advocates, Inc.
St. Paul, Minnesota

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Women's Advocates, Inc. (a nonprofit organization), which comprise the statements of financial position as of June 30, 2023 and 2022, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Women's Advocates, Inc., as of June 30, 2023 and 2022, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Women's Advocates, Inc. 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 Financial Statements

Management is responsible for the preparation and fair presentation of the 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 financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 GAAS 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 financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the 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 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 Women's Advocates, Inc.'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 financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Women's Advocates, Inc.'s ability to continue as a going concern for a reasonable period of time.

Board of Directors
Women's Advocates, Inc.

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.

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

CliftonLarsonAllen LLP

Minneapolis, Minnesota
December 19, 2023

WOMEN'S ADVOCATES, INC.
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2023 AND 2022

	2023	2022
ASSETS		
CURRENT ASSETS		
Cash and Cash Equivalents	\$ 844,575	\$ 1,174,309
Accounts Receivable	412,186	313,461
Investments	1,301,924	1,226,339
Prepaid Expenses and Other Assets	79,073	82,010
Right-of-Use Assets - Operating	13,962	-
Total Current Assets	2,651,720	2,796,119
PROPERTY AND EQUIPMENT		
Land	36,000	36,000
Building and Improvements	2,453,302	2,393,876
Vehicle	20,279	20,279
Furniture and Equipment	757,866	752,455
Total	3,267,447	3,202,610
Less: Accumulated Depreciation	(2,382,340)	(2,307,805)
Total Property and Equipment	885,107	894,805
Total Assets	\$ 3,536,827	\$ 3,690,924
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts Payable	\$ 63,528	\$ 39,600
Accrued Compensation	187,211	161,587
Lease Liability - Operating	13,962	-
Total Current Liabilities	264,701	201,187
LONG-TERM DEBT		
Total Liabilities	-	24,757
NET ASSETS		
Without Donor Restrictions:		
Undesignated	655,182	1,023,303
Board-Designated	2,356,184	2,356,184
Total Without Donor Restrictions	3,011,366	3,379,487
With Donor Restrictions	260,760	85,493
Total Net Assets	3,272,126	3,464,980
Total Liabilities and Net Assets	\$ 3,536,827	\$ 3,690,924

See accompanying Notes to Financial Statements.

**WOMEN'S ADVOCATES, INC.
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2023**

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
SUPPORT AND REVENUE			
Program Service Revenue	\$ 3,130,298	\$ -	\$ 3,130,298
Contributions	763,687	321,106	1,084,793
Debt Forgiveness	25,584	-	25,584
In-Kind Donations	45,366	-	45,366
Investment Income	77,348	-	77,348
Miscellaneous	1,381	-	1,381
Total Support and Revenue	<u>4,043,664</u>	<u>321,106</u>	<u>4,364,770</u>
 NET ASSETS RELEASED FROM RESTRICTION	 145,839	 (145,839)	 -
 EXPENSES			
Program Services	3,589,305	-	3,589,305
Management and General	602,248	-	602,248
Fundraising	366,071	-	366,071
Total Expenses	<u>4,557,624</u>	<u>-</u>	<u>4,557,624</u>
 CHANGE IN NET ASSETS	 (368,121)	 175,267	 (192,854)
Net Assets - Beginning of Year	<u>3,379,487</u>	<u>85,493</u>	<u>3,464,980</u>
 NET ASSETS - END OF YEAR	 <u>\$ 3,011,366</u>	 <u>\$ 260,760</u>	 <u>\$ 3,272,126</u>

See accompanying Notes to Financial Statements.

**WOMEN'S ADVOCATES, INC.
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2022**

	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUE			
Program Service Revenue	\$ 1,943,767	\$ -	\$ 1,943,767
Contributions	816,063	30,837	846,900
Debt Forgiveness	25,584	-	25,584
Donated Gift Cards	29,626	-	29,626
Investment Income	(135,901)	-	(135,901)
Miscellaneous	30	-	30
Total Support and Revenue	2,679,169	30,837	2,710,006
 NET ASSETS RELEASED FROM RESTRICTION	 123,416	 (123,416)	 -
 EXPENSES			
Program Services	2,541,492	-	2,541,492
Management and General	462,149	-	462,149
Fundraising	329,695	-	329,695
Total Expenses	3,333,336	-	3,333,336
 CHANGE IN NET ASSETS	 (530,751)	 (92,579)	 (623,330)
Net Assets - Beginning of Year	3,910,238	178,072	4,088,310
 NET ASSETS - END OF YEAR	\$ 3,379,487	\$ 85,493	\$ 3,464,980

See accompanying Notes to Financial Statements.

WOMEN'S ADVOCATES, INC.
STATEMENTS OF FUNCTIONAL EXPENSES
YEARS ENDED JUNE 30, 2023 AND 2022

	2023				2022			
	Program Services	Management and General	Fundraising	Total	Program Services	Management and General	Fundraising	Total
Salaries	\$ 1,890,958	\$ 370,970	\$ 245,182	\$ 2,507,110	\$ 1,412,754	\$ 278,159	\$ 203,995	\$ 1,894,908
Employee Benefits	213,047	44,645	27,885	285,577	248,783	30,616	15,175	294,574
Payroll Taxes	180,833	31,891	20,139	232,863	119,217	24,768	17,065	161,050
Contract Services	78,238	105,483	25,865	209,586	69,578	58,798	21,707	150,083
Transportation Expenses	19,149	678	324	20,151	15,972	-	194	16,166
Program Activities and Supplies	198,467	223	334	199,024	62,326	-	566	62,892
Donated Gift Cards	48,318	100	-	48,418	11,149	-	-	11,149
Rent Assistance	372,953	-	-	372,953	108,649	-	-	108,649
Aftercare Client Assistance	59,454	-	-	59,454	19,406	-	-	19,406
Bridging Assistance	4,840	-	-	4,840	5,440	-	-	5,440
Food and Kitchen Supplies	99,810	-	-	99,810	91,274	-	-	91,274
Furniture and Equipment	10,999	1,327	-	12,326	13,082	904	-	13,986
Building and Maintenance	125,011	-	-	125,011	129,323	-	-	129,323
Printing and Publication Costs	260	2,570	4,032	6,862	4,238	-	9,588	13,826
Office and Computer Supplies	61,518	24,914	8,326	94,758	42,616	29,906	15,916	88,438
Postage	3,042	557	265	3,864	2,629	597	470	3,696
Telephone	9,571	1,460	730	11,761	10,996	1,000	1,499	13,495
Utilities	51,287	-	-	51,287	38,020	3,456	5,185	46,661
Insurance	32,985	1,003	498	34,486	27,340	2,485	3,728	33,553
Volunteer/Staff Recognition	343	5,974	22	6,339	4,162	7,800	-	11,962
Event Expense	404	858	28,648	29,910	173	-	23,468	23,641
Staff Development	5,386	3,069	921	9,376	4,330	3,542	1,460	9,332
Board Expense	-	-	1,733	1,733	177	466	-	643
Depreciation and Amortization	107,634	-	-	107,634	93,085	9,720	5,400	108,205
Miscellaneous	14,798	6,526	1,167	22,491	6,773	9,932	4,279	20,984
Total Expenses	\$ 3,589,305	\$ 602,248	\$ 366,071	\$ 4,557,624	\$ 2,541,492	\$ 462,149	\$ 329,695	\$ 3,333,336

See accompanying Notes to Financial Statements.

WOMEN'S ADVOCATES, INC.
STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2022 AND 2021

	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ (192,854)	\$ (623,330)
Adjustments to Reconcile Change in Net Assets to Net Cash Used by Operating Activities:		
Depreciation	106,807	107,997
(Gain) Loss on Sale of Property and Equipment	7,375	
Net Realized and Unrealized (Gain) Loss on Investments	(22,076)	202,262
Noncash Donations	(1,906)	
Amortization of Debt Issuance Costs	827	206
Debt Forgiveness	(25,584)	(25,584)
(Increase) Decrease in Assets:		
Accounts Receivable	(98,725)	(87,844)
Prepaid Expenses and Other Assets	2,937	(2,747)
Increase (Decrease) in Liabilities:		
Accounts Payable	23,928	14,869
Accrued Compensation	25,624	22,476
Net Cash Used by Operating Activities	(173,647)	(391,695)
 CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Investments	(167,968)	(107,179)
Sale of Investments	116,365	53,152
Purchase of Property and Equipment	(104,484)	(41,830)
Net Cash Used by Investing Activities	(156,087)	(95,857)
 NET DECREASE IN CASH AND CASH EQUIVALENTS	(329,734)	(487,552)
 Cash and Cash Equivalents - Beginning of Year	1,174,309	1,661,861
 CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 844,575	\$ 1,174,309
 SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Noncash Donations - Investments	\$ 1,906	\$ 1,519

See accompanying Notes to Financial Statements.

WOMEN'S ADVOCATES, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

Women's Advocates, Inc. (the Organization) is organized for charitable purposes. It seeks to promote the public interest and social welfare of its community. The mission of the Organization is to walk with victim/survivors and our community to break the cycle of domestic violence by: assisting women through shelter, support, information, advocacy, and education to successfully leave violent relationships; teaching community members about safety resources and domestic violence awareness so other victims may find the help they need; and sustaining safety from violence through housing-based support in community. The Organization serves individuals in Minnesota.

Basis of Financial Statement Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP).

Net Asset Classifications

Net assets and revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization and the changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions – Net assets available for use in general operations and not subject to donor restrictions. The governing board has designated, from net assets without donor restrictions, the following amounts for the designated purposes:

	<u>2023</u>	<u>2022</u>
Operating Reserve	\$ 1,600,000	\$ 1,600,000
Fixed Asset Maintenance and Capital Reserve	756,184	756,184
Total	<u>\$ 2,356,184</u>	<u>\$ 2,356,184</u>

Net Assets With Donor Restrictions – Net assets subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Gifts of long-lived assets and gifts of cash restricted for the acquisition of long-lived assets are recognized as restricted revenue and released from restrictions when the assets are placed in service. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Organization considers cash on hand and on deposit in banks, short-term and highly liquid investments to be cash equivalents. The Organization considers all highly liquid investments purchased with an initial maturity of three months or less to be cash and cash equivalents. At times, amounts may exceed FDIC insured limits.

WOMEN'S ADVOCATES, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Accounts Receivable

Accounts receivable consists primarily of amounts due from governmental entities. Management performs periodic reviews of the receivables for past due amounts, determines the collectability of these amounts, and establishes allowances accordingly. At June 30, 2023 and 2022, there were no allowances for doubtful accounts as management believes all accounts receivable are collectible.

Investments

Investments are carried at fair value based on quoted market prices. Realized and unrealized gains and losses are recognized in the period in which they occur and are recorded in the statement of activities. Due to market volatility with certain investment securities, it is reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in future statements of activities.

Professional standards allow entities the irrevocable option to elect to measure certain financial instruments and other items at fair value for the initial and subsequent measurement on an instrument-by-instrument basis. The Organization has elected to measure all investments at fair value. The Organization may elect to measure newly acquired financial instruments at fair value in the future.

Property and Equipment

Property and equipment are carried at cost. The Organization capitalizes all asset purchases over \$1,000. Major additions and improvements are capitalized to property and equipment while replacements and repairs, which do not improve or extend the life of the respective assets, are expensed. Contributed assets are recorded at fair value at the date of donation. Depreciation is computed on property and equipment over their estimated useful lives ranging from 3 to 39 years using the straight-line method. Depreciation expense of \$106,807 and \$107,997 was recorded for the years ended June 30, 2023 and 2022, respectively.

Revenue Recognition

Contributions, which include unconditional promises to give, are recognized as revenues in the period received. Conditional pledges are not included as support until such time as the conditions are substantially met.

Government Grants

A portion of the Organization's revenue is derived from cost-reimbursable federal and state contracts and grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has incurred expenditures in compliance with specific contract or grant provisions. The Organization was awarded cost-reimbursable grants of \$513,701 have not been recognized at June 30, 2023, because qualifying expenditures have not yet been incurred.

WOMEN'S ADVOCATES, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Functional Allocation of Expense

The costs of providing programs and other activities have been summarized on a functional basis in the statement of activities and in the statement of functional expenses. Expenses directly identifiable to program or supporting services, such as personnel costs, program benefits provided, and event expenses, are allocated directly to their respective functional category. Certain expenses are allocated based on square footage usage, such as depreciation and utilities. Expenses which are not directly identifiable to program or supporting service are allocated to programs as well as to management and general and fundraising based on the best estimate of management.

Income Tax

The Organization has tax-exempt status under Section 501(c)(3) of the Internal Revenue Code and corresponding state tax codes. The Organization is not a private foundation and charitable contributions by donors are tax deductible.

U.S. GAAP requires management to evaluate tax positions taken by the Organization and recognize a tax liability if the Organization has taken an uncertain position that more likely than not would not be sustained upon examination by the Internal Revenue Service. Management has analyzed the tax positions taken by the Organization and has concluded that there are no uncertain positions taken or expected to be taken that would require recognition of a liability or disclosure in the financial statements. The Organization's tax returns are subject to review and examination by federal and state authorities.

Fair Value Measurements

The Organization follows accounting standards that define fair value, establish a framework for measuring fair value in accordance with existing accounting principles generally accepted in the United States of America, and expand disclosures about fair value measurements. The framework provides a fair value hierarchy that prioritizes inputs according to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets and liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3).

The three levels of the fair value hierarchy are described below:

Level 1 – Inputs are unadjusted, quoted prices for identical assets or liabilities in active markets at the measurement date.

Level 2 – Inputs are unadjusted, quoted prices for identical assets or liabilities in active markets at the measurement date.

Level 3 – Unobservable inputs that reflect management's best estimate of what market participants would use in pricing the asset or liability at the measurement date.

The fair value measurement level within the hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used must maximize the use of observable inputs and minimize the use of unobservable inputs.

WOMEN'S ADVOCATES, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Leases

The Organization determines if an arrangement is a lease at inception. Operating leases are included in right-of-use (ROU) assets – operating and lease liability – operating in the statements of financial position.

ROU assets represent the Organization's right to use an underlying asset for the lease term and lease liabilities represent the Foundation's obligation to make lease payments arising from the lease. ROU assets and liabilities are recognized at the lease commencement date based on the present value of lease payments over the lease term. Lease terms may include options to extend or terminate the lease when it is reasonably certain that the Organization will exercise that option. Lease expense for operating lease payments is recognized on a straight-line basis over the lease terms. The Organization has elected to recognize payments for short-term leases with a lease term of 12 months or less as expense as incurred and these leases are not included as lease liabilities or right of use assets on the statements of financial position.

The individual lease contracts do not provide information about the discount rate implicit in the lease. Therefore, the Organization has elected to use a risk-free discount rate determined using a period comparable with that of the lease term for computing the present value of lease liabilities.

The Organization has elected not to separate nonlease components from lease components and instead accounts for each separate lease component and the nonlease component as a single lease component.

Estimates

Management uses estimates and assumptions in preparing financial statements in accordance with accounting principles generally accepted in the United States of America. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could vary from the estimates that were used.

WOMEN'S ADVOCATES, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

In-Kind Contributions

Contributions of donated noncash assets are recorded at their fair values in the period received. Donated services are recognized as contributions if the services require specialized skills, are performed by persons with those skills, and would otherwise be purchased. Donated services consisted of professional fees for legal services valued at estimated rates, and used for administrative activities. Program supplies were valued using estimated amount if purchased, and were used for program activities. Gift cards were valued at their face value and used for program activities. Raffle items donated were valued at estimated sales price, and restricted for use for fundraising activities. A number of unpaid volunteers have made significant contributions of their time to the Organization's programs. The value of this contributed time is not reflected in the accompanying financial statements. The Organization received in-kind contributions that are reported in the statement of activity as follows:

	2023	2022
Professional Fees	\$ 5,800	\$ -
Program Supplies	29,976	-
Gift Cards	7,490	29,626
Raffle Items	2,100	-
Total Contributed Nonfinancial Assets and Services	\$ 45,366	\$ 29,626

Subsequent Events

Management has evaluated subsequent events for potential recognition and disclosure through December 19, 2023, the date which the financial statements were available to be issued.

NOTE 2 LIQUIDITY AND AVAILABILITY

At June 30, 2023, the Organization had \$2,558,685 of financial assets available within one year of the statement of financial position date consisting of cash and money market of \$884,575 investments of \$1,301,924, and receivables of \$412,186. Some of the receivables are subject to time restrictions but will be collected within one year. \$260,760 of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditure within one year of the statement of financial position date.

At June 30, 2022, the Organization had \$2,714,109 of financial assets available within one year of the statement of financial position date consisting of cash and money market of \$1,174,309, investments of \$1,226,339, and receivables of \$313,461. Some of the receivables are subject to time restrictions but will be collected within one year. \$85,493 of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditure within one year of the statement of financial position date.

The Organization has a policy to maintain financial assets, which consist of cash and investments, on hand to meet six months of normal operating expenses, which are, on average, approximately \$1,600,000.

WOMEN'S ADVOCATES, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 3 ACCOUNTS RECEIVABLE

Accounts receivable are expected to be collected within one year. Accounts receivable, which are considered fully collectible, consist of the following as of June 30:

	2023	2022
Government Receivable	\$ 246,686	\$ 283,359
Miscellaneous Other Receivables	165,500	30,102
Total	<u>\$ 412,186</u>	<u>\$ 313,461</u>

NOTE 4 INVESTMENTS

Investments consisted of the following at June 30:

	2023	2022
Cash and Short-Term Investments	\$ 8,848	\$ 9,543
Domestic Equities	329,884	298,264
International Equities	283,310	264,175
Fixed Income Mutual Funds	448,528	435,869
Real Asset Mutual Funds	231,354	218,488
Total	<u>\$ 1,301,924</u>	<u>\$ 1,226,339</u>

NOTE 5 FAIR VALUE MEASUREMENTS

The following table summarizes the valuation of the Organization's investments by the fair value hierarchy levels described in Note 1 as of June 30:

	2023			
	Level 1	Level 2	Level 3	Total
Domestic Equities	\$ 329,884	\$ -	\$ -	\$ 329,884
International Equities	283,310	-	-	283,310
Fixed Income Mutual Funds	448,528	-	-	448,528
Real Asset Mutual Funds	231,354	-	-	231,354
Subtotal	1,293,076	-	-	1,293,076
Investments Held at Cost	-	-	-	8,848
Total	<u>\$ 1,293,076</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,301,924</u>

	2022			
	Level 1	Level 2	Level 3	Total
Domestic Equities	\$ 298,264	\$ -	\$ -	\$ 298,264
International Equities	264,175	-	-	264,175
Fixed Income Mutual Funds	435,869	-	-	435,869
Real Asset Mutual Funds	218,488	-	-	218,488
Subtotal	1,216,796	-	-	1,216,796
Investments Held at Cost	-	-	-	9,543
Total	<u>\$ 1,216,796</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,226,339</u>

WOMEN'S ADVOCATES, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 6 LONG-TERM DEBT

Long-term debt consisted of the following at June 30:

<u>Description</u>	<u>2023</u>	<u>2022</u>
<p>Zero interest mortgage note payable, Minnesota Housing Finance Agency, March 1993. The mortgage is to be forgiven 30 years from the date of the loan as long as designated property continues to be used as specified in the agreement for the emergency shelter program of Women's Advocates, Inc. If default occurs after February 2003, then the full amount of the loan less 5% thereof for each full year after the first 10 years of the loan term shall be repaid. During 2023 and 2022, the Organization recognized \$4,250 of debt forgiveness. Note was fully forgiven in March 2023.</p>	\$ -	\$ 4,250
<p>Zero interest mortgage note payable, Minnesota Housing Finance Agency, October 2002. The mortgage is to be forgiven 20 years from the date of the loan as long as designated property continues to be used as specified in the agreement for the emergency shelter program of Women's Advocates, Inc. If default occurs within 10 years from the date of the loan, then the full amount of the loan must be repaid. If default occurs between 10 years from the date of the loan and 20 years from the date of the loan, then the full amount of the loan less 10% thereof for each full year after the first 10 years of the loan term shall be repaid. During 2023 and 2022, the Organization recognized \$21,334 of debt forgiveness. Note was fully forgiven in October 2022.</p>	-	21,334
Subtotal	-	25,584
Less: Debt Issuance Costs	-	(827)
Total	<u>\$ -</u>	<u>\$ 24,757</u>

WOMEN'S ADVOCATES, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 7 NET ASSETS WITH DONOR RESTRICTION

Net assets with donor restriction are restricted for the following purposes as of June 30:

	<u>2023</u>	<u>2022</u>
Aftercare	\$ -	\$ 64,373
Homework Starts with Home	-	-
Outreach	800	5,000
Client Gift Cards	-	3,297
Cyber Security	-	500
Security Deposits	-	1,036
Children Toys	-	40
Building Capacity	3,328	47
New Mental Health Position	50,635	-
Housing Stability	205,997	11,200
Total	<u>\$ 260,760</u>	<u>\$ 85,493</u>

Net assets with donor restrictions released from restrictions consisted of the following as of June 30:

	<u>2023</u>	<u>2022</u>
Security Deposits	\$ 1,036	\$ -
Outreach	-	30,000
Client Gift Cards	4,430	7,865
House of Hope	-	500
Aftercare	64,371	81,636
Homework Starts with Home	-	962
Capacity Building	1,719	2,453
Housing Stability	16,205	-
New Mental Health Position	27,129	-
Food	16,658	-
Other	14,290	-
Total	<u>\$ 145,839</u>	<u>\$ 123,416</u>

NOTE 8 403(B) RETIREMENT PLAN

Employees are covered by a 403(b) plan. All employees are eligible to make employee contributions as of their date of hire. To be eligible for discretionary employer contributions, an employee must have worked a minimum of 1,000 hours in a 12-month period of time. For the years ended June 30, 2023 and 2022, the Organization matched up to 3% of wages for contributing eligible employees and made a 1% employer contribution to all eligible employees. For the years ended June 30, 2023 and 2022, the Organization made employer contributions totaling \$64,643 and \$60,171, respectively.

WOMEN'S ADVOCATES, INC.
NOTES TO FINANCIAL STATEMENTS
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NOTE 9 LEASES

Women's Advocates leases equipment under noncancelable operating leases which expire through October 2026. Rent expense was \$9,656 and \$9,021 for the years ended June 30, 2023 and 2022, respectively.

The following table provides quantitative information concerning their leases for the year ended June 30, 2023.

Right of Use Assets:	
Operating Leases right-of-use asset	\$ 13,962
	<u>\$ 13,962</u>
Lease Liabilities:	
Current:	
Operating Leases	\$ 8,693
Noncurrent:	
Operating Leases	5,269
Total	<u>\$ 13,962</u>
Operating Lease Costs	\$ 8,957
Other Information:	
Cash Paid for Amounts Included in the Measurement of Lease Liabilities:	
Operating Cash Flows from Operating Leases	\$ 8,957
ROU Assets Obtained in Exchange for New Operating Lease Liabilities	\$ 22,413
Weighted Average Remaining Lease Term:	
Operating Leases	2.0 years
Weighted Average Discount Rate:	
Operating Leases	2.84%

The future minimum lease payments under noncancelable operating leases with terms greater than one year are listed below as June 30, 2023:

<u>Year Ending June 30,</u>	<u>Operating Leases</u>
2023	\$ 8,957
2024	3,580
2025	1,639
2026	149
2027	-
Thereafter	-
Total Lease Payments	<u>14,325</u>
Less: Interest	<u>(363)</u>
Present Value of Lease Liabilities	<u>\$ 13,962</u>



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