

**DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.  
519 WEST 189<sup>TH</sup> STREET  
NEW YORK, NY 10040**

**INDEPENDENT AUDITOR'S REPORT AS REQUIRED BY  
OFFICE OF MANAGEMENT AND BUDGET (OMB) CIRCULAR  
A-133 AND GOVERNMENT AUDITING STANDARDS AND  
RELATED INFORMATION**

**FOR THE YEAR ENDED JUNE 30, 2015  
(WITH JUNE 30, 2014 SUMMARIZED TOTAL)**

**BALLO & CO.**

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.

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Independent Auditor's Report on the Financial Statements

Board of Directors  
Dominican Women's Development Center, Inc.:

Report on the Financial Statements

We have audited the accompanying consolidated financial statements of Dominican Women's Development Center, Inc., which comprise the consolidated statement of financial position as of June 30, 2015 and the related consolidated statements of activities, cash flows and functional expenses 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 consolidated financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

### Opinion

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of Dominican Women's Development Center, Inc. as of June 30, 2015 and the changes in net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### Other Matters

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

### Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated May 13, 2016 on our consideration of Dominican Women's Development Center, Inc.'s internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and the compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering Dominican Women's Development Center, Inc.'s internal control over financial reporting and compliance.



Ballo & Co.

New York, NY  
May 13, 2016

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.  
STATEMENT OF ASSETS AND LIABILITIES AND NET ASSETS  
AS OF JUNE 30, 2015  
(WITH COMPARATIVE TOTALS AS OF JUNE 30, 2014)

	<u>For 2015</u>	<u>For 2014</u>
<b>ASSETS</b>		
Current assets		
Cash and cash equivalents (Note 3)	\$ (150,376)	\$ 325
Grants receivable (Note 4)	1,388,490	1,548,375
Deposits and prepayments (Note 5)	<u>34,428</u>	<u>31,115</u>
Total Assets	<u>\$ 1,272,542</u>	<u>\$ 1,579,815</u>
 <b>LIABILITIES AND NET ASSETS</b>		
Current liabilities		
Accounts payable	\$ 118,558	\$ 105,059
Accrued salary and payroll taxes	-	80,730
Accrued vacation pay	79,973	71,290
Outstanding balance on credit line (Note 6)	90,000	100,000
Deferred revenue	<u>57,043</u>	<u>10,422</u>
Total Liabilities	345,574	367,501
Net assets		
Unrestricted	85,132	67,755
Temporarily restricted (Note 7)	841,836	1,144,559
Permanently restricted	<u>-</u>	<u>-</u>
Total Net Assets	<u>926,968</u>	<u>1,212,314</u>
Total Liabilities and Net Assets	<u>\$ 1,272,542</u>	<u>\$ 1,579,815</u>

See notes to financial statements.

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2014)

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total For 2015</u>	<u>For 2014</u>
Revenues and other support				
Grants from government agencies	\$ 867,340	\$ 1,785,390	\$ 2,652,730	\$ 3,130,280
Foundation and corporations	40,400		40,400	19,930
General contributions	66,846		66,846	24,694
Tuition income			-	4,650
Interest income			-	656
Refunds and other			-	
Fund raising	80,171		80,171	93,890
In-kind (Note 8)	200,123		200,123	249,134
	<u>1,254,880</u>	<u>1,785,390</u>	<u>3,040,270</u>	<u>3,523,234</u>
Net assets release from restrictions:				
Grants from government agencies	<u>2,088,113</u>	<u>(2,088,113)</u>	<u>-</u>	<u>-</u>
<b>Total Revenues and Support</b>	<b>3,342,993</b>	<b>(302,723)</b>	<b>3,040,270</b>	<b>3,523,234</b>
Expenses				
Program expenses:				
DHHS ACF Early Head Start	833,567		833,567	834,212
DOH Hispanic Federation Navigator/ONA	130,510		130,510	132,733
NYS CVB Victim Assistance Program	197,331		197,331	98,924
NYS DCJS Violence Against Women	29,663		29,663	57,301
NYC DYCD Neighborhood Dev. Area	65,418		65,418	61,322
NYC DYCD Education	42,100		42,100	215,818
NYC ACS Day Care	524,983		524,983	-
NYS OCFS Healthy Family	514,337		514,337	386,891
NYS DOH AI HU Community Aids Center	299,372		299,372	158,967
Other Programs	289,359		289,359	378,773
Total Program Expenses	<u>2,926,640</u>	<u>-</u>	<u>2,926,640</u>	<u>2,324,941</u>
Management and general	342,544		342,544	400,622
Fund raising	56,432		56,432	73,967
<b>Total Expenses</b>	<b><u>3,325,616</u></b>	<b><u>-</u></b>	<b><u>3,325,616</u></b>	<b><u>2,799,530</u></b>
Increase in net assets	17,377	(302,723)	(285,346)	723,714
Net assets, beginning	67,755	1,144,559	1,212,314	488,600
Net assets, ending	<u>\$ 85,132</u>	<u>\$ 841,836</u>	<u>\$ 926,968</u>	<u>\$ 1,212,314</u>

See notes to financial statements.

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2014)

	For 2015	For 2014
Cash flows from operating activities:		
Net increase in net assets	\$ (285,346)	\$ 723,714
Adjustments to reconcile net increase in net assets to net cash provided (used) by operating activities:		
Depreciation	-	-
Changes in assets and liabilities:		
(Increase) decrease in grants receivable	159,885	(1,152,333)
(Increase) decrease in deposits and prepayments	(3,313)	(12,079)
Increase (decrease) in accounts payable and accrued expenses	13,499	58,333
Increase (decrease) in accrued salary and payroll and taxes	(80,730)	80,730
Increase (decrease) in accrued vacation pay	8,683	23,242
Increase (decrease) in other liabilities	46,621	(38,421)
Net cash provided (used) by operating activities	(140,701)	(316,814)
Cash flows from investing activities	-	-
Cash flows from financing activities	-	-
Proceeds from a loan from a credit line		100,000
Reduction of loan	(10,000)	
Adjustment to net assets	-	-
Net increase (decrease) in cash	(150,701)	(216,814)
Cash and cash equivalents, beginning	325	217,139
Cash and cash equivalents, ending	\$ (150,376)	\$ 325

See notes to financial statements.

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.  
 SCHEDULE OF FUNCTIONAL EXPENSES  
 FOR THE YEAR ENDED JUNE 30, 2015  
 (WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2014)

SCHEDULE A

Expenses:	DHHS ACF Early Head Start	DOH Hispanic Federation/ Navigator/DNA	NYS OVS Victim Assistance Program	NYS DCJS Violence Against Women	NYC DYCD NDA Adult Literacy	NYC DYCD Adult Literacy	NYC ACS Day Care	NYS OCFs Healthy Family	NYS DOH AI Harlem United Community Aids Center	Other Programs	Program Services Total	Management and General	Fund Raising	Total	
														For 2015	For 2014
Salaries	\$ 518,894	\$ 102,464	\$ 159,724	\$ 21,161	\$ 46,405	\$ 30,727	\$ 152,018	\$ 289,369	\$ 173,585	\$ 172,679	\$ 1,667,026	\$ 24,912	\$ 2,433	\$ 1,694,371	\$ 1,509,260
Fringe benefits	71,909	10,836	18,532	1,623	5,942	4,805	28,441	44,687	22,777	29,451	239,003	41,564	186	290,753	246,573
Outside/Consulting services	48,265	2,000	1,031				53,785	32,451	4,555	16,792	158,879	5,627	9,500	174,006	128,664
Stipends															
Occupancy/	55,862	6,489	6,635	4,566	9,635	4,084	17,099	29,780	37,596	40,197	211,943	1,104		213,047	189,294
Renovations							108,741			548	108,741			108,741	
Travel	23,018	788	2,700	283			375	29,291	3,574	7,062	60,377	3,787	2,684	66,848	48,241
Training and workshops	28,286	428					4,415	15,905	13,015	7,062	69,111	19,937	13,300	102,348	
Supplies	20,230	1,868	3,457		2,259	2,006	84,266	28,065	6,241	4,723	153,125	8,453	76	161,654	140,618
Maintenance & repairs	2,860		1,600				22,222	28,065	1,100	4,578	27,782	404		28,186	
Printing		50					15,653	9,905	6,603	4,578	26,884		1,010	35,488	
Participant services	24,332	3,228	1,574		859	332	33,439	9,905	13,661	2,596	89,926	981		90,907	32,609
Communication	27,732	1,759	2,078	2,030	318	146	1,755	19,389	7,475	5,361	68,043	13,908	750	82,701	
Equipment lease & maintenance	7,478							732	7,391	187	15,601			15,601	82,598
Bank & finance charges															7,143
Internet & Technology															58,387
Advertising								11,080		185	11,265	758	1,500	13,523	17,572
Insurance	4,701	600					2,754	3,693	1,946		13,694	7,294		20,988	12,962
Hall rental & catering															19,850
Gala expense/Invitations															32,951
Events															
In-kind (Note 9)									53	5,000	5,053	317	22,818	28,188	
Other												200,123		200,123	
Total	\$ 833,567	\$ 130,510	\$ 197,331	\$ 29,663	\$ 65,418	\$ 42,100	\$ 524,983	\$ 514,337	\$ 299,372	\$ 289,359	\$ 2,926,640	\$ 342,544	\$ 56,432	\$ 3,325,616	\$ 2,799,520

See notes to financial statements.



DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

Note 1. Organization and Nature of Business

Dominican Women's Development Center, Inc. ("DWDC") is a non-profit organization incorporated in New York on December 24, 1991. The main goal of DWDC is to unite Dominican women to seek solutions to the problems that affect low income Latin women who live in the predominantly Dominican community of Washington Heights/Inwood in New York, NY. DWDC provides programs that are geared towards the economic, educational and cultural development of Dominican women in New York.

The Company is a not-for-profit organization operating under the internal Revenue Code Section 501 (c) (3) and is, therefore, not subject to Federal, State or City income taxes.

Note 2. Summary of Significant Accounting Policies

A. Basis of Presentation

Dominican Women's Development Center, Inc.'s financial statements are presented consistent with Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958, Not-for-Profit Organizations (ASC 958). Under FASB ASC 958, the corporation is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions. Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is recognized. Unconditional promises to give are recognized as revenues in the period in which the promise amount is received. Conditional promises to give are recognized as revenues upon meeting such conditions.

There are no permanently restricted funds received during the year.

Leasehold improvements, furniture and equipment are depreciated using the straight-line method over the useful lives of the assets.

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

Note 2. Summary of Significant Accounting Policies (continued)

B. Basis of accounting

The organization uses the accrual method of accounting to account for its revenues and expenses.

C. Concentration of credit and market risk

Financial instruments that potentially expose Dominican Women's Development Center, Inc. to concentrations of credit and market risk consist primarily of cash and cash equivalents. Cash and cash equivalents are maintained at high quality financial institutions.

90% of support and revenue is from various government funded programs from different government agencies.

D. Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures 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

Note 3. Cash and Cash Equivalents

As of June 30, 2015 cash and cash equivalents consisted of:

Cash in bank	
Citibank Checking account no. ending XX8516	\$ (130,271)
Chase Account no. ending XXX8474	28,248
Popular Community Bank acct no ending XX5990	(24,639)
Popular Community Bank acct no ending XX8730	(25,891)
Popular Community Bank acct no ending XX1087	670
Popular Community Bank	300
Petty cash	<u>1,207</u>
Total	\$ <u>(150,376)</u>

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

Note 4. Grants Receivable

At June 30, 2015, grants receivable consisted of the following:

<u>Funding Source</u>	<u>Program</u>	<u>Amount</u>
US DHHS	Early Head Start	\$590,861
NYS OCFS	Healthy Family	272,534
DOH AIDS Institute	Community Aid	179,112
DOH Hispanic Federation	Office for New Americans	14,000
DOH Hispanic Federation	Navigator	65,690
DOH Hispanic Federation	Strategic Planning	7,500
Harlem United Comm. Aids Ctr.	Health	63,639
NYC DYCD	Adult Literacy	12,960
NYC DYCD	Adult Literacy	9,531
Mayor's Office of Criminal Justice	Victim Assistance	11,035
NY Presbyterian Hospital	WIN Program	15,137
Safe Horizon	Victim Assistance	29,167
NYC ACS	Day Care	81,168
NYS DOHMH	Win for Health	<u>36,156</u>
Total		<u>\$ 1,388,490</u>

Note 5. Deposits and Prepayments

Deposits and prepayments consisted of the following:

Rent security deposits	\$	22,274
Prepaid rent		5,000
Prepaid insurance		<u>7,154</u>
Total	\$	<u>34,428</u>

Note 6. Outstanding balance on credit line

On July 30, 2014, DWDC obtained a \$100,000 line of credit with Banco Popular North America. Interest rate is 3.25% per annum of outstanding balance. \$90,000 is outstanding at June 30, 2015.

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

Note 7. Temporarily restricted net assets

At June 30, 2015, temporarily restricted net assets consisted of the following:

<u>Funding Source/Program</u>	<u>Beginning Balance</u>	<u>Additional Contributions</u>	<u>Revenue Recognition</u>	<u>Ending Balance</u>
NYS Office of Children & Fam. Serv.	\$ 418,827	\$ 550,000	\$ 749,410	\$ 219,417
US DHHS	501,387	896,359	902,825	494,921
NYS DCJS	28,730		28,730	0
NYS CVB	37,712		37,712	0
Hispanic Fed – ONA	7,035		7,035	0
Hispanic fed. – Nav	38,101	104,001	110,436	31,666
Harlem United	48,572	134,740	112,404	70,908
NY Presbyterian Hosp.	15,001	100,290	90,367	24,924
NYS Dept. of Health/AIDS Inst.	<u>49,194</u>	<u>0</u>	<u>49,194</u>	<u>0</u>
Total	<u>\$1,144,559</u>	<u>\$ 1,785,390</u>	<u>\$2,088,113</u>	<u>\$ 841,836</u>

Note 8. In-Kind

The Dominican Women's Development Center, Inc. received in-kind donation of goods and volunteer services valued at \$145,123 in support of the Early Head Start program and 55,000 in support of the Healthy Family program, for a total in-kind of \$200,123.

Note 9. Lease Commitment

DWDC occupies office spaces with future rental obligation as follows:

Landlord: Audobon 189-190 LLC

Site: 519 West 189<sup>th</sup> Street, ground floor & basement, New York, NY 10040

Term: 7/1/10 to 6/30/15, \$3,357 monthly

Future annual rental obligation:

Landlord: Audobon 189-190 LLC

Site: 519 West 189<sup>th</sup> Street #G &F, New York, NY 10040

Term: Month to month, \$3,900 monthly

Landlord: Tsiskos Management Co., Inc.

Site: 752 West 178<sup>th</sup> Street #1A, New York, NY 10033

Term: 3/1/13 to 2/28/15, \$3,100 monthly, renewed for two years at \$3400 monthly

Future annual rental obligation: FY 16 - \$40,800

Landlord: 5030 Broadway Properties, LLC DBA Workspace

Site: 5030 Broadway #658, New York, NY 10034

Term: 12/15/12 to 11/20/15, \$1,831 monthly

Future annual rental obligation: FY16 - \$8,600

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

Note 9. Lease Commitment (Continued)

Landlord: Wadsworth 220 LP

Site: 220 Wadsworth Ave., #103 New York, NY 10033

Term: 1/15/14 to 1/31/16, \$2,350 monthly

Future annual rental obligation: FY16 - \$16,450

Landlord: NYC Housing Authority

Site: 2340 Amsterdam Avenue, New York, NY 10033

Term: three years starting 6/15/15, \$5,000 monthly

Future annual rental obligation: FY16 - \$60,000, FY 17 - \$61,800, FY18 - \$63,654

Rental expense for the year amounted to \$181,780.

Note 10. Payroll Tax Returns

The Dominican Women's Development Center, Inc. files a consolidated payroll tax returns for all programs under its sponsorship. All payroll returns for the period under audit were properly filed.

Note 11. Board Minutes

Board members are actively participating in the program activities.

Note 12. Contingent Liability

Grants and contracts are subject to audit by the funding agency. Any unresolved disallowed/questioned cost noted during an audit can result to a refund/payback to the funding agency.

Note 13. Pension Plan

DWDC has made available to its employees a salary reduction arrangement. The voluntary plan is funded solely by employee contribution. Funds are held by insurance company in a 403 (b) annuity arrangement.

Note 14. Accounting for Uncertainty in Income Tax

DWDC adopted the recognition requirement for uncertain income tax positions as required by accounting principles generally accepted in the United States of America. Income tax benefits are recognized for income tax positions taken or expected to be taken in a tax return, only when it is determined that the income tax position will more likely than not to be sustained upon examination by taxing authorities. There was no impact on DWDC financial statements as a result of the implementation of Financial Accounting Standard Board's ASC 740-10 (formerly known as FASB Interpretation No. 48, Accounting for Uncertainty in Income taxes). Accordingly, DWDC has not recorded any reserves or related accruals for interest and penalties for uncertain tax position as of June 30, 2015.

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

Note 15. Related Party Transactions

During the year ended June 30, 2015, DWDC had the following related party transactions with an entity related to a Program Director of the organization. The Board of Directors reviewed the transaction.

Renovation for day care center program	\$ <u>101,523</u>
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Note 16. Subsequent Events Evaluation by Management

Management evaluates events occurring after the date of the financial statements to consider whether or not the impact of such events needs to be reflected in the financial statements. Such evaluation is performed through the date the financial statements were available to be issued, which was May 16, 2016 for these financial statements.

Note 17. Government Grants

Dominican Women's Development Center, Inc. contracts with various government agencies to provide programs in Spanish literacy, English as a second language, job training and job readiness skills, immigration and naturalization information, educational workshops on the issues of management, domestic violence, leadership development prevention of child abuse and neglect, and self-esteem enhancement and support group for Latin women.

Independent Auditors' 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

Board of Directors  
Dominican Women's Development Center, Inc.:

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 Dominican Women's Development Center, Inc. which comprise the consolidated statement of financial position as of June 30, 2015 and the related consolidated statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated May 13, 2016.

Internal Control over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not design 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 Dominican Women's Development Center, Inc.'s financial statements are free of material misstatements, 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 statements amounts. However, providing an opinion on compliance with these 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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance Government Auditing Standards in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose



Ballo & Co.

New York, NY  
May 13, 2016



**Ballo & Co.**  
**67 Hudson Street**  
**New York, NY 10013**

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Telephone: (212) 406-1640  
Fax: (212) 267-4772

Independent Auditor's Report on Compliance For Each Major Federal Program; Report on Internal Control Over Compliance; And Report on the Schedule of Expenditures of Federal Awards Required by OMB Circular A-133

Board of Directors  
Dominican Women's Development Center, Inc.:

Report on Compliance for Each Major Federal Program

We have audited Dominican Women's Development Center, Inc.'s compliance with the types of compliance requirements described in the OMB Circular A-133 Compliance Supplement that could have a direct and material effect on each of Dominican Women's Development Center, Inc.'s major federal programs for the year ended June 30, 2015. Dominican Women's Development Center, Inc.'s major federal programs are identified in the summary of auditor's result section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

**Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of Dominican Women's Development Center, Inc.'s major federal programs 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 OMB Circular A-133, Audits of States, local governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 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 Dominican Women's Development Center, Inc.'s, compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Dominican Women's Development Center, Inc.'s compliance.

## **Opinion on Each Major Federal Program**

In our opinion, Dominican Women's Development Center, Inc. complied in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2015.

## **Report on Internal Control Over Compliance**

Management of Dominican Women's Development Center, Inc. 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 Dominican Women's Development Center, Inc.'s, internal control over compliance with the types of requirements that could have a direct and material effect on a major federal program to determine the auditing procedures that are appropriate under the circumstance for the purpose of expressing our opinion on compliance for each major federal program and to test and report on internal control over compliance with OMB Circular A-133, 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 Dominican Women's Development Center, Inc.'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 the internal control over compliance was for the limited purpose described in the first paragraph of this section and was not design 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 over compliance 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 OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Report on the Schedule of Expenditures of Federal Awards Required by OMB Circular A-133

We have audited the financial statements of Dominican Women's Development Center, Inc.'s as of and for the year ended June 30, 2015, and have issued our report thereon dated May 13, 2016, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statement as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 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 schedule of expenditures of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.



Ballo & Co.

New York, NY  
May 13, 2016

SCHEDULE B

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDING JUNE 30, 2015

<u>Federal grantor/pass-through grantor/program</u>	<u>Contract period</u>	<u>Federal CFDA No.</u>	<u>Pass Through grantor's number</u>	<u>Program amount of award</u>	<u>7/1/14 to 06/30/15 Total Expenditures</u>	<u>7/1/14 to 06/30/15 Federal Portion</u>
Major Programs:						
U.S. Department of Health & Human Services						
Administration for Children and Families	1/1/14 to 12/31/14	93.600	02CH5007/01	896,359	432,129	432,129
Early Head Start Program	1/1/15 TO 12/31/15	93.600	02CH5007/03	896,359	401,438	401,438
Non Major Programs:						
Pass -Through Funds:						
U.S. Dept. Health and Human Services						
Community Services Block Grant - through						
NYC Department of Youth & Community Development						
NDA/Adult Literacy	7/1/14 to 6/30/15	93.569	83120I B	65,418	65,418	65,418
U.S. Department of Health & Human Services through						
Hispanic Federation - Navigator	10/1/13 to 9/30/14	93.778	N/A	104,000	23,278	11,639
Hispanic Federation - Navigator	10/1/13 to 9/30/14	93.778	CO28883	104,000	75,447	37,724
Hispanic Federation - ONA	10/1/13 to 9/30/14	95.569	N/A	30,000	31,785	17,482
U.S. Department of Justice						
Office of Victims of Crime through						
NYS DCJS						
Violence Against Women	1/1/14 to 12/31/14	16.588	C552547	57,300	29,663	29,663
U.S. Department of Justice						
Office of Violence Against Women through						
NYS Crime Victim Board	10/1/13 to 9/30/14	16.575	C-501048	108,255	27,461	21,969
Victim Assistance Program	10/1/13 to 9/30/14	16.575	C-501048	228,172	169,870	135,896
Total				<u>\$ 2,489,863</u>	<u>\$ 1,256,489</u>	<u>\$ 1,153,357</u>

See notes to financial statements.

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
JUNE 30, 2015

A. Basis of Presentation

The accompanying Supplemental Schedule of Expenditures of Federal awards has been prepared in accordance with OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. The purpose of the Schedule is to present a summary of those activities of the of Dominican Women's Development Center, Inc. for the year ended June 30, 2015, which have been financed by the U.S. Government ("Federal Awards"). For purposes of the Schedule, Federal Awards include all federal assistance entered into directly between Dominican Women's Development Center, Inc. and U.S. Department of Health and Human Services Administration for Children and Families (Direct) and NYC Department of Youth and Community Development, NYS BRIA, NYS Div. of Criminal Justice Services and NYS Crime Victims Board, the primary recipients of Federal government funds (pass-through), recorded on the modified accrual basis of accounting. CFDA numbers are provided when applicable.

B. Percentage of Federal Share

Following are the percentages of federal share of federal program expenditures:

US DHHS, Early Head Start Program	100%
US DHHS through NYC DYCD, Neighborhood Development Area	100%
US DOJ through NYS DJCS, Violence Against Women	100%
US DOJ through CVB, Victim Assistance Program	80%
DOH through Hispanic Federation – Navigator Program	50%
DOH through Hispanic Federation – ONA Program	55%

SCHEDULE C

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDING JUNE 30, 2015

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's issued: unqualified

Internal control over financial reporting:

- . Material weakness(es) identified? yes no
- . Reportable condition(s) identified that are not considered to be material weakness(es)? yes none reported

Noncompliance material to financial statements noted? yes no

Federal Awards

Internal control over major programs:

- . Material weakness(es) identified? yes no
- . Reportable condition(s) identified that are not considered to be material weakness(es)? yes none reported

Type of auditor's report issued on compliance  
For major programs: unmodified

Any audit findings disclosed that are required  
To be reported in accordance with section  
510(a) of Circular A-133? yes no

SCHEDULE C

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDING JUNE 30, 2015

Identification of major programs:

US Department of Health & Human Services, Administration for Children and Families, Early Headstart Program, Contract period 1/1/14 to 12/31/14, CFDA no. 93.600

US Department of Health & Human Services, Administration for Children and Families, Early Headstart Program, Contract period 1/1/15 to 12/31/15, CFDA no. 93.600

Percentage of coverage rule – At least 25% of federal awards expended

Dollar threshold used to distinguish  
between type A and type B programs: \$300,000

Auditee qualified as low-risk auditee?   yes   X  no

Section II – Financial Statement Findings

Material weakness:

Current year  
None

Prior year  
None

Non-material weakness:

Current year  
None

Prior year  
None

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDING JUNE 30, 2015

Section III – Federal Award Findings and Questioned Costs

Material weakness:

Current year

None

Prior year

None

Non-material weakness:

Current year

None

Prior year

None