

**DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.
FINANCIAL STATEMENTS
AND INDEPENDENT AUDITOR'S REPORT
FOR THE YEARS ENDED JUNE 30, 2016 AND 2015**

AND

**SINGLE AUDIT REPORTS AND SCHEDULE
AND SUPPLEMENTAL ACS REQUIRED SCHEDULES
FOR THE YEAR ENDED JUNE 30, 2016**

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.
 JUNE 30, 2016
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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, 2016 and 2015 and the related consolidated statements of activities, cash flows and functional expenses for the years 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, 2016 and 2015 and the changes in net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplemental Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying schedules of Schedule of Federal Awards Expenditures and Supplemental ACS Required Schedules 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 March 29, 2017 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
March 29, 2017

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.
STATEMENTS OF FINANCIAL POSITION
AS OF JUNE 30, 2016 AND 2015

| | <u>ACS Funded</u> | <u>CACFP</u> | <u>Sponsoring Agency</u> | <u>2016 Total</u> | <u>2015 Total</u> |
|--|-------------------|-----------------|--------------------------|-------------------|---------------------|
| ASSETS | | | | | |
| Current assets | | | | | |
| Cash (Note 3) | \$ 500 | \$ (2,584) | \$ (133,616) | \$ (135,700) | \$ (150,376) |
| Receivables from grants and contracts (Note 4) | 417,497 | 7,249 | 396,784 | 821,530 | 1,388,490 |
| Deposits and prepayments (Note 5) | <u>10,305</u> | | <u>26,371</u> | <u>36,676</u> | <u>34,428</u> |
| Total assets | <u>\$ 428,302</u> | <u>\$ 4,665</u> | <u>\$ 289,539</u> | <u>\$ 722,506</u> | <u>\$ 1,272,542</u> |
| LIABILITIES AND NET ASSETS | | | | | |
| LIABILITIES | | | | | |
| Current liabilities | | | | | |
| Accounts payable and accrued expenses | \$ | \$ | \$ 469,276 | \$ 469,276 | \$ 118,558 |
| Accrued vacation pay | | | 19,974 | 19,974 | 79,973 |
| Outstanding balance on credit line (Note 6) | | | 43,231 | 43,231 | 90,000 |
| Deferred revenue | | | 68,750 | 68,750 | 57,043 |
| Due to (from) Sponsor (Note 7) | <u>428,302</u> | <u>\$ 4,665</u> | <u>(432,967)</u> | <u>-</u> | |
| Total liabilities | 428,302 | 4,665 | 168,264 | 601,231 | 345,574 |
| NET ASSETS | | | | | |
| Net assets (Note 2) | | | | | |
| Unrestricted | | | 106,161 | 106,161 | 85,132 |
| Temporarily restricted (Note 8) | | | 15,114 | 15,114 | 841,836 |
| Permanently restricted | | | <u>-</u> | <u>-</u> | |
| Total net assets | <u>-</u> | <u>-</u> | <u>121,275</u> | <u>121,275</u> | <u>926,968</u> |
| Total liabilities and net assets | <u>\$ 428,302</u> | <u>\$ 4,665</u> | <u>\$ 289,539</u> | <u>\$ 722,506</u> | <u>\$ 1,272,542</u> |

See notes to financial statements.

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30, 2016 AND 2015

| | <u>Unrestricted</u> | <u>Temporarily Restricted</u> | <u>2016 Total</u> | <u>2015 Total</u> |
|---------------------------------------|---------------------|-----------------------------------|-----------------------|-----------------------|
| Revenues and other support | | | | |
| Grants from government agencies | \$ 2,644,684 | \$ 15,114 | \$ 2,659,798 | \$ 2,652,730 |
| Foundation and corporations | 549,174 | | 549,174 | 40,400 |
| General contributions | 39,503 | | 39,503 | 66,846 |
| Parent fees (Note 13) | 54,410 | | 54,410 | - |
| Tuition income | 33,384 | | 33,384 | - |
| Interest income | 3 | | 3 | - |
| Refunds and other | 830 | | 830 | - |
| Fund raising | 131,625 | | 131,625 | 80,171 |
| In-kind (Note 9) | 422,822 | | 422,822 | 200,123 |
| | <u>3,876,435</u> | <u>15,114</u> | <u>3,891,549</u> | <u>3,040,270</u> |
| Net assets release from restrictions: | | | | |
| Program restrictions satisfied | <u>841,836</u> | <u>(841,836)</u> | <u>-</u> | <u>-</u> |
| Total Revenues and Support | 4,718,271 | (826,722) | 3,891,549 | 3,040,270 |
| Expenses | | | | |
| Program expenses: | | | | |
| DHHS ACF Early Head Start | 1,013,771 | | 1,013,771 | 833,567 |
| NYS OCFS Healthy Family | 551,667 | | 551,667 | 514,337 |
| NYS OVS Victim Assistance Program | 279,414 | | 279,414 | 197,331 |
| DOH Hispanic Federation Navigator/ONA | 173,163 | | 173,163 | 130,510 |
| NYS DOH AI HU Community Aids Center | 369,074 | | 369,074 | 299,372 |
| NYS CACFP Food Program | 49,904 | | 49,904 | - |
| NYS DCJS Violence Against Women | - | | - | 29,663 |
| NYC ACS EarlyLearn Program | 1,333,223 | | 1,333,223 | - |
| NYC ACS UPK | 134,893 | | 134,893 | - |
| NYC ACS Day Care | - | | - | 524,983 |
| NYC DYCD Program | - | | - | 107,518 |
| NYC MOCJ Domestic Violence Service | 55,000 | | 55,000 | - |
| Other Programs | 174,721 | | 174,721 | 289,359 |
| Total Program Expenses | <u>4,134,830</u> | <u>-</u> | <u>4,134,830</u> | <u>2,926,640</u> |
| Management and general | 502,389 | | 502,389 | 342,544 |
| Fund raising | <u>60,023</u> | | <u>60,023</u> | <u>56,432</u> |
| Total Expenses | <u>4,697,242</u> | <u>-</u> | <u>4,697,242</u> | <u>3,325,616</u> |
| Increase in net assets | 21,029 | (826,722) | (805,693) | (285,346) |
| Net assets, beginning | 85,132 | 841,836 | 926,968 | 1,212,314 |
| Net assets, ending | <u>\$ 106,161</u> | <u>\$ 15,114</u> | <u>\$ 121,275</u> | <u>\$ 926,968</u> |

See notes to financial statements.

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2016 AND 2015

| | <u>2016</u> | <u>2,015</u> |
|---|---------------------|---------------------|
| Cash flows from operating activities: | | |
| Net increase in net assets | \$ (805,693) | \$ (285,346) |
| 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 receivables from grants and contracts | 566,960 | 159,885 |
| (Increase) decrease in deposits and prepayments | (2,248) | (3,313) |
| Increase (decrease) in accounts payable and accrued expenses | 350,718 | 13,499 |
| Increase (decrease) in accrued salary and payroll taxes | | (80,730) |
| Increase (decrease) in accrued vacation pay | (59,999) | 8,683 |
| Increase (decrease) in deferred revenue | <u>11,707</u> | <u>46,621</u> |
| Net cash provided (used) by operating activities | 61,445 | (140,701) |
| Cash flows from investing activities | - | - |
| Cash flows from financing activities | | |
| Payment of loan from a credit line | <u>(46,769)</u> | <u>(10,000)</u> |
| Net increase (decrease) in cash | 14,676 | (150,701) |
| Cash and cash equivalents, beginning | <u>(150,376)</u> | <u>325</u> |
| Cash and cash equivalents, ending | <u>\$ (135,700)</u> | <u>\$ (150,376)</u> |

See notes to financial statements.

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.
STATEMENTS OF FUNCTIONAL EXPENSES
FOR THE YEARS ENDED JUNE 30, 2016 AND 2015

| Expenses: | Program Services | | | | | | | | | | Management and General | Fund Raising | 2016 Total | 2015 Total | |
|-------------------------------|---------------------------|-------------------------|---------------------------|---|---|------------------------|----------------------------|------------------------------------|------------------------------------|-------------------|------------------------|-------------------|------------------|---------------------|---------------------|
| | DHHS ACF Early Head Start | NYS OCFHS Family Health | NYS OVS Victim Assistance | NYS DOH Hispanic Federation Navigator/ONA | NYS DOH AI Harlem United Community Aides Center | NYS CACFP Food Program | NYS ACS EarlyLearn Program | NYS ACS Universal Pre-Kindergarten | NYS MOCJ Domestic Violence Service | Other Program | | | | | Total |
| Salaries | \$ 609,488 | \$ 339,278 | \$ 201,662 | \$ 108,993 | \$ 224,020 | \$ 1,558 | \$ 786,085 | \$ 125,197 | \$ 33,631 | \$ 98,823 | \$ 2,538,715 | \$ 23,582 | \$ 132 | \$ 2,562,429 | \$ 1,694,571 |
| Fringe benefits | 114,552 | 60,113 | 51,088 | 19,985 | 32,795 | 274 | 192,239 | 9,578 | 5,342 | 6,806 | 492,772 | 1,664 | 2,850 | 494,436 | 280,753 |
| Outside/Consulting services | 44,156 | 10,820 | 2,721 | 15,734 | 16,328 | - | 11,257 | - | - | 1,500 | 102,516 | 8,936 | - | 114,302 | 174,006 |
| Stipends | - | - | - | - | 6,125 | - | - | - | - | - | 6,125 | - | 348 | 6,473 | - |
| Occupancy | 89,789 | 30,582 | 12,707 | 8,656 | 32,544 | - | 109,277 | - | 15,584 | 15,464 | 314,603 | 2,541 | - | 317,144 | 213,047 |
| Renovations | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 108,741 |
| Travel | 33,387 | 23,208 | 4,548 | 1,615 | 3,130 | - | 677 | - | - | 1,675 | 68,240 | 568 | 1,149 | 69,957 | 66,948 |
| Training and workshops | 14,252 | 5,521 | 1,100 | - | 90 | - | 1,815 | - | - | 18,194 | 22,778 | 1,183 | 200 | 24,161 | 102,348 |
| Supplies | 26,367 | 17,255 | 777 | 5,039 | 17,639 | - | 138,393 | - | - | - | 223,664 | 1,087 | 1,208 | 225,959 | 161,654 |
| Maintenance & repairs | 7,873 | - | - | - | - | - | 49,924 | - | - | - | 57,797 | 874 | - | 58,671 | 28,186 |
| Printing | - | - | - | 2,345 | 4,655 | - | - | - | - | - | 7,000 | - | 5,050 | 12,050 | 35,488 |
| Participant services | 10,918 | 28,976 | 1,506 | - | 5,015 | - | 15,757 | - | - | 498 | 62,670 | 497 | 919 | 64,066 | 90,907 |
| Communication | 24,789 | 13,963 | 2,085 | 1,035 | 5,086 | - | 9,780 | - | - | 7,478 | 64,196 | 7,264 | 2,955 | 74,415 | 82,701 |
| Equipment lease & maintenance | 9,619 | 2,666 | - | 496 | 1,211 | - | - | - | - | - | 14,192 | 989 | - | 15,181 | 15,601 |
| Bank & finance charges | - | - | - | - | - | - | - | - | 400 | 34 | 434 | 14,006 | 658 | 15,098 | 8,143 |
| Internet & Technology | 9,275 | 7,606 | 620 | 5,883 | 3,079 | - | - | - | - | 1,690 | 28,153 | 1,774 | 28 | 29,955 | - |
| Advertising | 270 | 3,576 | - | - | 401 | - | - | - | - | - | 4,247 | 1,847 | - | 6,094 | 13,523 |
| Insurance | 5,393 | 2,992 | - | 385 | 1,327 | - | 7,399 | - | - | - | 17,496 | 898 | - | 18,394 | 20,988 |
| Gala expense/initiators | - | - | - | - | - | - | - | - | - | - | - | - | - | 41,491 | - |
| Events | - | - | - | 1,028 | 1,937 | - | - | - | - | 1,756 | 4,721 | 2,305 | 1,317 | 8,343 | 28,188 |
| Postage | 960 | 459 | 300 | - | 25 | - | 261 | 118 | - | 80 | 2,123 | 274 | 811 | 2,397 | - |
| Dues and subscriptions | 3,707 | 2,965 | - | - | 90 | - | - | - | - | 80 | 6,842 | 844 | 31 | 8,497 | - |
| License and permits | 6,141 | - | - | - | - | - | 9 | - | - | - | 6,150 | 100 | - | 6,251 | - |
| Equipment purchase | - | 1,687 | - | 1,969 | 7,154 | - | - | - | - | 12,500 | 23,310 | 8,334 | - | 31,644 | - |
| Food | - | - | - | - | - | 48,072 | - | - | - | - | 48,072 | - | - | 48,072 | - |
| In-kind (Note 9) | - | - | 300 | - | - | - | 350 | - | 43 | 100 | 6,425 | 422,822 | 876 | 422,822 | 200,123 |
| Other | 2,675 | - | - | - | 2,957 | - | - | - | - | 8,123 | 11,589 | - | - | 7,301 | - |
| Indirect | - | - | - | - | 3,466 | - | - | - | - | - | - | - | - | 11,589 | - |
| Total | \$ 1,013,771 | \$ 561,667 | \$ 279,414 | \$ 173,163 | \$ 369,074 | \$ 49,904 | \$ 1,333,223 | \$ 134,893 | \$ 55,000 | \$ 174,721 | \$ 4,134,830 | \$ 502,389 | \$ 60,023 | \$ 4,697,242 | \$ 3,325,616 |

See notes to financial statements.

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016 AND 2015

1. Organization and Nature of Business

Dominican Women's Development Center, Inc. ("DWDC") is a non-profit organization incorporated in pursuant to the Not-for-profit Corporation Law of the State of New York. The organization's main purpose is to provide quality childcare development and support services for families and children as well as a variety of after school academic enrichment programs. DWDC 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.

The Corporation 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.

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. Amounts received that are designated for future periods or restricted by the donor are reported as temporarily or permanently restricted support and increases in the respective class of net assets. Contributions received with temporary restrictions that are met in the same reporting period are reported as unrestricted support and increase unrestricted net assets.

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.

For the purposes of the statement of financial position and the statement of cash flows, the DWDC considers as cash equivalents money market funds and all highly liquid resources, such as investments in certificates of deposit, with an original maturity of three months or less. DWDC did not have any resources that were considered cash equivalents.

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016 AND 2015

2. Summary of Significant Accounting Policies (Continued)

A. Basis of Presentation (Continued)

The costs of providing various programs and other activities have been summarized on a functional basis in the statement of activities and in the statement of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited by the expenses. DWDC classifies expenses which are not directly related to a specific program, as Management and General expenses.

B. Basis of Accounting

The accrual basis of accounting is followed by the organization.

C. Summarized Comparative Totals

The financial statements include certain prior-year summarized comparative information in total. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in United States of America. Accordingly, such information should be read in conjunction with the Corporation's financial statements for the year ended June 30, 2015, from which the summarized information was derived.

D. Equity Concept

Under the terms of the City of New York, Administration for Children's Services (ACS) grant, all monies not spent according to the grant agreement and budgets are to be returned to the City of New York. Therefore, the agency does not maintain any equity in the grant and any excess of assets over liabilities is shown as due to the City of New York, Administration for Children's Services.

E. Concentration of revenues, 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 in bank. Cash is maintained at high quality financial institution. Accounts at the institution are insured by the Federal Deposit Insurance Corporation up to \$250,000.

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

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016 AND 2015

2. Summary of Significant Accounting Policies (Continued)

F. 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.

G. Capital Expenditures

Under the terms of the grant agreement and in accordance with generally accepted accounting principles for governmental units, purchases of equipment, furniture, leasehold improvements, and other capital items are charged as expenditures as incurred and not capitalized and depreciated over the useful life of the assets.

H. Vacation and Sick Leave

Full time employees shall accrue up to 20 days of paid vacation days a year. Full time employees may carry over no more than 10 unused vacation days to the following year and those carry over days must be used by the following December 31st or they may be forfeited. Part time employees who regularly work at least 20 hours per week are eligible for vacation time on a prorated basis. Part time employees may carry over no more than five unused vacation days to the following year and those carry over days must be used by the following December 31st or they may be forfeited.

Full time employees are eligible for 12 sick days per year. Part time employees who regularly work at least 20 hours per week are eligible for up to six sick days per year. An employee may carry up to three days of sick leave from year to year.

Vacation pay for \$19,974 of Early Head start program is accrued in the financial statement. Vacation and sick pay for EL program and other programs are recognized as expenditure at the time it is used during the year. The unfunded liabilities for vacation and sick leave amounted to \$79,563 and \$260, respectively at June 30, 2016.

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2016 AND 2015

2. Summary of Significant Accounting Policies (Continued)

I. 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 the Agency's financial statements as a result of the implementation of Financial Accounting Standard Board's ASC 740-10. Accordingly, DWDC has not recorded any reserves or related accruals for interest and penalties for uncertain tax position as of June 30, 2016.

J. 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 March 29, 2017 for these financial statements.

3. Cash

Cash consisted of:

Cash in bank:

Sponsor:

| | <u>2016</u> | <u>2015</u> |
|---------------------------|--------------|--------------|
| Citibank checking account | \$ (139,539) | \$ (130,271) |
| Chase checking account | 238 | 28,248 |
| Popular Community Bank | | |
| Payroll checking account | 355 | (24,639) |
| Checking accounts | 2,623 | (24,921) |
| Petty cash | 2,707 | 1,207 |

ACS EarlyLearn:

| | | |
|------------|-----|---|
| Petty cash | 500 | 0 |
|------------|-----|---|

CACFP:

| | | |
|--------------------------------|------------|----------|
| Banco Popular checking account | (2,784) | |
| Petty cash | <u>200</u> | <u>0</u> |

| | | |
|-------|---------------------|---------------------|
| Total | \$ <u>(135,700)</u> | \$ <u>(150,376)</u> |
|-------|---------------------|---------------------|

All of the above account is non-interest bearing account. There was no check outstanding for more than six months. Bank charges aggregating \$802 for 2016 and \$795 for 2015 were incurred during the years and are reflected in the supplies financial statement caption.

ACS EarlyLearn program utilizes the Sponsor's bank account for its operation. EarlyLearn transactions are clearly identified in the account.

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016 AND 2015

4. Receivables from grants and contracts

Receivables from grants and contracts consisted of the following:

| Sponsor | | 2016 | 2015 |
|-------------------------------------|-------|-------------------|---------------------|
| Funding Source | <hr/> | <hr/> | <hr/> |
| US DHHS | | \$ | \$ 590,861 |
| NYS OCFS | | 142,674 | 272,534 |
| DOH AIDS Institute | | 71,504 | 179,112 |
| DOH Hispanic Federation -ONA | | 15,178 | 14,000 |
| DOH Hispanic Federation - Navigator | | 12,054 | 65,690 |
| DOH Hispanic Federation | | 3,792 | 7,500 |
| Harlem United Community Aids Center | | 88,180 | 63,639 |
| NYC DYCD | | | 22,491 |
| Mayor's Office of Criminal Justice | | 13,337 | 11,035 |
| NY Presbyterian Hospital | | 35,560 | 15,137 |
| Safe Horizon | | 2,560 | 29,167 |
| NYS DOHMH | | | 36,156 |
| NYS OVS | | 1,945 | |
| Con Edison | | <u>10,000</u> | |
| Total | | <u>\$ 396,784</u> | <u>\$ 1,307,322</u> |

ACS

Due from (to) ACS consisted of the following at June 30, 2016:

| | | |
|----------------------------------|--|-----------------|
| EarlyLearn Program (EL) | | |
| Current year program: | | |
| Child Care | | |
| Expenditures, including accruals | | \$ 1,333,223 |
| ACS advance/payments | | (939,814) |
| EL parent fees | | <u>(54,410)</u> |
| Due from (to) ACS | | 338,999 |

Above amount is still outstanding.

| | | |
|--|--|-----------------|
| Child Care UPK | | |
| Total program expenditures, including accruals | | 134,893 |
| Total receipts and recoupment from ACS | | <u>(56,395)</u> |
| Total | | <u>78,498</u> |

\$52,240 was subsequently received from ACS.

| | | |
|--|--|---------|
| Total EarlyLearn, current year program | | 417,497 |
|--|--|---------|

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016 AND 2015

4. Receivables from grants and contracts (Continued)

Prior period program:

| | | |
|---------------------|----|-----------------|
| Child Care FY15 | | |
| Begin balance | \$ | 81,168 |
| Subsequent receipt | | <u>(81,168)</u> |
| Total Child Care 15 | | <u>0</u> |
| Total ACS | \$ | <u>417,497</u> |

CACFP

The receivable from CACFP of \$7,249 is for the month of June 2016 meal reimbursements. The amount was subsequently received.

5. Deposits and Prepayments

Deposits and prepayments consisted of the following:

| | <u>2016</u> | | <u>2015</u> |
|------------------------|------------------|----|---------------|
| Rent security deposits | \$ 23,627 | \$ | 22,274 |
| Prepaid rent | 5,000 | | 5,000 |
| Prepaid insurance | <u>8,049</u> | | <u>7,154</u> |
| Total | \$ <u>36,676</u> | \$ | <u>34,428</u> |

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. Outstanding balance on the credit line amounted to \$43,231 and \$90,000 at June 30, 2016 and 2015, respectively.

The balance amount was subsequently paid in full.

7. Due to (from) Sponsor

Due to (from) Sponsor consisted of EarlyLearn and CACFP expenses paid in the Sponsor's fund as follows:

| | <u>EarlyLearn</u> | <u>CACFP</u> | <u>Sponsor</u> |
|--------------------------------|-------------------|--------------|------------------|
| From ACS EarlyLearn to Sponsor | \$ 428,302 | \$ | \$ (428,302) |
| From CACFP to Sponsor | | <u>4,665</u> | <u>(4,665)</u> |
| Total | \$ <u>428,302</u> | \$ | <u>(432,967)</u> |

All of the CACFP was subsequently liquidated.

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2016 AND 2015

8. Temporarily restricted net assets

Temporarily restricted net assets consisted of the following:

| <u>Funding Source/Program</u> | <u>Beginning Balance</u> | <u>Additional Contribution</u> | <u>Revenue Recognition</u> | <u>Ending Balance</u> |
|-------------------------------|------------------------------|------------------------------------|--------------------------------|---------------------------|
| NYS OCFS | \$ 219,417 | \$ | \$ 219,417 | \$ 0 |
| US DHHS | 494,921 | 15,114 | 494,921 | 15,114 |
| Hispanic Fed. – Nav | 31,666 | | 31,666 | 0 |
| Harlem United | 70,908 | | 70,908 | 0 |
| NY Presbyterian Hospital | <u>24,924</u> | | <u>24,924</u> | <u>0</u> |
| Total | <u>\$ 841,836</u> | <u>\$ 15,114</u> | <u>\$ 841,836</u> | <u>\$ 15,114</u> |

9. In-Kind

The Dominican Women's Development Center, Inc. received in-kind for donation of goods and volunteer services in support of the following programs:

| <u>Program</u> | <u>2016</u> | <u>2015</u> |
|-------------------|-------------------|-------------------|
| Early Head Start | \$ 206,496 | \$ 145,123 |
| EarlyLearn | 91,306 | 0 |
| Healthy Family | 55,167 | 55,000 |
| Victim Assistance | <u>68,853</u> | <u>0</u> |
| Total | <u>\$ 422,822</u> | <u>\$ 200,123</u> |

10. Lease Commitment

DWDC occupies office spaces with future rental obligation as follows:

Landlord: Audobon 189-190 LLC
 Site: 519 West 189th Street, ground floor & basement, New York, NY 10040
 Term: 7/1/15 to 6/30/20

Future annual rental obligation:

| <u>Year</u> | <u>Amount</u> |
|-------------|-------------------|
| FY 17 | \$ 54,384 |
| FY 18 | 56,015 |
| FY 19 | 57,696 |
| FY 20 | <u>59,427</u> |
| Total | <u>\$ 227,522</u> |

Landlord: Audubon 189-190 LLC
 Site: 519 West 189th Street #G &F, New York, NY 10040
 Term: Month to month, \$3,900 monthly

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2016 AND 2015

10. Lease Commitment (Continued)

Landlord: Tsiskos Management Co., Inc.
 Site: 752 West 178th Street #1A, New York, NY 10033
 Term: 3/1/15 to 2/28/17, \$3,400 monthly
 Future annual rental obligation: FY17 - \$27,200

Landlord: Wadsworth 220 LP
 Site: 220 Wadsworth Ave., #103 New York, NY 10033
 Term: 2/1/15 to 1/31/17, \$2,425 monthly
 Future annual rental obligation: FY17 - \$16,979

Landlord: NYC Housing Authority
 Site: 2340 Amsterdam Avenue, New York, NY 10033
 Term: three years starting 6/15/15, renewable for two years
 Future annual rental obligation:

| <u>Year</u> | <u>Amount</u> |
|-------------|-------------------|
| FY 17 | \$ 75,432 |
| FY 18 | 77,694 |
| FY 19 | 80,024 |
| FY 20 | <u>82,422</u> |
| Total | \$ <u>315,572</u> |

Rental expense for the year amounted to \$267,203.

11. Cost Allocation Plan

Joint costs are allocated to programs using a methodology that is most appropriate to those particular costs. Considerations in determining an appropriate base include the relative benefits, materiality of the costs and the number of children served. Personnel services are allocated based on time spent on each program. Other than personnel services are allocated based on the number of children served and/or on a basis determined to be most appropriate to the particular costs. The cost allocation plan is reasonable.

12. Related Parties

There was no related party transaction for the year ended June 30, 2016.

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> |
|--|-------------------|

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016 AND 2015

13. Parent Fees (Child Care)

| | <u>Current Year</u> | <u>Prior Year</u> |
|---|---------------------|-------------------|
| Actual total parent fees collected (Child Care) | \$ <u>54,410</u> | \$ <u>N/A</u> |

14. 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.

15. Contingent Liabilities

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.

16. Prior year COLA

None

17. Supplemental ACS Required Schedules

The accompanying supplemental ACS required schedules assist ACS in determining how well the Agency is performing financially, and are used for the close-out of each contract and to determine the due to/from ACS and or the Agency.

The Agency's contractor contribution totaled \$91,306. The EarlyLearn day care program expenditures totaled \$1,333,223. The required contractor's contribution for all child care funded programs is 6.7% of the total cost of the program. Contractor contribution is 6.8% of the total cost of the program. The in-kind is based on the fair market value of services provided to the program. Services are valued based on the market rate of volunteers' time spent in the program. The program has met the contractor contribution requirement.

The Agency's total administration of \$287,499 is 19.6% of the EarlyLearn expenditures of \$1,468,116. Allowable cost for developing and administering a program may not exceed 25% of the total approved cost of the program for child care. The program has met the limitation requirement.

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, 2016 and 2015 and the related consolidated statements of activities, and cash flows for the years then ended, and the related notes to the financial statements, and have issued our report thereon dated March 29, 2017.

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
March 29, 2017

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

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 the Uniform Guidance

Independent Auditor's Report

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 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, 2016. 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 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 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 the audit requirements of Title 2 U.S. Code of Federal Regulations 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 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, 2016.

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 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 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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of Dominican Women's Development Center, Inc.'s as of and for the year ended June 30, 2016, and have issued our report thereon dated March 29, 2017, 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 the Uniform Guidance 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
March 29, 2017

SCHEDULE A

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2016

| <u>Federal grantor/pass-through grantor/program</u> | <u>Contract period</u> | <u>Federal CFDA No.</u> | <u>Contract Number</u> | <u>Program Amount of Award</u> | <u>7/1/15 to 06/30/16 Total Expenditures</u> | <u>7/1/15 to 06/30/16 Federal Portion</u> |
|---|------------------------|-----------------------------|----------------------------|--|--|---|
| Major Programs: | | | | | | |
| U.S. Department of Health & Human Services | | | | | | |
| Administration for Children and Families | 1/1/15 to 12/31/15 | 93.600 | 02CH3116/01 | 896,359 | \$ 569,211 | \$ 569,211 |
| Early Head Start Program | 1/1/16 to 12/31/16 | 93.600 | 02CH3116/02 | 912,105 | 444,560 | 444,560 |
| Non-major Programs: | | | | | | |
| Pass -Through Funds: | | | | | | |
| U.S. Department of Agriculture through NYS Department of Health | | | | | | |
| Child & Adult Care Food Program | 7/1/15 to 6/30/16 | 10.558 | 5957 | | 49,904 | 49,904 |
| U.S. Department of Health & Human Services through | | | | | | |
| Hispanic Federation - Navigator | 1/1/15 to 9/30/15 | 93.778 | N/A | 104,000 | 29,632 | 14,816 |
| Hispanic Federation - Navigator | 10/1/15 to 9/30/16 | 93.778 | N/A | 104,000 | 73,294 | 36,647 |
| Hispanic Federation - ONA | 1/1/15 to 9/30/15 | 95.569 | N/A | 37,500 | 10,166 | 5,591 |
| Hispanic Federation - ONA | 10/1/15 to 9/30/16 | 95.569 | N/A | 30,000 | 30,514 | 16,783 |
| U.S. Department of Justice | | | | | | |
| Office of Violence Against Women through | | | | | | |
| NYS Crime Victim Board | 10/1/14 to 9/30/15 | 16.575 | C-501048 | 227,172 | 71,022 | 56,818 |
| Victim Assistance Program | 10/1/15 to 9/30/16 | 16.575 | C-100452 | 271,504 | 208,392 | 166,714 |
| Total | | | | | <u>\$ 1,486,695</u> | <u>\$ 1,361,044</u> |

See notes to financial statements.

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2016

A. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards ("SEFA") has been prepared in accordance with the Uniform Guidance, 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, 2016, 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 NYS Child and Adult Care Food 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.

Dominican Women's Development Center, Inc.'s basic financial statements include the operations of the US DHHS, through ACS Child Care Program, which received \$746,605 in federal awards which is not included in Dominican Women's Development Center, Inc.'s SEFA for the year ended June 30, 2016. ACS has reviewed the Federal Uniform Guidance designations for Sub-recipients and Contractors. Based on the ACS review, beginning in fiscal year 2016, child care program funds received designated as Contractors are not required to include the funding and reporting in the SEFA.

B. Percentage of Federal Share

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

| | |
|--|------|
| US DHHS, Early Head Start Program | 100% |
| USDA, through NYS DOH, Child & Adult Care Food Program | 100% |
| US DOJ through CVB, Victim Assistance Program | 80% |
| DOH through Hispanic Federation – Navigator Program | 50% |
| DOH through Hispanic Federation – ONA Program | 55% |

C. Indirect Cost

No indirect cost is included in the SEFA.

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2016

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's issued: unmodified

Internal control over financial reporting:

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

Noncompliance material to financial statements noted? yes X no

Federal Awards

Internal control over major programs:

- . Material weakness(es) identified? yes X no
- . Reportable condition(s) identified that are not considered to be material weakness(es)? yes X 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 Uniform
Guidance? yes X no

SCHEDULE B

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.:
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2016

Identification of major programs:

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

US Department of Health & Human Services, Administration for Children and Families,
Early Headstart Program, Contract period 1/1/16 to 12/31/16,
CFDA no. 93.600

Percentage of coverage rule – At least 40% of federal awards expended

Dollar threshold used to distinguish
between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee? yes X no

Section II – Financial Statement Findings

Current year:

None

Prior year follow-up:

None - There were no findings in the prior year.

Section III – Federal Award Findings and Questioned Costs

Current year:

None

Prior year follow-up:

None – There were no findings in the prior year.

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.
STATEMENT OF REVENUES AND EXPENDITURES - BUDGETED AND ACTUAL - CONSOLIDATED
ACS FUNDED - EARLY LEARN
FOR THE YEAR ENDED JUNE 30, 2016

| BUDGET CATEGORIES | ACS FUNDED | | | | | |
|---|------------------|------------------|-------------------|---------------------|--|---------------------|
| | BUDGET | | Early Learn | | | |
| | EarlyLearn | Child Care | Child Care UPK | Total EarlyLearn | Variance Favorable (Unfavorable) | Questioned Costs |
| REVENUE | | | | | | |
| EarlyLearn Revenue | \$ 1,468,116 | \$ 1,278,813 | \$ 134,893 | \$ 1,413,706 | \$ 54,410 | \$ - |
| Other ACS Funded | | | | - | - | - |
| CACFP | | | | - | - | - |
| Parents' Fees | | 54,410 | | 54,410 | (54,410) | |
| In-Kind Contribution | | | | - | - | - |
| Sponsor's Contribution | | | | - | - | - |
| Other Funding Source Revenue | | | | - | - | - |
| Total Revenue | 1,468,116 | 1,333,223 | 134,893 | 1,468,116 | - | - |
| EXPENDITURES | | | | | | |
| Personnel Cost: | | | | | | |
| Salaries | 758,628 | 758,747 | 125,197 | 883,944 | (125,316) | |
| Salaries - COLA | | 19,884 | | 19,884 | (19,884) | |
| Accrued vacation | | | | - | - | |
| FICA | 58,035 | 56,140 | 9,578 | 65,718 | (7,683) | |
| FICA - COLA | | 1,521 | | 1,521 | (1,521) | |
| FICA - Accrued vacation | | | | - | - | |
| Unemployment Insurance | 29,621 | 59,150 | | 59,150 | (29,529) | |
| Pension - COLA | | | | - | - | |
| Welfare Fund | | | | - | - | |
| Health Insurance | 321,758 | 67,132 | | 67,132 | 254,626 | |
| Workers Compensation | 5,143 | 6,961 | | 6,961 | (1,818) | |
| Substitutes | 25,000 | 18,789 | | 18,789 | 6,211 | |
| Total Personnel Cost | 1,198,185 | 988,324 | 134,775 | 1,123,099 | 75,086 | - |
| Facilities Cost: | | | | | | |
| Rent | 108,000 | 85,361 | | 85,361 | 22,639 | |
| Taxes | 3,000 | | | - | 3,000 | |
| Water/Sewer | 828 | 69 | | 69 | 759 | |
| Licensing & permits | 300 | 9 | | 9 | 291 | |
| Insurance | 8,590 | 7,399 | | 7,399 | 1,191 | |
| Alarm | 3,000 | 9,092 | | 9,092 | (6,092) | |
| Maintenance & Repairs | 25,000 | 40,832 | | 40,832 | (15,832) | |
| Utilities | 12,000 | 23,847 | | 23,847 | (11,847) | |
| Telecommunications | 10,000 | 9,780 | | 9,780 | 220 | |
| Total Facilities Cost | 170,718 | 176,389 | - | 176,389 | (5,671) | - |
| Family Child Care Stipends | | | | - | - | |
| OTPS Cost: | | | | | | |
| Instructional Supplies | 50,000 | 80,452 | | 80,452 | (30,452) | |
| Office Supplies | 11,000 | 13,096 | | 13,096 | (2,096) | |
| Equipment over \$5,000 - Child Care | 8,500 | | | - | 8,500 | |
| Instructional Equipment | 2,500 | 44,845 | | 44,845 | (42,345) | |
| Postage | 1,446 | 261 | 118 | 379 | 1,067 | |
| Advertising | 2,500 | | | - | 2,500 | |
| Instructional Field Trips | 3,500 | 162 | | 162 | 3,338 | |
| Training/Staff Development | 4,000 | 1,815 | | 1,815 | 2,185 | |
| Transportation | 500 | 515 | | 515 | (15) | |
| Food - CACFP | | | | - | - | |
| Non-food related costs - CACFP | | | | - | - | |
| Audit | 5,267 | 5,267 | | 5,267 | - | |
| Parent Services | 10,000 | 15,757 | - | 15,757 | (5,757) | |
| Consultants - Programmatic | - | 3,000 | | 3,000 | (3,000) | |
| Consultants - Administrative | - | 2,990 | | 2,990 | (2,990) | |
| Other OTPS | - | 350 | | 350 | (350) | |
| Total OTPS costs | 99,213 | 168,510 | 118 | 168,628 | (69,415) | - |
| Total EarlyLearn Cost | 1,468,116 | 1,333,223 | 134,893 | 1,468,116 | - | - |
| Excess (Deficiency) of Revenue Over (Under) Expenditures | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |

See notes to financial statements.

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.
STATEMENT OF REVENUES AND EXPENDITURES - BUDGETED AND ACTUAL
ACS FUNDED - OTHER THAN EARLY LEARN
FOR THE YEAR ENDED JUNE 30, 2016

| BUDGET CATEGORIES | ACS FUNDED | | |
|---|-----------------------|---------------------------------------|------------------------------|
| | Other Than EarlyLearn | | (A+B) Total ACS Funded |
| | Other Funding | Total Other Than EarlyLearn (B) | |
| REVENUE | | | |
| EarlyLearn Revenue | \$ - | \$ - | \$ 1,413,706 |
| Other revenue (disability, interest, etc) | - | - | - |
| CACFP | - | - | - |
| Parent Fees | - | - | 54,410 |
| In-Kind Contribution | - | - | - |
| Sponsor's Contribution | - | - | - |
| Other Funding Source Revenue | - | - | - |
| Total Revenue | <u>-</u> | <u>-</u> | <u>1,468,116</u> |
| EXPENDITURES | | | |
| Personnel Cost: | | | |
| Salaries | - | - | 883,944 |
| Salaries - COLA | - | - | 19,884 |
| Accrued vacation | - | - | - |
| FICA | - | - | 65,718 |
| FICA - COLA | - | - | 1,521 |
| FICA - Accrued vacation | - | - | - |
| Unemployment Insurance | - | - | 59,150 |
| Pension - COLA | - | - | - |
| Welfare Fund | - | - | - |
| Health Insurance | - | - | 67,132 |
| Workers Compensation | - | - | 6,961 |
| Substitutes | - | - | 18,789 |
| Total Personnel Cost | <u>-</u> | <u>-</u> | <u>1,123,099</u> |
| Facilities Cost: | | | |
| Rent | - | - | 85,361 |
| Taxes | - | - | - |
| Water/Sewer | - | - | 69 |
| Licensing & permits | - | - | 9 |
| Insurance | - | - | 7,399 |
| Alarm | - | - | 9,092 |
| Maintenance & Repairs | - | - | 40,832 |
| Utilities | - | - | 23,847 |
| Telecommunications | - | - | 9,780 |
| Total Facilities Cost | <u>-</u> | <u>-</u> | <u>176,389</u> |
| Family Child Care Stipends | - | - | - |
| OTPS Cost: | | | |
| Instructional Supplies | - | - | 80,452 |
| Office Supplies | - | - | 13,096 |
| Equipment over \$5,000 - Child Care | - | - | - |
| Instructional Equipment | - | - | 44,845 |
| Postage | - | - | 379 |
| Advertising | - | - | - |
| Instructional Field Trips | - | - | 162 |
| Training/Staff Development | - | - | 1,815 |
| Transportation | - | - | 515 |
| Food - CACFP | - | - | - |
| Non-food related costs - CACFP | - | - | - |
| Audit | - | - | 5,267 |
| Parent Services | - | - | 15,757 |
| Consultants - Programmatic | - | - | 3,000 |
| Consultants - Administrative | - | - | 2,990 |
| Other OTPS | - | - | 350 |
| Total OTPS costs | <u>-</u> | <u>-</u> | <u>168,628</u> |
| Total EarlyLearn Cost | <u>-</u> | <u>-</u> | <u>1,468,116</u> |
| Excess (Deficiency) of Revenue Over (Under) Expenditures | \$ <u>-</u> | \$ <u>-</u> | \$ <u>-</u> |

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.
STATEMENT OF REVENUES AND EXPENDITURES - BUDGETED AND ACTUAL
NOT ACS FUNDED
FOR THE YEAR ENDED JUNE 30, 2016

| BUDGET CATEGORIES | NOT ACS FUNDED | | | | |
|---|---------------------|---------------------|---|---|----------------------------|
| | ACTUAL | | | | |
| | Child Care CACFP | Head Start CACFP | In-Kind Contribution (Head Start) | Sponsor's Contribution (Other Than Head Start) | Other Funding Source |
| REVENUE | | | | | |
| EarlyLearn Revenue | \$ | \$ | \$ | \$ | \$ |
| Other ACS Funded CACFP | 49,904 | | | | |
| Parents' Fees | | | | | |
| In-Kind Contribution | | | | 91,306 | |
| Sponsor's Contribution | | | | | |
| Other Funding Source Revenue | | | | | |
| Total Revenue | <u>49,904</u> | <u>-</u> | <u>-</u> | <u>91,306</u> | <u>-</u> |
| EXPENDITURES | | | | | |
| Personnel Cost: | | | | | |
| Salaries | 1,558 | | | | |
| FICA | 274 | | | | |
| Total Personnel Cost | <u>1,832</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Facilities Cost: | | | | | |
| Maintenance & Repairs | | | | | |
| Total Facilities Cost | - | - | - | - | - |
| OTPS Cost: | | | | | |
| Food - CACFP | 48,072 | | | | |
| Non-food related costs - CACFP | | | | | |
| Consultants - Programmatic | | | | | |
| Other OTPS | - | - | - | 91,306 | - |
| Total OTPS costs | <u>48,072</u> | <u>-</u> | <u>-</u> | <u>91,306</u> | <u>-</u> |
| Total | <u>49,904</u> | <u>-</u> | <u>-</u> | <u>91,306</u> | <u>-</u> |
| Excess (Deficiency) of Revenue Over (Under) Expenditures | \$ <u>-</u> | \$ <u>-</u> | \$ <u>-</u> | \$ <u>-</u> | \$ <u>-</u> |

See notes to financial statements.

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.
STATEMENT OF HEAD START EXPENSES BY PROGRAM YEAR
FOR THE YEAR ENDED JUNE 30, 2016

N/A

See notes to financial statements.

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.
STATEMENT OF NON-FEDERAL SHARE EXPENSES BY PROGRAM YEAR
FOR THE YEAR ENDED JUNE 30, 2016

N/A

See notes to financial statements.

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.
SCHEDULE OF EQUIPMENT INVENTORY
AS OF JUNE 30, 2016

Current year purchases:

| <u>Description</u> | <u>Quantity</u> | <u>Serial no.</u> | <u>Date Purchased</u> | <u>Cost</u> |
|--------------------|-----------------|-------------------|-----------------------|-------------|
|--------------------|-----------------|-------------------|-----------------------|-------------|

None (No item purchased in excess of \$5,000 per item)

Prior year inventory

| <u>Description</u> | <u>Quantity</u> | <u>Date Purchased</u> | <u>Cost</u> |
|--------------------|-----------------|-----------------------|-------------|
|--------------------|-----------------|-----------------------|-------------|

None. First year of EarlyLearn operation

See notes to financial statements.

DOMINICAN WOMEN'S DEVELOPMENT CENTER, INC.
 SCHEDULE OF QUANTITATIVE PROGRAM RESULTS
 FOR THE YEAR ENDED JUNE 30, 2016

ENROLLMENT:

| | |
|--|-------------------|
| 1. Contracted slots per site | |
| a) Mama Tingo Child Care Center | <u>95</u> |
| Total | <u><u>95</u></u> |
| 2. Number of classrooms per site | |
| a) Mama Tingo Child Care Center | <u>6</u> |
| Total | <u><u>6</u></u> |
| 3. Number of children enrolled by site | |
| a) Mama Tingo Child Care Center | <u>90</u> |
| Total | <u><u>90</u></u> |
| 4. Number of children in attendance by site | |
| a) Mama Tingo Child Care Center | <u>72</u> |
| Total | <u><u>72</u></u> |
| 5. The average attendance for contract by site | |
| a) Mama Tingo Child Care Center | <u>80%</u> |
| Total average | <u><u>80%</u></u> |

COST:

| | |
|-----------------------------------|----------------------------|
| 1. Total expense for the contract | \$ <u><u>1,468,116</u></u> |
| 2. Total expense by site | |
| a) Mama Tingo Child Care Center | \$ <u><u>1,468,116</u></u> |
| 3. Average cost slots | \$ <u><u>20,391</u></u> |
| 4. Average cost per site | |
| a) Mama Tingo Child Care Center | \$ <u><u>20,391</u></u> |

See notes to financial statements.