

**YWCA OF HIGH POINT, NC, INC.**

**Financial Statements**

**December 31, 2015 and 2014**

BRESLOW  STARLING

*Certified Public Accountants*

# **YWCA OF HIGH POINT, NC, INC.**

**DECEMBER 31, 2015 AND 2014**

## **Table of Contents**

Independent Auditor's Report .....	1
Statements of Financial Position.....	3
Statements of Activities .....	4
Statements of Functional Expenses .....	5
Statements of Cash Flows.....	6
Notes to Financial Statements.....	7

## **Independent Auditor's Report**

To the Board of Directors  
YWCA of High Point, NC, Inc.  
High Point, North Carolina

We have audited the accompanying financial statements of YWCA of High Point, NC, Inc., a non-profit organization, which comprise the statements of financial position as of December 31, 2015 and 2014, and the related statements of activities, functional expenses, and cash flows 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 financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

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

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

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



*Certified Public Accountants*

## **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of YWCA of High Point, NC, Inc. as of December 31, 2015 and 2014 and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

*Breslow Starling Frost Warner Boger Hiatt, PLLC*

Greensboro, North Carolina

October 4, 2016

# YWCA OF HIGH POINT, NC, INC.

## Statements of Financial Position As of December 31, 2015 and 2014

	Assets	
	2015	2014
<b>Current Assets</b>		
Cash and Cash Equivalents	\$ 263,742	\$ 19,354
Accounts Receivable	2,967	8,815
Refundable Sales Tax	14,826	3,136
Promises to Give	226,962	189,909
Inventory	6,686	6,379
Prepaid Expenses	577	1,902
<b>Total Current Assets</b>	<b>515,760</b>	<b>229,495</b>
<b>Endowment Investments</b>		
Cash and Cash Equivalents	0	2,815
Investments	41,580	39,840
<b>Total Endowment Investments</b>	<b>41,580</b>	<b>42,655</b>
<b>Other Assets</b>		
Cash Restricted for Capital Campaign	309,106	267,409
Unconditional Promises to Give for Capital Campaign	657,494	602,210
Net Property and Equipment	2,325,307	1,046,864
<b>Total Other Assets</b>	<b>3,291,907</b>	<b>1,916,483</b>
<b>Total Assets</b>	<b>\$ 3,849,247</b>	<b>\$ 2,188,633</b>
<b>Liabilities and Net Assets</b>		
<b>Current Liabilities</b>		
Line of Credit	\$ 0	\$ 22,559
Current Maturities of Long-Term Debt	0	13,123
Accounts Payable	137,994	33,905
Accrued Expenses	12,326	13,833
<b>Total Current Liabilities</b>	<b>150,320</b>	<b>83,420</b>
<b>Long-Term Debt, Less Current Maturities</b>	<b>1,272,352</b>	<b>175,113</b>
<b>Total Liabilities</b>	<b>1,422,672</b>	<b>258,533</b>
<b>Net Assets</b>		
Unrestricted	1,313,945	870,572
Temporarily Restricted	1,112,630	1,059,528
<b>Total Net Assets</b>	<b>2,426,575</b>	<b>1,930,100</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 3,849,247</b>	<b>\$ 2,188,633</b>

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

# YWCA OF HIGH POINT, NC, INC.

## Statements of Activities For the Years Ended December 31, 2015 and 2014

	2015	2014
<b>Unrestricted Net Assets:</b>		
<b>Support and Revenue:</b>		
United Way Allocation	\$ 129,238	\$ 156,318
Contributions	109,781	89,247
In-Kind Contributions	116,509	22,904
Special events (net of direct expenses of \$16,650 in 2015 and \$13,464 in 2014)	5,073	32,489
Membership Dues	6,575	9,170
Program Service Fees	186,669	180,673
Building Usage	8,928	10,078
Sales of Materials, Net	(642)	694
Investment Income	5,578	3,705
Loss on Disposal of Property and Equipment	0	(8,142)
Other	786	0
<b>Total Support and Revenue</b>	<b>568,495</b>	<b>497,136</b>
<b>Net Assets Released from Donor Restrictions</b>	<b>648,451</b>	<b>666,662</b>
<b>Total Unrestricted Revenues and Other Support</b>	<b>1,216,946</b>	<b>1,163,798</b>
<b>Expenses:</b>		
Program Services (including in-kind expenses of \$35,006 in 2015 and \$22,904 in 2014)	685,813	650,552
Supporting Services		
Management and General	58,280	69,268
Fundraising	25,006	13,950
Payments to Affiliates	4,474	3,515
<b>Total Expenses</b>	<b>773,573</b>	<b>737,285</b>
<b>Increase in Unrestricted Net Assets</b>	<b>443,373</b>	<b>426,513</b>
<b>Temporarily Restricted Net Assets:</b>		
Contributions	30,000	2,250
United Way Allocation - Next Year	129,238	131,069
Grants from Governmental Agencies	125,650	84,427
Capital Campaign	423,264	344,773
Loss on Endowment Investments	(6,599)	(1,836)
Net Assets Released from Donor Restrictions	(648,451)	(666,662)
<b>Increase (Decrease) in Temporarily Restricted Net Assets</b>	<b>53,102</b>	<b>(105,979)</b>
<b>Increase in Net Assets</b>	<b>496,475</b>	<b>320,534</b>
<b>Net Assets, Beginning of Year</b>	<b>1,930,100</b>	<b>1,609,566</b>
<b>Net Assets, End of Year</b>	<b>\$ 2,426,575</b>	<b>\$ 1,930,100</b>

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

# YWCA OF HIGH POINT, NC, INC.

## Statements of Functional Expenses For the Years Ended December 31, 2015 and 2014

Year Ended December 31, 2015	Program Services						Supporting Services				Total Functional Expenses
	Aquatics	Child Care	Family Life	Women's Services	Pottery	Latino Family Center	Total	Management and General	Fund Raising	Total Supporting Services	
Compensation	\$ 100,398	\$ 108,219	\$ 51,590	\$ 39,360	\$ 27,673	\$ 71,752	\$ 398,992	\$ 14,670	\$ 5,232	\$ 19,902	\$ 418,894
Employee Benefits	3,795	4,945	4,406	2,695	1,197	3,295	20,333	1,362	908	2,270	22,603
Payroll Taxes	8,333	9,002	4,105	3,148	2,226	5,920	32,734	1,202	401	1,603	34,337
Professional Fees	5,794	5,794	4,737	4,474	4,122	4,474	29,395	4,298	4,458	8,756	38,151
Supplies	4,614	4,995	2,447	10,776	1,297	3,227	27,356	6,584	3,605	10,189	37,545
Telephone	480	480	750	480	480	479	3,149	636	480	1,116	4,265
Postage and Shipping	51	29	33	29	40	45	227	183	687	870	1,097
Occupancy	27,821	23,139	11,893	9,326	5,569	9,219	86,967	11,171	2,865	14,036	101,003
Equipment Repair and Rental	2,012	2,182	824	412	518	412	6,360	8,064	383	8,447	14,807
Travel and Vehicle	0	6,117	1,888	0	0	180	8,185	1,933	0	1,933	10,118
Conferences and Meetings	390	0	776	15	0	195	1,376	1,735	0	1,735	3,111
Miscellaneous	2,137	582	78	60	36	0	2,893	5,660	0	5,660	8,553
Interest	0	0	0	0	0	0	0	604	0	604	604
Depreciation	19,058	19,058	9,910	7,623	4,574	7,623	67,846	178	5,987	6,165	74,011
Total Functional Expenses	<u>\$ 174,883</u>	<u>\$ 184,542</u>	<u>\$ 93,437</u>	<u>\$ 78,398</u>	<u>\$ 47,732</u>	<u>\$ 106,821</u>	<u>\$ 685,813</u>	<u>\$ 58,280</u>	<u>\$ 25,006</u>	<u>\$ 83,286</u>	<u>\$ 769,099</u>

  

Year Ended December 31, 2014	Program Services						Supporting Services				Total Functional Expenses
	Aquatics	Child Care	Family Life	Women's Services	Pottery	Latino Family Center	Total	Management and General	Fund Raising	Total Supporting Services	
Compensation	\$ 102,039	\$ 85,048	\$ 54,220	\$ 57,198	\$ 25,267	\$ 63,517	\$ 387,289	\$ 14,281	\$ 4,833	\$ 19,114	\$ 406,403
Employee Benefits	6,990	4,232	2,506	3,247	824	757	18,556	834	292	1,126	19,682
Payroll Taxes	8,174	6,896	4,275	4,414	1,952	4,892	30,603	1,055	352	1,407	32,010
Professional Fees	1,875	1,875	975	750	450	750	6,675	3,100	225	3,325	10,000
Supplies	10,051	7,434	7,900	13,452	2,906	3,556	45,299	10,762	2,095	12,857	58,156
Telephone	443	443	654	310	275	310	2,435	881	249	1,130	3,565
Postage and Shipping	110	98	45	45	0	52	350	268	901	1,169	1,519
Occupancy	22,371	22,887	11,620	9,067	5,524	8,974	80,443	11,695	2,527	14,222	94,665
Equipment Repair and Rental	1,463	1,886	828	519	533	365	5,594	5,191	437	5,628	11,222
Travel and Vehicle	0	5,071	1,844	0	62	445	7,422	0	0	0	7,422
Conferences and Meetings	0	1,000	649	0	0	1,227	2,876	2,109	0	2,109	4,985
Miscellaneous	524	1,881	75	0	45	0	2,525	8,376	0	8,376	10,901
Interest	0	0	0	0	0	0	0	10,314	0	10,314	10,314
Depreciation	16,990	16,990	8,835	6,796	4,078	6,796	60,485	402	2,039	2,441	62,926
Total Functional Expenses	<u>\$ 171,030</u>	<u>\$ 155,741</u>	<u>\$ 94,426</u>	<u>\$ 95,798</u>	<u>\$ 41,916</u>	<u>\$ 91,641</u>	<u>\$ 650,552</u>	<u>\$ 69,268</u>	<u>\$ 13,950</u>	<u>\$ 83,218</u>	<u>\$ 733,770</u>

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

# YWCA OF HIGH POINT, NC, INC.

## Statements of Cash Flows For the Years Ended December 31, 2015 and 2014

	2015	2014
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Change in Net Assets	\$ 496,475	\$ 320,534
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
Depreciation	74,011	62,926
In-Kind Support for Property and Equipment	(81,503)	0
Loss on Investments	6,599	1,869
Loss on Disposal of Property and Equipment	0	8,142
Changes in Assets and Liabilities:		
Accounts Receivable and Refundable Sales Tax	(5,842)	(3,797)
Unconditional Promises to Give	(37,053)	(23,309)
Inventory	(307)	(253)
Prepaid Expenses	1,325	1,360
Pledges Restricted for Capital Campaign	(408,800)	(211,972)
Accounts Payable	104,089	(30,676)
Accrued Expenses	(1,507)	2,214
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	<b>147,487</b>	<b>127,038</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Proceeds from Sale of Investments	40,716	18,563
Purchases of Investments	(46,240)	(24,970)
Purchases of Property and Equipment	(1,270,951)	(193,225)
Construction in Progress	0	(248,666)
<b>NET CASH USED BY INVESTING ACTIVITIES</b>	<b>(1,276,475)</b>	<b>(448,298)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Collection of Funds Restricted for Capital Campaign	311,819	331,512
Line of Credit, Net	(22,559)	(5,941)
Proceeds of Long-Term Debt	1,272,352	0
Repayment of Long-Term Debt	(188,236)	(11,822)
<b>NET CASH PROVIDED BY INVESTING ACTIVITIES</b>	<b>1,373,376</b>	<b>313,749</b>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>244,388</b>	<b>(7,511)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<b>19,354</b>	<b>26,865</b>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<b>\$ 263,742</b>	<b>\$ 19,354</b>
<b>Supplemental Disclosure of Cash Flow Information:</b>		
<b>Cash paid for:</b>		
Interest	\$ 604	\$ 10,314

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



# YWCA OF HIGH POINT, NC, INC.

## Notes to Financial Statements For the Years Ended December 31, 2015 and 2014

### **NOTE 1 - Summary of Significant Accounting Policies and Nature of Organization**

**Nature of Organization** – The Young Women’s Christian Association of High Point, NC, Inc. (the Organization) is a non-profit organization established under the laws of the State of North Carolina for the purpose of promotion of growth in Christian character and service through physical, social, mental, and spiritual training. Its current programs include:

**Aquatics** – Provides swimming instruction for infants to senior adults including adaptive aquatics for physically and mentally challenged individuals, competitive swim, water exercise, and lifeguard training.

**Child Care** – Provides safe and affordable care for school age children, ages 5-12, including programs before and after school and full day care during holidays and summer vacation.

**Family Life** – Programs to strengthen individuals and families through parent education for teen mothers, providing necessities for infants from low income families, and offering supportive education groups for female teens to delay sexual activity and adolescent pregnancy.

**Women’s Services** – Programs designed to increase awareness of women’s health issues.

**Pottery Studio and Art** – Provides workshops and classes for adults and youth.

**Latino Family Center** – The Center is dedicated to improving the quality of life and to promoting community participation of Latinos living in the community.

**Basis of Accounting** – The financial statements have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables, and other liabilities. The financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) ACS 205, Financial Statements of Not-for-Profit Organizations. Under (SFAS) ACS 205, the Organization 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. The Organization has no permanently restricted net assets.

**Cash and Cash Equivalents** – For purposes of the statements of cash flows, the Organization considers all cash accounts which are not subject to withdrawal restrictions and all highly liquid investments with a maturity of three months or less to be cash equivalents.

**Promises to Give** – The Organization recognizes unconditional promises to give as support in the period the promise is received. Conditional promises to give are recognized when the conditions on which they depend are substantially met.

(Continued)

# YWCA OF HIGH POINT, NC, INC.

## Notes to Financial Statements For the Years Ended December 31, 2015 and 2014

### **NOTE 1 - Summary of Significant Accounting Policies and Nature of Organization** (Continued)

Accounts Receivable – Accounts receivable are unsecured and consist primarily of amounts due for program services provided. Management considers all accounts receivable to be collectible; therefore, no allowance for doubtful accounts has been provided.

Inventory – Inventory consists of donated clothing to the career closet for the Women’s Service program. Valuation is determined by using thrift shop values.

Property and Equipment – Property and equipment are recorded at cost when purchased and fair value when donated. Major additions or betterments are charged to the property accounts while replacements, maintenance, and repairs are generally charged to expense as incurred. The Organization’s definition of a capital item is a purchase exceeding \$500 with a depreciable life of three years or more. Depreciation is computed using the straight-line method over the estimated useful lives of the assets. Depreciation expense for the years ended December 31, 2015 and 2014 was \$74,011 and \$62,926, respectively.

The Organization reports gifts of property and equipment as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expiration of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor.

The Organization reviews its long-lived assets for impairment whenever events or circumstances indicate that the carrying amount of an asset may not be recoverable. If this review indicates that the asset will not be recoverable, based on the expected cash flows of the related assets, an impairment loss is recognized and the asset’s value is reduced. No such impairment loss was recognized during the years ended December 31, 2015 and 2014.

Concentration of Credit Risk – Financial instruments that potentially subject the Organization to concentrations of credit risk consist principally of cash and cash equivalents. The Organization maintains its cash balances in bank deposit accounts that, at times, may exceed federally insured limits. These accounts are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 per institution. The bank balances exceed the federally insured limit by approximately \$347,500 and 0 at December 31, 2015 and 2014.

Income Taxes – The Organization is exempt from income tax under Section 501(c) (3) of the Internal Revenue Code. Effective January 1, 2009, the Organization implemented the accounting guidance for uncertainty in income taxes using the provisions of Financial Accounting Standards Board (FASB) ACS 740, Income Taxes. Using that guidance, tax positions initially need to be recognized in the financial statements when it is more-likely-than-not the position will be sustained upon examination by the tax authorities. Such tax positions initially and subsequently need to be measured as the largest amount of tax benefit that has a greater than 50% likelihood of being realized upon ultimate settlement with the tax authority assuming full knowledge of the positions and relevant facts.

(Continued)

# YWCA OF HIGH POINT, NC, INC.

## Notes to Financial Statements For the Years Ended December 31, 2015 and 2014

### **NOTE 1 - Summary of Significant Accounting Policies and Nature of Organization** (Continued)

As of December 31, 2015, the Organization had no uncertain tax positions that qualify for either recognition or disclosure in the financial statements and has incurred no interest or penalties related to unrecognized tax liabilities. With few exceptions, the Organization is no longer subject to income tax examinations by tax authorities for years prior to 2012.

Revenue Recognition – Revenue and other support (including unpaid pledges) are recorded at date of receipt as unrestricted, temporarily restricted, or permanently restricted, depending on the existence and/or nature of any donor restrictions. Pledges due are recorded at their present value.

Contributions and Grants – Contributions and grants received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence or nature of any donor restrictions.

Support that is restricted by the donor is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. Upon expiration of a time restriction or compliance with the purpose restriction, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Functional Expenses – Expenses are charged directly to program or management in general categories based on specific identification. Indirect expenses have been allocated based on an analysis of personnel time and space utilized for the related activity.

Investments – Investments in marketable securities with readily determinable fair values and all investments in debt securities are valued at their fair values. Changes in unrealized gains and losses are recognized each year and are included in the Statements of Activities.

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

Subsequent Events – Management has evaluated subsequent events through October 4, 2016, the date the financial statements were available to be issued.

# YWCA OF HIGH POINT, NC, INC.

## Notes to Financial Statements For the Years Ended December 31, 2015 and 2014

### **NOTE 2 – Receivables**

Receivables at December 31, 2015 and 2014 are summarized as follows:

	<b>2015</b>	<b>2014</b>
Accounts Receivable:		
Child Care	\$ 793	\$ 5,996
Annual Meeting	1,800	779
Aquatics	0	880
Miscellaneous	379	1,160
	\$ 2,972	\$ 8,815
Other Receivables:		
Sales Tax Refund	\$ 14,826	\$ 3,136

### **NOTE 3 – Promises to Give**

Promises to give at December 31, 2015 and 2014 are as follows:

	<b>2015</b>	<b>2014</b>
United Way Services	\$ 129,238	\$ 131,069
Adolescent Parenting Program	40,689	32,415
Guilford County Community Based Organization Grant	15,000	20,000
Community Development Block Grant	7,035	6,425
Z Smith Reynolds	35,000	0
Total Promises to Give	226,962	189,909
Capital Campaign	683,250	632,320
Less: Unamortized Discount	25,756	30,110
Net Capital Campaign	657,494	602,210
Total Promises to Give	\$ 884,456	\$ 792,119

# YWCA OF HIGH POINT, NC, INC.

## Notes to Financial Statements For the Years Ended December 31, 2015 and 2014

### NOTE 4 – Endowment Investments

Endowment investments are stated at fair value and consist of the following:

	Cost	Market Value	Unrealized Depreciation
December 31, 2015			
Cash and Money Market Funds	\$ 0	\$ 0	\$ 0
Corporate Stock/Mutual Funds	45,499	41,580	(3,919)
	\$ 45,499	\$ 41,580	\$ (3,919)
	Cost	Market Value	Unrealized Appreciation
December 31, 2014			
Cash and Money Market Funds	\$ 2,815	\$ 2,815	\$ 0
Corporate Stock/Mutual Funds	37,160	39,840	2,680
	\$ 39,975	\$ 42,655	\$ 2,680

The funds represent donor designated amounts set aside to provide for capital expenditures (from principal) and income for annual operations (from dividends and interest).

Investment return is summarized as follows:

	2015	2014
Unrestricted:		
Interest Income	\$ 17	\$ 816
Dividend Income	1,101	871
Short-term Capital Gain	3,289	2,005
Long-term Capital Gain	1,195	109
Foreign Tax Paid	39	0
Custodian Fees	(331)	(96)
Total Unrestricted:	5,310	3,705
Temporarily Restricted:		
Net Realized and Unrealized Loss	(6,599)	(1,836)
Total Unrestricted and Temporarily Restricted:	\$ (1,289)	\$ 1,869

# YWCA OF HIGH POINT, NC, INC.

## Notes to Financial Statements For the Years Ended December 31, 2015 and 2014

### **NOTE 5 – Capital Campaign**

The Organization's Growing Our Future Campaign ("the Campaign") is an ongoing initiative to raise support for construction, renovation, and furnishing of the existing operating facilities. The estimated cost of the Campaign is approximately \$3M. To fund the renovation, the Organization has raised support and has a loan commitment for a note payable of up to a maximum of \$2M subject to fundraising levels (See Note 8). The Campaign project will be carried out in two phases. Phase one totaled approximately \$1.5M and was substantially completed and in service November 2015. Phase 2 is scheduled to begin during 2016. Cash and promises to give related to the capital campaign are restricted to the payment of the cost of the renovations. For the years ended December 31, 2015 and 2014, the Organization incurred fundraising expenses associated with the Campaign of \$7,453 and \$4,385, respectively.

### **NOTE 6 – Property and Equipment**

Property and equipment at December 31, 2015 and 2014 is summarized as follows:

	<u>2015</u>	<u>2014</u>
Building	\$ 2,874,406	\$ 1,631,867
Furniture and Equipment	373,470	263,555
Land	45,937	45,937
Vehicles	121,334	121,334
	<u>3,415,147</u>	<u>2,062,693</u>
Less Accumulated Depreciation	1,089,840	1,015,829
	<u>\$ 2,325,307</u>	<u>\$ 1,046,864</u>

### **NOTE 7 – Note Payable**

The Organization had an unsecured line of credit with a financial institution that provides for a maximum borrowing of \$45,000. The principal plus all accrued unpaid interest were due and payable on March 26, 2015. The outstanding balance was \$0 and \$22,559 for the years ended December 31, 2015 and 2014, respectively and the loan was not renewed at maturity.

# YWCA OF HIGH POINT, NC, INC.

## Notes to Financial Statements For the Years Ended December 31, 2015 and 2014

### NOTE 8 – Long-Term Debt

Long-term debt consists of:

	2015	2014
Construction note payable to a bank, payable in 27 consecutive quarterly interest only payments at LIBOR plus 2.4 percentage points (2.717 at December 31, 2015) beginning June 2015, plus 19 consecutive quarterly principal payments of \$25,000 plus interest at LIBOR plus 2.4 percentage points beginning April 2017, and one final payment of the principal balance then outstanding in March 2022, secured by the assignment of all related construction contracts and real property.	\$ 1,272,352	\$ 0
Note payable to a bank, payable in monthly installments of \$1,816 with interest at 4.65%, secured by real estate, repaid during 2015.	0	188,236
Total	1,272,352	188,236
Less Current Maturities	0	13,123
Total Long-Term Debt	\$ 1,272,352	\$ 175,113

Future maturities of long term debt are as follows:

2017	\$ 75,000
2018	100,000
2019	100,000
2020	100,000
2021	100,000
Thereafter	797,352
	\$ 1,272,352

Interest expense was \$604 and \$10,314 for the years ended December 31, 2015 and 2014, respectively. Interest capitalized during 2015 related to the construction project was \$11,868.

# YWCA OF HIGH POINT, NC, INC.

## Notes to Financial Statements For the Years Ended December 31, 2015 and 2014

### **NOTE 9 – Temporarily Restricted Net Assets**

Temporarily restricted net assets are restricted for the following purposes:

	2015	2014
United Way Allocation	\$ 129,237	\$ 131,069
Adolescent Parenting Program	40,689	32,415
Capital Campaign	885,669	869,619
Guilford County Community Based Organization Grant	15,000	20,000
High Point Community Foundation	7,035	6,425
Z. Smith Reynolds	35,000	0
	\$ 1,112,630	\$ 1,059,528

### **NOTE 10 – Donated Services, Materials and Facilities**

The Organization receives donated services from a variety of unpaid volunteers assisting the Organization in various programs. No amounts have been recognized in the accompanying statements of activities because the criteria for recognition of such volunteer effort under (SFAS) ACS 605, Accounting for Contributions Received and Contributions Made, have not been satisfied.

A summary of In-Kind Contributions included in the accompanying statements of activities is as follows:

	2015	2014
Contributions:		
Special Events	\$ 6,708	\$ 3,739
Aquatics	4,244	1,865
Women's Services	3,594	5,452
Child Care	3,594	3,924
Pottery Studio Art	3,594	1,865
Latino Family Center	3,594	1,865
Family Life	3,594	0
Management and General	5,844	4,194
Capital Campaign	81,743	0
	\$ 116,509	\$ 22,904

(Continued)



# YWCA OF HIGH POINT, NC, INC.

## Notes to Financial Statements For the Years Ended December 31, 2015 and 2014

### **NOTE 10 – Donated Services, Materials and Facilities** (Continued)

Expenses/Assets:

Cost of Special Events	\$ 6,708	\$ 3,739
Aquatics	4,244	1,865
Women's Resource Center	3,594	5,452
Child Care	3,594	3,924
Pottery	3,594	1,865
Latino Family Center	3,594	1,865
Family Life	3,594	0
Professional Fees/Other	5,844	4,194
Property and Equipment	81,503	0
Capital Campaign	240	0
	<u>\$ 116,509</u>	<u>\$ 22,904</u>

### **NOTE 11 – Leases**

The Organization has entered into an operating lease for office equipment. Future minimum lease payments are as follows:

<u>Year Ending December 31</u>	<u>Amount</u>
2016	\$ 4,080
2017	4,080
2018	4,080
2019	4,080
2020	3,740
	<u>\$ 20,060</u>

Lease expense was \$4,196 and \$3,695 for the years ended December 31, 2015 and 2014, respectively.