

TRAVIS COUNTY DOMESTIC VIOLENCE AND SEXUAL
ASSAULT SURVIVAL CENTER D/B/A SAFEPLACE

December 31, 2016 and 2015

FINANCIAL STATEMENTS
AND
SUPPLEMENTARY INFORMATION

TRAVIS COUNTY DOMESTIC VIOLENCE AND SEXUAL
ASSAULT SURVIVAL CENTER D/B/A SAFEPLACE
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INDEPENDENT AUDITORS' REPORT

Board of Directors

Travis County Domestic Violence and Sexual Assault Survival Center, d/b/a SafePlace

Report on the Financial Statements

We have audited the accompanying financial statements of Travis County Domestic Violence and Sexual Assault Survival Center, d/b/a SafePlace (SafePlace) which comprise the statements of financial position as of December 31, 2016 and 2015, and the related statements of activities and changes in net assets, 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.

Auditors' 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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 auditors' 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 auditors consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Travis County Domestic Violence and Sexual Assault Survival Center, d/b/a SafePlace as of December 31, 2016 and 2015, and the results of their operations and cash flows for the years then ended, in conformity 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 financial statements of Travis County Domestic Violence and Sexual Assault Survival Center, d/b/a SafePlace. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and is not a required part of the financial statements. Such information is the responsibility of the organization's 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 our 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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 28, 2017 on our consideration of SafePlace's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering SafePlace's internal control over financial reporting and compliance.

Atchley + Associates, LLP

Austin, Texas
June 28, 2017

TRAVIS COUNTY DOMESTIC VIOLENCE AND SEXUAL ASSAULT SURVIVAL CENTER
D/B/A SAFEPLACE
STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2016 AND 2015

	2016	2015
ASSETS		
Current assets		
Cash and cash equivalents	\$ 2,571,018	\$ 2,517,556
Investments	672,776	520,006
Receivables -		
Grants	595,959	528,942
Contracts, net	123,400	84,994
Pledges receivable - operating	14,302	4,050
Other receivables	17,630	145,229
Due from related parties	14,482	134,740
Prepaid expenses	73,600	18,365
Total current assets	4,083,167	3,953,882
Temporarily restricted pledges receivable	54,600	90,800
Investments held for capital needs	1,344,541	566,201
Property and equipment, net	6,445,412	6,956,417
Total assets	\$ 11,927,720	\$ 11,567,300
LIABILITIES AND NET ASSETS		
Current liabilities		
Accounts payable	\$ 161,427	\$ 139,245
Accrued salaries	53,110	55,150
Accrued paid time off	273,381	245,359
Accrued expenses	215,953	159,381
Deferred revenue	14,437	-
Current portion of long-term debt	25,000	25,000
Total current liabilities	743,308	624,135
Long-term debt	100,000	125,000
Total liabilities	843,308	749,135
Net assets		
Unrestricted net assets		
Undesignated	2,601,629	2,673,273
Board designated for property and equipment	7,661,720	7,382,618
Total unrestricted net assets	10,263,349	10,055,891
Temporarily restricted net assets	821,063	762,274
Permanently restricted net assets	-	-
Total net assets	11,084,412	10,818,165
Total liabilities and net assets	\$ 11,927,720	\$ 11,567,300

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

TRAVIS COUNTY DOMESTIC VIOLENCE AND SEXUAL ASSAULT SURVIVAL CENTER,
D/B/A SAFEPLACE
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
DECEMBER 31, 2016 AND 2015

	2016	2015
CHANGES IN UNRESTRICTED NET ASSETS		
Public support and revenue		
Grants and contracts		
Federal and State agencies	\$ 3,560,406	\$ 3,162,863
Local agencies	1,410,670	1,177,818
Service reimbursement contracts	509,765	264,464
Contributions and public support	3,376,191	2,944,493
Special fundraising events	779,170	924,526
In-kind support	1,053,624	1,117,396
Revenue from services	342,146	308,955
Proceeds from endowment from related entity	105,000	80,000
Investment earnings	11,799	15,042
Direct client assistance support from other agencies	20,502	19,637
Other	36,271	44,056
Total unrestricted public support and revenue	11,205,544	10,059,250
Net assets released from restrictions		
Restrictions satisfied by payments	559,065	557,299
Total unrestricted public support, revenue and net assets released from restrictions	11,764,609	10,616,549
Expenses		
Program services		
Client services	9,144,889	8,244,087
Community programs	758,253	922,289
Total program services	9,903,142	9,166,376
Supporting services		
Management and general	1,049,442	926,724
Fundraising	452,299	472,975
Special events	152,268	150,079
Total supporting services	1,654,009	1,549,778
Total expenses	11,557,151	10,716,154
Net change in unrestricted net assets	\$ 207,458	\$ (99,605)

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

TRAVIS COUNTY DOMESTIC VIOLENCE AND SEXUAL ASSAULT SURVIVAL CENTER
D/B/A SAFEPLACE
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS - CONTINUED
DECEMBER 31, 2016 AND 2015

	2016	2015
CHANGES IN TEMPORARILY RESTRICTED NET ASSETS		
Public support and revenue		
Contributions and public support	\$ 617,854	\$ 742,012
Investment earnings	-	-
Total temporarily restricted public support and revenue	617,854	742,012
Net assets released from restrictions	(559,065)	(557,299)
Net change in temporarily restricted net assets	58,789	184,713
CHANGES IN PERMANENTLY RESTRICTED NET ASSETS		
Public support and revenue		
Contributions and public support	-	-
Net change in permanently restricted net assets	-	-
Net change in net assets	266,247	85,108
Net assets - beginning of year	10,818,165	10,733,057
Net assets - end of year	\$ 11,084,412	\$ 10,818,165

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

TRAVIS COUNTY DOMESTIC VIOLENCE AND SEXUAL ASSAULT SURVIVAL CENTER
D/B/A SAFEPLACE

STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2016

	Program Services			Supporting Services			Total
	Client Services	Community Programs	Total Program Services	Management and General	Fundraising	Special Events	
Salaries and benefits	\$ 495,853	\$ 7,358	\$ 503,211	\$ 1,669	\$ 10,578	\$ -	\$ 12,247
Reimbursement to parent entity for salaries and benefits	5,728,547	641,513	6,370,060	912,521	334,062	-	1,246,583
Professional fees and contracts	366,044	26,139	392,183	52,774	15,882	-	68,656
Subcontracts with partner agencies	256,711	8,603	265,314	-	-	-	265,314
Direct client assistance	783,164	-	783,164	-	-	-	783,164
Program supplies and expenses	108,572	8,289	116,861	4,051	3,593	152,268	159,912
Printing and publications	8,319	12,816	21,135	459	36,875	-	37,334
Facility costs	630,994	10,838	641,832	23,622	4,247	-	27,869
Communications	48,603	2,879	51,482	4,450	2,950	-	7,400
Equipment rental and maintenance	18,776	4,296	23,072	3,724	3,016	-	6,740
Travel, training and conferences	118,783	21,971	140,754	5,076	3,028	-	8,104
Subscriptions and dues	11,385	1,697	13,082	2,428	854	-	3,282
Small equipment purchases	11,121	475	11,596	8,182	220	-	8,402
Other expenses	10,613	803	11,416	4,848	29,278	-	34,126
Total expenses before depreciation	8,597,485	747,677	9,345,162	1,023,804	444,583	152,268	1,620,655
Depreciation	547,404	10,576	557,980	25,638	7,716	-	33,354
Total expenses	\$ 9,144,889	\$ 758,253	\$ 9,903,142	\$ 1,049,442	\$ 452,299	\$ 152,268	\$ 1,654,009
							\$ 11,557,151

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

TRAVIS COUNTY DOMESTIC VIOLENCE AND SEXUAL ASSAULT SURVIVAL CENTER
D/B/A SAFEPLACE
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2015

	Program Services			Supporting Services			Total
	Client Services	Community Programs	Total Program Services	Management and General	Fundraising	Special Events	
Salaries and benefits	\$ 476,611	\$ 11,757	\$ 488,368	\$ 1,617	\$ 13,341	\$ -	\$ 503,326
Reimbursement to parent entity for salaries and benefits	4,974,224	700,281	5,674,505	823,021	362,539	-	6,860,065
Professional fees and contracts	315,181	108,294	423,475	22,331	14,590	-	460,396
Subcontracts with partner agencies	146,040	14,290	160,330	-	-	-	160,330
Direct client assistance	835,500	32	835,532	-	-	-	835,532
Program supplies and expenses	113,132	14,546	127,678	6,968	3,720	150,079	288,445
Printing and publications	22,408	27,410	49,818	2,850	30,067	-	82,735
Facility costs	594,230	10,685	604,915	26,254	4,660	-	635,829
Communications	38,778	3,899	42,677	4,505	3,947	-	51,129
Equipment rental and maintenance	15,659	2,571	18,230	2,768	1,571	-	22,569
Travel, training and conferences	80,663	14,359	95,022	5,178	2,592	-	102,792
Subscriptions and dues	10,639	1,367	12,006	2,799	1,184	-	15,989
Small equipment purchases	10,635	1,398	12,033	3,422	370	-	15,825
Other expenses	31,648	1,184	32,832	1,701	30,030	-	64,563
Total expenses before depreciation	7,665,348	912,073	8,577,421	903,414	468,611	150,079	10,099,525
Depreciation	578,739	10,216	588,955	23,310	4,364	-	616,629
Total expenses	\$ 8,244,087	\$ 922,289	\$ 9,166,376	\$ 926,724	\$ 472,975	\$ 150,079	\$ 10,716,154

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

TRAVIS COUNTY DOMESTIC VIOLENCE AND SEXUAL ASSAULT SURVIVAL CENTER
D/B/A SAFEPLACE
STATEMENTS OF CASH FLOWS
DECEMBER 31, 2016 AND 2015

	2016	2015
OPERATING ACTIVITIES		
Change in net assets	\$ 266,247	\$ 85,108
Adjustments to reconcile change in net assets to net cash flows from operating activities:		
Depreciation	591,334	616,629
Donated note principal payments	(25,000)	(25,000)
Donated assets	-	(18,525)
Changes in operating assets and liabilities:		
Receivables		
Grants	(67,017)	(80,854)
Contracts	(38,406)	(84,994)
Pledges	(10,252)	34,068
Other	127,599	(139,254)
Due from related parties	120,258	108,164
Prepaid expenses	(55,235)	107,782
Temporarily restricted pledges	36,200	(90,800)
Accounts payable	22,182	17,384
Accrued salaries	(2,040)	9,113
Accrued paid time off	28,022	54,024
Other accrued expenses	71,009	20,533
	1,064,901	613,378
INVESTING ACTIVITIES		
Purchase of investments, net	(931,110)	(479,081)
Proceeds from disposal of property and equipment	3,716	32,615
Purchase of property and equipment	(84,045)	(405,605)
	(1,011,439)	(852,071)
Net change in cash and cash equivalents	53,462	(238,693)
Cash and cash equivalents - beginning of year	2,517,556	2,756,249
Cash and cash equivalents - end of year	\$ 2,571,018	\$ 2,517,556

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

TRAVIS COUNTY DOMESTIC VIOLENCE
AND SEXUAL ASSAULT SURVIVAL CENTER, D/B/A SAFEPLACE

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016 AND 2015

NOTE A - NATURE OF OPERATIONS

Travis County Domestic Violence & Sexual Assault Survival Center, d/b/a SafePlace (SafePlace), is a private nonprofit corporation formed in 1998 by the merger of The Center for Battered Women, Inc. and the Austin Rape Crisis Center, Inc. under the laws of the State of Texas. SafePlace's services include emergency shelter for battered women and their children, supportive housing for eligible families leaving SafePlace's shelter or The Salvation Army's shelter, adult counseling, children's activities and counseling, and legal services (Client Services) as well as community education, school-based education and counseling, disability-related education and counseling, and community advocacy (Community Programs) in the Austin and Travis County, Texas area.

Funding for SafePlace is provided primarily by grants received from federal, state, and local governments of approximately \$4,971,000 and \$4,341,000 in 2016 and 2015, respectively, and contributions from the general public of approximately \$4,773,000 and \$4,611,000 in 2016 and 2015, respectively.

NOTE B - SUMMARY OF ACCOUNTING POLICIES

A summary of the significant accounting policies of SafePlace applied in the preparation of the accompanying statements follows:

Basis of Presentation

The financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles in the United States of America.

Financial Statement Presentation

Under Financial Accounting Standards Board Accounting Standards Codification (FASB ASC) 958, SafePlace 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, based on the absence or existence of donor-imposed restrictions.

Unrestricted net assets - Net assets that are not subject to donor-imposed stipulations, or the donor-imposed restrictions have expired or been satisfied.

Temporarily restricted net assets - Net assets that are subject to donor-imposed restrictions either for use during a specific time period or for a particular purpose.

Permanently restricted net assets - Net assets that are subject to donor-imposed restrictions that they be maintained permanently by the organization. The donors of these assets permit SafePlace to use all or part of the income earned on any related investments for unrestricted purposes.

TRAVIS COUNTY DOMESTIC VIOLENCE
AND SEXUAL ASSAULT SURVIVAL CENTER, D/B/A SAFEPLACE

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2016 AND 2015

NOTE B - SUMMARY OF ACCOUNTING POLICIES - Continued

Net Assets Released From Restrictions

When a donor-imposed restriction is fulfilled or when a time restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the accompanying statements of activities and changes in net assets as net assets released from restrictions.

Cash and Cash Equivalents

Cash and cash equivalents include cash on hand and investments with maturities of three month or less and cash and cash equivalents held as part of the investment portfolio.

Receivables

SafePlace considers grants and contracts receivable to be fully collectible. Accordingly, no allowance for doubtful accounts is required. An allowance has been recorded in these financial statements for uncollectible pledges and other contributions receivable based on prior history with similar donors.

Due To / From Related Parties

The SAFE Services Alliance dba SAFE Alliance (SAFE) (see Note R) maintains one bank account to pay expenditures for SafePlace and Austin Children's Shelter (ACS). SafePlace and ACS transfer cash to the SAFE bank account to cover their respective costs. The statement of financial position shows the funds in the SAFE bank account and a corresponding due to/from the related parties to reflect the source/owner of the funds. See Note E.

Fair Value Measurements

Investments include various types of securities in various companies within various markets that are carried at fair value. Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Generally accepted accounting principles establish a fair value hierarchy which gives the highest priority to observable inputs such as quoted prices in active markets for identical assets or liabilities (Level 1), the next highest priority to inputs from observable data other than quoted prices (Level 2) and the lowest priority to unobservable inputs (Level 3). Inputs are broadly defined as assumptions market participants would use in pricing an asset or liability. SafePlace's investments are valued using Level 1 inputs.

Investments and Investment Income

Investments are reported at fair value based on quoted prices in an active market. Realized and unrealized gains and losses on investments are reported in the statements of activities as increases or decreases in unrestricted net assets unless temporarily or permanently restricted by the donor or by law.

Investment income consists of interest and dividends available to support any activities of SafePlace and is recognized as unrestricted revenue, unless otherwise specified by the donor.

TRAVIS COUNTY DOMESTIC VIOLENCE
AND SEXUAL ASSAULT SURVIVAL CENTER, D/B/A SAFEPLACE

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016 AND 2015

NOTE B - SUMMARY OF ACCOUNTING POLICIES - Continued

Property and Equipment

SafePlace reports land, buildings and equipment at historical cost if purchased, or at fair value if donated, less accumulated depreciation. Property and equipment purchased in excess of \$5,000 are capitalized. Repairs and maintenance costs are expensed as incurred while betterments and improvements are capitalized. Provision for depreciation is recognized using primarily the straight-line method over the estimated useful lives of the depreciable assets. Upon the sale or other retirement of depreciable property, the cost and accumulated depreciation are removed from the accounts, and any gain or loss is reflected in the statement of activities and changes in net asset.

Depreciation expense is calculated for property and equipment based on estimated useful lives as follows:

Buildings & Improvements	10 - 35 years
Furniture & Equipment	3 - 10 years
Vehicles	3 - 5 years

Revenue Recognition

In accordance with the FASB ASC 958, *Not-for-Profit Entities*, contributions are recognized as support when they are received. SafePlace reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. SafePlace also receives reimbursement grants. These grants are not recorded until acceptable expenditures under the grant terms have been made and reimbursement can be requested.

Special event revenues are recognized when the event is held.

Unconditional promises to give are recognized as revenues or gains in the period received, and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized when the conditions on which they depend are substantially met. SafePlace considers all contributions (unconditional promises to give) to be unrestricted contributions unless the restriction is a donor-imposed stipulation specifying a use for the contribution that is more specific than the broad limits resulting from the nature and purpose of the organization and its continuing programs. Unrestricted contributions are recorded as an increase in unrestricted net assets available in the period in which the notice of the unconditional promise to give is received.

Contributions or grants which result in new and nonrecurring programs as well as contributions received as the result of a capital campaign for the acquisition or rehabilitation of property and equipment are considered temporarily restricted contributions.

TRAVIS COUNTY DOMESTIC VIOLENCE
AND SEXUAL ASSAULT SURVIVAL CENTER, D/B/A SAFEPLACE

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016 AND 2015

NOTE B - SUMMARY OF ACCOUNTING POLICIES - Continued

Revenue Recognition - Continued

Contributions or grants which contain a donor-imposed stipulation that the contributions cannot be used until a future period are recorded as time restricted contributions. Contributions which are time restricted with respect to the expenditure of the funds are recorded as increases in temporarily restricted net assets available in the period in which the notice of grant award is received. The fair value of contributions arising from unconditional promises to give cash or other assets in one or more future years is measured (discounted) using a risk-adjusted rate of return appropriate for the expected term of the promise to give. Such discounts are amortized between the date the promise to give is initially recognized and the date the actual cash is expected to be collected.

Advertising

Advertising and direct mail costs are expensed as incurred. For the years ended December 31, 2016 and 2015, advertising and direct mail expenses totaled \$58,469 and \$82,735, respectively.

Investment in Limited Partnership

SafePlace is a partner in a project for low-income families. The ownership interest is 1% general partner interest and is not consolidated in the financial statements as partnership is not controlled by SafePlace. See Note O for additional information.

Income Taxes

The Internal Revenue Service has classified SafePlace as other than a private foundation, which is exempt from federal income taxes on its related purpose income under Section 501(c)(3) of the United States Internal Revenue Code. Consequently, no federal income taxes have been provided for in these financial statements.

SafePlace has adopted FASB ASC 740, *Accounting for Uncertainty in Income Tax*. The benefit of a tax position is recognized in the financial statements in the period during which, based on all available evidence, management believes it is more likely than not that the positions will be sustained upon examination, including the resolution of appeals or litigation processes, if any. Tax positions that meet the more-likely-than-not recognition threshold are measured as the largest amount of tax benefit that is more than 50% likely of being realized upon settlement with the applicable taxing authority. As of December 31, 2016 and 2015, SafePlace has not recognized liabilities for uncertain tax positions or associated interest and penalties.

SafePlace's federal exempt organization returns for the years ended December 31, 2013, 2014 and 2015, are subject to examination by the Internal Revenue Service, generally for three years after they are filed.

TRAVIS COUNTY DOMESTIC VIOLENCE
AND SEXUAL ASSAULT SURVIVAL CENTER, D/B/A SAFEPLACE

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016 AND 2015

NOTE B - SUMMARY OF ACCOUNTING POLICIES - Continued

In-Kind Contributions

SafePlace receives various types of in-kind contributions in the course of daily operations, including professional services, supplies and materials. Contributed professional services are recognized as in-kind contributions if the services received create or enhance long-lived assets or require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by contributions. Contributions of tangible assets are capitalized at fair value when received.

Functional Expenses

Directly identifiable expenses are classified as program and supporting services. Expenses related to more than one function are allocated to program and supporting services on the basis of management estimates. Supporting services include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of SafePlace.

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 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 of SafePlace has evaluated subsequent events for disclosure through the date of the Independent Auditors' Report, the date the financial statements were available to be issued. See Note S.

NOTE C - FUNDING FOR FAMILY SHELTER

In a prior year, SafePlace entered into an agreement with the City of Austin (the City) to provide partial funding for the construction of a new family shelter. Under the terms of the agreement, the City agreed to lease from SafePlace a seven-acre tract of land (the site for the new family shelter) for 99 years in return for the advance rental payment. SafePlace then executed an agreement to sublease the seven-acre tract of land back from the City for a period of 99 years in exchange for SafePlace's construction and operation of a family shelter on the seven-acre tract.

TRAVIS COUNTY DOMESTIC VIOLENCE
AND SEXUAL ASSAULT SURVIVAL CENTER, D/B/A SAFEPLACE

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016 AND 2015

NOTE D - PROMISES TO GIVE

SafePlace received pledges, or promises to give, of donations related to its operations. Promises to be received after 2016 are discounted at 2% per year.

Unconditional promises to give at December 31, follows:

	<u>2016</u>	<u>2015</u>
Operations	\$ 15,891	\$ 4,500
Temporarily restricted	60,000	100,000
Unconditional promises to give	<u>\$ 75,891</u>	<u>\$ 104,500</u>
Amounts due in		
Less than one year	\$ 15,891	\$ 4,500
One to five years	60,000	100,000
Total unconditional promises to give	75,891	104,500
Less discount to net present value	(2,400)	(4,200)
Less allowance for uncollectible pledges	(4,589)	(5,450)
Net unconditional promises to give	<u>\$ 68,902</u>	<u>\$ 94,850</u>

Unconditional promises to give are presented on the statements of financial position as follows:

	<u>2016</u>	<u>2015</u>
Current asset		
Pledges receivable - operating, net	\$ 14,302	\$ 4,050
Long-term asset		
Temporarily restricted pledges receivable, net	54,600	90,800
	<u>\$ 68,902</u>	<u>\$ 94,850</u>

TRAVIS COUNTY DOMESTIC VIOLENCE
AND SEXUAL ASSAULT SURVIVAL CENTER, D/B/A SAFEPLACE

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016 AND 2015

NOTE E - DUE TO / FROM RELATED PARTIES

Due to / from related parties consist of the following:

	2016	2015
Due from SAFE	\$ 14,482	\$ 134,740

NOTE F - FAIR VALUE MEASUREMENTS OF INVESTMENTS

The following table sets forth by level, within the fair value hierarchy, SafePlace's assets at fair value as of :

	December 31, 2016			Total
	Level 1	Level 2	Level 3	
U.S. Treasury	\$ 893,647	\$ -	\$ -	\$ 893,647
Corporate debt	200,021	-	-	200,021
Cash and money market funds	923,649	-	-	923,649
	\$ 2,017,317	\$ -	\$ -	\$ 2,017,317

	December 31, 2015			Total
	Level 1	Level 2	Level 3	
U.S. Treasury	\$ 599,519	\$ -	\$ -	\$ 599,519
Corporate debt	375,609	-	-	375,609
Cash and money market funds	111,079	-	-	111,079
	\$ 1,086,207	\$ -	\$ -	\$ 1,086,207

NOTE G - PROPERTY AND EQUIPMENT

Property and equipment consist of the following.

	2016	2015
Land	\$ 851,468	\$ 851,468
Buildings and improvements	12,108,583	12,091,721
Furniture, fixtures and equipment	1,390,347	1,681,035
Vehicles	129,913	132,913
	14,480,311	14,757,137
Accumulated depreciation	(8,034,899)	(7,800,720)
	\$ 6,445,412	\$ 6,956,417

Depreciation expense totaled \$591,334 and \$616,629 for the years ended December 31, 2016 and 2015, respectively.

TRAVIS COUNTY DOMESTIC VIOLENCE
AND SEXUAL ASSAULT SURVIVAL CENTER, D/B/A SAFEPLACE

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016 AND 2015

NOTE H - NOTE PAYABLE

SafePlace long-term obligation as of December 31:

	2016	2015
City of Austin - Executed in connection with expansion of supportive housing complex; secured by land and construction; payable in annual installments of \$25,000 with 0% interest beginning February 2002. See note (a) below.	\$ 125,000	\$ 150,000
Less amount due within one year	(25,000)	(25,000)
Debt, noncurrent portion	\$ 100,000	\$ 125,000

The future debt service under this notes payable as of December 31, 2016, follows:

December 31,	Amount
2017	\$ 25,000
2018	25,000
2019	25,000
2020	25,000
2021	25,000
	\$ 125,000

(a) The proceeds of this loan were used in connection with the construction of an expansion of the supportive housing complex, including fourteen new apartments and a new community center. The loan is forgiven at the rate of \$25,000 per year if SafePlace operates the housing project for lower income families. The loan will be fully forgiven twenty years from the date of the loan, on February 28, 2021, providing SafePlace continues to operate the property for its intended use and is not in default of the terms of the note, the loan agreement, or the deed of trust. The donations of the principal payment due in 2016 and 2015 have been recorded as increases in net assets in the current year's financial statements.

NOTE I - RESTRICTIONS ON NET ASSETS

At December 31, 2016, SafePlace restricted net assets consisted of time restricted gifts for future program expenditures - \$733,927; restricted for capital projects - \$54,638; and restricted for specific programs - \$32,498. At December 31, 2015, SafePlace restricted net assets consisted of time restricted gifts for future program expenditures - \$656,628; restricted for capital projects - \$85,384; and restricted for specific programs - \$20,262.

NOTE J - RELEASE OF DONOR RESTRICTIONS

Net assets are released from donor restrictions by incurring expenses satisfying the restricted purposes, by occurrence of events specified by the donors, by the passage of time, or by the change of restrictions specified by the donors. Net assets released during the year ended December 31, follows:

	2016	2015
Gifts for 2015 program expenditures	\$ -	\$ 557,299
Gifts for 2016 program expenditures	528,319	-
Program restrictions met	30,746	-
	\$ 559,065	\$ 557,299

TRAVIS COUNTY DOMESTIC VIOLENCE
AND SEXUAL ASSAULT SURVIVAL CENTER, D/B/A SAFEPLACE

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016 AND 2015

NOTE K - SPECIAL FUNDRAISING EVENTS

SafePlace held various special fundraising events during 2016 and 2015. The revenue and expenses related to these special events are reflected in these financial statements as follows:

<u>Event</u>	<u>Revenue</u>	<u>Direct Costs</u>	<u>Net</u>
		2016	
Celebration/Luncheon	\$ 322,681	\$ 40,189	\$ 282,492
Fashion Show-Day to Shine	236,754	96,013	140,741
3rd Party Events	120,484	137	120,347
Walk-Illuminate Austin	99,251	15,929	83,322
Totals	<u>\$ 779,170</u>	<u>\$ 152,268</u>	<u>\$ 626,902</u>
		2015	
Celebration/Luncheon	\$ 333,530	\$ 53,305	\$ 280,225
Fashion Show-Day to Shine	296,962	65,374	231,588
3rd Party Events	134,116	988	133,128
Walk-Illuminate Austin	159,918	30,412	129,506
Totals	<u>\$ 924,526</u>	<u>\$ 150,079</u>	<u>\$ 774,447</u>

NOTE L - IN-KIND DONATIONS

SafePlace recorded contribution income resulting from the following donations received during the year:

Long-term Obligations

SafePlace received donations of forgiveness of current debt service requirements. On the loan associated with the Supportive Housing program, the principal forgiven totaled \$25,000 in both 2016 and 2015.

Donated Items Utilized as Direct Assistance to Clients

SafePlace utilized donations of clothing, furniture, and other household items as direct assistance to clients. Items valued at \$382,366 and \$434,845 in 2016 and 2015, respectively, and Goodwill vouchers valued at \$130,800 and \$135,700 in 2016 and 2015, respectively, were received and distributed to clients.

Donated Items Added to Vehicle Assets

SafePlace received and placed into service two vans valued at \$18,525, during the year ended December 31, 2015.

SafePlace received and utilized professional services for its programs during the year. SafePlace would have paid for these services if they were not donated.

TRAVIS COUNTY DOMESTIC VIOLENCE
AND SEXUAL ASSAULT SURVIVAL CENTER, D/B/A SAFEPLACE

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2016 AND 2015

NOTE L - IN-KIND DONATIONS - Continued

	2016	
<u>Salaries</u>	Hours	Fair Value
Children's Services	1,473	\$ 36,979
Emergency Services	9,751	244,848
Counseling Interns	4,785	120,142
In-Kind Program Services	781	19,617
Outreach Services - Legal Advocacy	2,544	63,867
Fundraising/Special Events	421	10,578
Community/Client Education	707	17,758
Investment services	66	1,669
Total Contributed Services	20,528	\$ 515,458

	2015	
<u>Salaries</u>	Hours	Fair Value
Children's Services	1,302	\$ 32,106
Emergency Services	10,117	249,493
Counseling Interns	3,832	94,504
In-Kind Program Services	1,476	36,386
Outreach Services - Legal Advocacy	2,450	60,417
Fundraising/Special Events	541	13,341
Community/Client Education	627	15,462
Investment services	66	1,617
Total Contributed Services	20,411	\$ 503,326

In addition, other hours, for which no value has been assigned, were volunteered by individuals for the following:

	2016	2015
Volunteer training/newsletter	7,994	6,650
Administrative	5,319	3,186
Total volunteered hours	13,313	9,836

In accordance with FASB ASC 958-605, *Not-for-Profit Entities - Revenue Recognition - Contributed Services*, the value of these donated services is not recorded in the accompanying financial statements.

NOTE M - INVESTMENTS

Investment return is summarized as follows:

	2016	2015
Interest and dividend income	\$ 11,799	\$ 14,955
Capital gains	-	87
Total investment income	\$ 11,799	\$ 15,042

TRAVIS COUNTY DOMESTIC VIOLENCE
AND SEXUAL ASSAULT SURVIVAL CENTER, D/B/A SAFEPLACE

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016 AND 2015

NOTE N - RETIREMENT CONTRIBUTION

SafePlace provides a 403(b) salary reduction retirement plan for the benefit of employees. The plan began January 1, 2008, and allows for contributions through payroll deductions. Individual employee contributions vary. The cost of employer contributions to the plan was \$120,658 and \$92,202 for the years ending December 31, 2016 and 2015, respectively. Effective January 1, 2013, the plan is held by SAFE, (see Note R), and the costs are reflected as reimbursement to SAFE. No significant changes occurred in the plan components in 2016 or 2015.

NOTE O - LIMITED PARTNERSHIP

In 2002, Grove Place Partners, Ltd. (the Project) was formed to build and operate a 184-unit low-income apartment complex. Grove Place Partners GP, Inc. (GP) was formed to act as the General Partner in the Project. SafePlace is the parent organization of GP.

The developer of the Project, a third party, is expected to receive a development fee in an amount up to 15% of the eligible basis of the Project. The development fee will be paid out of loan and equity proceeds received by the GP and, if such proceeds are insufficient for payment of the development fee, from cash flow generated by the operation of the Project. To the extent a development fee is paid, the developer shall share 10% of the development fee with GP, and the developer shall retain the remainder of the development fee. GP is required to pass any fees it earns to SafePlace. In 2016 and 2015, SafePlace opted to forego receiving the 10% of development fee payments so as to enable faster payment of the balance.

In 2012, the agreements related to the development fee were renegotiated. The developer agreed to a reduction of the remaining balance of the development fees. GP will receive 10% of paid fees, but will retain a portion for GP expenses. Thus, the amount of fees that will be passed through to SafePlace is uncertain. Consequently, the receivable SafePlace recorded in a prior year for the expected receipt of developer fees was written off in 2012. When excess developer fees are forwarded to Safeplace from GP, they will be recorded as revenue in the year received. For the years ended December 31, 2016 and 2015, GP collected development fees in the amount of \$0 and \$0, respectively.

NOTE P - COMMITMENTS AND CONTINGENCIES

Grants and Contracts

SafePlace is funded by grants and contracts that are subject to review and audit by the grantor agencies. These grants and contracts have certain compliance requirements and, should audits by the grantor agencies disclose any areas of substantial noncompliance, SafePlace may be required to refund any disallowed costs. Management does not know of any noncompliance which would require refunds.

Partnership

As a general partner in a partnership, SafePlace may be subject to other liabilities, should the partnership's assets become insufficient to meet obligations.

TRAVIS COUNTY DOMESTIC VIOLENCE
AND SEXUAL ASSAULT SURVIVAL CENTER, D/B/A SAFEPLACE

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016 AND 2015

NOTE P - COMMITMENTS AND CONTINGENCIES - Continued

Other

In prior years, the Board of Directors approved the creation of an endowment fund to be maintained by the Foundation. The Board approved the transfer of \$100,000 to the endowment fund. Various restrictions are placed upon the use of these funds and the related earnings. However, it is the desire of the Board that, in the event of an emergency threatening the existence of SafePlace or any of its vital services, all or any part of the funds may be distributed to SafePlace to relieve the emergency. These funds are included with the permanently restricted contributions from donors in the SAFE Alliance Foundation's endowment fund. In 2014, the Board approved that SafePlace transfer an additional \$60,000 to the endowment fund. In 2016, the Board approved an additional \$2,007,189 transfer to the endowment fund from estate gift proceeds. These funds may also be retrieved in the event of financial emergency.

NOTE Q - CONCENTRATION OF RISK

SafePlace maintains cash deposits in financial institutions. These balances are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. Investments are insured by the Securities Investor Protection Corporation (SIPC) up to \$250,000 at December 31, 2016. At December 31, 2016, SafePlace had cash equivalents and investments of \$3,422,394 that exceeded FDIC and SIPC coverage. SafePlace reviews the financial position of the financial institutions on a regular basis and believes any credit risk is mitigated because the financial institutions are well collateralized.

Cash used for expenditures under the U.S. Department of Housing and Urban Development Grant is maintained in a separate account as required by the terms of the grant.

NOTE R - RELATED PARTY

On May 29, 2012, SAFE, a 501(c)(3) organization, was formed to serve as an umbrella or parent entity for ACS, SafePlace and SAFE Alliance Foundation, other related Austin nonprofit agencies, to enhance and improve services provided to victims/survivors. Effective January 1, 2013, SAFE provides certain shared services and centralized governance functions. Salaries and taxes for the personnel of member agencies are paid under the SAFE employer identification number. These costs and related benefits are allocated to member agencies who record these costs as a reimbursement to SAFE. Prior to July 10, 2015, SAFE was formerly know as LIFT Alliance. On July 10, 2015, the name of LIFT was changed to The SAFE Services Alliance (SAFE).

NOTE S - SUBSEQUENT EVENTS

SafePlace, ACS and SAFE merged effective January 1, 2017 as SAFE. SAFE changed its fiscal year from January 1 through December 31 to April 1 through March 31 effective April 1, 2017

SUPPLEMENTAL INFORMATION

TRAVIS COUNTY DOMESTIC VIOLENCE AND SEXUAL
ASSAULT SURVIVAL CENTER, D/B/A SAFEPLACE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2016

Federal Grantor/Pass-through Agency/Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Federal Expenditures
<u>U.S. Department of Housing and Urban Development</u>			
Direct Program			
Supportive Housing Program	14.267	N/A	\$ 354,165
Supportive Housing Program	14.267	N/A	239,137
Supportive Housing Program	14.267	N/A	41,075
Pass-through Program from			
Salvation Army - Passages Program	14.267	TX0042L6J031407	45,085
Salvation Army - Passages Program	14.267	TX0401L6J031500	14,763
ESG LifeWorks TDHCA			
Emergency Shelter Grants Program	14.231	42150002319	94,264
Emergency Shelter Grants Program	14.231	137614244	36,541
Texas Department of Housing and Community Affairs			
Emergency Shelter Grants Program	14.231	42160002565	1,049
Total U.S. Department of Housing & Urban Development			826,079
<u>U.S. Department of Health & Human Services</u>			
Direct Program -			
FVPSA - Safe and Nurturing Families	93.592	N/A	23,494
Pass-through Program from:			
Texas Health and Human Services Commission -			
Family Violence Prevention Services	93.667	529-15-0032-00044D	118,597
Family Violence Prevention Services	93.671	529-15-0032-00044D	53,958
Family Violence Prevention Services	93.667	529-15-0032-00044C	237,103
Family Violence Prevention Services	93.671	529-15-0032-00044C	99,756
Family Violence Prevention Services	93.671	529-15-0006-00025A	47,030
Family Violence Prevention Services	93.671	529-15-0006-00025B	15,387
Texas Center for the Judiciary			
Children's Justice Act Grant	93.643	CJA-16-06	49,956
Children's Justice Act Grant	93.643	CJA-17-05	9,653
Office of the Attorney General			
Injury Prevention: RPE Funds Health and Human Services - Sexual Assault Prevention and Crisis Services Funds	93.136	1558816	4,082
Total U.S. Department of Health & Human Services			\$ 659,016

TRAVIS COUNTY DOMESTIC VIOLENCE AND SEXUAL
ASSAULT SURVIVAL CENTER, D/B/A SAFEPLACE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS - CONTINUED
YEAR ENDED DECEMBER 31, 2016

Federal Grantor/Pass-through Agency/Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Federal Expenditures
<u>U.S. Department of Justice</u>			
Direct Program			
Education & Technical Assistance to End Violence			
Against Women with Disabilities	16.529	N/A	\$ 136,476
Justice For Families - PlanetSafe	16.021	N/A	134,129
Transitional Housing Grant Program	16.736	N/A	45,237
Transitional Housing Grant Program Continuation	16.736	N/A	37,995
Grants to Encourage Arrest	16.590	N/A	144,196
Consolidated Children & Youth Experiencing Domestic Violence & Engage Men & Boys as Allies	16.888	N/A	367,306
Pass-through Program From			
Office of the Governor, Criminal Justice Division			
Crime Victim Assistance (VOCA) - Sexual & Domestic Violence	16.575	VA-15-V30-14005-17	399,392
Total U.S. Department of Justice			1,264,731
<u>U.S. Department of Education</u>			
Pass-through Program From			
Region XIII Education Service Center			
Homeless Education Disaster Assistance Programs	84.196	N/A	3,590
Total U.S. Department of Education			3,590
<u>Department of Homeland Security</u>			
Direct Program			
Emergency Food and Shelter National Board Program	97.024	N/A	29,594
Total Department of Homeland Security			29,594
<u>U.S. Department of Agriculture</u>			
Pass-through Program from			
Texas Department of Agriculture			
Child & Adult Care Food Program - Child Care Center	10.558	03424	29,774
Total U.S. Department of Agriculture			29,774
Total Federal Expenditures			\$ 2,812,784

TRAVIS COUNTY DOMESTIC VIOLENCE AND SEXUAL
ASSAULT SURVIVAL CENTER, D/B/A SAFEPLACE
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2016

Note 1 - Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Travis County Domestic Violence & Sexual Assault Survival Center, d/b/a SafePlace, and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Note 2 - Revenue Recognition

Grant revenues from governmental agencies and other grantors are recognized when compliance with the various grant requirements is achieved. Usually this occurs at the time the expenditures are made and any grant matching requirements are met.

Total federal expenditures reported on the SEFA	\$ 2,812,784
Total state expenditures	747,622
Total Federal and State agencies grants and contracts reported on the statement of activities.	<u>\$ 3,560,406</u>



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

Travis County Domestic Violence & Sexual Assault Survival Center, d/b/a SafePlace

We have audited, 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, the financial statements of Travis County Domestic Violence & Sexual Assault Survival Center, d/b/a SafePlace (SafePlace), a non-profit organization, which comprise the statement of financial position as of December 31, 2016, and the related 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 June 28, 2017.

Internal Control Over Financial Reporting

Management of SafePlace, a non-profit organization, is responsible for establishing and maintaining effective internal control. In planning and performing our audit of the financial statements, we considered SafePlace'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 SafePlace's internal control. Accordingly, we do not express an opinion on the effectiveness of SafePlace'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 over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting 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 SafePlace's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Atchley & Associates, LLP

Austin, Texas

June 28, 2017



INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
FOR EACH MAJOR FEDERAL PROGRAM AND
REPORT ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH
UNIFORM GUIDANCE

Board of Directors

Travis County Domestic Violence & Sexual Assault Survival Center, d/b/a SafePlace

Report on Compliance for Each Major Federal Program

We have audited Travis County Domestic Violence & Sexual Assault Survival Center, d/b/a SafePlace's (SafePlace), a non-profit organization, compliance with the types of compliance requirements described in the U. S. *Office of Management and Budget (OMB) Compliance Supplement* that could have a direct and material effect on each of SafePlace's major federal programs for the year ended December 31, 2016. SafePlace's major federal programs are identified in the summary of auditors' results 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.

Auditors' Responsibility

Our responsibility is to express an opinion on the compliance for each of SafePlace'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 (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements of Federal Awards* (Uniform Guidance). Those standards and 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 SafePlace'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 on SafePlace's compliance.

Opinion on Each Major Federal Program

In our opinion SafePlace 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 December 31, 2016.

Report on Internal Control Over Compliance

Management of SafePlace 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 SafePlace's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program as a basis for designing auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of SafePlace'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 or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control 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.

Purpose of this Report

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.

Atehley & Associates, LLP

Austin, Texas
June 28, 2017

TRAVIS COUNTY DOMESTIC VIOLENCE AND SEXUAL ASSAULT
 SURVIVAL CENTER, D/B/A SAFEPLACE
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 YEAR ENDED DECEMBER 31, 2016

I. Summary of Auditors' Results

Financial Statements

Type of auditors' report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiency(ies) identified? _____ Yes X None
Reported

Noncompliance material to financial statements noted? _____ Yes X No

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiency(ies) identified? _____ Yes X None
Reported

Type of auditors' report issued on compliance for major federal programs: Unmodified

- Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? _____ Yes X No

Identification of major programs:

CFDA No.	Federal	Name of Federal Program
16.575	Federal	U.S. Department of Justice Crime Victim Assistance
93.667/	Federal	U.S. Department of Health & Human Services
93.671		Family Violence Prevention Services

TRAVIS COUNTY DOMESTIC VIOLENCE AND SEXUAL ASSAULT
SURVIVAL CENTER, D/B/A SAFEPLACE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS - Continued
YEAR ENDED DECEMBER 31, 2016

I. Summary of Auditors' Results - Continued

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

Auditee qualified as low-risk auditee? X Yes No

II. Financial Statement Findings

No matters were reported

III. Findings and Questioned Costs for Federal and State Awards

No matters were reported

TRAVIS COUNTY DOMESTIC VIOLENCE AND SEXUAL ASSAULT
SURVIVAL CENTER, D/B/A SAFEPLACE
SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2016

I. Findings - Financial Statement Audit

No matters were reported

II. Findings and Questioned Costs - Major Federal and State Award Programs Audit

No matters were reported