

**Jersey Battered Women's
Service, Inc.
d/b/a JBWS**

Financial Statements

December 31, 2021
(with summarized comparative totals for 2020)



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Jersey Battered Women's Service, Inc.

d/b/a JBWS

Table of Contents

December 31, 2021 and 2020

	<u>Page No.</u>
Independent Auditors' Report	1
 <u>Financial Statements:</u>	
Statement of Financial Position	5
Statement of Activities	6
Statement of Functional Expenses	7
Statement of Cash Flows	8
Notes to Financial Statements	9
 <u>Supplementary Information:</u>	
Schedule of Expenditures of Federal Awards	28
Schedule of Expenditures of State Awards	30
Notes to Schedules of Expenditures of Federal and State Awards	31
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 <i>Government Auditing Standards</i>	32
Independent Auditors' Report on Compliance for each Major Federal and State Program and on Internal Control Over Compliance in Accordance with the Uniform Guidance and New Jersey State Circular 15-08-OMB	34
Schedule of Findings and Questioned Costs	37
Summary Schedule of Prior Audit Findings	39
Auditors' Certification on Schedule of Receipts and Disbursements of IOLTA Funding	40
Schedule of Receipts and Disbursements of IOLTA Funding	41

Independent Auditors' Report

To the Board of Directors of
Jersey Battered Women's Service, Inc.
d/b/a JBWS

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Jersey Battered Women's Service, Inc., d/b/a JBWS, ("JBWS") (a nonprofit organization), which comprise the statement of financial position as of December 31, 2021, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of JBWS as of December 31, 2021, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Jersey Battered Women's Service, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

To the Board of Directors of
Jersey Battered Women's Service, Inc.
d/b/a JBWS

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of JBWS's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about JBWS's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Report on Summarized Comparative Information

We have previously audited JBWS's December 31, 2020 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated April 23, 2021. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2020 is consistent, in all material respects, with the audited financial statements from which it has been derived.

To the Board of Directors of
Jersey Battered Women's Service, Inc.
d/b/a JBWS

Other Matters

Report on Supplementary and Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying supplementary schedules of expenditures of federal and state awards, as required by 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 New Jersey State Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid*, and the schedule of receipts and disbursements of IOLTA funding, are presented for purposes of additional analysis and are not a required part of the financial statements.

The schedules of expenditures of federal and state awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such 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 schedules of expenditures of federal and state awards are fairly stated, in all material respects, in relation to the financial statements as a whole.

The schedule of receipts and disbursements of IOLTA funding is the responsibility of management. Such information was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information, except for the portion marked "unaudited", 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, that information is fairly stated in all material respects in relation to the financial statements as a whole. The information marked "unaudited" has not been subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated April 26, 2022 on our consideration of JBWS's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely 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 effectiveness of internal control over financial reporting or on compliance.

To the Board of Directors of
Jersey Battered Women's Service, Inc.
d/b/a JBWS

That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering JBWS's internal control over financial reporting and compliance.

Nisivoccia LLP
Mt. Arlington, New Jersey
April 26, 2022

Jersey Battered Women's Service, Inc.
d/b/a JBWS
Statement of Financial Position
December 31, 2021
(With Comparative Totals for 2020)

	2021			2020
	Without Donor Restrictions	With Donor Restrictions	Total	Total
<u>ASSETS</u>				
Current assets:				
Cash and cash equivalents	\$ 1,596,518	\$ 524,756	\$ 2,121,274	\$ 1,316,754
Investments	202,187		202,187	343,871
Accounts receivable	209,458		209,458	527,602
Contribution receivable		48,652	48,652	58,374
Pledges receivable, net	46,849	6,692	53,541	26,033
Prepaid expenses and other current assets	164,624		164,624	159,820
Total current assets	<u>2,219,636</u>	<u>580,100</u>	<u>2,799,736</u>	<u>2,432,454</u>
Property, plant and equipment, at cost:				
Land	245,216		245,216	245,216
Land improvements	223,252		223,252	223,252
Building and improvements	6,223,977		6,223,977	6,223,977
Furniture and fixtures	638,506		638,506	608,541
Equipment	931,201		931,201	897,289
Automobile	52,337		52,337	52,337
	8,314,489		8,314,489	8,250,612
Less: accumulated depreciation	<u>(5,679,708)</u>		<u>(5,679,708)</u>	<u>(5,430,105)</u>
Property, plant and equipment, net	<u>2,634,781</u>		<u>2,634,781</u>	<u>2,820,507</u>
Intangible assets, at cost				
	18,000		18,000	15,600
Less: accumulated amortization	<u>(8,040)</u>		<u>(8,040)</u>	<u>(4,680)</u>
Intangible assets, net	<u>9,960</u>		<u>9,960</u>	<u>10,920</u>
Noncurrent assets:				
Investments	2,407,983	5,597,247	8,005,230	6,910,784
Contribution receivable				48,652
Other assets	47,230		47,230	47,230
Total noncurrent assets	<u>2,455,213</u>	<u>5,597,247</u>	<u>8,052,460</u>	<u>7,006,666</u>
Total assets	<u>\$ 7,319,590</u>	<u>\$ 6,177,347</u>	<u>\$ 13,496,937</u>	<u>\$ 12,270,547</u>
<u>LIABILITIES AND NET ASSETS</u>				
Liabilities:				
Current liabilities:				
Accounts payable and accrued expenses	\$ 192,262		\$ 192,262	\$ 185,577
Deferred revenue	143,075		143,075	
Refundable advance				610,000
Other current liabilities	46,169		46,169	55,476
Total current liabilities	<u>381,506</u>		<u>381,506</u>	<u>851,053</u>
Net assets:				
Without donor restrictions	6,938,084		6,938,084	5,799,921
With donor restrictions		\$ 6,177,347	6,177,347	5,619,573
Total net assets	<u>6,938,084</u>	<u>6,177,347</u>	<u>13,115,431</u>	<u>11,419,494</u>
Total liabilities and net assets	<u>\$ 7,319,590</u>	<u>\$ 6,177,347</u>	<u>\$ 13,496,937</u>	<u>\$ 12,270,547</u>

See Accompanying Notes to Financial Statements

Jersey Battered Women's Service, Inc.
d/b/a JBWS
Statement of Activities
Year Ended December 31, 2021
(With Comparative Totals for 2020)

	2021		2020
	Without Donor Restrictions	With Donor Restrictions	Total
Public support, revenue and gains:			
Grants	\$ 2,792,842		\$ 2,792,842
Special events	895,055		895,055
Contributions	1,207,445	\$ 375,070	1,582,515
Fee for service	72,127		72,127
Forgiveness of refundable advance	615,849		615,849
Interest and investment income, net	253,527	650,427	903,954
	<u>5,836,845</u>	<u>1,025,497</u>	<u>6,862,342</u>
Satisfaction of donor restrictions	<u>467,723</u>	<u>(467,723)</u>	
Total public support, revenue and gains	<u>6,304,568</u>	<u>557,774</u>	<u>6,862,342</u>
Expenses:			
Program services:			
Arbour House	916,300		916,300
Center for Counseling & Advocacy	572,081		572,081
Jersey Center for Non-Violence	334,026		334,026
Children's Program	500,649		500,649
Family Justice Center	413,836		413,836
Simon House	480,005		480,005
Community Relations	261,154		261,154
Community Housing & Assistance	398,341		398,341
Total program services	<u>3,876,392</u>		<u>3,876,392</u>
Supporting Services:			
Administration	612,270		612,270
Fundraising	412,308		412,308
Costs of special events	249,353		249,353
Total supporting services	<u>1,273,931</u>		<u>1,273,931</u>
Total expenses before loss on disposal of capital assets	<u>5,150,323</u>		<u>5,150,323</u>
Loss on disposal of capital assets	<u>16,082</u>		<u>16,082</u>
Total expenses and losses	<u>5,166,405</u>		<u>5,166,405</u>
Change in net assets	1,138,163	557,774	1,695,937
Net assets, beginning of year	<u>5,799,921</u>	<u>5,619,573</u>	<u>11,419,494</u>
Net assets, end of year	<u>\$ 6,938,084</u>	<u>\$ 6,177,347</u>	<u>\$ 13,115,431</u>

See Accompanying Notes to Financial Statements

Jersey Battered Women's Service, Inc.
d/b/a JBWS
Statement of Functional Expenses
Year Ended December 31, 2021
(With Comparative Totals for 2020)

	Program Services								Support Services			2021 Total Expenses	2020 Total Expenses
	Arbour House	Center for Counseling & Advocacy	Jersey Center for Non-Violence	Children's Program	Family Justice Center	Simon House	Community Relations	Community Housing & Assistance	Total	Admini- stration	Costs of Special Events and Fundraising		
Expenses:													
Salaries	\$ 547,787	\$ 404,884	\$ 220,246	\$ 266,505	\$ 239,994	\$ 201,158	\$ 185,202	\$ 111,572	\$ 2,177,348	\$ 359,350	\$ 279,136	\$ 2,815,834	\$ 2,985,420
Employee benefits	70,851	46,086	28,146	32,066	41,737	21,133	18,864	26,086	284,969	40,158	43,623	368,750	361,236
Payroll taxes	<u>42,583</u>	<u>30,676</u>	<u>16,555</u>	<u>21,097</u>	<u>18,411</u>	<u>15,526</u>	<u>14,387</u>	<u>8,282</u>	<u>167,517</u>	<u>27,567</u>	<u>21,533</u>	<u>216,617</u>	<u>232,355</u>
Total personnel services	661,221	481,646	264,947	319,668	300,142	237,817	218,453	145,940	2,629,834	427,075	344,292	3,401,201	3,579,011
Professional fees	12,670	16,762	10,565	91,485	10,126	11,641	5,188	2,515	160,952	67,393	5,303	233,648	196,093
Materials and supplies	1,998	261	1,069	1,204	1,591	1,938	1,814	143	10,018	4,894	2,687	17,599	26,190
Telephone	4,826	9,695	3,401	2,480	7,028	3,385	1,366	2,030	34,211	2,961	1,728	38,900	35,035
Postage	560	290	334	206	354	299	136	80	2,259	1,508	3,365	7,132	6,747
Occupancy	125,345	11,402	29,638	25,846	60,656	98,819	7,046	2,837	361,589	18,174	7,700	387,463	369,976
Equipment rental	15,935	12,100	6,581	8,509	12,196	12,340	5,548	4,044	77,253	11,637	15,551	104,441	90,800
Printing		42			346		1,171	400	1,959	1,816	4,827	8,602	9,345
Travel	776	1,962							2,738	566	327	3,631	4,445
Conferences		165		140	890		397		1,592	14,167	45	15,804	15,040
Assistance to individuals	496	299		9,244		12,010	100	231,423	253,572			253,572	332,174
Membership dues	705	1,103	1,043	77	1,398	3,184	1,710	30	9,250	4,966	424	14,640	15,841
Insurance	20,045	9,865	4,183	8,759	5,423	15,075	4,726	2,111	70,187	12,327	5,352	87,866	86,012
Other	<u>5,945</u>	<u>3,029</u>	<u>3,355</u>	<u>3,047</u>	<u>1,783</u>	<u>1,513</u>	<u>2,120</u>	<u>978</u>	<u>21,770</u>	<u>4,218</u>	<u>7,508</u>	<u>33,496</u>	<u>22,047</u>
	850,522	548,621	325,116	470,665	401,933	398,021	249,775	392,531	3,637,184	571,702	399,109	4,607,995	4,788,756
Costs of special events											249,353	249,353	145,723
Depreciation and amortization	<u>65,778</u>	<u>23,460</u>	<u>8,910</u>	<u>29,984</u>	<u>11,903</u>	<u>81,984</u>	<u>11,379</u>	<u>5,810</u>	<u>239,208</u>	<u>40,568</u>	<u>13,199</u>	<u>292,975</u>	<u>286,274</u>
Total expenses	<u>\$ 916,300</u>	<u>\$ 572,081</u>	<u>\$ 334,026</u>	<u>\$ 500,649</u>	<u>\$ 413,836</u>	<u>\$ 480,005</u>	<u>\$ 261,154</u>	<u>\$ 398,341</u>	<u>\$ 3,876,392</u>	<u>\$ 612,270</u>	<u>\$ 661,661</u>	<u>\$ 5,150,323</u>	<u>\$ 5,220,753</u>

See Accompanying Notes to Financial Statements

Jersey Battered Women's Service, Inc.
d/b/a JBWS
Statement of Cash Flows
Years Ended December 31, 2021 and 2020

	2021	2020
Cash flows from operating activities:		
Change in net assets	\$ 1,695,937	\$ 736,340
Adjustments to reconcile change in net assets to net cash provided by operations:		
Depreciation and amortization	292,975	286,274
Loss on disposal of capital assets	16,082	5,239
Realized net (gain) loss on investments	(367,701)	68,714
Unrealized gain on investments	(391,066)	(774,466)
Interest and dividends reinvested	(144,211)	(99,218)
Change in allowance for uncollectible pledges receivable	2,592	(8,400)
Unamortized discount on pledges receivable		(4,105)
Contribution receivable	58,374	58,374
Forgiveness of refundable advance	(610,000)	
Changes in operating assets and liabilities:		
Accounts receivable	318,144	(264,375)
Pledges receivable	(30,100)	69,669
Prepaid expenses and other current assets	(4,804)	(25,464)
Accounts payable and accrued expenses	6,685	(25,976)
Deferred revenue	143,075	(5,000)
Refundable advance		610,000
Other current liabilities	(9,307)	(2,963)
Net cash provided by operating activities	<u>976,675</u>	<u>624,643</u>
Cash flows from investing activities:		
Purchase of capital assets	(119,971)	(147,807)
Purchase of intangible assets	(2,400)	
Proceeds from sale and maturity of investments	604,187	663,884
Purchase of investments	(653,971)	(771,250)
Net cash used in investing activities	<u>(172,155)</u>	<u>(255,173)</u>
Net increase in cash and cash equivalents	804,520	369,470
Cash and cash equivalents, beginning of year	<u>1,316,754</u>	<u>947,284</u>
Cash and cash equivalents, end of year	<u>\$ 2,121,274</u>	<u>\$ 1,316,754</u>
Supplemental disclosure of noncash activities:		
Unrealized gain on investments	<u>\$ 391,066</u>	<u>\$ 774,466</u>
In-kind contribution	<u>\$ 58,374</u>	<u>\$ 58,374</u>
Forgiveness of refundable advance - interest expense	<u>\$ 5,849</u>	<u>\$ -</u>

See Accompanying Notes to Financial Statements

Jersey Battered Women’s Service, Inc.
d/b/a JBWS
Notes to Financial Statements
Years Ended December 31, 2021 and 2020

1. Significant Accounting Policies

Nature of the Business

The Jersey Battered Women’s Service, Inc., d/b/a JBWS, (“JBWS”) is a private, non-profit agency providing safety, support and solutions to families subjected to domestic violence in Morris County, New Jersey. The programs provided by JBWS include Arbour House, an emergency shelter for abuse victims and their children, Simon House, a transitional living resource center which aims to bridge the gap between emergency shelter and permanent housing, a 24-hour helpline, a crisis intervention program, individual and group counseling, a children’s program, community and professional education programs, a legal advocacy program, and Jersey Center for Non-Violence, which is designed to provide counseling for abusive men. The Morris Family Justice Center is a coordinated effort among agencies, including county government, law enforcement, social service, and the court, to provide services to victims of domestic violence. The Community Housing and Assistance program helps to obtain housing for victims and their families.

Method of Accounting

The accounting records are maintained on the accrual method of accounting and conform to accounting principles generally accepted in the United States of America. To ensure observance of limitations and restrictions placed on the use of resources available, the accounts are maintained internally by JBWS in accordance with the principles of fund accounting.

Basis of Presentation

JBWS prepares its financial statements in accordance with Financial Accounting Standards Board (“FASB”) Accounting Standards Codification (“ASC”), *Accounting for Contributions Received and Made*, and FASB ASC, *Financial Statements of Not-for-Profit Entities*. FASB ASC, *Presentation of Financial Statements of Not-for-Profit Entities* establishes standards for external financial reporting by not-for-profit organizations and requires that resources be classified for accounting and reporting purposes into two net asset categories: net assets with donor restrictions and net assets without donor restrictions. Contributions that are restricted by the donor are reported as increases in net assets without donor restriction if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions. In addition, the standard requires the presentation of qualitative information on how JBWS manages its liquid available resources and liquidity risks. Quantitative information that communicates the availability of a nonprofit's financial assets at the statement of financial position date to meet cash needs for general expenditures within one year is required to be presented on the face of the financial statement and/or in the notes to the financial statements. FASB ASC, *Accounting for Contributions Received and Made* requires that unconditional promises to give be recorded as receivables and revenue and requires the organization to distinguish between contributions received for each net asset category in accordance with donor-imposed restrictions. Accordingly, net assets of JBWS and changes therein are classified and reported as follows:

Jersey Battered Women’s Service, Inc.
d/b/a JBWS
Notes to Financial Statements
Years Ended December 31, 2021 and 2020

Net assets without donor restrictions are resources representing the portion of expendable funds available for support of JBWS’s programs and general operations. These resources are not subject to donor-imposed stipulations.

Net assets with donor restrictions include net assets subject to donor-imposed stipulations that may or will be met, either by actions of JBWS and/or the passage of time. Other donor-imposed restrictions are perpetual in nature, whereby the donor stipulates that the resources be maintained in perpetuity, and includes the income earned on these net assets with donor restrictions, other than income appropriated under JBWS’s spending policy. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Revenue and Support Recognition

Revenue is measured based on consideration specified in a contract with a customer. This occurs with the transfer of control of the sale at a specific point in time. JBWS recognizes fee for service revenue when the services are provided. JBWS records special events revenue equal to the fair value of direct benefits to donors and for the excess over event cost received when the event takes place. There are no multi-year contracts and performance obligations are typically satisfied within one year or less.

JBWS recognizes contributions and pledges when cash, securities or other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give, that is, those with a measurable performance or other barrier, and a right of return, are not recognized until the conditions on which they depend have been substantially met.

A portion of JBWS’s revenue is derived from cost-reimbursable federal and state contracts and grants, which are conditioned upon certain performance requirements and/ or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when JBWS has incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as deferred revenue in the statement of financial position. At December 31, 2021 and 2020, deferred revenue amounted to \$143,075 and \$0, respectively.

Disaggregation of Revenue

In the following table, revenue is disaggregated by timing of satisfaction of performance obligations for the years ended December 31:

	<u>2021</u>	<u>2020</u>
Performance obligations satisfied at a point in time	<u>\$ 548,425</u>	<u>\$ 276,758</u>

Revenue from performance obligations satisfied at a point in time consists of fee for service revenue and JBWS’s fundraising efforts.

Accounts, Pledges, and Contributions Receivable and Allowances for Uncollectible Accounts

Accounts, pledges, and contributions receivable are stated at the amounts management expects to collect from outstanding balances. Management provides for probable uncollectible amounts through a charge to expense and a credit to a valuation allowance based on its assessment of the current status of individual accounts. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance and a credit to receivables. There was no allowance for uncollectible accounts receivable and contributions receivable as of December 31, 2021 and 2020, as management deemed all accounts and contributions receivable to be collectible as of the date of the financial statements. Management has established an allowance for uncollectible pledges receivable in the amount of \$6,692 and \$4,100 as of December 31, 2021 and 2020, respectively.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts of assets and liabilities, revenues and expenses and changes therein, and disclosures of contingent assets and contingent liabilities and accompanying notes. It is reasonably possible that JBWS’s estimates may change in the near term.

Summarized Prior Year Information

The financial statements include summarized comparative information from the prior year, which is not presented by net asset class and does not include sufficient detail to conform with U.S. generally accepted accounting principles. This information should be read in conjunction with JBWS’s financial statements for the year ended December 31, 2020, from which the comparative information was derived.

Income Taxes

JBWS is exempt from federal income taxes under the provision of Section 501(c)(3) of the Internal Revenue Code, and is also exempt from state income taxes under Chapter 104 of Title 54, Revised Statutes of the New Jersey Law. JBWS has also been classified as entities that are not private foundations within the meaning of Section 509(a) and qualify for deductible contributions as provided in Section 170(b)(1)(A)(vi). Accordingly, no provision for federal or state income tax has been presented in the accompanying financial statements.

JBWS follows the provisions of FASB ASC, *Income Taxes*. The standard prescribes a minimum recognition threshold and measurement methodology that a tax position taken or expected to be taken in a tax return is required to meet before being recognized in the financial statements. It also provides guidance for derecognition, classification, interest and penalties, accounting in interim periods, disclosure, and transition as they relate to those tax positions.

Jersey Battered Women’s Service, Inc.
d/b/a JBWS
Notes to Financial Statements
Years Ended December 31, 2021 and 2020

JBWS does not expect a significant increase or decrease to the total amounts of unrecognized tax positions during the year ended December 31, 2021 and 2020. However, JBWS is subject to audit by tax authorities including a review of its nonprofit status which management believes its nonprofit status would be upheld upon examination. JBWS believes that it has appropriate support for the positions taken on its tax returns. Nonetheless, the amounts ultimately paid, if any, upon resolution of the issues raised by the taxing authorities may differ materially from the amounts accrued for each year. JBWS does not have a tax liability accrued for as of December 31, 2021 and 2020.

As required by law, JBWS files informational returns with both the United States federal and State of New Jersey jurisdictions on an annual basis - Form 990 with the Internal Revenue Service, and Form CRI-300R with the State. JBWS is subject to examinations at any time within certain statutorily defined periods for federal and for the State of New Jersey.

Cash and Cash Equivalents

Cash and cash equivalents include all items which are highly liquid and have original maturities of three months or less. Cash and cash equivalents amounted to \$2,121,274 and \$1,316,754 at December 31, 2021 and 2020, respectively, of which cash equivalents of \$524,756 and \$164,291, respectively, are components of the donor restricted net assets.

Gift Certificates

Various vendors donate gift certificates to JBWS which are then distributed to clients, and former clients in need of food, clothing, etc. These certificates amounted to \$28,355 as of December 31, 2021 and 2020, and are recorded in the statement of financial position as other current assets.

Unemployment Trust Fund

JBWS is a member of Unemployment Services Trust (“UST”), a member-owned grantor trust designed to allow 501(c)(3) organizations to administer their own unemployment claims. JBWS uses UST as its unemployment claims monitor. JBWS pays contributions into a fund with UST to provide for unemployment claims. Amounts not used for unemployment claims or fees remains as a reserve balance. UST’s investment policy is such that assets of the fund are invested conservatively in order to preserve the members’ capital. Investment results are redistributed to members’ accounts to help offset members’ expenses. JBWS had a reserve balance in the amount of \$115,662 and \$98,218, at December 31, 2021 and 2020, respectively, which is included in the statement of financial position as a component of prepaid expenses and other current assets.

Property, Plant and Equipment

Donations of property, plant and equipment are recorded as support at their estimated fair value on the date of the gift. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose.

Jersey Battered Women’s Service, Inc.
d/b/a JBWS
Notes to Financial Statements
Years Ended December 31, 2021 and 2020

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, JBWS reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. JBWS reclassifies restricted net assets to net assets without donor restrictions at that time.

Property and equipment are depreciated using the straight-line method. Expenditures for maintenance, repairs, and renewals of minor items are charged to earnings as incurred. Major renewals and improvements are capitalized.

In accordance with FASB ASC, *Accounting for the Impairment or Disposal of Long-Lived Assets*, JBWS periodically evaluates property for impairment, relying on a number of factors including operating results, and future business plans. Recoverability of property is evaluated by a comparison of the carrying amount of an asset or asset group to estimated future recoverability of the carrying amount of the asset or asset group. If these comparisons indicate that an asset is not recoverable, the impairment loss recognized is the amount by which the carrying amount of the asset exceeds the estimated fair value.

Depreciation is computed on a straight-line basis over the estimated useful lives of the related assets as follows:

Land improvements	15 years
Building and improvements	35 years
Equipment	5 years
Furniture and fixtures	7 years
Automobile	5 years

Total depreciation expense was \$289,615 and \$283,154 for the years ended December 31, 2021 and 2020, respectively.

Intangible Assets

In accordance with FASB ASC, *Intangibles – Goodwill and Other*, website costs incurred during the application and infrastructure development stage are capitalized. Costs incurred during the planning stage and operation stage are expensed as incurred. Amortization is computed on a straight-line basis over the estimated useful life of the related asset as follows:

Website	5 years
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Total amortization expense was \$3,360 and \$3,120 for the years ended December 31, 2021 and 2020, respectively.

Investments

JBWS follows FASB ASC, *Accounting for Certain Investments Held by Not-for-Profit Organizations*. In accordance with this accounting standard, investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets. Investment income or loss (including interest, dividends and realized gains and losses on the sale of investments) are included in the statement of activities as increases or decreases of net assets without donor restrictions unless the income or loss is restricted by the donor or law. Investment income and gains restricted by a donor are reported as increases in net assets without donor restrictions if the restrictions are met (either by the passage of time or by use) in the reporting period in which the income and gains are recognized. Fair market value, at acquisition or contribution, as well as at subsequent dates, is determined based on quoted market prices as provided by the investment advisors.

Fair Value of Financial Instruments

In accordance with FASB ASC, *Fair Value Measurements and Disclosures*, fair value is defined as a market-based measurement, not an entity-specific measurement. The objective of a fair value measurement is to estimate the price at which an orderly transaction to sell the asset or to transfer the liability would take place between market participants at the measurement date under current market conditions (that is, an exit price at the measurement date from the perspective of a market participant that holds the asset or owes the liability). A fair value measurement assumes that the transaction to sell the asset or transfer the liability either occurs in the principal market (or in its absence, the most advantageous market) for the asset or liability.

The Fair Value Measurements Topic of the FASB ASC establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The measurement of fair value focuses on the price that would be received to sell the asset or paid to transfer the liability regardless of whether an observable liquid market price existed (an exit price). An exit price valuation will include margins for risk even if they are not observable.

As JBWS is released from risk, the margins for risk will also be released through net realized capital gains (losses) in net income. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under FASB ASC 820 are described below:

Level 1: Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that JBWS has the ability to access.

Level 2: Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;

Jersey Battered Women's Service, Inc.
d/b/a JBWS
Notes to Financial Statements
Years Ended December 31, 2021 and 2020

- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3: Inputs to the valuation methodology are unobservable and significant to the fair value measurement. Level 3 assets and liabilities measured at fair value are based on one or more of three valuation techniques:

- Market approach - Prices and other relevant information generated by market transactions involving identical or comparable assets or liabilities;
- Cost approach - Amount that would be required to replace the service capacity of an asset (i.e., replacement cost);
- Income approach - Techniques that convert future amounts to a single present amount based on market expectations (including present value techniques, option-pricing models, and lattice models).

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. For some assets and liabilities, observable market transactions or market information may be available. For other assets and liabilities, observable market transactions and market information might not be available. When a price for an identical asset or liability is not observable, a reporting entity measures fair value using another valuation technique that maximizes the use of relevant observable inputs and minimizes the use of unobservable inputs. Because fair value is a market-based measurement, it is measured using the assumptions that market participants would use when pricing the asset or liability, including assumptions about risk. As a result, a reporting entity's intention to hold an asset or settle or otherwise fulfill a liability is not relevant when measuring fair value.

The following is a description of the valuation methodologies used for assets and liabilities measured at fair value. There have been no changes in the methodologies used at December 31, 2021 and 2020.

Cash and cash equivalents, accounts receivable, contribution receivable, pledges receivable, other assets, accounts payable and accrued expenses and other liabilities: The carrying amounts approximate fair value because of the short term maturity of these instruments.

Certificates of deposit: The carrying amounts are stated at fair value by discounting the related cash flows based on current yields of similar instruments with comparable durations considering the credit-worthiness of the issuer.

U.S. government securities: The carrying amounts are valued at the closing price reported on the active market on which the individual securities are traded.

Jersey Battered Women's Service, Inc.
d/b/a JBWS
Notes to Financial Statements
Years Ended December 31, 2021 and 2020

Common stocks: The carrying amounts are valued at the closing price reported in the active market in which the individual securities are traded.

Mutual funds: The carrying amounts are stated at the net asset value (NAV) of shares held by JBWS at year end.

Corporate bonds: Certain corporate bonds are valued at the closing price reported in the active market in which the bond is traded.

Fund of funds: The carrying amounts are stated at the NAV, as determined by the fund manager, of shares held by JBWS at year end.

Refundable advance: The Paycheck Protection Program advance, a government grant which may be forgiven or converted to a loan at a future point in time and, upon which imputed interest does not apply, is carried at cost. However, in 2021 JBWS received full forgiveness of the Paycheck Protection Program advance and, therefore, JBWS has determined it approximates fair value.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while JBWS believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

JBWS invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and such changes could materially affect JBWS's investments and the amounts reported in the statement of financial position and the statement of activities.

Management reviews financial instruments for other than temporary decline in accordance with the requirements of fair value measurements. JBWS's investments in mutual funds are comprised primarily of investments in exchange-traded debt and equity securities. Within the fund balance certain individual investments may have fair values measured below cost. The severity of any impairment and the duration of any impairment correlate with current market conditions. Based upon the near-term prospects of the issuer of any of those securities in relation to the severity and duration of the impairment, and based upon JBWS's ability and intent to hold those investments for a reasonable period of time sufficient for a forecasted recovery of fair value, JBWS does not consider those investments to be other-than-temporarily impaired at December 31, 2021 or 2020.

Volunteer Services

A substantial number of unpaid volunteers have made significant contributions of their time to develop and supplement JBWS’s programs. The value of this contributed time is not reflected in the financial statements since it does not meet the criteria for recognition under U.S. generally accepted accounting principles.

Fundraising

Fundraising includes the direct costs of special events and the allocation of employees’ salaries, when applicable, and other costs involved in fundraising and special events based on methods considered by management to be reasonable.

Functional Allocation of Expenses

The costs of program and supporting service activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses presents the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among program and supporting services receiving a benefit. The financial statements may report certain categories of expense that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied.

Expenses are charged to each program based on direct expenditures incurred. Any program expenditures not directly chargeable are allocated based on estimates made by management. Program expenses are those related to the operations of the various programs offered by JBWS. The expenses that are allocated include occupancy and depreciation which are allocated based on a square footage basis, as well as salaries and wages, benefits, and payroll taxes which are allocated based on time and effort, and professional fees, materials and supplies, telephone, postage, equipment rental and insurance which are allocated based on head count. Administration expenses relate to the administrative expenses incurred to operate those programs and are allocated based on estimates of time and effort considered by management to be reasonable. Costs of special events and fundraising relate to direct costs of special events as well as the allocation of employee’s salaries, when applicable, and other costs involved in fundraising and special events.

New Pronouncements

In February 2016, the FASB issued ASU 2016-02, *Leases*. ASU 2016-02 requires all lessees to record a lease liability at lease inception, with a corresponding right of use asset, except for short-term leases. The new standard requires lessors to account for leases using an approach that is substantially equivalent to existing guidance. ASU 2016-02 is effective for fiscal years beginning after December 15, 2021, with early adoption permitted, and accordingly will be effective for JBWS for its year ending December 31, 2022. JBWS does not expect any material impact on its financial statements.

Jersey Battered Women’s Service, Inc.
d/b/a JBWS
Notes to Financial Statements
Years Ended December 31, 2021 and 2020

In September 2020, the FASB issued ASU 2020-07, *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets* (Topic 958), which is effective for fiscal years beginning after June 15, 2021, with early adoption permitted. The FASB ASU requires nonprofits to present contributed nonfinancial assets as a separate line item in the statement of activities apart from contributions of cash or other financial assets along with expanded disclosure requirements. The FASB issued the update in an effort to improve transparency in reporting nonprofit gifts-in-kind. JBWS does not expect any material impact on its financial statements.

Subsequent Events

Management has reviewed subsequent events and transactions that occurred after December 31, 2021 through the date of the independent auditors’ report and the date the financial statements were available to be issued, April 26, 2022. The financial statements include all events or transactions, including estimates, required to be recognized in accordance with generally accepted accounting principles. Management has determined that there are no nonrecognized subsequent events that require additional disclosure.

2. Concentration of Credit Risk

JBWS deposits its cash in accounts with major banking institutions. At times, such amounts may be in excess of federal insurance limits. Management believes that JBWS has no significant risk of loss on these accounts due to the failure of the institutions.

Concentration of credit risk associated with investments is considered low due to the credit quality of the financial institutions holding these investments. Also, credit risk associated with accounts receivable is limited due to the amounts being from large organizations and government agencies.

3. Liquidity and Availability

	<u>2021</u>	<u>2020</u>
Cash and cash equivalents	\$ 2,121,274	\$ 1,316,754
Accounts receivable	209,458	527,602
Pledges receivable	53,541	26,033
Investments	<u>8,207,417</u>	<u>7,254,655</u>
Total Financial Assets	10,591,690	9,125,044
Less:		
Donor-imposed restrictions:		
Restricted funds	(291,594)	(93,704)
Endowments	<u>(5,821,765)</u>	<u>(5,515,365)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 4,478,330</u>	<u>\$ 3,515,975</u>

Jersey Battered Women's Service, Inc.
d/b/a JBWS
Notes to Financial Statements
Years Ended December 31, 2021 and 2020

JBWS receives significant contributions and promises to give restricted by donors, and considers contributions restricted by programs which are ongoing, major, and central to its annual operations to be available to meet cash needs for general expenditures. In addition to these available financial assets, a significant portion of JBWS's annual expenditures will be funded by current year operating revenues including grant, contributions, special events and fee for services income. As part of JBWS's liquidity management, it invests cash in excess of daily requirements in short-term investments. To help manage unanticipated liquidity needs, JBWS has a committed line of credit in the amount of \$500,000 which it could draw upon.

Additionally, JBWS has \$3,587,200 and \$3,149,187 at December 31, 2021 and 2020, respectively, in accumulated earnings from endowments other than amounts appropriated for general expenditure which could be made available upon board approval.

4. Investments - donor designated endowments (SPMIFA state)

JBWS's endowment is comprised of stocks and bonds established for a variety of purposes. Its endowment is made up of donor-restricted funds. As required by generally accepted accounting principles, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

The Board of Directors of JBWS has consistently interpreted the State Prudent Management of Institutional Funds Act (SPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, JBWS classifies as net assets with donor restrictions (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund.

Accumulated earnings of the donor-restricted endowment fund is classified as net assets with donor restrictions until those amounts are appropriated for expenditure by JBWS in a manner consistent with the standard of prudence prescribed by SPMIFA.

In accordance with SPMIFA, JBWS considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds: (1) the duration and preservation of the various funds, (2) the purposes of the donor-restricted endowment funds, (3) general economic conditions, (4) the possible effect of inflation and deflation, (5) the expected total return from income and the appreciation of investments, (6) other resources of JBWS, and (7) JBWS's investment policies.

Investment Return Objectives, Risk Parameters and Strategies. JBWS has adopted investment and spending policies, approved by the Board of Directors, for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment funds while also maintaining the purchasing power of those endowment assets over the long-term.

Jersey Battered Women’s Service, Inc.
d/b/a JBWS
Notes to Financial Statements
Years Ended December 31, 2021 and 2020

Accordingly, the investment process seeks to increase the inflation adjusted asset value of the principal capital and the purchasing power of the income while maintaining a moderate risk profile. Diversification of assets is used to manage the risk profile, utilizing strategic asset allocation guidelines.

Spending Policy. JBWS does not schedule specific distributions from the endowment portfolio, but allows periodic withdrawals, with adequate notice, to be taken as the need arises. The investment strategy plans for these periodic withdrawals of earned income from the portfolio.

Endowment net asset composition by type of fund as of December 31, 2021 and 2020 is as follows:

	<u>2021</u>	<u>2020</u>
Donor-restricted endowment funds	<u>\$ 5,821,765</u>	<u>\$ 5,515,365</u>

Changes in endowment net assets for the years ended of December 31, 2021 and 2020 are as follows:

	<u>2021</u>	<u>2020</u>
Endowment net assets:		
Beginning of year	\$ 5,515,365	\$ 5,161,802
Net appreciation	518,813	553,484
Board authorized distributions of appropriated earnings	<u>(212,413)</u>	<u>(199,921)</u>
End of year	<u>\$ 5,821,765</u>	<u>\$ 5,515,365</u>

Jersey Battered Women’s Service, Inc.
d/b/a JBWS
Notes to Financial Statements
Years Ended December 31, 2021 and 2020

5. Investments

The following financial instruments are carried at fair value in JBWS’s financial statements. These fair value disclosures include information regarding the valuation of JBWS’s investments:

	December 31, 2021		
	Cost	Fair Value (Level 1)	Fair Value (Level 2)
Equity securities (by industry):			
Basic materials	\$ 90,259	\$ 133,210	
Consumer goods	323,481	560,330	
Financial	137,896	288,143	
Health care	312,400	518,058	
Industrial goods	147,030	223,320	
Energy	38,107	61,117	
Telecom services	18,009	35,538	
Real Estate	42,446	70,310	
Technology	249,398	871,898	
Total equity securities (by industry)	<u>1,359,026</u>	<u>2,761,924</u>	
Fixed income securities:			
Corporate bonds and notes	1,257,185		\$ 1,270,300
Marketable certificates of deposit	89,520	90,671	
US government and its agencies	186,429	188,528	
Total fixed income securities	<u>1,533,134</u>	<u>279,199</u>	<u>1,270,300</u>
Mutual funds:			
U.S. small cap	194,991	334,828	
U.S. mid cap	48,478	102,369	
U.S. large cap	47,095	70,119	
Commodity	1,204	1,645	
Bond fund	365,765	362,569	
Bank Loan	2,623	2,645	
International fund	548,459	647,410	
Total mutual funds	<u>1,208,615</u>	<u>1,521,585</u>	
Other investments:			
Fund of funds	2,342,211	2,374,409	
Total investments	<u>\$ 6,442,986</u>	<u>\$ 6,937,117</u>	<u>\$ 1,270,300</u>

Jersey Battered Women’s Service, Inc.
d/b/a JBWS
Notes to Financial Statements
Years Ended December 31, 2021 and 2020

	December 31, 2020		
	Cost	Fair Value (Level 1)	Fair Value (Level 2)
Equity securities (by industry):			
Basic materials	\$ 90,259	\$ 119,330	
Consumer goods	335,178	474,672	
Financial	182,818	276,014	
Health care	279,579	411,872	
Industrial goods	147,030	192,947	
Energy	8,357	16,504	
Telecom services	67,962	147,975	
Real Estate	42,446	53,987	
Technology	191,580	619,519	
Total equity securities (by industry)	<u>1,345,209</u>	<u>2,312,820</u>	
Fixed income securities:			
Corporate bonds and notes	1,166,902		\$ 1,224,154
Marketable certificates of deposit	119,805	123,586	
US government and its agencies	240,704	255,815	
Total fixed income securities	<u>1,527,411</u>	<u>379,401</u>	<u>1,224,154</u>
Mutual funds:			
U.S. small cap	193,802	271,713	
U.S. mid cap	70,423	113,425	
U.S. large cap	71,278	105,714	
Commodity	1,204	1,716	
Bond fund	151,423	151,749	
International fund	347,641	447,870	
Total mutual funds	<u>835,771</u>	<u>1,092,187</u>	
Other investments:			
Fund of funds	2,151,239	2,246,093	
Total investments	<u>\$ 5,859,630</u>	<u>\$ 6,030,501</u>	<u>\$ 1,224,154</u>

The investment in common stocks are in U.S. based companies in several industries. No one investment in a company’s common stock exceeded 5% of total fair value of investments.

Financial assets valued using level 1 inputs are based on unadjusted quoted market prices within active markets. Financial assets valued using level 2 inputs are based primarily on quoted prices for similar assets in active or inactive markets. All financial assets of JBWS have been valued using level 1 and level 2 inputs for the years ended December 31, 2021 and 2020.

Jersey Battered Women’s Service, Inc.
d/b/a JBWS
Notes to Financial Statements
Years Ended December 31, 2021 and 2020

Investment activity for the years ending December 31, 2021 and 2020 is as follows:

	<u>2021</u>	<u>2020</u>
Fair value, beginning of year	\$ 7,254,655	\$ 6,342,319
Investment activity:		
Interest and dividends, reinvested	144,211	99,218
Purchases	653,971	771,250
Sales	(604,187)	(663,884)
Realized net gain (loss) on sales	367,701	(68,714)
Unrealized gain	<u>391,066</u>	<u>774,466</u>
Fair value, end of year	<u>\$ 8,207,417</u>	<u>\$ 7,254,655</u>

Investment return is summarized as follows as of December 31, 2021 and 2020 is as follows:

	<u>2021</u>	<u>2020</u>
Interest and dividend income reinvested	\$ 144,211	\$ 99,218
Net realized gain (loss)	367,701	(68,714)
Net unrealized gain	<u>391,066</u>	<u>774,466</u>
	<u>\$ 902,978</u>	<u>\$ 804,970</u>

6. Pledges Receivable

Pledges which represent conditional promises to give at December 31, 2021 and 2020 are as follows:

	<u>2021</u>	<u>2020</u>
Pledges expected to be collected in:		
Less than one year	\$ 60,233	\$ 30,133
One to five years	<u>-</u>	<u>-</u>
	60,233	30,133
Less: Unamortized discounts to net present value	-	-
Allowance for uncollectible pledges	<u>6,692</u>	<u>4,100</u>
Net unconditional pledges receivable	<u>\$ 53,541</u>	<u>\$ 26,033</u>

Unconditional promises to give are primarily from individuals located in the New Jersey metropolitan area and are reflected at present value of estimated cash flows using a discount rate of 3.25%.

7. In-Kind Contribution from the County of Morris

In November 2015, JBWS entered into a lease agreement with the County of Morris to provide office space for the purpose of providing various services to victims of domestic violence.

Jersey Battered Women’s Service, Inc.
d/b/a JBWS
Notes to Financial Statements
Years Ended December 31, 2021 and 2020

The terms of the lease agreement provide JBWS with free use of the facilities for a period of five years, set to mature October 2020. During 2018, this lease was extended an additional two years until October 2022. The value recorded by JBWS for office space is based on the actual market rent for similar office space and is reflected as a contribution receivable recorded at present value which approximates future value.

Contribution receivable which represents free use of the facilities at December 31, 2021 and 2020 are as follows:

Contribution expected to be realized in:	<u>2021</u>	<u>2020</u>
Less than one year	\$ 48,652	\$ 58,374
One to five years	-	<u>48,652</u>
Net contribution receivable	<u>\$ 48,652</u>	<u>\$ 107,026</u>

JBWS has recorded an expense in the amount of \$58,374 to reflect twelve months of use of the facilities for the years ended December 31, 2021 and 2020, and is included as occupancy expense in the accompanying statement of functional expenses.

The following is a schedule, by years, of the value of these contributed facilities under this non-cancellable operating lease that has an initial lease term in excess of one year as of December 31, 2021:

<u>Year Ending</u>	
2022	<u>\$ 48,652</u>

8. Bank Line of Credit

JBWS has a \$500,000 line of credit with a financial institution. Borrowings under this line may be used to meet normal short-term working capital needs and will bear interest at the Wall Street Journal prime rate with a floor of 3.75% for each year. The line is secured by an account which must maintain a minimum collateral amount of \$525,000 in securities at all times. The line of credit expires on October 1, 2024. There were no borrowings made during 2021 and 2020, nor were there any amounts outstanding against the line of credit at December 31, 2021 and 2020.

9. Refundable Advance – Paycheck Protection Program

In April 2020, JBWS received \$610,000 under the United States Small Business Administration’s (SBA) Paycheck Protection Program (PPP). During 2021, JBWS received full forgiveness of principal and interest in the amount of \$610,000 and \$5,849, respectively. The total amount of \$615,849 is recognized as forgiveness of refundable advance in the accompanying statement of activities as the conditions have been met by applying ASC Topic 958-605, *Revenue Recognition*.

The SBA reserves the right to audit PPP funding forgiveness for six years from the date the forgiveness was awarded.

Jersey Battered Women’s Service, Inc.
d/b/a JBWS
Notes to Financial Statements
Years Ended December 31, 2021 and 2020

10. Contingencies

In January 2000, JBWS signed a mortgage note for \$150,000 with the County of Morris, State of New Jersey. In return for the mortgage, funds were received to finance the construction of the Transitional Living Resource Center (a housing project which qualifies as an affordable housing unit). Repayment of this note will be forgiven, unless there is a change in ownership of the premises or in the event the premises are not utilized as an affordable housing facility for at least 20 consecutive years. If these conditions are not satisfied, JBWS will be required to repay the note with interest at a yearly rate of 2 percent. The contingency with the County of Morris, State of New Jersey was satisfied on January 7, 2020.

11. Net Assets With Donor Restrictions

Net assets with donor restrictions at December 31, 2021 and 2020 are available for the following purposes or periods:

	<u>2021</u>	<u>2020</u>
Subject to expenditure for specified purposes:		
Program activities:	\$ 355,581	\$ 104,208
	<u>355,581</u>	<u>104,208</u>
Endowments:		
Subject to investment perpetuity:		
Shelter operations	561,194	561,194
Transitional living operations	1,263,901	1,263,901
Restricted to program operations	409,471	541,083
Accumulated endowment earnings, subject to appropriation for expenditure	<u>3,587,200</u>	<u>3,149,187</u>
Total endowments	<u>5,821,766</u>	<u>5,515,365</u>
	<u>\$6,177,347</u>	<u>\$5,619,573</u>

Net assets were released from donor restrictions during 2021 by the passage of time or incurring expenses that satisfy the specified restrictions placed by donors as follows:

Board authorized distributions of appropriated earnings	\$ 212,413
Purpose restrictions accomplished:	
Programs	<u>255,310</u>
	<u>\$ 467,723</u>

12. Operating Leases

JBWS leases certain office equipment under operating leases expiring between March 2023 and March 2024. The following is a schedule, by years, of future minimum lease payments and maintenance agreements required under these non-cancellable operating leases that have an initial lease term in excess of one year as of December 31, 2021:

Jersey Battered Women’s Service, Inc.
d/b/a JBWS
Notes to Financial Statements
Years Ended December 31, 2021 and 2020

<u>Year Ending</u>	
2022	\$ 43,790
2023	33,023
2024	1,704
	<u>\$ 78,517</u>

Total equipment rent expense charged to operations associated with these operating leases was \$43,790 and \$42,553 for the years ended December 31, 2021 and 2020, respectively.

JBWS leases local office space for its Jersey Center for Non-Violence program on a month to month basis. Total rent expense charged to operations for the years ended December 31, 2021 and **2020** was \$25,443 and \$24,000, respectively.

13. Pension Plan

JBWS has a contributory defined contribution pension plan. Employees are eligible for this plan on the January 1st or July 1st following two years of service. The amount contributed is three percent of the participants’ salary during the year. Total contributions to the plan were \$41,544 and \$50,086 for the years ended December 31, 2021 and 2020, respectively.

14. Concentrations

Most of JBWS’s funding comes from the Federal Government, the State of New Jersey and the County of Morris, New Jersey. This funding represented the following percentage of total support and revenue for the years ended December 31, 2021 and 2020. Accordingly, there is no guarantee that such funding will continue. In addition, net asset balances are dependent upon approval of disbursed monies by the granting agency.

	<u>2021</u>	<u>2020</u>
Federal	23.5%	21.3%
State of New Jersey	20.0%	18.4%
Morris County, New Jersey	1.4%	1.6%

This funding also represented the following percentage of total accounts receivable for the following years:

	<u>2021</u>	<u>2020</u>
Federal	77.1%	75.1%
State of New Jersey	1.3%	5.5%
Morris County, New Jersey	20.0%	12.1%

Major contributors to JBWS, including public, corporate and individual donors, are located primarily in northern New Jersey.

Jersey Battered Women’s Service, Inc.
d/b/a JBWS
Notes to Financial Statements
Years Ended December 31, 2021 and 2020

15. Grant Programs

JBWS participates in federal and state assisted grant programs. These programs are subject to compliance audits by the grantors and their representatives. JBWS is potentially liable for expenditures which may be disallowed pursuant to the terms of these grant programs. Management of JBWS is not aware of any material items of noncompliance which would result in the disallowance of grant program expenditures.

16. Risks and Uncertainties

The Coronavirus Disease 2019 (“COVID-19”) global pandemic has created stock market volatility, economic uncertainties and other uncertainties that have impacted JBWS’ operations, financial statements and cash flows. The impact of COVID-19 on JBWS’ operational and financial performance in 2021 was not material. The extent of the impact in the future will depend on certain developments, including the duration and extent of the pandemic and mitigation measures implemented in the United States and New Jersey, impact on our donors, employees and suppliers all of which are uncertain and cannot be predicted. While the disruption is currently expected to be temporary, the ongoing financial impact and duration cannot be reasonably estimated at this time.

**Jersey Battered Women's Service, Inc.
d/b/a JBWS**

**Schedule of Expenditures of Federal Awards
December 31, 2021**

Federal Grantor/Pass-Through Grantor/Program/Cluster Title	Assistance Listing #	Pass-Through Entity ID#	Grant/Project Number	Grant Period	Award Amount	Cumulative Program Disbursements	Current Year		
							Program Disbursements	Cash Received	Provided to Subrecipients
<u>U.S. Department of Justice</u>									
<u>Passed Through New Jersey Department of Law and Public Safety - Office of Victim Witness Advocacy</u>									
Stop Violence Against Women	16.588	N/A	VAWA-63-19	7/1/2020-6/30/2021	\$ 45,000	\$ 45,000	\$ 21,882	\$ 45,000	\$ -
Stop Violence Against Women	16.588	N/A	VAWA-20-19	8/1/2020-4/30/2021	53,333	53,333	18,110	40,569	-
Stop Violence Against Women	16.588	N/A	VAWA-20-20	5/1/2021-1/14/2022	53,333	53,264	53,264	31,722	-
					<u>151,666</u>	<u>151,597</u>	<u>93,256</u>	<u>117,291</u>	<u>-</u>
<u>U.S. Department of Justice</u>									
<u>Passed Through New Jersey Department of Law and Public Safety - Office of Justice Programs</u>									
Crime Victims Assistance	16.575	N/A	NJ VAG86-18	9/1/2019-8/31/2021	103,032	76,760	25,072	29,777	-
Crime Victims Assistance	16.575	N/A	NJ VAG87-18	9/1/2019-8/31/2021	400,000	385,629	129,297	183,483	-
Crime Victims Assistance	16.575	N/A	NJ VAG88-18	9/1/2019-8/31/2021	366,769	366,687	125,742	181,238	-
Crime Victims Assistance	16.575	N/A	VCH-13-19	4/24/2020-4/23/2022	500,000	405,284	199,976	224,502	-
					<u>1,369,801</u>	<u>1,234,360</u>	<u>480,087</u>	<u>619,000</u>	<u>-</u>
<u>U.S. Department of Justice</u>									
<u>Office on Violence Against Women</u>									
Transitional Housing Program	16.736	N/A	2015-WH-AX-0022	10/1/2015-09/30/2021	720,819	699,098	86,149	120,431	3,992
Transitional Housing Program	16.736	N/A	15JOVW-21-GG-02078-TRAN	10/1/2021-9/30/2024	449,728	31,019	31,019	-	-
Arrest Program	16.590	N/A	2015-WE-AX-0025	10/1/2015-09/30/2021	899,818	890,021	103,838	140,755	154
					<u>2,070,365</u>	<u>1,620,138</u>	<u>221,006</u>	<u>261,186</u>	<u>4,146</u>
Total U.S. Department of Justice					<u>3,591,832</u>	<u>3,006,095</u>	<u>794,349</u>	<u>997,477</u>	<u>4,146</u>
<u>U.S. Department of Health and Human Services</u>									
<u>Passed Through New Jersey Department of Children and Families</u>									
Counseling	93.671	N/A	21BKPW	1/1/2021-06/30/2022	207,697	152,566	152,566	171,401	-
Total U.S. Department of Health and Human Services					<u>207,697</u>	<u>152,566</u>	<u>152,566</u>	<u>171,401</u>	<u>-</u>
<u>U.S. Department of Housing and Urban Development</u>									
Continuum of Care	14.267	N/A	NJ0118L2-F091912	11/1/2020-10/31/2021	156,321	156,321	124,104	156,321	-
Continuum of Care	14.267	N/A	NJ0581D2-F091901	11/1/2020-10/31/2021	159,630	159,630	119,751	143,984	-
Continuum of Care	14.267	N/A	NJ0581D2-F092002	11/1/2021-10/31/2022	176,286	32,520	16,874	-	-
Continuum of Care	14.267	N/A	NJ0118L2-F092013	11/1/2021-10/31/2022	156,321	24,671	24,671	-	-
					<u>648,558</u>	<u>373,142</u>	<u>285,400</u>	<u>300,305</u>	<u>-</u>

See Accompanying Notes to Schedules of Federal and State Awards

Jersey Battered Women's Service, Inc.
d/b/a JBWS
Schedule of Expenditures of Federal Awards
December 31, 2021
(Continued)

Federal Grantor/Pass-Through Grantor/Program/Cluster Title	Assistance Listing #	Pass-Through Entity ID#	Grant/Project Number	Grant Period	Award Amount	Cumulative Program Disbursements	Current Year		
							Program Disbursements	Cash Received	Provided to Subrecipients
<u>U.S. Department of Housing and Urban Development</u>									
<u>Passed Through Morris County Division of Community</u>									
<u>Development</u>									
Nights of Shelter	14.231	N/A	19/1453	7/1/2020-6/30/2021	23,403	23,403	3,403	-	-
Nights of Shelter	14.231	N/A	E-21-UC-34-0019	7/12021-6/30/2022	16,995	16,995	16,995	-	-
					<u>40,397</u>	<u>40,397</u>	<u>20,398</u>	<u>-</u>	<u>-</u>
<u>U.S. Department of Housing and Urban Development</u>									
<u>Passed Through Morris County Division of Community</u>									
<u>Development</u>									
CDBG- Entitlement Grants Cluster									
Children's Counseling	14.218	N/A	05/20-1472	7/1/2020-6/30/2021	20,000	20,000	-	20,000	-
Children's Counseling	14.218	N/A	05/21-1517	7/1/2021-6/30/2022	20,000	20,000	20,000	-	-
					<u>40,000</u>	<u>40,000</u>	<u>20,000</u>	<u>20,000</u>	<u>-</u>
Total U.S. Department of Housing and Urban Development					<u>728,955</u>	<u>453,539</u>	<u>325,798</u>	<u>320,305</u>	<u>-</u>
Total Federal Awards					<u>\$ 4,528,484</u>	<u>\$ 3,612,200</u>	<u>\$ 1,272,713</u>	<u>\$ 1,489,183</u>	<u>\$ 4,146</u>

See Accompanying Notes to Schedules of Federal and State Awards

**Jersey Battered Women's Service, Inc.
d/b/a JBWS
Schedule of Expenditures of State Awards
December 31, 2021**

State Grantor/ Pass-Through Grantor/Program Title	Grantor's Number	State Account Number	Grant Period	Award Amount	Cumulative Program Disbursements	Current Year	
						Program Disbursements	Cash Received
<u>NJ Department of Children and Families</u>							
<u>Division of Child Protection and Permanency</u>							
Shelter and Counseling	21BKPW	N/A	1/1/2021-06/30/2022	\$1,700,159	\$ 1,006,385	\$ 1,006,385	\$ 1,130,625
Trauma treatment and supportive service	21ORPN	N/A	1/1/2021-06/30/2022	449,103	324,353	324,353	324,353
Total NJ Department of Children and Families				<u>2,149,262</u>	<u>1,330,738</u>	<u>1,330,738</u>	<u>1,454,978</u>
<u>State of New Jersey Passed Through</u>							
<u>Morris County Department of Human Services</u>							
Teen Counseling	JJ-2106	N/A	1/1/2021-12/31/2021	5,035	2,686	2,686	-
				<u>5,035</u>	<u>2,686</u>	<u>2,686</u>	<u>-</u>
<u>NJ Department of Community Affairs</u>							
<u>Shelter Support Programs</u>							
Capital Improvements	2020-02149-0071-01	N/A	12/1/2019-8/31/2021	84,264	84,264	-	27,912
				<u>84,264</u>	<u>84,264</u>	<u>-</u>	<u>27,912</u>
Total State of New Jersey Awards				<u>\$2,238,561</u>	<u>\$ 1,417,688</u>	<u>\$ 1,333,424</u>	<u>\$ 1,482,890</u>

See Accompanying Notes to Schedules of Federal and State Awards

Jersey Battered Women’s Service, Inc.

d/b/a JBWS

Notes to Schedules of Expenditures of Federal and State Awards

December 31, 2021

1. Basis of Presentation

The accompanying schedules of expenditures of federal and state awards present the activity of all federal and state financial assistance programs of Jersey Battered Women’s Service, Inc. The information in these schedules is presented in accordance with the 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 New Jersey State Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid*. Therefore, some amounts presented in these schedules may differ from amounts presented in or used in the preparation of the basic financial statements. All federal and state awards received directly from federal and state agencies, as well as federal and state awards passed through other government agencies are included in the schedules of expenditures of federal and state awards. Because the schedules present only a selected portion of the operations of JBWS, it’s not intended to and does not present the financial position, changes in net assets, or cash flows of JBWS.

2. Summary of Significant Accounting Policies

The accompanying schedules of expenditures of federal and state awards is presented using the accrual basis of accounting which is described in Note 1 to the financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available.

3. Indirect Cost Rate

JBWS has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

4. Sub-recipients

Of the federal and state expenditures presented in the schedules of expenditures of federal and state awards, JBWS provided federal awards of \$4,146 to sub-recipients.

5. Relationship to Federal and State Financial Reports

The regulations and guidelines governing the preparation of federal and state financial reports vary by Federal and State agency and among programs administered by the same agency. Accordingly, the amounts reported in the federal and state financial reports do not necessarily agree with the amounts reported in the accompanying schedules of expenditures of federal and state awards, which is prepared on the accrual basis explained in Note 1.

6. Single Audit – Type A/Type B Program Threshold

Dollar threshold used to distinguish between Type A and Type B programs is \$750,000. Single audit requirement is \$750,000.

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*

To the Board of Directors of
Jersey Battered Women's Service, Inc.
d/b/a JBWS

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 Jersey Battered Women's Service, Inc., d/b/a JBWS, ("JBWS") (a nonprofit organization) which comprise the statement of financial position as of December 31, 2021, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, which collectively comprise JBWS's basic financial statements, and have issued our report thereon dated April 26, 2022.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered JBWS'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 JBWS's internal control. Accordingly, we do not express an opinion on the effectiveness of JBWS'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 a 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 designed 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 or significant deficiencies may exist that were not identified.

To the Board of Directors of
Jersey Battered Women's Service, Inc.
dba JBWS

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether JBWS'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 financial statements. 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 result 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 JBWS's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Nisiroccia LLP

Mt. Arlington, New Jersey
April 26, 2022

Independent Auditors' Report on Compliance for each Major
Federal and State Program and Report on Internal Control Over Compliance
in Accordance with the Uniform Guidance and New Jersey State Circular 15-08-OMB

To the Board of Directors of
Jersey Battered Women's Service, Inc.
d/b/a JBWS

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal Program

We have audited Jersey Battered Women's Service, Inc., d/b/a JBWS, ("JBWS") (a nonprofit organization) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* and New Jersey State *Grant Compliance Supplement* that could have a direct and material effect on each of JBWS's major federal and state programs for the year ended December 31, 2021. JBWS's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Jersey Battered Women's Service, Inc. complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended December 31, 2021.

Basis for Opinion on Each Major Federal and State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); 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), and New Jersey State Circular 15-08-OMB, *Single Audit Policy for Recipient for Federal Grants, State Grants, and State Aid*. Our responsibilities under those standards and the Uniform Guidance and New Jersey State Circular 15-08-OMB are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of JBWS and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal and state program. Our audit does not provide a legal determination of JBWS's compliance with the compliance requirements referred to above.

To the Board of Directors of
Jersey Battered Women's Service, Inc.
d/b/a JBWS

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to JBWS's federal and state programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on JBWS's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance and New Jersey State Circular 15-08-OMB will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about JBWS's compliance with the requirements of each major federal and state program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance and New Jersey State Circular 15-08-OMB, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding JBWS's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of JBWS's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and New Jersey State Circular 15-08-OMB, but not for the purpose of expressing an opinion on the effectiveness of JBWS's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on 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 and state program on a timely basis.

To the Board of Directors of
Jersey Battered Women's Service, Inc.
d/b/a JBWS

A material weakness in internal control over compliance is a deficiency, or a 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 and state 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 and 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 Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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 and New Jersey State Circular 15-08-OMB. Accordingly, this report is not suitable for any other purpose.

Nisiroccia LLP
Mt. Arlington, New Jersey
April 26, 2022

**Jersey Battered Women’s Service, Inc.
d/b/a JBWS
Schedule of Findings and Questioned Costs
Year Ended December 31, 2021**

I. Summary of Auditor's Results

Financial statements

The auditors' report issued on the financial statements of Jersey Battered Women's Service, Inc., d/b/a JBWS was an unmodified opinion.

Internal control over financial reporting:

- Material weaknesses identified? _____ Yes X No
- Significant deficiencies identified? _____ Yes X None reported

Noncompliance material to financial statements noted? _____ Yes X No

Internal control over major programs:

- Material weaknesses identified? _____ Yes X No
- Significant deficiencies identified? _____ Yes X None reported

The auditors' report issued on compliance for major programs was an unmodified opinion.

Any audit findings disclosed that are required to be reported in accordance with Section 200.516(a) of the Uniform Guidance and New Jersey State Circular 15-08-OMB _____ Yes X No

The following federal programs were designated as major programs:

<u>Federal Agency/Pass-through Pass-through Entity</u>	<u>Assistance Listing Number</u>	<u>Expenditures</u>
U.S. Department of Justice: Passed through New Jersey Department of Law and Public Safety: Crime Victims Assistance	16.575	\$ 480,087

**Jersey Battered Women’s Service, Inc.
d/b/a JBWS
Schedule of Findings and Questioned Costs
Year Ended December 31, 2021
(Continued)**

The following state programs were designated as major programs:

<u>State Agency</u>	<u>State Contract Number</u>	<u>Expenditures</u>
New Jersey Department of Children and Families: Trauma treatment and supportive services	21ORPN	\$ 324,353
Dollar threshold used to distinguish between Type A and Type B programs	<u>\$ 750,000</u>	
Auditee qualified as a low-risk auditee?	<u> X </u> Yes	<u> </u> No

II. Financial Statement Findings

No matters were reported.

III. Federal and State Award Findings and Questioned Costs

No matters were reported.

Jersey Battered Women's Service, Inc.
d/b/a JBWS
Summary Schedule of Prior Audit Findings
Year Ended December 31, 2021

Status of Prior Year Findings:

There were no audit findings in the prior year.



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Auditors' Certification on Schedule of Receipts and Disbursements of IOLTA Funding

To the Board of Directors of
Jersey Battered Women's Service, Inc.
d/b/a JBWS

We are Certified Public Accountants and serve as the auditors for Jersey Battered Women's Service, Inc.

We have reviewed the IOLTA Discretionary Grant Audit Requirements. Jersey Battered Women's Service, Inc. financial statements comply with U.S. generally accepted accounting principles, and the audit complies with the IOLTA Fund's audit requirements.

We noted no questioned costs regarding IOLTA disbursements. No equipment was purchased with IOLTA funds. There were no auditors' adjustments to the final expenditure reports submitted to IOLTA.

Nisivoccia LLP
Mt. Arlington, New Jersey
April 26, 2022

Jersey Battered Women’s Service, Inc.
d/b/a JBWS
Schedule of Receipts and Disbursements of IOLTA Funding
Year Ended December 31, 2021

	(Unaudited) Budget	Receipts and Disbursements
	<u> </u>	<u> </u>
Receipts:		
IOLTA Funding	\$ 13,200	\$ 13,200
Disbursements:		
Total salaries	11,970	11,970
Total fringe benefits	<u>1,230</u>	<u>1,230</u>
	<u>13,200</u>	<u>13,200</u>
Balance at December 31, 2021	<u>\$ -</u>	<u>\$ -</u>

See Independent Auditors’ Report on Supplementary Information