

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Relief After Violent Encounter - Ionia/Montcalm, Inc.
Ionia, Michigan

The objective of an audit is to give an opinion as to the fair presentation of the financial statements in accordance with generally accepted accounting principles, not to detect fraud and not to give assurance on internal control.

Report on the Financial Statements

We have audited the accompanying financial statements of Relief After Violent Encounter - Ionia/Montcalm, Inc. (a nonprofit corporation), which comprise the statement of financial position as of September 30, 2018, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used 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 Relief After Violent Encounter - Ionia/Montcalm, Inc. as of September 30, 2018, 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.

Other Matters

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary information, as identified in the table of contents, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information 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 April 26, 2019, on our consideration of Relief After Violent Encounter - Ionia/Montcalm, Inc.'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 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Relief After Violent Encounter - Ionia/Montcalm, Inc.'s internal control over financial reporting and compliance.

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April 26, 2019

Relief After Violent Encounter - Ionia/Montcalm, Inc.

STATEMENT OF FINANCIAL POSITION

September 30, 2018

Snapshot of your financial position @ year end

ASSETS		
Current assets		
Cash		
Investments	\$	108,375
Prepays		26,889
Due from Federal/State		1,440
Due from others		42,981
		<u>10,519</u>
Total current assets		<u>190,204</u>
Noncurrent assets		
Investments		26,911
Fixed assets, net of accumulated depreciation		<u>178,711</u>
Total noncurrent assets		<u>205,622</u>
TOTAL ASSETS		<u><u>\$ 395,826</u></u>
LIABILITIES AND NET ASSETS		
Liabilities		
Current liabilities		
Accounts payable	\$	88
Accrued wages		14,523
Other accrued liabilities		5,796
Deferred revenue		<u>33,138</u>
Total liabilities		<u>53,545</u>
Net Assets		
Unrestricted		<u>342,281</u>
TOTAL LIABILITIES AND NET ASSETS		<u><u>\$ 395,826</u></u>

Current Ratio:
3.55 (PY was 4.22)

342,281
(178,711) adjust for nonfinancial resources (can not spend fixed assets)
163,570 "available" for future expenses

compare with operating expenses (less depreciation - non cash) of \$509,182
unrestricted net assets available for future expenses represents 32% of
operating expenses. PY 28%
-Good Financial condition
-Recommend a minimum of 15%

See accompanying notes to financial statements.

Relief After Violent Encounter - Ionia/Montcalm, Inc.

STATEMENT OF ACTIVITIES

Year Ended September 30, 2018

Results of the year's operations.

	<u>Unrestricted</u>
SUPPORT AND REVENUE	
Grants	
Department of Health and Human Services	\$ 216,927
Department of Health and Human Services - VOCA	221,515
FEMA	
Montcalm County	13,322
Ionia County	3,208
Other	3,344
Local	
United Way	13,631
Other	200
Other	
Donations	30,726
Interest	644
Special events	21,112
	<u>524,629</u>
TOTAL SUPPORT AND REVENUE	PY 510,264 524,629
EXPENSES	
Program services	301,946
Supporting services	
Management and general	220,055
	<u>522,001</u>
TOTAL EXPENSES	PY 536,980 522,001
CHANGE IN NET ASSETS	PY (26,716) 2,628
Net assets, beginning of year	<u>339,653</u>
Net assets, end of year	<u>\$ 342,281</u>

Added to net position

Relief After Violent Encounter - Ionia/Montcalm, Inc.

STATEMENT OF FUNCTIONAL EXPENSES

Year Ended September 30, 2018

	Program Services	Management and General	Total	2017
Salaries and wages	\$ 195,683	\$ 185,524	\$ 381,207	371,119
Payroll taxes and other fringe benefits	28,626	24,421	53,047	53,516
Total salaries and related expenses	224,309	209,945	434,254	424,635
Utilities	8,199	695	8,894	7,230
Communications	8,493	856	9,349	9,956
Maintenance	5,939	-	5,939	23,184
Postage	512	545	1,057	495
Printing and publishing	1,449	353	1,802	3,958
Supplies	15,413	406	15,819	600
Mileage reimbursement	9,647	292	9,939	19,077
Specific assistance	612	50	662	9,770
Conferences and training	1,545	64	1,609	714
Food	687	-	687	1,827
Insurance	8,682	3,559	12,241	839
Contractual services	3,362	2,600	5,962	11,819
Miscellaneous	278	690	968	844
Total expenses before depreciation	289,127	220,055	509,182	523,234
Depreciation	12,819	-	12,819	13,746
TOTAL EXPENSES	\$ 301,946	\$ 220,055	\$ 522,001	536,980

See accompanying notes to financial statements.