

September 24, 2012

To the Board of Trustees
Alamo Area Rape Crisis Center
dba The Rape Crisis Center

We have audited the financial statements of Alamo Area Rape Crisis Center dba The Rape Crisis Center (the Center) for the year ended June 30, 2012, and have issued our report thereon dated September 24, 2012. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, *Government Auditing Standards*, and OMB Circular A-133, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our engagement letter to you dated May 24, 2012. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the Center are described in **Note B** to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during fiscal year 2012. We noted no transactions entered into by the Center during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the financial statements were:

- **Allowance for Doubtful Accounts** – management's estimate is based on the length of delinquency and donor history of collections.
- **Functional Allocation of Expense** – management's estimate is based on the nature of the expense concerned and percentages of time allocated to the respective functions.
- **Useful Lives of Property and Equipment** – management's estimate is based on industry standards.

We evaluated the key factors and assumptions used to develop the above estimates in determining that it is reasonable in relation to the financial statements taken as a whole.

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The most sensitive disclosure affecting the financial statements was the disclosure of concentration of support in **Note C** to the financial statements.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated September 24, 2012.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the Center's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the Center's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

With respect to the supplementary information accompanying the financial statements, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with U.S. generally accepted accounting principles, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

This information is intended solely for the use of the board of trustees and management of Alamo Area Rape Crisis Center dba The Rape Crisis Center and is not intended to be, and should not be, used by anyone other than these specified parties.

Sincerely,



Schrive, Carmona & Carrera, PLLC

The Rape Crisis Center

Financial Report

June 30, 2012 and 2011

SCHRIVER | CARMONA | CARRERA PLLC
Certified Public Accountants

The Rape Crisis Center

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Independent Auditor's Report

To the Board of Trustees of
The Rape Crisis Center

We have audited the accompanying statement of financial position of Alamo Area Rape Crisis Center dba The Rape Crisis Center (the Center) as of June 30, 2012, and the related statements of activities, functional expenses, and cash flows for the year then ended. These financial statements are the responsibility of The Rape Crisis Center's management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year summarized comparative information has been derived from the Center's 2011 financial statements which were audited by another auditor and, in their report dated October 24, 2011, they expressed an unqualified opinion on those financial statements.

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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The Rape Crisis Center as of June 30, 2012, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated September 24, 2012, on our consideration of The Rape Crisis Center'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* and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

Schrivier, Carmona & Carrera, PLLC

San Antonio, Texas

September 24, 2012

The Rape Crisis Center

Statements of Financial Position June 30, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Assets		
Cash and Cash Equivalents	\$ 13,960	\$ 17,105
Accounts Receivable:		
Grants Receivable	84,796	99,904
Pledges Receivable, net of allowance for doubtful accounts	94,146	60,000
Prepays	11,539	11,202
Property and Equipment, net of accumulated depreciation	<u>23,212</u>	<u>32,552</u>
Total Assets	\$ <u>227,653</u>	\$ <u>220,763</u>
Liabilities and Net Assets		
Liabilities:		
Accounts Payable	\$ 32,406	\$ 23,043
Accrued Expenses	41,552	27,687
Line of Credit	80,934	-
Total Liabilities	<u>154,892</u>	<u>50,730</u>
Net Assets:		
Unrestricted	(62,520)	69,070
Temporarily Restricted	135,281	100,963
Total Net Assets	<u>72,761</u>	<u>170,033</u>
Total Liabilities and Net Assets	\$ <u>227,653</u>	\$ <u>220,763</u>

The Accompanying Notes are an Integral Part of These Financial Statements.

The Rape Crisis Center

Statement of Activities
 Year Ended June 30, 2012
 (with comparative totals for 2011)

	2012			2011 Totals
	Unrestricted	Temporarily Restricted	Totals	
Support and Revenues				
Government Grants	\$ 778,942	\$ -	\$ 778,942	913,022
United Way	285,822	-	285,822	296,290
Foundation Grants	97,500	8,828	106,328	102,000
Contributions	51,909	69,325	121,234	32,481
Special Events, net of expenses of \$42,802 and \$24,098 in 2012 and 2011, respectively	11,833	-	11,833	33,838
Other Income	59,492	-	59,492	35,423
Net Assets Released from Restrictions	43,835	(43,835)	-	-
Total Support and Revenues	<u>1,329,333</u>	<u>34,318</u>	<u>1,363,651</u>	<u>1,413,054</u>
Expenses				
Program Services:				
Client Services	872,738	-	872,738	933,317
Public Education	298,017	-	298,017	330,300
Total Program Services	<u>1,170,755</u>	<u>-</u>	<u>1,170,755</u>	<u>1,263,617</u>
Supporting Services				
General and Administrative	243,318	-	243,318	244,488
Fundraising	46,850	-	46,850	39,986
Total Supporting Services	<u>290,168</u>	<u>-</u>	<u>290,168</u>	<u>284,474</u>
Total Expenses	<u>1,460,923</u>	<u>-</u>	<u>1,460,923</u>	<u>1,548,091</u>
Changes in Net Assets	(131,590)	34,318	(97,272)	(135,037)
Net Assets at Beginning of Year	<u>69,070</u>	<u>100,963</u>	<u>170,033</u>	<u>305,070</u>
Net Assets at End of Year	<u>\$ (62,520)</u>	<u>\$ 135,281</u>	<u>\$ 72,761</u>	<u>170,033</u>

The Accompanying Notes are an Integral Part of These Financial Statements.

The Rape Crisis Center

Statement of Functional Expenses
 Year Ended June 30, 2012
 (with comparative totals for 2011)

	<u>Program Services</u>		<u>Supporting Services</u>		<u>2012 Totals</u>	<u>2011 Totals</u>
	<u>Client Services</u>	<u>Public Education</u>	<u>General and Administrative</u>	<u>Fundraising</u>		
Accounting	\$ -	\$ -	\$ 11,632	\$ -	\$ 11,632	\$ 12,392
Advertising	458	9,000	-	-	9,458	14,383
Bad Debt	-	-	3,376	-	3,376	-
Conferences and Meetings	1,802	20	800	-	2,622	5,534
Contract Services	2,243	7,999	4,753	521	15,516	6,444
Depreciation	-	-	8,584	-	8,584	10,228
Equipment Rental/ Maintenance	8,040	2,652	1,909	359	12,960	14,026
Insurance	4,081	7,511	-	-	11,592	8,587
Memberships	708	238	204	-	1,150	1,285
Occupancy	55,837	18,884	13,101	2,530	90,352	88,030
Other	216	10,976	480	-	11,672	3,409
Payroll Expenses	760,865	228,323	194,674	43,039	1,226,901	1,312,579
Postage	1,028	345	507	47	1,927	1,950
Staff Training	3,691	120	102	-	3,913	6,203
Supplies	9,920	2,302	1,557	-	13,779	24,973
Survivor Assistance	9,528	-	-	-	9,528	9,170
Telephone	12,550	4,013	603	113	17,279	14,177
Travel	1,771	5,634	1,036	241	8,682	14,721
Total Expenses	\$ 872,738	\$ 298,017	\$ 243,318	\$ 46,850	\$ 1,460,923	\$ 1,548,091

The Accompanying Notes are an Integral Part of These Financial Statements.

The Rape Crisis Center

Statements of Cash Flows Years Ended June 30, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Cash Flows From Operating Activities:		
Change in Net Assets	\$ (97,272)	\$ (135,037)
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
Depreciation	8,584	10,228
Bad Debt	3,376	-
Loss on Disposal of Assets	756	-
(Increase) Decrease in:		
Grants Receivable	15,108	(14,801)
Pledges Receivable	(37,522)	50,500
Prepaid Expenses	(337)	6,441
Increase (Decrease) in:		
Accounts Payable	9,363	4,083
Accrued Expenses	13,865	(29,705)
Net Cash Provided (Used) by Operating Activities	<u>(84,079)</u>	<u>(108,291)</u>
Cash Flows From Financing Activities:		
Net Borrowings (Payments) on Line of Credit	<u>80,934</u>	<u>-</u>
Net Cash Provided (Used) by Financing Activities	<u>80,934</u>	<u>-</u>
Net Increase (Decrease) in Cash	(3,145)	(108,291)
Cash, Beginning of Year	<u>17,105</u>	<u>125,396</u>
Cash, End of Year	\$ <u>13,960</u>	\$ <u>17,105</u>
Supplemental Disclosures:		
Interest Paid	<u>\$ 2,576</u>	<u>\$ -</u>

The Accompanying Notes are an Integral Part of These Financial Statements.

The Rape Crisis Center

Notes to Financial Statements
June 30, 2012 and 2011

Note A: Nature of Organization

Alamo Area Rape Crisis Center dba The Rape Crisis Center (the Center) is a nonprofit corporation chartered in 1975. The two programs of the Center are as follows:

- *Client services* – the purpose of which is to provide supportive services of crisis intervention and counseling to survivors of sexual assault in Bexar County. This program strives to ensure that the survivors of sexual assault are treated humanely and with sensitivity. The Center advocates that all sexual assault survivors have the right to receive proper medical care, sensitive police response and vigorous prosecution of the perpetrator. The Center provides emotional support to sexual assault survivors, informs them about the legal process, and accompanies them through the court proceedings. The Center assists sexual assault survivors and refers them to other agencies in Bexar County based on their individual needs.
- *Public education* – which strives to educate the general public about the nature and scope of sexual assault and about the services that are available to the survivors. The Center also offers safety suggestions to the public.

Note B: Summary of Accounting Principles

Basis of Accounting

The financial statements are prepared on the accrual basis of accounting in conformity with generally accepted accounting principles (GAAP). Net assets, support and revenue, and expenses are classified according to three classes of net assets:

- *Unrestricted net assets* – net assets that are not subject to donor-imposed stipulations.
- *Temporarily restricted net assets* – net assets subject to donor-imposed stipulations that may or will be met either by actions of the Center and/or the passage of time.
- *Permanently restricted net assets* – net assets subject to donor-imposed stipulations that they be maintained permanently by the Center.

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated on the basis of estimates by management among the programs and supporting services, based primarily on the nature of the expense concerned and percentages of time allocated to these functions.

Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosure of contingent liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

For purposes of reporting cash flows, the Center considers all certificates of deposit and money market funds purchases with an original maturity of three months or less to be cash equivalents.

The Rape Crisis Center

Notes to Financial Statements
June 30, 2012 and 2011

Note B: Summary of Accounting Principles (Continued)

Property and Equipment

Property and equipment are stated at cost or at their estimated market value at the date of receipt from donors. Depreciation is computed for financial statement purposes on a straight-line basis over the estimated lives useful lives as follow:

Furniture and Equipment	5 to 10 years
Leasehold Improvements	15 years

Contributions and Grants

Contributions and grants received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence or nature of any donor restrictions. Support that is not restricted by the donor is reported as an increase in unrestricted net assets. All other donor restricted support is reported as an increase in temporarily restricted net assets or permanently restricted net assets, depending on the nature of the restriction. Temporarily restricted net assets are reclassified to unrestricted net assets upon expiration of the time restriction and are reported in the Statement of Activities as "net assets released from restrictions". Restricted contributions whose restrictions are met in the same reporting period are recorded as unrestricted contributions.

Donated Services, Material, and Facilities

The Center receives donated services from unpaid volunteers who perform a variety of tasks that assist the Center in carrying out its programs. During the year ended June 30, 2012 and 2011, the value of contributed services was not recognized because the criteria for recognition of such volunteer effort under GAAP were not met. Donated materials are valued based on their estimated fair market value on the date of contribution.

Fair Value of Financial Instruments

The Center's financial instruments include cash, receivables and payables. The carrying amount of these financial instruments as reflected in the Statement of Financial Position approximates fair value.

Federal Income Taxes

The Center is exempt from federal income taxes under section 501(c)(3) of the Internal Revenue Code and therefore has made no provision for federal income taxes in the accompanying statements. In addition, the Center has been determined by the Internal Revenue Service not to be a "private foundation" within the meaning of Section 509(a) for the Internal Revenue Code. There was no unrelated business income for the year ended June 30, 2012. The Center is not subject to the Texas margin tax.

Management is not aware of any tax position that would have a significant impact on its financial position. The Center's tax returns for years 2007 through 2010 remain subject to examination.

Concentration of Credit Risk

Financial instruments that potentially subject the Center to concentrations of credit risk consist of its cash balance at the bank if such balance exceeds the related federal deposit insurance. The cash balance at the bank did not exceed FDIC limit at June 30, 2012 and 2011.

The Rape Crisis Center

Notes to Financial Statements
June 30, 2012 and 2011

Note B: Summary of Accounting Principles (Continued)

Fair Value Measurements

The Center adopted the provisions of Accounting Standards Codification 820, "Fair Value Measurements and Disclosures". ASC 820 defines fair value as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market, established a framework for measuring fair value in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants at the measurement date. The adoption of ASC 820 did not affect the Center's financial position or results of operations.

Note C: Concentration of Revenue and Accounts Receivable

The Center's revenue from government fees and grants was as follows:

Type of Grant	Original Source	2012		2011	
		Amount	Percent of Total Support and Revenue	Amount	Percent of Total Support and Revenue
Victims of Crime Act	Federal	\$ 372,253	26%	\$ 445,446	31%
Violence Against Women Act	Federal	68,925	5%	101,292	7%
Sexual Assault Prevention & Crisis Services	Federal	87,607	6%	97,262	7%
Sexual Assault Prevention & Crisis Services	State	116,603	8%	153,032	11%
Other Victims Assistance Grant	State	45,632	3%	47,472	3%
Community Initiatives	City	87,922	6%	68,518	5%
Total		\$ 778,942	54%	\$ 913,022	64%

Receivables consist primarily of cost reimbursement requests outstanding at year-end related to various contracts from the State of Texas under Federal grant programs.

The United Way support received for the years ended June 30, 2012 and 2011 amounted to \$285,822 and \$296,290, or 20% and 21 %, respectively, of total support and revenue. The Center's approved United Way allocation for the year ending June 30, 2013 is \$301,082.

In the event any of the above funding is terminated, the Center's ability to continue as a going concern could be affected.

The Rape Crisis Center

Notes to Financial Statements
June 30, 2012 and 2011

Note D: Pledges Receivable

The Center received several pledges to help with client services and public education. The pledges are considered unconditional and, therefore, were recorded as a receivable when the award letter was received or the pledge was made. The Center has established an allowance for doubtful accounts of \$3,376 and \$0 as of June 30, 2012 and 2011, respectively. No discount to present value has been recorded on the pledges receivable due to the insignificance of the discount involved.

Pledges receivable are scheduled to be collected as follows at June 30, 2012:

Receivable in less than one year	\$ 43,410
Receivable in one to five years	<u>54,112</u>
Total Pledges Receivable	97,522
Less: Allowance for Uncollected Pledges	<u>(3,376)</u>
Pledges Receivable, net of allowance for doubtful accounts	<u>\$ 94,146</u>

Of the outstanding pledges noted above, \$25,015 consists of amounts pledged by members of the Board of Trustees.

Note E: Property and Equipment

Fixed Assets consist of the following:

	<u>2012</u>	<u>2011</u>
Furniture and Equipment	\$ 112,655	\$ 119,435
Leasehold Improvements	35,256	35,256
Less: Accumulated Depreciation	<u>(124,699)</u>	<u>(122,139)</u>
Property and Equipment, net of accumulated depreciation	<u>\$ 23,212</u>	<u>\$ 32,552</u>

Depreciation expense for the years ended June 30, 2012 and 2011 was \$8,584 and \$10,228, respectively.

Note F: Temporarily Restricted Net Assets

Temporarily restricted net assets consisted of the following:

	<u>2012</u>	<u>2011</u>
Charity Ball	\$ 8,828	\$ -
Haven for Hope	57,128	84,464
Benevon Pledges	69,325	-
Counseling	<u>-</u>	<u>16,499</u>
Total Temporarily Restricted Net Assets	<u>\$ 135,281</u>	<u>\$ 100,963</u>

The Rape Crisis Center

Notes to Financial Statements
June 30, 2012 and 2011

Note G: Lease Commitments

In 2012, the Center renewed their office space lease effective February 1, 2012 and expiring March 31, 2015.

In 2010, the Center entered into a service agreement and sublease with Haven for Hope of Bexar County (Haven for Hope). The agreement and sublease call for rent of \$1 per year, with a one-time \$100 initial charge and \$100 common area maintenance charge for the first year. During 2012, the service and sublease agreement ceased and was replaced with a program agreement between the Center and Haven for Hope, whereas the Center provides educational seminars and workshops to Haven for Hope's partner-agency staff and adult members.

The amount of total rent expense for the years ended June 30, 2012 and 2011 was \$90,352 and \$88,030, respectively.

Future minimum lease payments at June 30, 2012 are as follows:

2013	\$	93,006
2014		98,246
2015		<u>76,632</u>
Total	\$	<u>267,884</u>

Note H: Contingencies

The Center's programs are supported through federal, state, and local grant programs that are governed by various rules and regulations. Expenses charged to the grant programs are subject to audit and adjustments by the grantor agencies; therefore, to the extent that the Center has not complied with the rules and regulations governing the grants, refunds of any money received may be required. In the opinion of management, there are no contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been made in the accompanying financial statements for such contingencies.

Note I: Line of Credit

In 2012, the Center renewed the line of credit with Frost National Bank for \$ \$85,000. The line of credit bears an interest rate of prime plus 1.5%, which totaled 4.75% as of June 30, 2012 and 2011. The line of credit matures on October 21, 2012, and is secured by accounts receivable, furniture and equipment. The balance of the line of credit was \$80,934 and \$0 at June 30, 2012 and 2011, respectively.

Note J: Reclassification

Certain amounts in the 2011 financial statements have been reclassified to conform to the 2012 presentation.

Note K: Subsequent Events

Subsequent events have been evaluated through the date of this report, which is the date the financial statements were available to be issued.

The Rape Crisis Center

Federal Report

June 30, 2012

The Rape Crisis Center

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**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 Trustees of
The Rape Crisis Center

We have audited the financial statements of Alamo Area Rape Crisis Center dba The Rape Crisis Center (the Center) (a nonprofit organization) as of and for the year ended June 30, 2012, and have issued our report thereon dated September 24, 2012. 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.

Internal Control over Financial Reporting

Management of the Center is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the Center's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Center's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Center's internal control over financial reporting.

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.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Center's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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* (Continued)

This report is intended solely for the information and use of management, others within the entity, the Board of Trustees, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties

A handwritten signature in black ink, appearing to read "Schriver Carmona Carrera". The signature is fluid and cursive, with the first name "Schriver" being the most prominent.

Schriver, Carmona & Carrera, PLLC

San Antonio, Texas

September 24, 2012

Independent Auditor's Report on Compliance with Requirements that Could Have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133

To the Board of Trustees of
The Rape Crisis Center

Compliance

We have audited Alamo Area Rape Crisis Center dba The Rape Crisis Center (the Center) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the Center's major federal programs for the year ended June 30, 2012. The Center's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the Center's management. Our responsibility is to express an opinion on the Center's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Center's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the Center's compliance with those requirements.

In our opinion, the Center 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 programs for the year ended June 30, 2012.

Internal Control Over Compliance

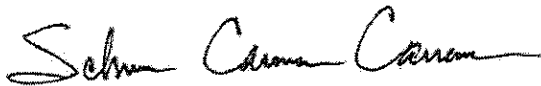
Management of the Center is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the Center's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Center's internal control over compliance.

Independent Auditor's Report on Compliance with
Requirements that Could Have a Direct and Material
Effect on Each Major Program and on Internal Control
Over Compliance in Accordance with OMB Circular A-133 (Continued)

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management, others within the entity, the Board of Trustees, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



Schriver, Carmona & Carrera, PLLC

San Antonio, Texas

September 24, 2012

The Rape Crisis Center

Schedule of Expenditures of Federal and State Awards Years Ended June 30, 2012

<u>Federal Agency/Pass through Agency</u>	<u>CFDA Number</u>	<u>Grant ID Number</u>	<u>Expended During the Year</u>
Department of Justice			
Pass Through Governor's Criminal Justice Division			
Violence Against Women Formula Grant - ARRA	16.588	WF-11-V30-24046-02	\$ 53,486
Violence Against Women Formula Grant - ARRA	16.588	WF-10-V30-24046-01	15,439
			<u>68,925</u>
Victims of Crime Act Formula Grant Program	16.575	VA-11-V30-13755-13	272,050
Sexual Assault Services Formula Program	16.017	KF-10-V30-13755-12	63,064
Pass Through Office of Justice Programs			
Crime Victim Assistance/Discretionary Grants	16.582	2010-DD-BX-0432	37,139
			<u>441,178</u>
<i>Total Department of Justice</i>			
Department of Health and Human Services			
Pass Through Office of the Attorney General			
Preventive Health and Health Services Block Grant	93.991	1231026	71,770
Preventive Health and Health Services Block Grant	93.991	1014620-02	15,837
			<u>87,607</u>
<i>Department of Health and Human Services</i>			
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>528,785</u>
Office of the Attorney General			
Sexual Assault Prevention and Crisis Services		1227172	116,603
Other Victims Assistance Grant		1227990	45,632
TOTAL EXPENDITURES OF STATE AWARDS			<u>162,235</u>
TOTAL EXPENDITURES OF FEDERAL AND STATE AWARDS			<u><u>\$ 691,020</u></u>

The Rape Crisis Center

Notes to Schedule of Expenditures of Federal and State Awards
June 30, 2012

Note A: Summary of Significant Accounting Policies

The accompanying Schedule of Expenditures of Federal and State Awards of The Rape Crisis Center (the Center) has been prepared in accordance with United States generally accepted accounting principles (GAAP). The purpose of the schedule is to present, in summary form, federal awards expended by the Center under contracts with various granting agencies.

Because the Schedule of Expenditures of Federal and State Awards presents only a selected portion of the activities of the Center, it is not intended to, and does not, present either the financial position, activities, or changes in net assets of the Center.

Note B: Reconciliation to Financial Statements

Total expenditures of federal and state awards	\$ 691,020
Grant from local government	<u>87,922</u>
Total Government Grants on Statement of Activities	<u>\$ 778,942</u>

The Rape Crisis Center

Schedule of Findings and Questioned Costs
Year Ended June 30, 2012

SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued	Unqualified
Internal Control Over Financial Reporting:	
Material weakness(es) identified?	None
Significant deficiencies identified that are not considered to be material weakness(es)?	None
Noncompliance material to the financial statements?	None

Federal Awards

Internal Control Over Major Programs:	
Material weakness(es) identified?	None
Significant deficiencies identified that are not considered to be material weakness(es)?	None
Type of auditor's report issued on compliance for major programs	Unqualified
Any audit findings disclosed that are required to be reported in accordance with Circular, Section 510(a)?	None

Identification of Major Programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
16.575	Victims of Crime Act Formula Grant Program

Dollar threshold used to distinguish between Type A and Type B programs	\$300,000
Auditee qualified as low-risk auditee?	No

Findings - Financial Statements Audit	None
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Findings and Questioned Costs - Major Federal Award Programs Audit	None
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The Rape Crisis Center

Schedule of Findings and Questioned Costs – Prior Year
Year Ended June 30, 2012

SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued	Unqualified
Internal Control Over Financial Reporting: Material weakness(es) identified?	None
Significant deficiencies identified that are not considered to be material weakness(es)?	None
Noncompliance material to the financial statements?	None

Federal Awards

Internal Control Over Major Programs: Material weakness(es) identified?	None
Significant deficiencies identified that are not considered to be material weakness(es)?	None
Type of auditor's report issued on compliance for major programs	Unqualified
Any audit findings disclosed that are required to be reported in accordance with Circular, Section 510(a)?	None

Identification of Major Programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
16.588	Violence Against Women Formula Grant - ARRA
16.801	State Victims Assistance Formula Grant - ARRA
16.582	Crime Victims Assistance/Discretionary Grant

Dollar threshold used to distinguish between Type A and Type B programs	\$300,000
Auditee qualified as low-risk auditee?	No

Findings - Financial Statements Audit None

Findings and Questioned Costs - Major Federal Award Programs Audit None