

Center for Domestic Peace, Inc.



Review of Financial Statements

For the Year ended December 31, 2020

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Trustees of
Center for Domestic Peace, Inc.

I have reviewed the accompanying financial statements of Center for Domestic Peace, Inc (a nonprofit organization), which comprise the statement of financial position as of December 31, 2020, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, I do not express such an opinion.

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.

Accountant's Responsibility

My responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and review Services Committee of the AICPA. Those standards require me to perform procedures to obtain limited assurance as a basis for reporting whether I am aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. I believe that the results of my procedures provide a reasonable basis for my conclusion.

Accountant's Conclusion

Based on my review, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.



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August 20, 2021

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Center for Domestic Peace Inc
Statement of Activities
Year Ended December 31, 2020

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Revenues and Other Support			
Individual Contributions	9,411		9,411
Business Contributions	4,800		4,800
Foundation/Trust Grants		97,310	97,310
Non-profit Organization Grants	900	7,500	8,400
Federal Grants		56,603	56,603
State Grants		33,765	33,765
Local Grants	30,000		30,000
In-Kind Income	15,125		15,125
Investment Income	16		16
Fundraiser	2,626		2,626
Net Assets released from Restrictions	134,794	(134,794)	-
Total Revenues and Other Support	\$ 197,672	\$ 60,384	\$ 258,056
Expenses			
General and Management Expenses	155,303		155,303
Program Expenses	33,006		33,006
Fundraising	3,799		3,799
Total Expenses	192,108	-	192,108
Increase in Net Assets	5,564	60,384	65,948
			0
Prior period adjustment	(3,123)		(3,123)
Net Assets at the Beginning of the Year	40,378	-	40,378
Net Assets at the End of the Year	\$ 42,819	\$ 60,384	\$ 103,203

See independent accountant's review report and accompanying notes

Center for Domestic Peace Inc
Statements of Financial Position
December 31, 2020

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Assets			
Current Assets			
Checking	42,455	32,073	74,528
Paypal	1,172		1,172
Savings	5	28,311	28,316
Total Current Assets	<u>43,633</u>	<u>60,384</u>	<u>104,017</u>
Property and Equipment			
Furniture and Equipment	-		-
Less: Accumulated Depreciation	-		-
Total Property and Equipment - Net	<u>-</u>		<u>-</u>
Other Assets			
Sales tax reimbursement	2,800		2,800
Total Other Assets	<u>2,800</u>		<u>2,800</u>
Total Assets	<u>\$ 46,433</u>	<u>\$ 60,384</u>	<u>\$ 106,817</u>
Liabilities and Net Assets			
Current Liabilities			
Accounts Payable	398		398
Salaries Payable	1,577		1,577
Payroll Taxes Payable	1,639		1,639
Total Current Liabilities	<u>3,614</u>		<u>3,614</u>
Total Liabilities	<u>3,614</u>		<u>3,614</u>
Net Assets			
Without Donor Restrictions	42,819		42,819
With Donor Restrictions		60,384	60,384
Total Net Assets	<u>42,819</u>	<u>60,384</u>	<u>103,203</u>
Total Liabilities and Net Assets	<u>\$ 46,433</u>	<u>\$ 60,384</u>	<u>\$ 106,817</u>

See independent accountant's review report and accompanying notes

Center for Domestic Peace Inc
Statement of Cash Flows
Year Ended December 31, 2020

Cash flows from operating activities:

Change in net assets	65,948
Adjustments to reconcile change in net assets to net cash used by operating activities:	
Prior period adjustment	(3,123)
Sales tax reimbursement	(2,800)
Net Change in Payables	3,614
Net cash used by operating activities	<u>63,639</u>

Cash flows from investing activities:

Net cash used by investing activities -

Cash flows from financing activities:

Net change in investments
Net cash used for financing activities -

Net increase/decrease in cash and cash equivalents	63,639
Cash and cash equivalents at beginning of year	<u>40,378</u>
Cash and cash equivalents at end of year	<u>\$ 104,017</u>

See independent accountant's review report and accompanying notes

Center for Domestic Peace Inc
Statement of Functional Expenses
Year Ended December 31, 2020

	<u>Program Services</u>	<u>Administrative</u>	<u>Fundraising</u>	<u>Total</u>
Salaries	53,237	8,765	2,191	64,193
Employee Benefits	7,456	1,637	-	9,093
Payroll Tax	4,062	671	168	4,901
Occupancy	11,520	2,880	-	14,400
Insurance	3,604	-	-	3,604
Payroll Service	-	230	-	230
Accounting	-	820	-	820
Outreach	6,359	-	-	6,359
Supplies	12,596	3,358	1,440	17,394
Telephone/Cell phones	3,719	1,239	-	4,958
Security	7,302	-	-	7,302
Furniture	-	1,500	-	1,500
Hotline	581	-	-	581
Information Technology	18,516	4,598	-	23,114
Travel	731	-	-	731
Conferences	300	-	-	300
Other Misc expenses	-	4,056	-	4,056
Donation processing fees	-	110	-	110
Membership dues	-	370	-	370
Direct Client Services	6,912	-	-	6,912
Therapy dog	4,831	-	-	4,831
Client Emergency Shelter	2,490	-	-	2,490
REACH reimbursement	11,087	2,772	-	13,859
Total	\$ 155,303	\$ 33,006	\$ 3,799	\$ 192,108

See independent accountant's review report and accompanying notes

Center for Domestic Peace, Inc.
Notes to Financial Statements
December 31, 2020

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization and Nature of Activities

Center for Domestic Peace, Inc was founded in the state of North Carolina. Center for Domestic Peace was recognized as a nonprofit organization under 501(c)(3) as described in the Internal Revenue Code and is exempt from federal and state income taxes.

The Center for Domestic Peace provides direct services and support to victims of interpersonal violence. They are able to offer a variety of services to those experiencing domestic violence in Jackson County. The Center for Domestic Peace is mainly supported by federal, state, and local grants and individual contributors.

Basis of Accounting

The accounting records are maintained on the full accrual basis of accounting in which revenues are recognized when earned and expenditures are recorded when incurred, in accordance with generally accepted accounting principles.

Basis of Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board, FASB ASC 958, *Financial Statements of Not-for-Profit Organizations*. Under FASB ASC 958, Center for Domestic Peace, Inc. is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Net assets without donor restrictions consist of resources available for the various programs and administration of Center for Domestic Peace, Inc., which have not been restricted by a donor or other outside party.

Net assets with donor restrictions consist of donor-restricted contributions, which are either temporary or perpetual in nature. Amounts restricted by the donor, grantor, or other outside party for a particular purpose are reported as donor-restricted support when received and, if not used in accordance with the donor restriction before year end, are reported as net assets with donor restrictions at year end. When a donor restriction expires, that is, when a stipulated time or purpose restriction is accomplished, 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 restriction."

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Cash and Cash Equivalents

For purposes of the statement of cash flows, Center for Domestic Peace considers all highly liquid investments available for current use with a maturity of three months or less to be cash equivalents.

Center for Domestic Peace, Inc.
Notes to Financial Statements
December 31, 2020

Contributions

Contributions received are recorded as support without donor restrictions or donor-restricted support depending on the existence and/or nature of any donor restrictions. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as donor-restricted support that increases that net asset class. However, if a restriction is fulfilled in the same time period in which the contribution is received, Center for Domestic Peace, Inc. reports the contribution as support without donor restrictions.

Contributed Services

Center for Domestic Peace, Inc. pays for most services requiring specific expertise. However, many individuals volunteer their time and perform a variety of tasks that assist the Center for Domestic Peace with specific assistance programs, campaign solicitations, and various committee assignments. None of these services during the current period meet GAAP requirements for recording and are therefore not reflected in the financial statements.

Donated Property and Equipment

Donations of property and equipment are recorded as contributions at their estimated fair value at the date of donation. Such donations are reported as increases in net assets without donor restrictions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contribution of cash that must be used to acquire property and equipment are reported as donor-restricted support. Absent of donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Organization reclassifies net assets with donor restrictions to net assets without donor restrictions at that time.

Expense Allocation

The costs of providing various programs and other activities are summarized by both their nature and function in the Statement of Functional Expenses. Accordingly, certain costs have been allocated amount the programs and supporting services benefited. Expenses are allocated among program, administrative, and fundraising expenses using statistical methods.

Federal and State Financial Award Programs

The Organization has received proceeds from federal and state grants. Periodic audits of these grants are required, and certain costs may be questioned as not being appropriate expenditures under the grant agreements. Such audits could result in the refund of grant monies to the grantor agencies. Management believes any required refunds will be immaterial. No provision has been made in the accompanying financial statements for the refund of grant monies.

Center for Domestic Peace, Inc.
Notes to Financial Statements
December 31, 2020

NOTE 2: RISK MANAGEMENT

The Organization is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters.

The Organization carries commercial coverage for all risks of loss, including property and general liability insurance, and worker's compensation coverage up to statutory limits. There have been no significant reductions in insurance coverage in the prior year, and the Organization has not been a party to any claims.

NOTE 3: FAIR VALUE OF FINANCIAL INSTRUMENTS

The carrying amount reported in the Statement of Financial Position for cash, grants receivable, other receivables, accounts payable, accrued liabilities and notes payable approximate fair value.

NOTE 4: SIGNIFICANT EFFECTS OF SUBSEQUENT EVENTS

Subsequent events have been evaluated through August 20, 2021, the date the financial statements were available to be issued. The results of this evaluation indicated that there are no subsequent events or transactions that are required to be disclosed in these financial statements

NOTE 5: INCOME TAXES

Center for Domestic Peace, Inc. is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and is not a private foundation. Center for Domestic Peace, Inc. has determined that it does not have any material unrecognized tax benefits or obligations as of December 31, 2020. Fiscal years ending on or after December 31, 2018 remain subject to examination by federal and state tax authorities.

NOTE 6: NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are restricted for the following purposes or periods.

Restricted for specific purposes:

Client services	\$ 14,918
Victim Advocacy	39,184
Outreach	6,282

Center for Domestic Peace, Inc.
Notes to Financial Statements
December 31, 2020

NOTE 7: AVAILABILITY OF FINANCIAL ASSETS

The following reflects the Center for Domestic Peace's financial assets as of the balance sheet date, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the balance sheet date.

Financial assets, at year-end	\$ 104,017
Less those unavailable for general expenditures within one year, due to:	
Contractual or donor-imposed restrictions:	<u>(60,384)</u>
Restricted by donor with purpose restrictions	<u>\$ 43,433</u>
Financial assets available to meet cash needs for general expenditures within one year	

NOTE 8: AVAILABILITY OF FINANCIAL ASSETS

Center for Domestic Peace's financial assets available within one year of the balance sheet date for general expenditure are as follows.

Cash and cash equivalents	\$ 104,017
Sales tax reimbursement	2,800