

COUNCIL ON DOMESTIC VIOLENCE, INC.

dba OPEN ARMS

FINANCIAL STATEMENTS

Years Ended December 31, 2024 and 2023

COUNCIL ON DOMESTIC VIOLENCE, INC.
dba OPEN ARMS

CONTENTS

Independent Auditor’s Report	Page 1
Statements of Financial Position	4
Statement of Activities – Year Ended December 31, 2024	5
Statement of Activities – Year Ended December 31, 2023	6
Schedule of Functional Expenses – Year Ended December 31, 2024	7
Schedule of Functional Expenses – Year Ended December 31, 2023	8
Statements of Cash Flows	9
Notes to the Financial Statements	10
Independent Auditor’s 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	19



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Independent Auditor's Report

March 15, 2025

To the Board of Directors of
Council on Domestic Violence, Inc.
dba Open Arms
Findlay, OH 45840

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Council on Domestic Violence, Inc. dba Open Arms (a nonprofit organization), which comprise the statements of financial position as of December 31, 2024 and 2023, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Council on Domestic Violence, Inc. dba Open Arms as of December 31, 2024 and 2023, and the changes in its net assets and its cash flows for the years 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 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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Organization 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Council on Domestic Violence, Inc. dba Open Arms ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's 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 auditor's 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 generally accepted auditing standards and *Government Auditing Standards* 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 aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, 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 of expressing an opinion on the effectiveness of ABC Organization'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 Council on Domestic Violence, Inc. dba Open Arms 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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 15, 2025, on our consideration of Council on Domestic Violence, Inc. dba Open Arms' 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 Council on Domestic Violence, Inc. dba Open Arms' 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 Council on Domestic Violence, Inc. dba Open Arms' internal control over financial reporting and compliance.

Ridge & Company CPA

Findlay, Ohio

COUNCIL ON DOMESTIC VIOLENCE, INC.
dba OPEN ARMS
STATEMENTS OF FINANCIAL POSITION
December 31, 2024 and 2023

	2024	2023
ASSETS		
Cash	\$ 1,118,885	\$ 928,650
Investments - Merrill Lynch - NOTE 14	1,646,603	1,513,884
Investments - Community Foundation - NOTE 12	310,715	275,095
Accounts Receivable	14,921	8,731
Grants Receivable	14,379	40,483
United Way Receivable	24,917	34,914
Prepaid Expenses	5,841	5,043
Accrued Interest Receivable	3,782	3,476
Operating Lease Right-of-use asset - NOTE 9	26,021	32,404
Property and Equipment - NOTE 10	540,314	423,669
TOTAL ASSETS	\$ 3,706,378	\$ 3,266,349
 LIABILITIES		
Accrued and Withheld Payroll, Accrued Paid Time Off and Payroll Taxes	\$ 53,748	\$ 53,622
Accounts Payable	8,777	10,594
Operating Lease Liability - NOTE 9	26,021	32,404
Deferred Revenue - NOTE 7	140,250	100,500
TOTAL LIABILITIES	228,796	197,120
 NET ASSETS - NOTE 5		
Without Donor Restrictions	3,189,714	2,773,755
With Donor Restrictions	287,868	295,474
TOTAL NET ASSETS	3,477,582	3,069,229
TOTAL LIABILITIES AND NET ASSETS	\$ 3,706,378	\$ 3,266,349

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

COUNCIL ON DOMESTIC VIOLENCE, INC.
dba OPEN ARMS
STATEMENT OF ACTIVITIES
Year Ended December 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE, GAINS AND OTHER SUPPORT			
Contributions			
Donations	\$ 142,424	\$ -	\$ 142,424
United Way	275,573	24,917	300,490
Marriage License Fees	7,174		7,174
Divorce Fees	7,546		7,546
Mobile Advocacy	79,262		79,262
Client Program Fees	46,144		46,144
Interest and Dividend Income	88,783		88,783
Realized Gain/(Loss) on Disposal of Equipment	(108)		(108)
Realized Gain/(Loss) on Sale of Investments	(5,589)		(5,589)
Unrealized Appreciation/(Depreciation) on Investments	101,826		101,826
Change in Community Foundation Investment	4,839	30,781	35,620
In-Kind Contributions	52,904		52,904
Grant Revenue			
VOCA	70,650	6,793	77,443
FEMA	5,988		5,988
SVAA	12,605		12,605
OCJS	197,965	7,586	205,551
Rape Crisis Fund	426,689		426,689
State DV Fund	127,069		127,069
ODVN	20,851		20,851
TCF	26,000		26,000
Miscellaneous	8,100		8,100
Special Events	113,104		113,104
Net Assets released from restriction:			
Expiration of time restrictions	77,683	(77,683)	-
TOTAL REVENUES, GAINS, AND OTHER SUPPORT	1,887,482	(7,606)	1,879,876
EXPENSES			
Program Services	1,363,254		1,363,254
Supporting Services			
Fund-raising	14,644		14,644
Management and General	93,625		93,625
TOTAL EXPENSES	1,471,523	-	1,471,523
CHANGE IN NET ASSETS	415,959	(7,606)	408,353
NET ASSETS - BEGINNING OF YEAR	2,773,755	295,474	3,069,229
NET ASSETS - END OF YEAR	\$ 3,189,714	\$ 287,868	\$ 3,477,582

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

COUNCIL ON DOMESTIC VIOLENCE, INC.
dba OPEN ARMS
STATEMENT OF ACTIVITIES
Year Ended December 31, 2023

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
REVENUE, GAINS AND OTHER SUPPORT			
Contributions			
Donations	\$ 111,430	\$ -	\$ 111,430
United Way	248,633	34,914	283,547
Marriage License Fees	8,075		8,075
Divorce Fees	7,397		7,397
Insurance Claim Proceeds	3,346		3,346
Mobile Advocacy	176,211		176,211
Client Program Fees	48,372		48,372
Interest and Dividend Income	53,757		53,757
Realized Gain/(Loss) on Sale of Investments	(20,597)		(20,597)
Unrealized Appreciation/(Depreciation) on Investments	101,823		101,823
Change in Community Foundation Investment	4,182	28,534	32,716
In-Kind Contributions	52,665		52,665
Grant Revenue			
VOCA	76,343	7,455	83,798
FEMA	10,174		10,174
SVAA	12,606		12,606
OCJS	259,575	33,029	292,604
Rape Crisis Fund	277,727		277,727
State DV Fund	60,000		60,000
Miscellaneous	136,858		136,858
Special Events	106,011		106,011
Net Assets released from restriction:			
Expiration of time restrictions	51,735	(51,735)	-
TOTAL REVENUES, GAINS, AND OTHER SUPPORT	<u>1,786,323</u>	<u>52,197</u>	<u>1,838,520</u>
EXPENSES			
Program Services	1,223,617		1,223,617
Supporting Services			
Fund-raising	11,664		11,664
Management and General	67,976		67,976
TOTAL EXPENSES	<u>1,303,257</u>	<u>-</u>	<u>1,303,257</u>
CHANGE IN NET ASSETS	483,066	52,197	535,263
NET ASSETS - BEGINNING OF YEAR	<u>2,290,689</u>	<u>243,277</u>	<u>2,533,966</u>
NET ASSETS - END OF YEAR	<u>\$ 2,773,755</u>	<u>\$ 295,474</u>	<u>\$ 3,069,229</u>

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

COUNCIL ON DOMESTIC VIOLENCE, INC.
dba OPEN ARMS
SCHEDULE OF FUNCTIONAL EXPENSES
Year Ended December 31, 2024

	<u>Programs</u>	<u>Fund Raising</u>	<u>Management and General</u>	<u>Total</u>
Personnel Expenses				
Salaries and Wages	\$ 858,272	\$ 2,952	\$ 61,154	\$ 922,378
Employee Benefits	52,191	179	3,719	56,089
Payroll Taxes	74,500	256	5,308	80,064
Total Personnel Expenses	984,963	3,387	70,181	1,058,531
Special Events		6,481		6,481
Advertising	30,953	106	2,205	33,264
Insurance	24,837	85	1,770	26,692
Dues and Subscriptions	3,829	13	273	4,115
Miscellaneous	3,663	13	261	3,937
Investment/Bank Fees	1,830	6	130	1,966
Occupancy	49,933	172	3,558	53,663
Office Supplies	21,334	73	1,520	22,927
Postage	3,365	12	240	3,617
Professional Fees	44,925	154	3,201	48,280
Repairs & Maintenance	7,690	26	548	8,264
Client Needs	7,765	27	553	8,345
Special Assistance to Individuals	18,147	62	1,293	19,502
Telephone	21,989	76	1,567	23,632
Travel	8,862	30	631	9,523
Workshops and Seminars	9,896	34	705	10,635
In-Kind Expense	49,258	3,646		52,904
Total Operating and Personnel Expenses Before Depreciation	1,293,239	14,403	88,636	1,396,278
Depreciation Expense	70,015	241	4,989	75,245
Total Operating and Personnel Expenses	<u>\$ 1,363,254</u>	<u>\$ 14,644</u>	<u>\$ 93,625</u>	<u>\$ 1,471,523</u>

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

COUNCIL ON DOMESTIC VIOLENCE, INC.
dba OPEN ARMS
SCHEDULE OF FUNCTIONAL EXPENSES
Year Ended December 31, 2023

	<u>Programs</u>	<u>Fund Raising</u>	<u>Management and General</u>	<u>Total</u>
Personnel Expenses				
Salaries and Wages	\$ 758,736	\$ 5,008	\$ 44,023	\$ 807,767
Employee Benefits	46,342	306	2,689	49,337
Payroll Taxes	65,521	432	3,802	69,755
Total Personnel Expenses	870,599	5,746	50,514	926,859
Special Events		3,606		3,606
Advertising	35,223	232	2,044	37,499
Insurance	21,196	140	1,230	22,566
Dues and Subscriptions	2,035	13	118	2,166
Miscellaneous	4,474	30	260	4,764
Investment/Bank Fees	1,555	10	90	1,655
Occupancy	41,568	274	2,412	44,254
Office Supplies	21,433	141	1,244	22,818
Postage	3,422	23	199	3,644
Printing and Publications	1,545	13	105	1,663
Professional Fees	44,713	295	2,594	47,602
Repairs & Maintenance	8,926	59	518	9,503
Client Needs	9,496	63	551	10,110
Special Assistance to Individuals	20,357	134	1,181	21,672
Telephone	19,842	131	1,151	21,124
Travel	8,408	55	488	8,951
Workshops and Seminars	5,360	35	311	5,706
In-Kind Expense	52,338	327		52,665
Total Operating and Personnel Expenses Before Depreciation	1,172,490	11,327	65,010	1,248,827
Depreciation Expense	51,127	337	2,966	54,430
Total Operating and Personnel Expenses	<u>\$ 1,223,617</u>	<u>\$ 11,664</u>	<u>\$ 67,976</u>	<u>\$ 1,303,257</u>

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

COUNCIL ON DOMESTIC VIOLENCE, INC.
dba OPEN ARMS

STATEMENTS OF CASH FLOWS
Years Ended December 31, 2024 and 2023

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in Net Assets	\$ 408,353	\$ 535,263
Adjustments to Reconcile Change in Net Assets to Net Cash		
Used by Operating Activities:		
Depreciation	75,245	54,430
Realized (Gain)/Loss on Disposal of Equipment	108	-
Realized (Gain)/Loss on Sale of Investments	5,589	20,597
Unrealized (appreciation)/depreciation from investments	(101,826)	(101,823)
Change in Community Foundation	(35,620)	(32,716)
(Increase)/Decrease in:		
Accounts Receivable	(6,190)	7,679
Grants Receivable	26,104	(13,609)
United Way Receivable	9,997	(12,414)
Prepaid Expenses	(798)	(815)
Accrued Interest Receivable	(306)	(2,958)
Increase/(Decrease) in:		
Accrued and Withheld Expenses	126	9,769
Deferred Revenue	39,750	13,100
Accounts Payable	(1,817)	5,391
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	418,715	481,894
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Investments	(462,421)	(651,228)
Proceeds from Sale of Investments	425,939	450,955
Purchase of Property and Equipment	(191,998)	(142,786)
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	(228,480)	(343,059)
NET INCREASE/(DECREASE) IN CASH	190,235	138,835
CASH AT BEGINNING OF YEAR	928,650	789,815
CASH AT END OF YEAR	\$ 1,118,885	\$ 928,650

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

COUNCIL ON DOMESTIC VIOLENCE, INC.
dba OPEN ARMS
NOTES TO THE FINANCIAL STATEMENTS
Years Ended December 31, 2024 and 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities - Council on Domestic Violence, Inc. dba Open Arms was formed to serve individuals affected by domestic violence and sexual assault through crisis intervention, emergency shelter, outreach, advocacy, prevention and education. These services are primarily for residents in Hancock County and the City of Findlay. Revenue is provided through federal, state, county and local grants and private contributions.

Basis of Accounting - The financial statements have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables and other liabilities.

Basis of Presentation – The Organization is required to report information regarding its financial position and activities according to two classes of net assets: net assets with donor restrictions and net assets without donor restrictions.

Use of Estimates – Management uses estimates and assumptions in preparing financial statements in conformity with generally accepted accounting principles. Those estimates and assumptions affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents – For purposes of the Statement of Cash Flows, the Organization considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

Investments – Investments in marketable equity securities with readily determinable fair values are stated at fair market value.

Accounts Receivable - Accounts receivable are reported at their net realizable value. The organization considers all accounts receivable to be fully collectible; accordingly, no allowance for doubtful accounts is required. If amounts become uncollectible, they will be charged to expense when that determination is made.

Grants Receivable – Grants receivable represent unconditional promises to give by donors. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions.

Donated Assets – Donated marketable securities and other noncash donations are recorded as contributions at their estimated fair values at the date of donation.

COUNCIL ON DOMESTIC VIOLENCE, INC.
dba OPEN ARMS
NOTES TO THE FINANCIAL STATEMENTS
Years Ended December 31, 2024 and 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Promises to Give – Unconditional promises to give are recognized as revenues or gains in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promises become unconditional.

Restricted and Unrestricted Revenue - Contributions received are recorded as increases in net assets with donor restrictions or net assets without donor restrictions, depending on the existence and/or nature of any donor restrictions.

Federal Income Taxes - The Organization is exempt from income tax under Section 501(c)(3) of the U.S. Internal Revenue Code. However, income from certain activities not directly related to the Organization’s tax-exempt purpose is subject to taxation as unrelated business income. In addition, the Organization qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization other than a private foundation under Section 509(a)(2). The Organization’s Forms 990, *Return of Organization Exempt from Income Tax*, for the years ending 2021, 2022, and 2023 are subject to examination by the IRS, generally for three years after they were filed.

Donated Property and Equipment – Donations of property and equipment are recorded as a contribution 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 contributions of cash that must be used to acquire property and equipment are reported as restricted contributions. Absent 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.

Donated Services – Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization. Volunteers also perform a variety of tasks that assist the Organization with specific assistance programs and various committee assignments. The Organization received approximately 730 and 700 volunteer hours for 2024 and 2023, respectively.

COUNCIL ON DOMESTIC VIOLENCE, INC.
dba OPEN ARMS
NOTES TO THE FINANCIAL STATEMENTS
Years Ended December 31, 2024 and 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Expense Allocation – Directly identifiable expenses are charged to programs and supporting services, and include Special Events and In-Kind Expenses. All other expenses are related to more than one function and are charged to programs, management and general and fundraising on the basis of estimates of time and effort. No joint costs for fundraising appeals were incurred in 2024 or 2023.

Property and Equipment – The Organization capitalizes all expenditures for property and equipment in excess of \$1,500. Purchased property and equipment are carried at cost. Donated property and equipment are carried at the approximate fair value at the date of donation. Depreciation is computed primarily using the straight-line method.

NOTE 2 – CONCENTRATIONS

In 2024 and 2023, the Organization received approximately 15.9% and 15.3% of its annual revenues from the United Way of Hancock County, Inc.

The Organization maintains its cash balances at a financial institution located in Findlay, Ohio. The balances are insured by the Federal Deposit Insurance Corporation up to \$250,000. At December 31, 2024 and 2023 the Organization’s uninsured cash balances totaled \$-0-. The Organization also maintains an account with a stock brokerage firm. The account contains cash and securities. Balances are insured up to \$500,000 (with a limit of \$250,000 for cash) by the Securities Investor Protection Corporation (SIPC).

NOTE 3 – CASH FLOW INFORMATION

The Organization had noncash investing transactions of \$-0- during 2024 and 2023 and transactions relating to donated assets of \$-0- during 2024 and 2023. There were no donated investments during 2024 and 2023. No amounts were paid for income taxes during 2024 and 2023. Interest paid in 2024 and 2023 amounted to \$-0-.

NOTE 4 – LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

Open Arms has \$2,842,552 of financial assets available within one year of the statement of financial position date to meet cash needs for general operating expenditures without donor or other restrictions limiting use. This consists of cash of \$1,118,885, investments of \$1,957,318, and various receivables of \$54,217, less donor restrictions of \$287,868.

COUNCIL ON DOMESTIC VIOLENCE, INC.
dba OPEN ARMS
NOTES TO THE FINANCIAL STATEMENTS
Years Ended December 31, 2024 and 2023

NOTE 5 - NET ASSETS

During 2012, the board adopted a policy regarding board designated cash reserves. Based on this policy the following limitations have been placed on net assets without donor restrictions:

	2024	2023
Board Designated Reserve	\$ 445,969	\$ 385,161
Undesignated	2,743,745	2,388,594
Net Assets without Donor Restrictions	\$ 3,189,714	\$ 2,773,755

Net assets with donor restrictions are available for the following purposes:

	2024	2023
Community Foundation	\$ 248,572	\$ 220,077
United Way	24,917	34,914
Other Grants Receivable	14,379	40,483
Net Assets with Donor Restrictions	\$ 287,868	\$ 295,474

NOTE 6 – RETIREMENT PLAN

The Organization has a Savings Incentive Match Plan for Employees (SIMPLE). Eligible employees are those that are expected to earn at least \$5,000 of compensation during the current and preceding calendar years. The Organization matches each eligible employee’s salary reduction contribution, up to 3% of their eligible wages. The Organization’s contributions to the Plan for 2024 and 2023 were \$9,835 and \$10,508.

NOTE 7 – DEFERRED REVENUE

At December 31, 2024 and 2023, deferred revenues included \$9,250 and \$6,500 respectively, for program sponsorships and \$131,000 and \$94,000, respectively for future special grants.

NOTE 8 – SUBSEQUENT EVENTS

In preparing these financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through March 15, 2025, the date the financial statements were available to be issued.

COUNCIL ON DOMESTIC VIOLENCE, INC.
dba OPEN ARMS
NOTES TO THE FINANCIAL STATEMENTS
Years Ended December 31, 2024 and 2023

NOTE 9 – LEASES

The Organization has an operating lease for a copier lease. The lease has a remaining lease term of forty-four months, and does not include an option to extend the lease.

The following summarizes the line items in the Statement of Financial Position which include amounts for the operating lease as of December 31:

	<u>2024</u>	<u>2023</u>
Operating Lease:		
Right-of-use asset	<u>\$ 26,021</u>	<u>\$ 32,404</u>
Operating lease liability	<u>\$ 26,021</u>	<u>\$ 32,404</u>

The following summarizes the line items in the Statement of Activities which include components of lease expense for the year ended December 31:

	<u>2024</u>	<u>2023</u>
Operating lease expense included in		
Repairs and Maintenance expenses	<u>\$ 7,683</u>	<u>\$ 7,113</u>

The following summarizes cash flow information related to the lease for the year ended December 31:

Cash paid for amounts included in the measurement of lease liabilities:

	<u>2024</u>	<u>2023</u>
Operating cash flows from operating leases	\$ 7,683	\$ 7,113
Right-of-use assets obtained in exchange for new operating lease liabilities	\$ -0-	\$ 34,469

The following summarizes the weighted average remaining lease term and discount rate as of December 31:

	<u>2024</u>	<u>2023</u>
Weighted Average Remaining Lease Term		
Operating Lease	3.67 years	4.67 years
Weighted Average Discount Rate		
Operating lease	4.50%	4.50%

COUNCIL ON DOMESTIC VIOLENCE, INC.
dba OPEN ARMS
NOTES TO THE FINANCIAL STATEMENTS
Years Ended December 31, 2024 and 2023

NOTE 9 – LEASES (continued)

The maturities of lease liabilities as of December 31, 2023 were as follows:

	Operating
Year Ending December 31:	
2025	\$ 7,683
2026	7,682
2027	7,682
2028	5,122
2029	-0-
Total lease payments	28,169
Less: Interest	2,148
Present value of lease liabilities	\$ 26,021

NOTE 10 – PROPERTY AND EQUIPMENT

Property and equipment consist of the following:

	2024	2023
Buildings and Improvements	\$ 848,538	\$ 800,679
Vehicles	214,083	75,850
Computers	80,360	80,360
Furniture and Fixtures	45,226	41,267
	1,188,207	998,156
Less Accumulated Depreciation	647,893	574,487
Net Property and Equipment	\$ 540,314	\$ 423,669

NOTE 11 – FAIR VALUE MEASUREMENTS

The following methods and assumptions were used by the Organization in estimating the fair value of its financial instruments:

Cash and Cash Equivalents – The carrying amount reported in the Statement of Financial Position approximates fair value because of the short maturity of those instruments.

Accounts Receivable and Promises to Give – These are recorded at net realizable value in the Statement of Financial Position, since they are expected to be received in one year or less.

COUNCIL ON DOMESTIC VIOLENCE, INC.
dba OPEN ARMS
NOTES TO THE FINANCIAL STATEMENTS
Years Ended December 31, 2024 and 2023

NOTE 12 – INVESTMENT IN COMMUNITY FOUNDATION

In 2002, the Organization transferred money to The Hancock County Community Foundation to establish a fund. This fund was established to support the work of the Organization in perpetuity. Under the terms of the agreement the Organization can request up to twenty percent of the value of the investment portfolio once every five years. Additionally, a distribution from the fund shall be available to the Organization at least semi-annually. The Hancock County Community Foundation has no variance power over the fund. At December 31, 2024 and 2023, the fund had a value of \$310,715 and \$275,095 which is reported in the Statement of Financial Position as Investments - Community Foundation.

Total funds at The Community Foundation at December 31, 2024 and 2023 amounted to \$348,165 and \$309,300, which included the above investments as well as additional funds contributed by outside donors to the Open Arms Fund at The Community Foundation.

NOTE 13 – NONCOMPLIANCE WITH GRANTOR OR DONOR RESTRICTIONS

Financial awards from federal, state, and local governmental entities in the form of grants are subject to special audit. Such audits could result in claims against the Organization for disallowed costs or noncompliance with grantor restrictions. No provision has been made for any liabilities that may arise from such audits since the amounts, if any, cannot be determined at this date.

NOTE 14 – INVESTMENTS

The Organization classifies its marketable debt securities as available for sale. Debt securities classified as available for sale are carried at fair value based on quoted prices in active markets (all Level 1 measurements) and consist of the following as of December 31, 2024:

	<u>Cost</u>	<u>Fair Value</u>	<u>Unrealized Appreciation/ (Depreciation)</u>
Gov't and Corporate Bonds	\$ 89,194	\$ 88,802	\$ (392)
Certificate of Deposits	264,495	265,758	1,263
Mutual Funds	1,075,679	1,292,043	216,364
	<u>\$ 1,429,368</u>	<u>\$ 1,646,603</u>	<u>\$ 217,235</u>

COUNCIL ON DOMESTIC VIOLENCE, INC.
dba OPEN ARMS
NOTES TO THE FINANCIAL STATEMENTS
Years Ended December 31, 2024 and 2023

NOTE 14 – INVESTMENTS (continued)

Unrealized appreciation at December 31, 2024 is calculated as follows:

Excess of fair value compared to cost:	
December 31, 2024	\$ 217,235
January 1, 2024	<u>115,409</u>
Appreciation on Investments	<u>\$ 101,826</u>

The components of total investment return are summarized as follows:

Interest, Dividend and Capital Gain Income	\$ 88,783
Net realized and unrealized gains/(losses)	<u>96,237</u>
Total Investment Return	<u>\$ 185,020</u>

The Organization classifies its marketable debt securities as available for sale. Debt securities classified as available for sale are carried at fair value based on quoted prices in active markets (all Level 1 measurements) and consist of the following as of December 31, 2023:

	<u>Cost</u>	<u>Fair Value</u>	<u>Unrealized Appreciation/ (Depreciation)</u>
Gov't and Corporate Bonds	\$ 142,789	\$ 143,170	\$ 381
Certificate of Deposits	244,693	245,773	1,080
Mutual Funds	<u>1,010,993</u>	<u>1,124,941</u>	<u>113,948</u>
	<u>\$ 1,398,475</u>	<u>\$ 1,513,884</u>	<u>\$ 115,409</u>

Unrealized appreciation at December 31, 2023 is calculated as follows:

Excess of fair value compared to cost:	
December 31, 2023	\$ 115,409
January 1, 2023	<u>13,586</u>
Appreciation on Investments	<u>\$ 101,823</u>

COUNCIL ON DOMESTIC VIOLENCE, INC.
dba OPEN ARMS
NOTES TO THE FINANCIAL STATEMENTS
Years Ended December 31, 2024 and 2023

NOTE 14 – INVESTMENTS (continued)

The components of total investment return are summarized as follows:

Interest, Dividend and Capital Gain Income	\$ 53,757
Net realized and unrealized gains/(losses)	<u>81,226</u>
 Total Investment Return	 <u>\$ 134,983</u>

Expenses relating to investment revenues, including custodial fees and investment advisory fees amounted to \$14,940 and \$12,084 at December 31, 2024 and 2023, and are netted against interest and dividend income in the accompanying Statement of Activities.

NOTE 15 – IN-KIND EXPENSES

The Organization’s policy related to donated goods is to utilize the assets given to carry out the mission of the Organization. If an asset is provided that does not allow the Organization to utilize it in its normal course of business, the asset will be sold at its fair market value as determined by appraisal or specialist depending on the type of asset. All donated goods received by the Organization for the year ending December 31, 2024 and 2023 were considered without donor restrictions and able to be used by the Organization as determined by the board of directors and management.

The Organization received donated inventory with an estimated fair market value of \$49,258 and \$49,155 for the years ended December 31, 2024 and 2023, respectively. The inventory was provided to individuals seeking help or assistance from the shelter.

The Organization received \$3,646 and \$3,510 of donated goods at December 31, 2024 and 2023, respectively. These goods were used as food, prizes, silent auction items or giveaways for the annual golf outing.



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March 15, 2025

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Board of Directors
Council on Domestic Violence, Inc.
dba Open Arms
Findlay, OH 45840

We have audited, in accordance with the 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 Council on Domestic Violence, Inc. dba Open Arms (a nonprofit organization), which comprise the statements of financial position as of December 31, 2024 and 2023, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements, and have issued our report thereon dated March 15, 2025.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Open Arms' internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the effectiveness of Open Arms' internal control. Accordingly, we do not express an opinion on the effectiveness of Open Arms' internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the organization'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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. 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 may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Open Arms' financial statements are free from 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 results of that testing, and not to provide an opinion on the effectiveness of the organization's internal control or on compliances. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Ridge & Company CPA

Findlay, Ohio