

TEWA WOMEN UNITED

Financial Statements

For the Year ended June 30, 2015

(With Independent Auditors' Report Thereon)

TEWA WOMEN UNITED

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Independent Auditors' Report on Financial Statements

The Board of Directors
Tewa Women United
Albuquerque, New Mexico

We have audited the accompanying financial statements of Tewa Women United (a nonprofit organization), which comprise the statement of financial position as of June 30, 2015, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

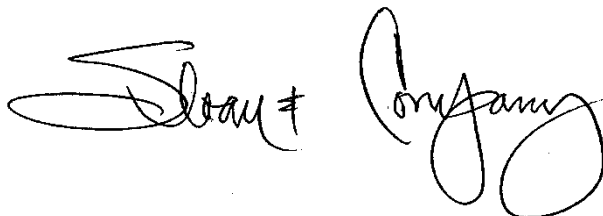
An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that our audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Tewa Women United, as of June 30, 2015, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

January 13, 2016

Two handwritten signatures in black ink. The signature on the left is stylized and appears to read 'Sean #'. The signature on the right is more cursive and appears to read 'Cory James'.

TEWA WOMEN UNITED

STATEMENT OF FINANCIAL POSITION
June 30, 2015

ASSETS

Cash and cash equivalents	\$273,120
Grant receivable	29,950
Prepays and other assets	12,767
Interest in assets held in trust	27,505
Property and equipment, net	<u>4,951</u>
Total assets	<u>\$348,293</u>

LIABILITIES

Accounts payable	\$ 3,014
Accrued liabilities	17,837
Deferred revenue	<u>140,477</u>
Total liabilities	<u>\$161,328</u>

NET ASSETS

Unrestricted	
Designated by the Board for	
Property and equipment	\$ 4,951
Purchase of property	88,240
Subsequent year's operations	20,036
Assets held in trust	<u>27,505</u>
Total designated by the Board	140,732
Undesignated	<u>46,233</u>
Total net assets	186,965
Total liabilities and net assets	<u>\$348,293</u>

See accompanying notes to financial statements.

TEWA WOMEN UNITED

STATEMENT OF ACTIVITIES
Year ended June 30, 2015

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Operating revenues, gains and other support:				
Contributions				
Grants	\$293,759	-	-	293,759
Individuals	5,197	-	-	5,197
Financial assistance	355,734	-	-	355,734
Program service fees	6,349	-	-	6,349
Other	<u>2,957</u>	<u>-</u>	<u>-</u>	<u>2,957</u>
Total revenues, gains and other support	663,996	-	-	663,996
 Operating expenses:				
Program services	664,536	-	-	664,536
Supporting services				
General and administrative	74,878	-	-	74,878
Depreciation	<u>594</u>	<u>-</u>	<u>-</u>	<u>594</u>
Total expenses	<u>740,008</u>	<u>-</u>	<u>-</u>	<u>740,008</u>
 CHANGE IN NET ASSETS	 (76,012)	 -	 -	 (76,012)
 NET ASSETS, BEGINNING OF YEAR	 <u>262,977</u>	 <u>-</u>	 <u>-</u>	 <u>262,977</u>
 NET ASSETS, END OF YEAR	 <u>\$186,965</u>	 <u>-</u>	 <u>-</u>	 <u>186,965</u>

See accompanying notes to financial statements.

TEWA WOMEN UNITED

STATEMENT OF CASH FLOWS
Year ended June 30, 2015

CASH FLOWS FROM OPERATING ACTIVITIES

Increase in net assets	\$(76,012)
Adjustments to reconcile increase in net assets to net cash provided by operating activities:	
Depreciation	594
(Increase) Decrease in operating assets:	
Grant receivable	8,419
Prepays and other assets	(12,644)
Increase (Decrease) in operating liabilities:	
Accounts payable	(3,836)
Accrued liabilities	5,094
Deferred revenue	<u>58,433</u>
Net cash (used)/provided by operating activities	56,060
Net increase (decrease) in cash and cash equivalents	(19,952)
Beginning cash and cash equivalents	<u>293,072</u>
Ending cash and cash equivalents	<u>\$273,120</u>

See accompanying notes to financial statements.

TEWA WOMEN UNITED

NOTES TO FINANCIAL STATEMENTS June 30, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Tewa Women United (TWU) was established in 1989 as a support group for women concerned with various issues including alcoholism, suicide, and domestic and sexual violence. In the safe space women created, we transformed and empowered one another through critical analysis and the embracing and re-affirming of our cultural identity. In 2001 TWU transitioned from an informal, all volunteer group to a formal 501(c)(3) non-profit organization.

TWU evolved as a gathering of women from the Northern New Mexico Pueblos, who believed in the inherent power of Tewa women and who felt the need to enhance their strengths through a circle of Trust, Love, Hope, Forgiveness and Sharing.

Community Mission:

- To provide peer support and networking with other Indigenous and non-indigenous women to give voice to our needs/concerns and to work for resolve.
- To assist with life's journey in transitions.
- To bring a positive management model to understanding accumulation stresses of our dual cultural self.
- To reduce and prevent alcohol and drug abuse, negative codependency, sexual violence and other social problems.
- To reinforce the teaching that traditional living means living spiritually attune to the multiple dimensions of the Breath of Life.
- To revitalize the active daily usage of our native languages.
- To promote and support activities which nurture and care for the well being of our Mother Earth, including being free of all nuclear contamination.

Basis of Presentation

TWU has presented its financial statements in accordance with generally accepted accounting principles for not-for-profit organizations. Under the guidance, TWU is required to report information regarding its financial position and activities according to three classes of net assets; unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. In addition, TWU is required to present a statement of cash flows.

TEWA WOMEN UNITED

NOTES TO FINANCIAL STATEMENTS

June 30, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

The net asset groups utilized by the TWU are as follows:

1. Unrestricted Net Assets:

Unrestricted net assets include unrestricted resources which represent the portion of funds that are available for the operating objectives of TWU. Board-designated net assets represent amounts TWU has set aside for a specific purpose.

2. Temporarily Restricted Net Assets:

Temporarily restricted net assets consist of donor restricted contributions and grants. Amounts restricted by donors for a specific purpose are deemed to be earned and reported as temporarily restricted revenue, when received, and such unexpended amounts are reported as temporarily restricted net assets at year-end. When the donor restriction expires, that is, when a stipulated time or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as “net assets released from restrictions.” At June 30, 2015, TWU had no temporarily restricted net assets.

3. Permanently Restricted Net Assets:

Permanently restricted net assets consist of donor restricted contributions, which are required to be held in perpetuity. Income from the assets held is available for either general operations or specific purposes, in accordance with donor stipulations. TWU had no permanently restricted net assets at June 30, 2015.

Cash and Cash Equivalents

Cash and cash equivalents include all monies in banks and highly liquid investments with maturity dates of less than three months.

Fair Value Measurement

TWU’s financial instruments consist primarily of cash, grants receivable, accounts receivable and accounts payable.

The carrying amount of cash, grants receivable, accounts receivable and accounts payable approximate their fair value due to the short-term nature of such instruments. The recorded value of Interest in Assets held in Trust is based on current market rates.

TEWA WOMEN UNITED

NOTES TO FINANCIAL STATEMENTS

June 30, 2015

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.

Interest in Assets held in Trust

TWU has established a designated agency fund named the “Tewa Woman United Fund” (the Fund) with the Santa Fe Community Foundation (the Foundation). The resources used to finance the Fund were from TWU unrestricted net assets. The Fund was established to benefit TWU through charitable grants that will be available as permitted by the Foundation’s grant making policy. In accordance with the grant making policy, an annual amount currently equal to 5% of the market value of the Fund, or net earnings, whichever is less, will be made available to TWU. If there are no net earnings, no grants shall be made.

During the fiscal year 2015, no amounts were granted or available for grants from the Foundation and as of June 30, 2015, the interest in assets held in trust by the Foundation was \$27,505.

As stated in the Foundation’s Designated Agency Fund Agreement, the Fund will be held subject to the Articles of Incorporation and Bylaws of the Foundation, as amended and restated from time to time, including the power reserved therein for the governing board to modify any restriction on the distribution of Funds, if, in its sole judgment, any restriction becomes obsolete, incapable of fulfillment or inconsistent with the exempt purpose of the Foundation.

Contributions

Contributions are recognized as unrestricted when the donor makes a gift to TWU that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in temporarily restricted net assets depending on the nature of the restrictions. When a restriction is satisfied, temporarily restricted net assets are reclassified to unrestricted net assets.

Property and Equipment

TWU's property and equipment are stated at cost at the date of acquisition or fair value at date of donation in the case of gifts. TWU follows the practice of capitalizing all expenditures for property and equipment with a life over two years and a cost of \$1,000 per unit. Depreciation is computed by the straight-line method over the estimated useful lives of the assets, which range from 3 to 7 years for furniture and equipment and 15 to 25 years for buildings and improvements.

TEWA WOMEN UNITED

NOTES TO FINANCIAL STATEMENTS

June 30, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Donation of Property and Equipment

Donations of property and equipment are recorded as support at their estimated fair value. Such donations are reported as unrestricted support 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 support. Absent of donor stipulations regarding how long those donated assets must be maintained, TWU reports expiration of donor restrictions when the donated or accrued assets are placed in service as instructed by the donor. TWU reclassifies temporarily restricted net assets to unrestricted net assets at that time.

Estimates

Preparation of financial statements in accordance with generally acceptance accounting principles requires TWU management to use estimates of certain amounts. Estimates were made by management regarding the useful lives of long-lived assets. Management also estimates that all accounts receivable will be received and that an allowance for doubtful accounts is not necessary. It is reasonably possible that a change in these estimates may occur in the near term.

Recognition of Revenues from Contracts and Grants

TWU receives monies under various contracts and grants with Federal and State agencies, as well as, various private Foundations, wherein billings can be made to such organizations based upon reimbursable costs. The amounts billed under this agreement generally cannot exceed a maximum dollar amount specified. Revenues are recognized in accordance with the agreement's specific provisions.

Income Tax Status

TWU is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code.

Accounting principles generally accepted in the United States of America require management to evaluate tax positions taken by TWU and recognize a tax liability if TWU has taken an uncertain tax position that more than likely would not be sustained upon examination by the Internal Revenue Service. Management has concluded that as of June 30, 2015, there are no uncertain tax positions taken or expected to be taken that would require recognition of a liability or disclosure in the financial statements. TWU is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress. Management believes it is no longer subject to income tax examinations for years prior to 2010.

TEWA WOMEN UNITED

NOTES TO FINANCIAL STATEMENTS
June 30, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

Concentration of Credit Risk

Financial instruments that potentially subject TWU to off-balance-sheet credit risk include cash and cash equivalents on deposit with financial institutions which were insured for up to \$250,000 by the U.S. Federal Deposit Insurance Corporation. At various times throughout the year ended June 30, 2015, TWU's balance in its accounts has exceeded these federally insured limits. At June 30, 2015, TWU had \$5,124 in uninsured cash balances.

Subsequent Events

In preparing these financial statements, TWU has evaluated events and transactions for potential recognition or disclosure through January 13, 2016, the date the financial statements were available to be issued.

NOTE 2 – GRANT RECEIVABLE

Grant receivable consists of amounts earned, but not yet received, and are due within the next fiscal year. The grant receivable balance consists of the following as of June 30, 2015:

Federal	\$11,922
State	9,833
Private	<u>8,195</u>
	<u>\$29,950</u>

NOTE 3 – PROPERTY & EQUIPMENT

Property and equipment consists of the following as of June 30, 2015:

Trailer	\$24,951
Computers	15,881
Equipment	<u>12,497</u>
	53,329
Accumulated Depreciation	<u>(48,378)</u>
Net Property and Equipment	<u>\$ 4,951</u>

Depreciation expense was \$594 for the year ended June 30, 2015.

TEWA WOMEN UNITED

NOTES TO FINANCIAL STATEMENTS
June 30, 2015

NOTE 4 – DEFERRED REVENUE

Deferred revenue represents amounts received from grants for which revenue recognition provisions have not yet been met. The deferred revenue balance consists of the following as of June 30, 2015:

Private	<u>\$140,477</u>
	<u>\$140,477</u>

NOTE 5 – CONTINGENCIES

Costs charged to various Federal and State contracts and grants are subject to review and approval or disallowance by the agency or grantor. Any cost considered questionable by the agency or grantor are subject to negotiation and are not recorded as liabilities until mutually agreed upon. As of June 30, 2015, no costs have been disallowed. The amount of possible disallowed costs, if any, is not determinable at this time, nor is an allowance provided in the accompanying financial statements for program costs, if any, that may be disallowed.