YWCA OF PALM BEACH COUNTY, INC.

REPORT ON AUDITS OF FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2024 AND 2023

YWCA OF PALM BEACH COUNTY, INC.

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Templeton
ACCOUNTANTS & ADVISORS

Independent Auditors' Report

To the Board of Directors
YWCA of Palm Beach County, Inc.
West Palm Beach, Florida

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of YWCA of Palm Beach County, Inc. (a nonprofit organization) (the "Association"), which comprise the statements of financial position as of June 30, 2024 and 2023, and the related statements of activities, cash flows, and functional expenses for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements present fairly, in all material respects, the financial position of YWCA of Palm Beach County, Inc. as of June 30, 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 audits 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 YWCA of Palm Beach County, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. 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 YWCA of Palm Beach County, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' 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 the 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 circumstances, but not for the purpose of expressing an opinion on the effectiveness of YWCA of Palm Beach County, Inc.'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 YWCA of Palm Beach County, Inc.'s 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.

Supplementary Information

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 and state financial assistance, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from, and relates directly to, the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the 2024 financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 17, 2025, on our consideration of YWCA of Palm Beach County, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 the Association's 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 YWCA of Palm Beach County, Inc.'s internal control over financial reporting and on compliance.

Templeton & Company, LLP

West Palm Beach, Florida
September 17, 2025

YWCA OF PALM BEACH COUNTY, INC.

STATEMENTS OF FINANCIAL POSITION
June 30, 2024 and 2023

	2024	2023
ASSETS		
Assets:		
Cash and cash equivalents	$ 158,846	$ 314,427
Investments	363,306	705,712
Beneficial interest in assets held by Community Foundation	50,000	50,000
Grants receivable	478,131	368,145
Prepaid expenses	10,658	46,811
Deposits	7,582	7,582
Right-of-use assets - operating leases	92,946	191,612
Property and equipment, net	1,247,437	1,261,753
Total assets	$ 2,408,906	$ 2,946,042
LIABILITIES AND NET ASSETS		
Liabilities:		
Accounts payable	$ 43,515	$ 73,030
Accrued expenses	71,158	71,844
Refundable advances	44	86,726
Line of credit	245,000	-
Lease liabilities - operating leases	93,721	193,388
Total liabilities	453,438	424,988
Net assets:		
Net assets without donor restrictions	1,890,330	1,997,339
Net assets with donor restrictions	65,138	523,715
Total net assets	1,955,468	2,521,054
Total liabilities and net assets	$ 2,408,906	$ 2,946,042

See accompanying notes to financial statements.

YWCA OF PALM BEACH COUNTY, INC.

STATEMENTS OF ACTIVITIES
For the Years Ended June 30, 2024 and 2023

	June 30, 2024			June 30, 2023		
	Without Donor Restrictions	With Donor Restrictions	Totals	Without Donor Restrictions	With Donor Restrictions	Totals
Support and revenue:						
Grants	$ 2,231,508	$ -	$ 2,231,508	$ 2,801,817	$ -	$ 2,801,817
Contributions	494,766	-	494,766	384,935	-	384,935
Contract services:						
Early Learning Coalition/Family Central	28,348	-	28,348	44,101	-	44,101
Special events	30,009	-	30,009	37,596	-	37,596
Program services and other fees	2,933	-	2,933	6,687	-	6,687
Net investment return	51,928	-	51,928	52,508	-	52,508
Total support and revenue	2,839,492	-	2,839,492	3,327,644	-	3,327,644
Net assets released from restrictions	458,577	(458,577)	-	645,975	(645,975)	-
	3,298,069	(458,577)	2,839,492	3,973,619	(645,975)	3,327,644
Expenses:						
Program services:						
Harmony House	1,893,488	-	1,893,488	2,277,951	-	2,277,951
Child Development	814,177	-	814,177	983,677	-	983,677
Youth Program	12,224	-	12,224	43,352	-	43,352
Racial Justice	4,550	-	4,550	33,761	-	33,761
Women's Health Institute	9,364	-	9,364	34,934	-	34,934
Rapid Rehousing	113,653	-	113,653	-	-	-
Total program expenses	2,847,456	-	2,847,456	3,373,675	-	3,373,675
Supporting services:						
Management and general	483,848	-	483,848	513,945	-	513,945
Fundraising	73,774	-	73,774	98,221	-	98,221
Total expenses	3,405,078	-	3,405,078	3,985,841	-	3,985,841
Change in net assets	(107,009)	(458,577)	(565,586)	(12,222)	(645,975)	(658,197)
Net assets, beginning of year	1,997,339	523,715	2,521,054	2,009,561	1,169,690	3,179,251
Net assets, end of year	$ 1,890,330	$ 65,138	$ 1,955,468	$ 1,997,339	$ 523,715	$ 2,521,054

See accompanying notes to financial statements.

YWCA OF PALM BEACH COUNTY, INC.

STATEMENTS OF CASH FLOWS
For the Years Ended June 30, 2024 and 2023

	2024	2023
Cash flows from operating activities:		
Change in net assets	$ (565,586)	$ (658,197)
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Depreciation	132,588	111,135
Realized and unrealized gains on investments	(24,279)	(19,324)
Noncash lease costs	(1,001)	1,776
Changes in operating assets and liabilities:		
Grants receivable	(109,986)	138,052
Prepaid expenses	36,153	(4,094)
Deposits	-	(499)
Accounts payable	(29,515)	(37,167)
Accrued expenses	(686)	(92,170)
Refundable advances	(86,682)	86,726
Net cash used in operating activities	(648,994)	(473,762)
Cash flows from investing activities:		
Proceeds from sales of investments	366,685	321,204
Purchases of property and equipment	(118,272)	(255,193)
Net cash provided by investing activities	248,413	66,011
Cash flows from financing activities:		
Proceeds from line of credit	245,000	-
Net cash provided by financing activities	245,000	-
Net decrease in cash and cash equivalents	(155,581)	(407,751)
Cash and cash equivalents, beginning of year	314,427	722,178
Cash and cash equivalents, end of year	$ 158,846	$ 314,427
Supplemental disclosures of cash flow information		
Interest paid	$ 5,953	$ -

See accompanying notes to financial statements.

YWCA OF PALM BEACH COUNTY, INC.

STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended June 30, 2024

	Program Services							Supporting Services			
	Harmony House	Child Development	Youth Program	Racial Justice	Women's Health Institute	Rapid Rehousing	Total Program Services	Management and General	Fundraising	Total Supporting Services	Total Expenses
Salaries and related costs	$ 1,196,505	$ 513,515	$ 5,969	$ 3,645	$ 7,677	$ 28,660	$ 1,755,971	$ 246,701	$ 50,312	$ 297,013	$ 2,052,984
Rent	45,869	10,992	-	-	-	1,873	58,734	14,192	4,518	18,710	77,444
Utilities	45,008	15,482	-	-	-	532	61,022	8,261	193	8,454	69,476
Food	25,310	37,787	869	-	-	-	63,966	2,395	561	2,956	66,922
Consulting and professional services	82,869	36,935	243	363	497	3,816	124,723	32,125	1,540	33,665	158,388
Repairs and maintenance	118,518	42,576	-	-	-	1,062	162,156	13,969	-	13,969	176,125
Insurance	80,005	36,104	-	-	-	1,724	117,833	54,836	-	54,836	172,669
Supplies	51,031	20,487	2,949	-	-	-	74,467	2,520	-	2,520	76,987
Telephone and advertising	34,215	18,736	5	367	590	1,334	55,247	19,239	1,569	20,808	76,055
Equipment and rental repairs	5,873	4,775	-	-	-	1,318	11,966	4,336	-	4,336	16,302
Printing	-	-	-	-	-	-	-	63	63	126	126
Office supplies and expense	15,067	18,335	-	-	100	279	33,781	34,052	778	34,830	68,611
Travel and transportation	8,084	-	-	-	-	42	8,126	2,069	-	2,069	10,195
Payment to affiliated organization	7,367	5,426	-	-	-	1,184	13,977	2,466	-	2,466	16,443
Meetings and training	2,548	21,434	-	-	-	-	23,982	12,597	8,284	20,881	44,863
Miscellaneous	11,416	2,893	2,189	-	-	-	16,498	6,108	5,956	12,064	28,562
Dues and subscriptions	3,692	-	-	-	-	-	3,692	3,214	-	3,214	6,906
Assistance to individuals	60,906	-	-	-	-	71,135	132,041	-	-	-	132,041
Licenses and taxes	2,762	2,000	-	-	-	-	4,762	2,999	-	2,999	7,761
Vehicle expense	587	-	-	-	-	-	587	-	-	-	587
Postage and shipping	1,317	104	-	-	-	10	1,431	1,853	-	1,853	3,284
Subtotal	1,798,949	787,581	12,224	4,375	8,864	112,969	2,724,962	463,995	73,774	537,769	3,262,731
Interest	19	-	-	-	-	-	19	9,740	-	9,740	9,759
Depreciation	94,520	26,596	-	175	500	684	122,475	10,113	-	10,113	132,588
Total expenses	$ 1,893,488	$ 814,177	$ 12,224	$ 4,550	$ 9,364	$ 113,653	$ 2,847,456	$ 483,848	$ 73,774	$ 557,622	$ 3,405,078

See accompanying notes to financial statements.

YWCA OF PALM BEACH COUNTY, INC.

STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended June 30, 2023

	Program Services						Supporting Services			
	Harmony House	Child Development	Youth Program	Racial Justice	Women's Health Institute	Total Program Services	Management and General	Fundraising	Total Supporting Services	Total Expenses
Salaries and related costs	$ 1,216,093	$ 615,636	$ 37,867	$ 30,427	$ 31,463	$ 1,931,486	$ 310,709	$ 44,283	$ 354,992	$ 2,286,478
Rent	54,663	9,935	-	-	-	64,598	17,615	7,632	25,247	89,845
Utilities	47,214	14,343	-	-	-	61,557	4,573	-	4,573	66,130
Food	15,249	41,533	1,623	205	-	58,610	358	5,076	5,434	64,044
Consulting and professional services	73,777	47,791	1,433	1,514	1,528	126,043	38,943	1,567	40,510	166,553
Repairs and maintenance	102,218	63,913	-	34	244	166,409	13,599	-	13,599	180,008
Insurance	58,495	30,508	-	-	-	89,003	20,296	-	20,296	109,299
Supplies	43,641	48,475	1,416	270	-	93,802	14,895	209	15,104	108,906
Telephone and advertising	29,477	18,023	-	960	904	49,364	16,916	2,499	19,415	68,779
Equipment and rental repairs	9,399	4,005	-	-	-	13,404	3,720	-	3,720	17,124
Printing	5	-	-	-	-	5	116	-	116	121
Office supplies and expense	543	111	-	-	-	654	6,213	1,490	7,703	8,357
Travel and transportation	7,745	9,628	694	53	-	18,120	3,472	-	3,472	21,592
Payment to affiliated organization	9,178	5,824	-	-	-	15,002	2,647	-	2,647	17,649
Meeting and training	1,310	31,016	225	40	-	32,591	33,485	26	33,511	66,102
Miscellaneous	16,966	1,138	94	-	231	18,429	11,056	35,439	46,495	64,924
Dues and subscriptions	3,692	-	-	-	-	3,692	2,933	-	2,933	6,625
Assistance to individuals	496,750	15,213	-	-	-	511,963	-	-	-	511,963
Licenses and taxes	3,483	1,860	-	-	-	5,343	5,412	-	5,412	10,755
Vehicle expense	7,099	-	-	-	-	7,099	-	-	-	7,099
Postage and shipping	1,201	336	-	-	-	1,537	816	-	816	2,353
Subtotal	2,198,198	959,288	43,352	33,503	34,370	3,268,711	507,774	98,221	605,995	3,874,706
Depreciation	79,753	24,389	-	258	564	104,964	6,171	-	6,171	111,135
Total expenses	$ 2,277,951	$ 983,677	$ 43,352	$ 33,761	$ 34,934	$ 3,373,675	$ 513,945	$ 98,221	$ 612,166	$ 3,985,841

See accompanying notes to financial statements.

YWCA OF PALM BEACH COUNTY, INC.

NOTES TO FINANCIAL STATEMENTS

Note 1 – Association and Nature of Operations

YWCA of Palm Beach County, Inc. (the Association) is a not-for-profit corporation organized under the laws of the State of Florida in March 1971, exclusively for charitable, benevolent, education and religious purposes, and to create women's' growth, leadership and power in order to attain a common vision for peace, justice, freedom and dignity for all people. The YWCA of Palm Beach County, Inc. is a member of the YWCA USA, Inc., a world-wide not-for-profit association.

The Association's operations include supportive housing and counseling for abused women and children, childcare for economically disadvantaged children and various health, education and recreational programs. The Association receives grants and contributions from government agencies, individuals, foundations and other charitable associations.

Note 2 – Summary of Significant Accounting Policies

Basis of presentation

The accompanying financial statements are prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP).

Net assets

The financial statements report net assets and changes in net assets in two classes that are based upon the existence or absence of restrictions on use that are placed by its donors, as follows:

Net assets without donor restrictions - Net assets without donor restrictions are resources available to support operations. The only limits on the use of these net assets are the broad limits resulting from the nature of the Association, the environment in which it operates, the purpose specified in the corporate documents and its application for tax-exempt status, and any limits resulting from contractual arrangements with creditors or others that are entered into in the course of operations.

Net assets with donor restrictions - Net assets with donor restrictions are resources that are restricted by a donor for use for a particular purpose or in a particular future period. Some donor-imposed restrictions are temporary in nature, and the restriction will expire when the resources are used in accordance with the donor's instructions or when the stipulated time has passed. Other donor-imposed restrictions are perpetual in nature; the Association must continue to use the resources in accordance with the donor's instructions. The Association's unspent contributions are included in this class if the donor limited their use, as are its donor-imposed endowment funds.

Use of estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of revenues and expenses during the reporting period and the reported amounts of assets and liabilities at the date of the financial statements. On an ongoing basis, the Association's management evaluates the estimates and assumptions based upon historical experience and various other factors and circumstances. The Association's management believes that the estimates and assumptions are reasonable in the circumstances; however, the actual results could differ from those estimates.

Classification of transactions

All revenues and net gains are reported as increases in net assets without donor restrictions in the statements of activities unless the donor specified the use of the related resources for a particular purpose or in a future period. All expenses and net losses, other than losses on endowment investments, are reported as decreases in net assets without donor restrictions. Net gains on endowment investments increase net assets with donor restrictions, and net losses on endowment investments reduce that net asset class.

Note 2 – Summary of Significant Accounting Policies, Continued

Classification of transactions, continued

When a donor's restriction is satisfied either by using the resources in the manner specified by the donor or by the passage of time, the expiration of the restriction is reported in the financial statements by reclassifying the net assets from net assets with donor restrictions to net assets without donor restrictions. If a donor's restriction is fulfilled in the same period in which the contribution is received, the Association reports the support as without donor restrictions.

Cash and cash equivalents

The Association considers all liquid investments having initial maturities of three months or less to be cash equivalents.

Grants and contributions

The Association receives various grants from federal, state and local agencies to carry out various programs and services. The grants are nonreciprocal in nature and are considered contributions. These grants are on a cost reimbursement basis or fee for service, including recoverable overhead as specified in the various grant agreements. Revenue from grants is recognized in the statement of activities when expenditures are made for the purpose specified for allowed costs. Grant activities and outlays are subject to audit and acceptance by the granting agency and, as such, audit adjustments could be required. Grant funds, if received in advance but which have not been expended for the purpose specified, are reported as refundable advances until expended in the accompanying statement of financial position.

Contributions received, including unconditional promises, are recognized as support in the period received. All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods, or restricted by the donor for specific purposes, are reported as support with donor restrictions.

The Association reports non-financial contributions as net assets without donor restrictions unless explicit donor stipulations specify how the donated assets must be used. Contributions of goods and materials are recognized at fair value when received. Contributions of long-lived assets with explicit restrictions that specify how the assets are to be used and contributions of cash or other assets that must be used to acquire long-lived assets are reported as contributions with donor restrictions. Absent explicit donor stipulations about how long those long-lived assets must be maintained, the Association reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service. The Association received no nonfinancial contributions during the years ending June 30, 2024 and 2023.

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flows. The discount rates applied to those amounts are computed using risk-adjusted interest rates applicable to the years in which the promises are received. Amortization of the present value discount is included in contribution revenue. Conditional contributions and pledges are not recognized until they become unconditional, that is, when the conditions on which they depend are substantially met.

Revenue recognition

Contracted services and program services fees

Contracted services and program service fees are recognized as revenue at the point in time or over the time in which the related services are provided. Fees collected prior to the commencement of the program are recognized as deferred revenue.

Note 2 – Summary of Significant Accounting Policies, Continued

Revenue recognition, continued

Special events revenue

The portion of attendee fees and tickets sold that relate to the commensurate value the attendee receives in return is recognized when the related events are held and performance obligations are met. The portion of sponsorship revenue that relates to commensurate value the sponsor received in return is recognized when the related events are held and performance obligations are met.

Contributed services

Contributed 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 Association. Contributed services are valued and are reported at their estimated fair value in the financial statements based on current rates for similar services. Many individuals volunteer their time and perform a variety of tasks that assist the Association with specific assistance programs, campaign solicitations, and various committee assignments, but such services are not recorded because there is no objective basis available to measure the value of such services. The Association received no contributed services during the years ended June 30, 2024 and 2023.

Grants receivable and allowance for doubtful accounts

Management periodically reviews the grants receivable balances and provides an allowance for accounts which may be uncollectible. At June 30, 2024 and 2023, the Association had an allowance for doubtful accounts of $1,148. No bad debt expense was reported for the years ended June 30, 2024 and 2023.

Investments

The Association measures its investments at fair value in the statements of financial position, and changes in fair value are reported as part of net investment return in the statements of activities. Purchases and sales of securities are reflected on a trade-date basis. Gains and losses on sales of investments are based on average cost and are recorded in the statements of activities in the period in which the investments are sold. Interest is recorded when earned. Dividends are accrued as of the ex-dividend date.

The Association's investments are exposed to various risks, such as interest rate, market and credit. Due to the level of risk associated with such investments and the uncertainty related to changes in the value of such investments, it is at least reasonably possible that changes in the near-term would affect investment balances and the amounts reported in the financial statements.

Refundable advances

Refundable advances represents amounts received for programs or activities to be conducted primarily in the next fiscal year, such as funds received related to certain refundable grants. These amounts will be recognized as revenue as the conditions are met in accordance with the underlying terms of the grants. Refundable advances in the amount of $44 and $86,726 are reported on the statements of financial position as of June 30, 2024 and 2023, respectively.

Note 2 – Summary of Significant Accounting Policies, Continued

Income taxes

The Association is a tax-exempt, not-for-profit corporation under Internal Revenue Code (IRC) Section 501(c)(3). Accordingly, no provision for federal income taxes has been made in the accompanying financial statements. The Association files tax returns in the U.S. federal jurisdiction and is no longer subject to U.S. federal tax examinations for years before 2021.

The Association has processes presently in place to ensure the maintenance of its tax-exempt status; to identify and report unrelated income; to determine its filing and tax obligations in jurisdictions for which it has nexus; and to identify and evaluate other matters that may be considered tax positions. The Association has determined that there are no material uncertain tax positions that require recognition or disclosure in the financial statements.

Functional allocation of expenses

The costs of providing the various program services the Association offers are summarized on a functional basis in the accompanying statements of activities. The statements of functional expenses present the natural classification detail of expenses by function. Expenses that can be identified with a specific program or support service are charged directly to that program or support service. Costs common to multiple functions have been allocated among the various functions benefited using a reasonable allocation method that is consistently applied.

General and administrative expenses include those costs that are not directly identifiable with any specific program, but which provide for the overall support and direction of the Association.

Fundraising costs are expensed as incurred, even though they may result in contributions received for future years. The Association generally does not conduct its fundraising activities in conjunction with other activities. In the few cases in which it does, such as when the annual report or donor acknowledgements contain requests for contributions, joint costs have been allocated between fundraising and general and administrative expenses in accordance with standards for accounting for costs of activities that include fundraising. Additionally, advertising costs are expensed as incurred and amounted to $2,200 and $0, for the years ended June 30, 2024 and 2023.

Property and equipment

Property and equipment are stated at cost or, if donated, at fair value at the date of donation. Depreciation is computed on a straight-line basis over the estimated useful lives of the depreciable assets:

Furniture, fixtures, and equipment	5-15 years
Building and improvements	7-27 years
Vehicles	5-7 years
Land improvements	7-27 years
Leasehold improvements	Shorter of useful life or term of lease

It is the Association's policy to capitalize property and equipment costing over $500 with a useful life greater than one year.

Concentrations of credit risk

Financial instruments which potentially subject the Association to concentrations of credit risk consist of cash and cash equivalents and grants receivable. The Association's cash balances on deposit with banks are guaranteed up to certain limits by the Federal Deposit Insurance Corporation (FDIC). The Association is exposed to risk for the amount of funds held in any one account in excess of the insurance limit. The Association has not experienced any losses in such accounts. The Association also maintains cash in a brokerage account that is not covered by FDIC insurance.

Note 2 – Summary of Significant Accounting Policies, Continued

Concentrations of credit risk, continued

To minimize the Association's exposure to significant losses from grants receivable, the Association's management evaluates the financial condition of its grantors and donors, and monitors concentrations of credit risk arising from activities and economic characteristics. When necessary, receivables are reported net of an allowance for uncollectible accounts.

Beneficial interest in assets held by Community Foundation

In June 2017, the Association transferred assets totaling $25,000 to the Community Foundation for Palm Beach and Martin Counties (the "Foundation") which is holding them as an endowed component fund for the benefit of the Association. The contribution was matched through the Forever Nonprofit Endowment Challenge with another $25,000 from the Foundation bringing the Association's fund total to $50,000 (the Fund). The Association has granted the Foundation variance power which gives the Foundation's Board of Trustees the power to use the Fund for other purposes in certain circumstances. The Fund is subject to the Foundation's investment and operating policies.

Leases

The Association determines if an arrangement is a lease at inception. Right-of-use assets represent the Association's right to use the underlying assets for the lease term and lease liabilities represent the net present value of the Association's obligation to make payments arising from these leases. The lease liabilities are based on the present value of fixed lease payments over the lease term using its incremental borrowing rate on the lease commencement date. If the lease includes one or more options to extend the term of the lease, the renewal option is considered in the lease term if it is reasonably certain the Associations will exercise the options. Operating lease expense is recognized on a straight-line basis over the term of the lease. As permitted by Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 842, leases with an initial term of twelve months or less (short-term leases) are not recorded on the consolidated statement of financial position.

Note 3 – Liquidity and Availability

Financial assets available for general expenditures, that is, without donor or other restrictions limiting their use, within one year of June 30, 2024 and 2023 are:

	2024	2023
Financial assets:		
Cash and cash equivalents	$ 158,846	$ 314,427
Investments	363,306	705,712
Grants receivable, net	478,131	368,145
Total financial assets	1,000,283	1,388,284
Less financial assets held to meet donor-imposed restrictions:		
Purpose-restricted net assets (Note 8)	(15,138)	(473,715)
Amount available for general expenditures within one year	$ 985,145	$ 914,569

The above table reflects donor-restricted funds as unavailable because it is the Association's intention to invest those resources for the long-term support of the Association's programs. However, in the case of need, the Board of Directors could appropriate resources from the donor-restricted funds available for general use.

As part of the Association's liquidity management plan, the Association invests cash in excess of daily requirements in short-term investments. The Association maintains a revolving line of credit of $250,000 to cover short-term cash needs (Note 13).

Note 4 – Investments

A summary of investments, by investment type, at June 30, 2024 and 2023 follows:

	2024	2023
Money market funds	$ 814	$ 231,231
Certificates of deposit	-	150,196
Closed end funds and exchange traded funds	160,772	127,334
Common stocks	170,355	143,618
Mutual funds	5,827	33,225
Community Foundation endowment	25,538	20,108
Total investments	$ 363,306	$ 705,712

For the years ended June 30, 2024 and 2023, net investment return consists of the following:

	2024	2023
Dividend and interest income	$ 27,649	$ 33,185
Realized and unrealized gains, net	24,279	19,323
Total net investment return	$ 51,928	$ 52,508

Note 5 – Fair Value Measurements

Fair value is defined as the price that would be received to sell an asset in the principal or most advantageous market for the asset in an orderly transaction between market participants on the measurement date. Fair value should be based on the assumptions market participants would use when pricing an asset. U.S. GAAP establishes a fair value hierarchy that prioritizes investments based on those assumptions. The fair value hierarchy gives the highest priority to quoted prices in active markets (observable inputs) and the lowest priority to an entity's assumptions (unobservable inputs). The Association groups assets at fair value in three levels, based on the markets in which the assets and liabilities are traded and the reliability of the assumptions used to determine fair value.

These levels are:

Level 1 Unadjusted quoted market prices for identical assets or liabilities in active markets as of the measurement date.

Level 2 Observable inputs other than level 1 prices, such as quoted prices for similar assets or liabilities, quoted prices from non-active markets, or other inputs that are observable or can be corroborated by observable market data.

Level 3 Unobservable inputs that cannot be corroborated by observable market data.

The Association’s investments are reported at fair value. Fair value is determined by the following methods:

Money market funds – valued using net asset value (NAV) $1 (Level 1 inputs).

Certificates of deposit – valued using cost plus accrued interest (Level 1 inputs).

Closed-end and exchange traded funds – valued using daily closing prices as reported on the active market on which the individual exchange traded funds are traded (Level 1 inputs).

Mutual funds – valued at the daily closing price as reported by the mutual fund. Mutual funds held by the Association are open ended mutual funds that are registered with the U.S. Securities and Exchange Commission. These funds are required to publish their daily NAV and to transact at that price. The index funds held by the Association are deemed to be actively traded (Level 1 inputs).

Note 5 – Fair Value Measurements, Continued

Common stocks – valued using quoted market prices on national exchanges (Level 1 inputs).

The level in the fair value hierarchy within which a fair measurement in its entirety falls is based on the lowest input that is significant to the fair value measurement in its entirety. The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

The Association's investments are classified as Level 1 assets, measured on a recurring basis for all periods presented.

Investments held at the Community Foundation are values of the assets invested with the Community Foundation are determined by calculating the Association's NAV in the pool. The Association has the ability to observe the inputs to the valuation and redeem the investment at NAV upon request; as such, the Association's investments is reflected at NAV on the statements of financial position, using the practical expedient. The investments held at the Community Foundation that are valued at NAV have no unfunded commitments at June 30, 2024 and 2023. Additionally, there are no explicit restrictions on the redemption of such investments. In accordance with Subtopic 820-10, investments that were measured at net asset value per share (or its equivalent) have not been classified in the fair value hierarchy.

Note 6 – Property and Equipment

Property and equipment consist of the following at June 30, 2024 and 2023:

	2024	2023
Furniture, fixtures, and equipment	$ 1,367,130	$ 1,351,526
Building and improvements	1,461,597	1,452,417
Vehicles	281,386	188,262
Land improvements	241,647	241,647
Leasehold improvements	62,884	62,884
	3,414,644	3,296,736
Less: accumulated depreciation	2,270,207	2,137,983
Operating property and equipment, net	1,144,437	1,158,753
Land	103,000	103,000
Property and equipment, net	$ 1,247,437	$ 1,261,753

Depreciation totaled $132,588 and $111,135 for the years ended June 30, 2024 and 2023, respectively.

The Association, as a condition of certain grants, has no authority over the disposition of certain assets and must receive permission from the grantor prior to selling or disposing of any assets paid for with certain federal, state and local funding.

Note 7 – Leases

The Association leases office space and office equipment under noncancelable lease agreements expiring through 2028. Operating lease expense is recorded within rental expenses in the accompanying statements of functional expenses. The Association's operating leases do not contain any variable lease components. Generally, the Association cannot readily determine the interest rate implicit in the lease and thus applies the risk-free U.S. Treasury rate as the discount rate to initially measure its lease liability.

Note 7 – Leases, Continued

The following table presents the Association's operating lease ROU assets and lease liabilities as of June 30, 2024 and 2023:

	2024	2023
ROU assets – operating leases	$ 92,946	$ 191,612
Lease liabilities – operating leases	$ 93,721	$ 193,388

The Association's operating lease expense was $77,444 and $88,945 for the years ended June 30, 2024 and 2023, respectively.

The following presents supplemental disclosure associated with the Association's cash flow information related to operating leases for the year ended June 30:

	2024	2023
Operating activities:		
Cash paid included in the measurement of lease liabilities	$ 104,113	$ 92,872
Non-cash activities:		
ROU assets obtained in exchange for new lease liabilities	$ -	$ 280,527

The following table presents the weighted average remaining lease term and discount rate of the Association's operating leases at June 30, 2024 and 2023:

	2024	2023
Weighted average remaining lease term (years)	2.16	2.47
Weighted average discount rate	3.31%	3.14%

The following table presents the weighted average lease term (in years) and discount rate of the Association's operating leases as of June 30, 2024:

Year Ending June 30,	
2025	$ 59,428
2026	13,276
2027	12,898
2028	11,824
Total minimum lease payments	97,426
Less: imputed interest	(3,705)
Present value of minimum lease payments	$ 93,721

Note 8 – Net Assets with Donor Restrictions

Net assets with donor restrictions as of June 30, 2024 and 2023, are available for the following time and purpose restrictions:

	2024	2023
Purpose restricted:		
Y-Girls and Youth Programs	$ 15,138	$ 188,280
Child Development Centers	-	338
Women's Health Institute	-	94,922
Racial Justice	-	61,611
Administration	-	128,564
Total purpose-restricted net assets	15,138	473,715
Time restricted:		
Perpetual endowment	50,000	50,000
Total time and purpose-restricted net assets	$ 65,138	$ 523,715

Net assets with donor restrictions include fund assets to be held indefinitely. The Association's endowment was established in June 2017 and consists of a fund held by the Community Foundation for Palm Beach and Martin Counties, Inc., a not-for-profit Florida corporation and Community Foundation. As required by U.S. GAAP, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions. The income from the endowment's net assets can be used to support the Association's general activities.

Net assets are released from donor restrictions by incurring expenses, satisfying the restricted purposes or, by the occurrence of events as specified by donors.

Net assets were released during the years ended June 30, 2024 and 2023 as follows:

	2024	2023
Time and purpose:		
Child Development Centers	$ 338	$ 52,133
Harmony House & Rapid Re-housing	-	67,592
Racial Justice	61,611	32,561
Women's Health Institute	94,922	33,344
Administration	128,565	421,541
Y-Girls & Youth Programs	173,141	38,804
Total	$ 458,577	$ 645,975

Note 9 – Endowment

The Endowment Fund includes donor-restricted endowment and board-designated endowment funds established for the purpose of benefiting and supporting the Association in its mission. Additionally, the Association's board designated fund was established to promote awareness of the Association through collaborative efforts with the Community Foundation. As required by U.S. GAAP, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

Note 9 – Endowment, Continued

Interpretation of relevant law

The Association adopted the Florida Uniform Prudent Management of Institutional Funds Act (FUPMIFA) which requires the Board to use reasonable care, skill and caution as exercised by a prudent investor, in considering the investment management and expenditures of endowment funds. In accordance with FUPMIFA, the Board may expend so much of an endowment fund as the Board determines to be prudent for the uses and purposes for which the endowment fund is established, consistent with the goal of conserving the purchasing power of the endowment fund.

Funds with deficiencies

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor requires the Association to retain as a fund of perpetual duration. There were no such funds with deficiencies as of June 30, 2024 and 2023.

Return objectives, risk parameters and strategies employed for achieving objectives

In support of the mission of the Association, the Endowment Fund is to be invested to provide sufficient distributable earnings in the form of a total return from capital appreciation and income (dividends, interest and realized capital gains) in real terms, considering inflation and to regulate the Endowment Fund's long term ability to distribute income. The primary investment mission is to preserve principal and purchasing power in real dollar terms, while supporting current income requirements of the Association.

Spending Policy

The Board of the Association approves all spending of the Endowment Fund when required to support the operations of the Association. The intent is to only use the income from the Endowment Fund when necessary to allow the endowment fund to grow. Accordingly, over the long-term, the Association expects the current spending policy to allow its endowment to grow.

Endowment net assets include amounts reported as investments and beneficial interest in assets on the statements of financial position. Endowment net assets as of June 30, 2024 and 2023, are composed as follows:

	2024		
	Without Donor Restrictions	With Donor Restrictions	Total
Donor-restricted endowment funds	$ -	$ 50,000	$ 50,000
Board-designated endowment funds	25,538	-	25,538
Total funds	$ 25,538	$ 50,000	$ 75,538

	2023		
	Without Donor Restrictions	With Donor Restrictions	Total
Donor-restricted endowment funds	$ -	$ 50,000	$ 50,000
Board-designated endowment funds	20,108	-	20,108
Total funds	$ 20,108	$ 50,000	$ 70,108

Note 9 – Endowment, Continued

Changes in endowment net assets for the years ended June 30, 2024 and 2023, are as follows:

	2024		
	Without Donor Restrictions	With Donor Restrictions	Total
Balance as of July 1, 2023	$ 20,108	$ 50,000	$ 70,108
Investment return:			
Investment income including interest, dividends and net realized and unrealized gains (net of fees)	5,430	-	5,430
Balance as of June 30, 2024	$ 25,538	$ 50.000	$ 75,538

	2023		
	Without Donor Restrictions	With Donor Restrictions	Total
Balance as of July 1, 2022	$ 17,231	$ 50,000	$ 67,231
Investment return:			
Investment income including interest, dividends and net realized and unrealized gains (net of fees)	2,877	-	2,877
Balance as of June 30, 2023	$ 20,108	$ 50.000	$ 70,108

Note 10 – Concentrations

The Association receives a substantial amount of its support from government and other grants, hence, these grants require documentation to be maintained and fulfillment of certain conditions. Failure to fulfill the conditions set forth in the grant documents could result in the loss of funds from these grantors. A significant reduction in the level of this support, if this were to occur, may have a significant effect on the Association's services and activities. For the years ended June 30, 2024 and 2023, total grant revenue represented approximately 79% and 84%, respectively, of total support and revenue.

Program expenditures made by the Association are subject to additional audit and approval by grantor agencies. As a result of such audits, the grantor may require that amounts be returned. Management is not aware of and does not believe any material amounts will be required to be returned. In certain instances, the grantor may increase its grant of funds to the Association to offset amounts which would otherwise be refundable based on audits.

Note 11 – Payments to Affiliated Association

The Association is an affiliate of The YWCA USA, Inc. (the National Association). Affiliates are required to remit a percentage of specified revenues and support to the National Association. For the years ended June 30, 2024 and 2023, $16,443 and $17,649 was paid to the National Association, respectively.

Note 12 – Retirement Plan

The Association provides retirement benefits for eligible employees as a participating employer-sponsor of the YWCA Retirement Fund, Inc. (the Retirement Fund). The Retirement Fund was established as a complete, separate, and independent entity and is an employer-sponsored cash balance defined benefit plan qualified under Section 401(a) of the IRC. As of June 30, 2024 and 2023, the Association's Board of Directors elected to contribute $39,252 and $53,184, respectively, to the Retirement Fund. In addition, the Retirement Fund provided an additional contribution equal to 2% of the eligible employee's compensation.

Note 12 – Retirement Plan, Continued

The actuarial present value of the benefit obligation and fair value of the plan assets are not available separately for each employer that participates in the Plan.

Note 13 – Line of Credit

The Association has a $250,000 revolving line of credit with a financial institution which bears interest at the Wall Street Prime rate plus 0.82% (9.32% at June 30, 2024) and expires on April 20, 2026. The line of credit is secured by all tangible personal property of the Association. As of June 30, 2024 and 2023, the Association had outstanding borrowings on the line of credit in the amount of $245,000 and $0, respectively.

Note 14 – Employee Retention Tax Credit

The Employee Retention Tax Credit (ERC) was enacted as part of the CARES Act. The ERC is a refundable tax credit designed to reward entities for retaining employees throughout the COVID-19 pandemic. In December 2022, the Association applied for an ERC totaling $232,283. As of the report date, the Association has not received the funds related to ERC and cannot reasonably estimate when the ERC funds will be received. The Association will record and recognize the ERC upon receipt.

Note 15 – Subsequent Events

Management evaluated activity of the Association subsequent to June 30, 2024 through September 17, 2025, the date the financial statements were available to be issued, for events that require recognition in the financial statements or disclosure in the footnotes thereto.

SUPPLEMENTARY INFORMATION

YWCA OF PALM BEACH COUNTY, INC.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
For the Year Ended June 30, 2024

Federal Grantor/Pass-Through Grantor Program Title	CFDA/CSFA Number	Grantor's Number	Expenditures
U.S. Department of Housing and Urban Development:			
Emergency Shelter Grants Program	14.267	FL0539L4D052006	$ 77,538
			77,538
Pass-through Palm Beach County Community Services Department			
Emergency Solutions Grant Program	14.231	S-5625-2021/2022	27,439
Emergency Solutions Grant Program	14.231	S-5625-2022/2023	32,234
			59,673
Total U.S. Department of Housing and Urban Development			137,211
U.S. Department of Health and Human Services:			
Pass-through Lutheran Services of Florida:			
Head Start Program	93.600	LSF-DA-HS-YWCA FY22-23	309,767
Head Start Program	93.600	LSF-DA-HS-YWCA FY23-24	152,987
			462,754
Pass-through State of Florida Department of Children and Families:			
Temporary Assistance for Needy Families	93.558	LN238	206,878
Family Violence Prevention and Services	93.671	LN238	262,289
			469,167
Total U.S. Department of Health and Human Services			931,921
U.S. Department of Agriculture:			
Pass-through State of Florida Department of Health:			
Child and Adult Care Food Program	10.558	S-5625-2021/2022	8,564
Child and Adult Care Food Program	10.558	S-5625-2022/2023	42,517
Total U.S. Department of Agriculture			51,081
U.S. Department of Justice:			
Pass-through State of Florida Office of the Attorney General:			
Crime Victim Assistance	16.575	VOCA-2021 - Young Women's Christian A-00657	259,543
Crime Victim Assistance	16.575	VOCA-2022 - Young Women's Christian A-00906	177,347
Total U.S. Department of Justice			436,890
Total Expenditures of Federal Awards			**$ 1,557,103**
State Financial Assistance:			
State of Florida Department of Children and Families			
Pass-through Florida Coalition Against Domestic Violence			
Domestic Violence Trust Fund	N/A	LN303	$ 248,211
Domestic Violence Trust Fund	N/A	LN303-CPI	24,625
General Revenue	N/A	LN303-CPI	75,000
DCF ARP	N/A	LN238	70,624
Total State Financial Assistance			**$ 418,460**

None of the expenditures presented in this schedule were provided to subrecipients, were for loan or loan guarantee programs or non-cash assistance.

See accompanying notes to schedule of expenditures of federal awards and state financial assistance.

YWCA OF PALM BEACH COUNTY, INC.

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE

Note 1 – Basis of Presentation

The purpose of the accompanying schedule of expenditures of federal awards and state financial assistance (the Schedule) is to present, in summary form, total federal award and state financial assistance expenditures of YWCA of Palm Beach County, Inc. (the Association) for the year ended June 30, 2024. The Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and *Chapter 10.650, Rules of the Auditor General for the State of Florida* (Florida Single Audit Act). Because the Schedule presents only a selected portion of the operations of the Association, it is not intended to, and does not, present the financial position, changes in net assets or cash flows of the Association. Therefore, certain amounts presented in this Schedule may differ from amounts presented in the basic financial statements.

Note 2 – Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance and the Florida Single Audit Act, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

The Association has not elected to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance and the Florida Single Audit Act.

Note 3 – Contingency

Amounts received or receivable from grantor agencies are subject to audit and adjustment by those agencies. Any disallowed claims, including amounts already received, might constitute a liability of the Association for the return of those funds. In the opinion of management, all grant expenditures were in compliance with the terms of the grant agreements and applicable federal and state laws and regulations.

Note 4 – Loan and Loan Guarantee Programs

There were no balances of loan or loan guarantee programs as of June 30, 2024.

Templeton
ACCOUNTANTS & ADVISORS

Independent Auditors' 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 Directors
YWCA of Palm Beach County, Inc.
West Palm Beach, Florida

We have audited, 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, the financial statements of YWCA of Palm Beach County, Inc. (a nonprofit organization) (the "Association"), which comprise the statement of financial position as of June 30, 2024, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated September 17, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Association's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances 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 Association's internal control. Accordingly, we do not express an opinion on the effectiveness of the Association's 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 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. 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 were not identified. We identified certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as item 2024-001 that we consider to be a material weakness in internal control over financial reporting.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Association's 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 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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as items 2024-002, 2024-003, and 2024-004.

YWCA of Palm Beach County, Inc.'s Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the YWCA of Palm Beach County, Inc.'s response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. YWCA of Palm Beach County, Inc.'s response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

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 Association's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Association's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Templeton & Company, LLP

West Palm Beach, Florida
September 17, 2025

Templeton
ACCOUNTANTS & ADVISORS

Independent Auditors' Report on Compliance for Each Major Program and on Internal Control over Compliance as Required by the Uniform Guidance

To the Board of Directors
YWCA of Palm Beach County, Inc.
West Palm Beach, Florida

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited YWCA of Palm Beach County, Inc's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of YWCA of Palm Beach County, Inc's major federal programs for the year ended June 30, 2024. YWCA of Palm Beach County, Inc's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, YWCA of Palm Beach County, Inc. complied, in all material respects, with the types of 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, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of YWCA of Palm Beach County, Inc. and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of YWCA of Palm Beach County, Inc's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to YWCA of Palm Beach County, Inc's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on YWCA of Palm Beach County, Inc's compliance based on our audit. 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 GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists.

The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about YWCA of Palm Beach County, Inc's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material noncompliance, 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 YWCA of Palm Beach County, Inc's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- Obtain an understanding of YWCA of Palm Beach County, Inc's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of YWCA of Palm Beach County, Inc's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as items 2024-002, 2024-003, and 2024-004. Our opinion on each major federal program is not modified with respect to these matters. *Government Auditing Standards* requires the auditor to perform limited procedures on YWCA of Palm Beach County, Inc's response to the noncompliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. YWCA of Palm Beach County, Inc's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control over Compliance

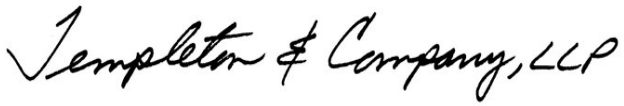
Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be material weaknesses.

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 a 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. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items as items 2024-002, 2024-003, and 2024-004 to be material weaknesses.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Government Auditing Standards requires the auditor to perform limited procedures on YWCA of Palm Beach County, Inc's response to the internal control over compliance findings identified in our compliance audit and described in the accompanying schedule of findings and questioned costs. YWCA of Palm Beach County, Inc's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



West Palm Beach, Florida
September 17, 2025

YWCA OF PALM BEACH COUNTY, INC.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2024

Part I – Summary of Audit Results:

Financial statement section:	
Type of auditors' report issued	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	Yes
Significant deficiencies identified?	Yes
Noncompliance material to financial statements noted?	No
Federal programs section:	
Dollar threshold used to distinguish Type A and Type B Program	$750,000
Auditee qualified as low-risk auditee?	Yes
Type of auditor's report on compliance for major programs	Unmodified
Internal control over compliance for major programs:	
Material weaknesses identified?	Yes
Significant deficiencies identified?	No
Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance?	Yes

Identification of major programs:

CFDA Number(s)	Name of Federal Program or Cluster
93.558	Temporary Assistance for Needy Families
93.671	Family Violence Prevention and Services

Part II – Financial Statement Findings and Questioned Costs

This section identifies reportable conditions, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with paragraphs 5.18 through 5.20 of *Government Auditing Standards*.

Current Year's Findings and Questioned Costs

Material Weakness

2024-001 Timely Financial Close and Reconciliation of Accounts to Supporting Documents

Criteria:

The Association should timely reconcile the general ledger accounts for cash, accounts receivable, accounts payable, and accrued expenses to supporting documentation and subsidiary ledgers on a monthly basis and at year-end. A benefit of monthly reconciliations is that errors do not accumulate but can be identified and attributed to a particular period, which makes it easier to perform future reconciliations.

Condition and Cause:

The auditors experienced significant difficulties in the performance of the audit due to delays by the Association's management in the timing of audit readiness as a result of the delay in closing the books at year end. The results were delays in producing closing journal entries, trial balances, schedules, reconciliations, account analyses and other financial reports needed by management and the auditors.

Part II – Financial Statement Findings and Questioned Costs, Continued

Additionally, there were significant differences in the general ledger account balances and the subsidiary ledgers and supporting documentation for various accounts including cash, accounts receivable, accounts payable, and accrued expenses.

Effect:

Errors in revenue and expense recognition occurred, resulting in overstatements and understatements in the account balances for the associated asset and liability accounts.

Recommendation:

We recommend enhanced controls and procedures over the financial control process be implemented. The Association should utilize accounting personnel with the proper accounting knowledge and accounting skills to prepare account reconciliations, and the Chief Financial Officer should perform a review of the account reconciliations, accounting adjustments, and financial presentation.

View of responsible officials and planned corrective actions:

Management agrees with the recommendation and will implement immediately.

Part III – Federal Program Findings and Questioned Costs

This section identifies reportable conditions, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major federal programs, as required to be reported by the Uniform Guidance as well as the status of prior year findings and questioned costs.

Current Year's Findings and Questioned Costs

2024-002 Personnel Files

Criteria:

The Association is required to maintain documentation for required annual in-service training of personnel.

Condition and Cause:

The Association was unable to provide documentation of the required hours of annual in-service training for one of twenty personnel files.

Effect:

The Association is not in compliance with the annual in-service training requirements for all personnel.

Recommendation:

The Association should document and maintain all in-service trainings for all personnel on a timely and regular basis.

View of responsible officials and planned corrective actions:

Management agrees with the recommendation and will implement immediately.

Part III – Federal Program Findings and Questioned Costs, Continued

2024-003 Late Filing of Required Single Audit Report

Criteria:

The Association is required to submit the single audit report to the Federal Audit Clearinghouse (FAC) by the earlier of nine months after the fiscal year-end or 30 days after receiving the auditor's report.

Condition and Cause:

The Association was did not timely submit the single audit report to the FAC as required as a result of inadequate internal controls over the financial reporting and close process.

Effect:

The Association is not in compliance with the submittal of the single audit report for the year ended June 30, 2024.

Recommendation:

The Association should establish and adhere to clear internal policies and procedures for single audit requirements for timely submission of its single audit report.

View of responsible officials and planned corrective actions:

Management agrees with the recommendation and will implement immediately.

2024-004 Approval of Invoices

Criteria:

The Association is required to have invoices initialed by the Chief Financial Officer or the Chief Executive Officer prior to being paid.

Condition and Cause:

The Association was unable to provide documentation of approval for 8 of the 50 invoices selected for testing.

Effect:

The Association is not following its cash disbursement process in accordance with its accounting policy and procedures manual.

Recommendation:

The Association should document evidence of approval on the invoices being paid in accordance with its accounting policy and procedures manual.

View of responsible officials and planned corrective actions:

Management agrees with the recommendation and will implement immediately.

Prior Year Findings and Questioned Costs

No reportable conditions, material weaknesses, or instances of noncompliance, including questioned costs, related to the audit of major federal programs, as required to be reported by the Uniform Guidance, were reported for the year ended June 30, 2023.