

**COMMUNITY OVERCOMING RELATIONSHIP ABUSE
(Formerly Known as the Center for Domestic
Violence Prevention/Sor Juana Ines)
(A NONPROFIT PUBLIC BENEFIT CORPORATION)**

**REPORT ON AUDIT OF FINANCIAL STATEMENTS
AND ADDITIONAL INFORMATION**

YEAR ENDED JUNE 30, 2010

**(WITH SUMMARIZED FINANCIAL INFORMATION
FOR THE YEAR ENDED JUNE 30, 2009)**

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Patricia A. Wintroath, CPA

Independent Auditor's Report

December 27, 2010

Board of Directors
Community Overcoming Relationship Abuse
Burlingame, California

I have audited the accompanying statement of financial position of Community Overcoming Relationship Abuse as of June 30, 2010, and the related statements of activities, functional expenses and cash flows for the year then ended. These financial statements are the responsibility of Community Overcoming Relationship Abuse's management. My responsibility is to express an opinion on these financial statements based on my audit. The prior year summarized comparative information has been derived from the Organization's June 30, 2009 financial statements and, in my report dated December 19, 2009, I expressed an unqualified opinion on those financial statements

I conducted my audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Community Overcoming Relationship Abuse as of June 30, 2010, and the changes in its net assets and its cash flows for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, I have also issued my report dated December 27, 2010 on my consideration of Community Overcoming Relationship Abuse's internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of my audit.

My audit was performed for the purpose of forming an opinion on the basic financial statements of Community Overcoming Relationship Abuse taken as a whole. The accompanying schedule of expenditures of federal awards is presented on page 15 and the additional information is presented on pages 14 - 16 for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Patricia A. Wintroath, CPA

Patricia A. Wintroath, CPA

COMMUNITY OVERCOMING RELATIONSHIP ABUSE

STATEMENT OF FINANCIAL POSITION

JUNE 30, 2010

(WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED JUNE 30, 2009)

	Unrestricted			Total All Funds	
	General	Property and Equipment	Temporarily Restricted	2010	2009
ASSETS					
CURRENT ASSETS:					
Cash and cash equivalents	\$161,810	\$	\$390,912	\$552,722	\$182,452
Grants receivable (Note C)	616,888			616,888	480,101
Accounts and pledges receivable	31,737			31,737	20,746
Prepaid expenses	37,217		13,090	50,307	52,700
TOTAL CURRENT ASSETS	847,652	0	404,002	1,251,654	735,999
INVESTMENTS (Note D)	1,707,587			1,707,587	1,702,212
PROPERTY AND EQUIPMENT, net of accumulated depreciation and amortization at June 30, 2010 and 2009 of \$559,238 and \$505,821, respectively. (Note E)		981,627		981,627	974,984
DEPOSITS	20,005			20,005	20,530
TOTAL ASSETS	\$2,575,244	\$981,627	\$404,002	\$3,960,873	\$3,433,725
LIABILITIES AND NET ASSETS					
CURRENT LIABILITIES:					
Accounts payable and accrued expenses	\$80,279	\$	\$	\$80,279	\$83,717
Accrued wages	41,295			41,295	\$45,877
Accrued vacations	51,830			51,830	70,768
Line of credit (Note F)				0	150,000
Deferred revenue (Note G)				0	0
Client savings account			12,619	12,619	11,122
Current portion of long term debt (Note H)		1,095		1,095	1,026
TOTAL CURRENT LIABILITIES	173,404	1,095	12,619	187,118	362,510
LONG TERM DEBT (Note H)		549,446		549,446	508,594
COMMITMENTS AND CONTINGENCIES (Note I)					
NET ASSETS (Notes B & J)	2,401,840	431,086	391,383	3,224,309	3,187,074
TOTAL LIABILITIES AND NET ASSETS	\$2,575,244	\$981,627	\$404,002	\$3,960,873	\$4,058,178

See Notes to Financial Statements

COMMUNITY OVERCOMING RELATIONSHIP ABUSE
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2010
(WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED JUNE 30, 2009)

	Unrestricted		Temporarily Restricted	Total All Funds	
	General	Property and Equipment		2010	2009
SUPPORT AND REVENUE					
Support:					
Foundations	\$160,653	\$	\$483,349	\$644,002	\$418,311
Religious and community organizations	19,954		2,500	22,454	21,698
Business donations	19,941		650	20,591	8,243
Individual donations	435,412		117,997	553,409	190,694
In-kind donations (Note B)	194,651			194,651	356,311
Total Support	830,611	0	604,496	1,435,107	995,257
Revenue:					
Government	643,410		721,190	1,364,600	1,542,141
Court ordered clients	34,394			34,394	33,595
Fees for service	715			715	775
Other revenue	17,076			17,076	11,582
Investment income	25,995			25,995	45,394
Special events	197,878		256	198,134	200,650
Total Revenue	919,468	0	721,446	1,640,914	1,834,137
Net Assets Released From Restrictions	1,163,041	(34,278)	(1,128,763)	0	0
TOTAL SUPPORT AND REVENUE	2,913,120	(34,278)	197,179	3,076,021	2,829,394
EXPENSES					
Program					
Client Services/Emergency Response Program	562,940			562,940	747,973
Clinical	165,932			165,932	121,758
Community Education	85,453			85,453	381,820
Legal Services	269,364			269,364	412,034
Housing	792,269			792,269	563,088
Volunteer Program	60,180			60,180	95,715
Total program expenses	1,936,138			1,936,138	2,322,388
Support					
Management and General	319,162			319,162	353,054
Fundraising	313,326			313,326	451,501
Total support expenses	632,488			632,488	804,555
TOTAL EXPENSES	2,568,626	0	0	2,568,626	3,126,943
CHANGE IN NET ASSETS FROM OPERATIONS	344,494	(34,278)	197,179	507,395	(297,549)
NONOPERATING GAINS (LOSSES):					
Unrealized gain (loss) on investments	158,405			158,405	(240,687)
Realized gain (loss) on investments	(4,112)			(4,112)	(86,217)
TOTAL NONOPERATING GAINS (LOSSES)	154,293	0	0	154,293	(326,904)
CHANGE IN NET ASSETS	498,787	(34,278)	197,179	661,688	(624,453)
NET ASSETS, beginning of year	1,903,053	465,364	194,204	2,562,621	3,187,074
NET ASSETS, end of year	\$2,401,840	\$431,086	\$391,383	\$3,224,309	\$2,562,621

See Notes to Financial Statements

COMMUNITY OVERCOMING RELATIONSHIP ABUSE
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2010
(WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED JUNE 30, 2009)

	Client Services/ERP	Community Education	Clinical	Legal Services	Housing * Program	Volunteer Program	Total Program	Management and General	Fundraising	Total Support	Total All Funds	
											2010	2009
Salaries	\$347,125	\$55,782	\$68,786	\$147,739	\$288,720	\$33,049	\$941,201	\$186,076	\$177,498	\$363,574	\$1,304,775	\$1,577,378
Payroll taxes	29,677	4,306	5,865	12,318	24,686	2,628	79,480	15,860	14,878	30,738	110,218	131,954
Employee benefits	41,788	7,400	7,451	19,504	36,552	3,079	115,774	30,153	21,236	51,389	167,163	227,114
Total personnel expenses	418,590	67,488	82,102	179,561	349,958	38,756	1,136,455	232,089	213,612	445,701	1,582,156	1,936,446
Travel	1,171	557	1,010	1,480	21,358	17	25,593	461	679	1,140	26,733	31,334
Training and education	1,322	811	956	2,042	5,637	54	10,822	2,530	1,277	3,807	14,629	14,585
Meals and entertainment	518			124	1,948		2,590	5,582	809	6,391	8,981	8,990
Rent	51,135	6,575	7,419	17,219	138,348	4,853	225,549	22,385	15,977	38,362	263,911	274,497
Utilities					10,759		10,759			0	10,759	8,273
Emergency lodging					8,030		8,030			0	8,030	4,047
Repairs and maintenance					33,989		33,989			0	33,989	16,482
Office expense	10,056	1,129	1,345	3,289	12,964	857	29,640	5,823	6,536	12,359	41,999	43,538
Telephone	16,026	1,118	1,485	3,320	9,969	733	32,651	1,831	1,460	3,291	35,942	48,122
Postage	1,147	138	166	395	942	102	2,890	935	3,718	4,653	7,543	11,154
Printing	1,260	117	122	245	984	113	2,841	1,111	8,868	9,979	12,820	23,939
Program activities		297			2,686	135	3,118		88	88	3,206	4,489
Program supplies		2,129	3,653		24,597	217	30,596	245	135	380	30,976	9,879
Bank charges							0		2,139	2,139	2,139	2,007
Insurance	3,682	442	535	2,038	4,905	1,189	12,791	4,870	1,090	5,960	18,751	20,409
Taxes					1,070		1,070			0	1,070	1,144
Interest expense					27,406		27,406	2,756		2,756	30,162	2,642
Dues and subscriptions	134			1,035	66	225	1,460	1,829	305	2,134	3,594	6,989
Advertising and promotion					375	150	525	110	1,164	1,274	1,799	2,508
Professional fees	16,425	2,683	45,188	15,140	24,109	1,453	104,998	24,279	9,371	33,650	138,648	196,292
Other fees				170	50		220	261		261	481	881
Depreciation	6,027	759	875	2,044	43,713	560	53,978	11,654	1,865	13,519	67,497	62,274
Special event expenses					8,188		8,188		34,501	34,501	34,501	68,806
Client assistance					60		60	411		411	471	405
Miscellaneous expenses	15,316			7,638	57,975		80,929		9,732	9,732	90,661	103,697
Donated materials	20,131	1,210	21,076	33,624	2,183	10,766	88,990			0	88,990	223,114
Donated services												
Total expenses	\$562,940	\$85,453	\$165,932	\$269,364	\$792,269	\$60,180	\$1,936,138	\$319,162	\$313,326	\$632,488	\$2,568,626	\$3,126,943

* Housing program includes Emergency Shelter and Transitional Housing Programs

COMMUNITY OVERCOMING RELATIONSHIP ABUSE

STATEMENT OF CASH FLOWS

YEAR ENDED JUNE 30, 2010

(WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED JUNE 30, 2009)

	Unrestricted		Temporarily Restricted	Total All Funds	
	General	Property and Equipment		2010	2009
CASH FLOWS FROM OPERATING ACTIVITIES:					
Change in Net Assets	\$498,787	(\$34,278)	\$197,179	\$661,688	(\$624,453)
Adjustment to reconcile change in net assets to cash provided (used) by operating activities:					
Depreciation		67,497		67,497	62,274
	498,787	33,219	197,179	729,185	(562,179)
CHANGES IN CURRENT ASSETS AND CURRENT LIABILITIES					
(Increase) decrease in grants receivable	(136,787)		0	(136,787)	(26,005)
(Increase) decrease in accounts and pledges receivable	(10,991)			(10,991)	12,151
(Increase) decrease in prepaid expenses	8,790		(6,397)	2,393	12,392
(Increase) decrease in deposits	525			525	5,728
Increase (decrease) in accounts payable and accrued expenses	(3,438)			(3,438)	(17,258)
Increase (decrease) in accrued wages	(4,582)			(4,582)	13,258
Increase (decrease) in accrued vacations	(18,938)			(18,938)	21,116
Increase (decrease) in deferred revenue			0	0	(24,736)
Increase (decrease) in client savings account			1,497	1,497	8,285
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	333,366	33,219	192,279	558,864	(557,248)
CASH FLOWS FROM INVESTING ACTIVITIES:					
Purchase of securities	(159,668)			(159,668)	62,005
Unrealized gain (loss) on investments	158,405			158,405	240,687
Realized gain (loss) on investments	(4,112)			(4,112)	86,217
(Gain) Loss on disposal of equipment		557		557	0
Equipment and property purchases		(74,697)		(74,697)	(246,372)
Equipment and property donations				0	(11,500)
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	(5,375)	(74,140)	0	(79,515)	131,037
CASH FLOWS FROM FINANCING ACTIVITIES:					
Borrowing on long term loan		41,947		41,947	75,000
Borrowing on line of credit					
Repayments on loans/ Line of credit	(150,000)	(1,026)		(151,026)	(934)
NET CASH PROVIDED (USED) BY FINANCING ACTIVITIES	(150,000)	40,921	0	(109,079)	(8,284)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	177,991	0	192,279	370,270	(434,495)
CASH AND CASH EQUIVALENTS, beginning of year	(16,181)	0	198,633	182,452	534,597
CASH AND CASH EQUIVALENTS, end of year	\$161,810	\$0	\$390,912	\$552,722	\$534,597
SUPPLEMENTAL INFORMATION:					
Interest paid				\$4,041	\$2,643

See Notes to Financial Statements

COMMUNITY OVERCOMING RELATIONSHIP ABUSE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

NOTE A - ORGANIZATION

General – Community Overcoming Relationship Abuse (CORA (the Organization) is a California nonprofit public benefit corporation incorporated on November 22, 1977. The Organization was previously known as the Center for Domestic Violence Prevention/Sor Juana Ines. The Organization's primary mission is to end domestic violence/abuse in the individual lives of women in San Mateo County, California, through intervention and prevention. A board of Directors comprising of sixteen members governs the Organization.

In September 2002, the Sor Juana Ines Services for Abused Women's board of Directors approved a plan to dissolve and then merge into the Center for Domestic Violence Prevention. During January 2003, the Organization moved into the facilities of the Center for Domestic Violence Prevention and began sharing expenses. The dissolution of Sor Juana Ines Services for Abused Women was completed September 17, 2003.

In furtherance of its purpose, the Organization provides the following basic services for victims of domestic violence and their children:

- a) Emergency shelter, including moteling, on a twenty-four hours a day, seven days a week basis;
- b) Twenty-four hours a day, seven days a week support line and emergency response to law enforcement calls;
- c) Transitional housing and support services;
- d) Psychological support and peer counseling;
- e) Legal assistance and representation so that domestic violence victims can obtain restraining orders, and a legal information line to answer domestic violence related legal questions;
- f) Referral systems to ensure provision of medical care, legal assistance, counseling, and information regarding education, job counseling and training programs, housing referrals and other available social services.

Prevention services include community education to teens and adults, including underserved communities (e.g. Latino, Filipino, etc.).

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting and Reporting - The Organization maintains its accounting records on the accrual basis of accounting.

To ensure observance of limitations and restrictions placed on the use of resources available to the Organization, the accounts of the Organization are maintained in

COMMUNITY OVERCOMING RELATIONSHIP ABUSE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

accordance with the principles of fund accounting. Fund accounting is the procedure by which resources for the various programs are classified for accounting and reporting according to the activities and objectives specified by donors, grantors, officials and governing boards. Separate accounts are maintained for each program.

Estimates - In preparing financial statements in conformity with Generally Accepted Accounting Principles, management must make estimates based on future events that affect the reported amounts of assets and liabilities; the disclosure of contingent assets and liabilities as of the date of the financial statements; and revenues and expenses during the reporting period. Actual results could differ from these estimates.

Cash and Cash Equivalents - The Organization's cash and cash equivalents balance consists of amounts held in checking and savings accounts in large financial institutions.

Property and Equipment - Furniture and equipment are stated at cost. Donated equipment is recorded at its estimated fair market value. Expenditures for property and equipment are capitalized. Depreciation for property and equipment is calculated using the straight-line method over the useful life of each asset. The useful life of these assets ranges from three to forty years. When assets are retired or sold, the related cost and accumulated depreciation are removed from the accounts and any gain or loss arising from such disposition is included as revenue or expense. Expenditures for repairs and maintenance are charged to expense as incurred.

Donated materials and Services - Donated materials recorded at their fair value at the date of donation. In addition, a substantial number of individuals have donated significant amounts of their time to the Organization, primarily through program activities. These services are reflected in the accompanying financial statements using a valuation of the services based on an estimate of the fair value at the time of the donation. Donated services by individuals providing administration services are not recorded as donated services as there are no special skills required for these services. During the year ended June 30, 2010, the organization received approximately 3,863 hours of volunteer services.

Functional Allocation of Expenses - Costs of providing the various programs have been summarized on a functional basis in the accompanying statement of functional expenses.

Income Taxes - The Organization is a Section 501(c)(3) organization exempt from income taxes under Section 501(a) of the Internal Revenue Code and Section

COMMUNITY OVERCOMING RELATIONSHIP ABUSE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

23701(d) of the California Revenue and Taxation Code. There was no taxable unrelated business income during the year ended June 30, 2010.

Contributions and Grant Revenue - The Organization receives contributions and grants from governmental entities, foundations and individuals. The Organization has adopted the provisions of Statements of Financial Accounting Standards (SFAS) No. 116, "Accounting for Contributions Received and Contributions Made", and 117, "Financial Statements for Not-for-Profit Organizations."

The provisions of SFAS 116 require the Organization to recognize contributions and grants as either temporarily or permanently restricted support, if they are received with donor stipulations that limit the use of the contribution or grant. When a temporary restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified as unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

All other contributions are recognized upon receipt. Performance revenue is recognized as earned. Amounts received but not yet earned are reported as deferred revenue.

Other support and revenue, such as interest income, proceeds from fund-raising, and expenses, are accounted for using the accrual method. Government contracts include federal pass-through funds, which are identified in the Schedule of Expenditures of Federal Awards.

Financial Statement Presentation - Under SFAS No. 117, the Organization is required to report information regarding their financial position and activities according to three classes of net assets: unrestricted, temporarily restricted and permanently restricted net assets.

Summarized Financial Information for 2009 - The financial information for the year ended June 30, 2009, presented for comparative purposes, and is not intended to be a complete financial statement presentation.

Reclassifications - Certain reclassifications have been made in the 2009 comparative totals to conform to the classifications used in 2010.

COMMUNITY OVERCOMING RELATIONSHIP ABUSE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

NOTE C – GRANTS, ACCOUNTS & PLEDGES RECEIVABLE

Grants receivable consisted of the following amounts at June 30, 2010:

Daly City – ETC & Homeless Prevention & Rapid Re-Housing Program	\$ 1,312
City of San Mateo - RDA	3,706
Redwood City – DVRT Makeup Funding	10,010
City of East Palo Alto – DVRT Makeup Funding	1,383
City of South San Francisco – CDBG Shelter	2,000
County of San Mateo - CCAT	8,750
County of San Mateo – CDBG Shelter	6,100
County of San Mateo - HSA Child & Family Services	16,670
County of San Mateo - Probation Trust	8,558
County of San Mateo - Other	1,429
County of San Mateo – Battered Women’s Shelter Trust	7,909
California Homeless Prevention & Rapid Re-Housing Program	2,852
California Emergency Management Agency - DVAP	260,309
CaliforniaVictim Compensation Program	6,993
U.S. Department of Justice – Legal Assistance for Victims	16,487
U.S. Department of Housing and Urban Development	139,883
U.S. Department of Justice OVW Transitional Housing	18,326
Other	3,898
Kaiser Foundation	45,000
Wells Fargo	10,000
Yahoo Employee Foundation	27,049
Sequoia Healthcare District	<u>50,000</u>
Total Grants, Accounts & Pledges Receivable	<u>\$648,624</u>

The organization does not believe that an allowance for doubtful accounts is required for any of the grant receivable as of June 30, 2010.

NOTE D – INVESTMENTS

Investments for the year ended June 30, 2010, consisted of the following:

<u>Type</u>	<u>Cost Basis</u>	<u>Fair Market Value</u>	<u>Unrealized Gain/(Loss)</u>
Stocks & Mutual Funds	\$1,266,973	\$1,262,340	\$(4,633)
Corporate Obligations	203,467	215,647	12,180
Real Estate Asset Funds	54,000	49,067	(4,933)
Government Obligations	<u>174,195</u>	<u>180,533</u>	<u>6,338</u>
Total	<u>\$1,698,635</u>	<u>\$1,707,587</u>	<u>\$(8,952)</u>

The principal balance of these investments has been designated by the Board of Directors as an Endowment Fund.

COMMUNITY OVERCOMING RELATIONSHIP ABUSE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

NOTE E – PROPERTY AND EQUIPMENT

Property and Equipment as of June 30, 2010, consisted of the following:

Building and Improvements	\$1,193,269
Land	34,640
Shelter Furniture and equipment	112,360
Office Furniture and equipment	<u>200,596</u>
	1,540,865
Less: Accumulated Depreciation	<u>559,238</u>
	<u>\$ 981,627</u>

Depreciation and amortization expense for the years ended June 30, 2010 and 2009 was \$67,497 and \$62,274, respectively.

NOTE F – LINE OF CREDIT

The Organization holds a line of credit with Wells Fargo Bank with a maximum borrowing limit of \$500,000. At June 30, 2010, the interest rate on the line was Prime plus 1.00%, for a resulting rate of 5%. The outstanding balance at June 30, 2010 was \$0.

NOTE G – LONG TERM DEBT

The long term debt of the organization consisted of the following loans at June 30, 2010. The loans below have been categorized as payable, and forgivable based on the terms of each loan.

Payable Loans:

In July 1993, CORA borrowed \$50,000 from the City of San Mateo to renovate and install fire alarm and security systems in the Shelter. The note bears interest at 5%. Payments on the note are deferred for 20 years. The note is due and payable on September 1, 2013, and is secured by a Deed of Trust on the land and building. The Organization has chosen to prepay the City of San Mateo with monthly installments of \$250, beginning September 1, 1993. 38,526

In July 1993 CORA borrowed \$50,000 from the County of San Mateo to renovate and install fire alarm and security systems in the Shelter. Payments on the note are deferred for 20 years. The note was restructured

COMMUNITY OVERCOMING RELATIONSHIP ABUSE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

NOTE G – LONG TERM DEBT (Continued)

in 2010 to bear 3% simple interest and is payable in full in 2013. The accrued interest through June 30, 2010 is \$25,500

75,500

On July1, 2006, CORA entered into an agreement, with the City of San Mateo, to borrow \$145,000 to renovate the Shelter to include Disabled Access. The note bears interest at 3%. Payments on the note are deferred for 20 years. The note is due on July 1, 2026 and is secured by a Deed of Trust on the land and building. The accrued interest through June 30, 2010 is \$17,395. This interest has not been entered on the books of the Organization.

145,000

In June 2006, CORA entered into an agreement, with the County of San Mateo, to borrow \$200,000 for rehabilitation of the Shelter. The note bears interest at 3% simple interest. Payments on the note are deferred for 30 years. The note is due on June 1, 2036. The accrued interest through June 30, 2010 is \$24,477. This interest has not been entered on the books of the Organization.

200,000

On July 1, 2008, CORA entered into an agreement, with the County of San Mateo, to borrow \$75,000 for rehabilitation of the Shelter. The note bears interest at 3% simple interest. Payments on the note are deferred for 20 years. The note is due on July 1, 2028. The accrued interest through June 30, 2010 is \$4,494. This interest has not been entered on the books of the Organization.

75,000

On December 18, 2009, CORA entered into an agreement With 1633 Bayshore Associates, LLC to reduce the size of the space rented for the administration offices. As a result of this Agreement, CORA became liable to repay the landlord for previously incurred rent expenses. A note in the amount of \$16,515 was drawn with an interest rate of 8% due on February 1, 2013. The note and all accrued interest will be forgiven if CORA is not in default or breach of obligation under the current rent agreement as of February 1, 2013. The accrued interest through June 30, 2010 is \$621.

16,515

\$550,541

Less current portion

1,095

\$549,446

COMMUNITY OVERCOMING RELATIONSHIP ABUSE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

NOTE H – LONG TERM DEBT (Continued)

Aggregate maturities on long-term debt for each of the next five years and subsequent periods are as follows:

Year Ended June 30,	
2011	\$ 1,095
2012	1,151
2013	43,225
2014	1,272
2015	83,798
Subsequent	<u>420,000</u>
	<u>\$550,541</u>

Forgivable Loans:

A loan from the City of San Mateo, in the amount of \$25,000, was received December 1, 1980. This loan was used to make renovations to the Shelter. The note is due when the property is sold or transferred and secured by a Deed of Trust on the land and building. The note does not bear interest. The Organization has no intention of selling or transferring the property and, therefore, the liability has not been recorded in the books.

The Organization deems the default of any of the above notes due to unallowed operations remote since the use of the Transitional House and Shelter House properties facilitates the mission of the Organization.

NOTE I - COMMITMENTS AND CONTINGENCIES

The Organization leases office space from 1633 Bayshore Associates, LLC. The space was expanded in September 2008, for a base monthly rent of \$12,670, with an increase of 3.343% per month for the second year, through January 31, 2010. As of December 31, 2009, the additional space was no longer being leased by the Organization. A new lease for a smaller amount of space was entered into in December 2009, which extends the lease through January 31, 2013. The increase in the base monthly rent will occur on February 1 of each year. The lease expense for the years ended June 30, 2010 and 2009 was \$141,571 and \$147,602, respectively.

The organization rents storage space from U-Stor-It on a month to month basis. The rent expense for the years ended June 30, 2010 and 2009 was \$1,200 and \$1,200, respectively.

The organization rents storage space from Security Public Storage on a month to month basis. The rent expense for the years ended June 30, 2010 and 2009 was \$1,956 and \$1,956, respectively.

COMMUNITY OVERCOMING RELATIONSHIP ABUSE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

NOTE I - COMMITMENTS AND CONTINGENCIES (Continued)

The following is a schedule, by year, of future minimum rentals under the leases at June 30, 2010:

<u>Year</u>	<u>Amount</u>
2011	\$150,995
2012	155,975
2013	91,576

Grant awards require the fulfillment of certain conditions as set forth in the instruments of grant. Failure to fulfill the conditions could result in the return of the funds to the grantors. The Organization deems this contingency remote since by accepting the grants and their terms it has accommodated the objectives of the organization to the provisions of the grant. Management is of the opinion that the organization has complied with the terms of all grants.

The Organization receives a substantial amount of its support from the State of California, and the County of San Mateo. The Organization's programs and activities are dependent upon the availability of these funds. A significant reduction in the level of government support may impact the ability of the Organization to remain a going concern. The amount that would be considered a significant reduction in funding from government agencies cannot be determined as of the financial statement date.

The Organization has instructed its independent auditors to audit the cost related to U.S. government funds to ensure compliance with Circular A-133 issued by the U.S. Office of Management and Budget for the year ended June 30, 2010. Management believes that matters arising from governmental agencies' review of the independent auditors' reports for the year ended June 30, 2010 will not have a material effect on the financial position of the organization.

NOTE J – NET ASSETS

At June 30, 2010, the Organization's temporarily restricted net assets consisted of the following grants:

Crescent Porter Hale Foundation	\$ 15,000
Grove Foundation	90,000
Hurlbut-Johnson Fund	16,667
Sequoia Healthcare District	100,000
Microsoft Unlimited Potential Fund	15,000
Kaiser Permanente	45,000

COMMUNITY OVERCOMING RELATIONSHIP ABUSE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

NOTE J – NET ASSETS (Continued)

Peninsula healthcare District	35,000
San Francisco Foundation	20,000
San Mateo County emergency Food And Shelter Program	8,500
Sand Hill Foundation	4,167
Van Loben Sels/RembeRock Foundation	5,000
William G. Gilmore Foundation	10,000
Yahoo Employee Foundation	<u>27,049</u>
Total Temporarily Restricted Net Assets	<u>\$391,383</u>

NOTE K - CONCENTRATION OF CREDIT RISK

The financial instruments, which potentially subject the Organization to concentrations of credit risk, consist principally of cash and temporary cash investments. The cash balance held at financial institutions was in excess of federally insured limits. The balance of the cash account in excess of the federally insured limits at June 30, 2010 was \$268,796. The Organization has a cash account with a brokerage firm. This cash account is not federally insured. The balance of the cash account in this institution at June 30, 2010 was \$16,370. The Organization places its temporary cash investments with high-credit, high quality financial institutions. The Organization believes no significant concentration of credit risk exists with respect to these cash investments.

ADDITIONAL INFORMATION

COMMUNITY OVERCOMING RELATIONSHIP ABUSE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2010

Federal Grantor Pass-through Grantor/State Pass-through Grantor/County Program Title	Federal CFDA Number	Pass-through Grantor's Contract Number	Contract Period	Award Amount	Amount Expended 2010
FEDERAL AWARDS:					
Department of Housing and Urban Development					
Supportive Housing Program	14.235	CA01B712008	12/1/08-11/30/09	\$225,375	\$114,942
Supportive Housing Program	14.235	CA0255B9T120801	12/1/09-11/30/10.	<u>230,763</u>	<u>139,530</u>
				<u>456,138</u>	<u>254,472</u>
Passed through City of Daly City Community Development Block Grant	14.228	N/A	7/01/09-6/30/10	9,000	9,000
Passed through City of Daly City Community Development Block Grant	14.228	N/A	7/01/09-6/30/10	5,000	5,000
Passed through City of Redwood City Community Development Block Grant	14.228	N/A	7/01/09-6/30/10	15,000	15,000
Passed through City of South San Francisco Community Development Block Grant	14.228	N/A	7/01/09-6/30/10	<u>8,000</u>	<u>8,000</u>
				<u>37,000</u>	<u>37,000</u>
Passed through County of San Mateo Emergency Shelter for Domestic Violence Survivors	14.231	N/A	7/01/09-6/30/10	24,600	24,550
Department of Health and Human Services					
Passed through State of California Office of Emergency Services Domestic Violence Services Domestic Violence Assistance Program - FVPS	93.671	DV09201415	7/01/09-6/30/10	168,036	168,036
U.S. Department of Justice					
Passed through State of California Office of Emergency Services Domestic Violence Services Domestic Violence Assistance Program - VOCA	16.575	DV09201415	7/01/09-6/30/10	96,115	96,115
Domestic Violence Assistance Recovery Act - VAWR	16.588	DR09011415	7/01/09-6/30/10	21,217	21,217
Legal Assistance for Victims Grant Program	16.524	2005-WL-AX-0022	7/01/05-10/31/11	545,000	64,003
Transitional Housing Assistance Program	16.805	2009-EH-S6-0004	7/01/09-6/30/11	<u>500,000</u>	<u>22,436</u>
Total Federal Awards				<u>\$1,848,106</u>	<u>\$687,829</u>

COMMUNITY OVERCOMING RELATIONSHIP ABUSE
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2010

NOTE A – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Community Overcoming Relationship Abuse and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE B – FEDERAL EXPENDITURES

The amount of federal expenditures represents the amount of federal funds expended during the fiscal year ended June 30, 2010

ADDITIONAL REPORTS



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

December 27, 2010

Board of Directors
Community Overcoming Relationship Abuse
Burlingame, California

I have audited the financial statements of Community Overcoming Relationship Abuse as of and for the year ended June 30, 2010, and have issued my report thereon dated December 27, 2010. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

In planning and performing my audit, I considered Community Overcoming Relationship Abuse's internal control over financial reporting as a basis for designing my auditing procedures for the purpose of expressing my opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Community Overcoming Relationship Abuse's internal control over financial reporting. Accordingly, I do not express an opinion on the effectiveness of the Organization's internal control over financial reporting.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the organization's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles, such that there is more than a remote likelihood that a misstatement of the organization's financial statements, that is more than inconsequential, will not be prevented or detected by the organization's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the organization's internal control.

My consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or

material weaknesses. I did not identify any deficiencies in internal control over financial reporting that I consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Community Overcoming Relationship Abuse's financial statements are free of material misstatement, I 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 my audit and accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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

Patricia A. Wintroath, CPA

Patricia A. Wintroath, CPA



Patricia A. Wintroath, CPA

Report on Compliance with Requirements Applicable to Each Major Program and on
Internal Control over Compliance in Accordance with OMB Circular A-133

December 27, 2010

Board of Directors
Community Overcoming Relationship Abuse
Burlingame, California

Compliance

I have audited the compliance of Community Overcoming Relationship Abuse with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2010. Community Overcoming Relationship Abuse's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Community Overcoming Relationship Abuse's management. My responsibility is to express an opinion on Community Overcoming Relationship Abuse's compliance based on my audit.

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

In my opinion, Community Overcoming Relationship Abuse complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2010.

Internal Control over Compliance

The management of Community Overcoming Relationship Abuse is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing my audit, I considered Community Overcoming Relationship Abuse's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine my auditing procedures for the purpose of expressing my opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, I do not express an opinion on the effectiveness of Community Overcoming Relationship Abuse's internal control over compliance.

A control deficiency in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

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

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


Patricia A. Wintroath, CPA

COMMUNITY OVERCOMING RELATIONSHIP ABUSE
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
YEAR ENDED JUNE 30, 2010

There were no prior year audit findings.

COMMUNITY OVERCOMING RELATIONSHIP ABUSE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2010

SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unqualified opinion on the financial statements of Community Overcoming Relationship Abuse
2. No significant deficiencies relating to the audit of the financial statements are reported in the *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*.
3. No instances of noncompliance material to the financial statements of Community Overcoming Relationship Abuse were disclosed during the audit.
4. No significant deficiencies relating to the audit of the major federal award programs are reported in the *Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control over Compliance in Accordance with OMB Circular A-133*.
5. The Auditor's report on compliance for major federal award programs for Community Overcoming Relationship Abuse expresses an unqualified opinion on all major federal programs.
6. Audit findings that are required to be reported in accordance with Section 510(a) of OMB Circular A-133 are reported in this Schedule. (No findings were noted.)
7. The programs tested as major programs include: Department of Housing and Urban Development, Supportive Housing Program, CFDA No. 14.235; Department of Housing and Urban Development, Emergency Shelter for Domestic Violence Survivors, CFDA No. 14.231; Department of Justice, Transitional Housing Assistance Program, CFDA No. 16.805; Department of Justice, Legal Assistance for Victims Grant Program, CFDA No. 16.524.
8. The threshold for distinguishing Types A and B programs was \$300,000.
9. Community Overcoming Relationship Abuse qualified as a low risk auditee.

FINDINGS – FINANCIAL STATEMENTS AUDIT

None

FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS AUDIT

None