

**HAVEN, Inc.
and HAVEN Foundation
Consolidating Financial Statements
and
Single Audit Report
September 30, 2018
(With Summarized Comparative
Information for 2017)**



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Independent Auditors' Report

Board of Directors
HAVEN, Inc.
HAVEN Foundation
Pontiac, Michigan

Report on the Consolidating Financial Statements

We have audited the accompanying consolidating financial statements of HAVEN, Inc. and HAVEN Foundation which comprise the consolidating statements of financial position as of September 30, 2018, and the related consolidating statements of activities, functional expenses - HAVEN, Inc., functional expenses – HAVEN Foundation, and consolidating statement of cash flows for the year then ended, and the related notes to the consolidating financial statements.

Management's Responsibility for the Consolidating Financial Statements

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

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidating financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinion

In our opinion, the consolidating financial statements referred to above present fairly, in all material respects, the financial position of HAVEN, Inc. and HAVEN Foundation as of September 30, 2018, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited HAVEN, Inc.'s and HAVEN Foundation's September 30, 2017, consolidating financial statements, and our report dated January 19, 2018 expressed an unmodified opinion on those financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended September 30, 2017 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Report on Schedule of Expenditures of Federal Awards

Our audit was conducted for the purpose of forming an opinion on the consolidating financial statements as a whole. The schedule of expenditures of federal awards, 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 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 on March 1, 2019 our consideration of HAVEN, 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 HAVEN, Inc.'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 HAVEN, Inc.'s internal control over financial reporting and compliance.

Yeo & Yeo, P.C.

Flint, Michigan
March 1, 2019

HAVEN, Inc.
and HAVEN Foundation
Consolidating Statement of Financial Position
September 30, 2018
(With Summarized Comparative Information for 2017)

Assets	2018			2017	
	HAVEN, Inc.	HAVEN Fdn	Eliminations	Total	Total
Current assets					
Cash and cash equivalents (note 3)	\$ 387,913	\$ 384,008	\$ -	\$ 771,921	\$ 715,402
Investments (note 4)	1,911,399	-	-	1,911,399	1,865,161
Inventories	1,305	-	-	1,305	1,675
Receivables:					
Grants receivable	151,765	-	-	151,765	143,764
Capital campaign contributions receivable (net allowance of \$ 2,909 and \$ 4,319)	-	45,456	-	45,456	67,660
Other receivables	11,025	-	-	11,025	44,882
Prepaid expenses	30,351	-	-	30,351	27,649
Due from related organization	-	564,526	(564,526)	-	-
Total current assets	<u>2,493,758</u>	<u>993,990</u>	<u>(564,526)</u>	<u>2,923,222</u>	<u>2,866,193</u>
Long-term assets					
Beneficial interest in assets held by others (note 8)	218,708	-	-	218,708	211,298
New Market Tax Credit receivable (note 6)	7,070,825	-	-	7,070,825	7,070,825
Land, building, and equipment at cost (less accumulated depreciation of \$ 839,928 and \$ 543,501) (note 10)	401,863	9,377,892	-	9,779,755	9,882,952
Total long-term assets	<u>7,691,396</u>	<u>9,377,892</u>	<u>-</u>	<u>17,069,288</u>	<u>17,165,075</u>
Total assets	<u>\$ 10,185,154</u>	<u>\$ 10,371,882</u>	<u>\$ (564,526)</u>	<u>\$ 19,992,510</u>	<u>\$ 20,031,268</u>
Liabilities and Net Assets					
Current liabilities					
Accounts payable	\$ 91,579	\$ 250	\$ -	\$ 91,829	\$ 137,679
Accrued compensation	160,946	-	-	160,946	156,640
Due to related organization	564,526	-	(564,526)	-	-
Deferred revenue	1,800	29,070	-	30,870	17,441
Note payable, current portion (note 13)	26,568	-	-	26,568	25,139
Total current liabilities	<u>845,419</u>	<u>29,320</u>	<u>(564,526)</u>	<u>310,213</u>	<u>336,899</u>
Long-term liabilities					
Note payable, long-term (note 13)	636,598	10,065,000	-	10,701,598	10,727,652
Total liabilities	<u>1,482,017</u>	<u>10,094,320</u>	<u>(564,526)</u>	<u>11,011,811</u>	<u>11,064,551</u>
Net assets					
Unrestricted					
Board designated	596,305	-	-	596,305	588,895
Undesignated	936,494	-	-	936,494	918,582
Total unrestricted	<u>1,532,799</u>	<u>-</u>	<u>-</u>	<u>1,532,799</u>	<u>1,507,477</u>
Temporarily restricted					
Time restricted	-	48,365	-	48,365	7,138,485
Specific purpose	99,513	229,197	-	328,710	320,755
NMTC (time and purpose)	7,070,825	-	-	7,070,825	-
Total temporarily restricted	<u>7,170,338</u>	<u>277,562</u>	<u>-</u>	<u>7,447,900</u>	<u>7,459,240</u>
Total net assets	<u>8,703,137</u>	<u>277,562</u>	<u>-</u>	<u>8,980,699</u>	<u>8,966,717</u>
Total liabilities and net assets	<u>\$ 10,185,154</u>	<u>\$ 10,371,882</u>	<u>\$ (564,526)</u>	<u>\$ 19,992,510</u>	<u>\$ 20,031,268</u>

See accompanying notes to the consolidating financial statements

HAVEN, Inc.
and HAVEN Foundation
Consolidating Statement of Activities
For the Year Ended September 30, 2018
(With Summarized Comparative Information for 2017)

	2018				2017
	HAVEN, Inc.	HAVEN Fdn	Eliminations	Total	Total
Changes in unrestricted net assets:					
Unrestricted revenue					
Federal grant revenue	\$ 1,441,519	\$ -	\$ -	\$ 1,441,519	\$ 1,472,048
Other grant revenue	401,710	135,534	-	537,244	517,407
Fund-raising activities	4,000	469,831	-	473,831	354,869
Contributions	1,408,371	909,450	(1,395,570)	922,251	688,214
In-kind contributions	345,469	-	-	345,469	273,501
Interest	39,281	520	-	39,801	37,498
Fees and other	18,718	-	-	18,718	28,085
Unrealized and realized gain on investments	93,437	-	-	93,437	119,387
Change in value of beneficial interest in assets held by others	7,410	-	-	7,410	16,569
Total unrestricted revenue	3,759,915	1,515,335	(1,395,570)	3,879,680	3,507,578
Net assets released from restrictions	81,906	397,698	-	479,604	4,857,731
Total unrestricted revenue and other support	3,841,821	1,913,033	(1,395,570)	4,359,284	8,365,309
Expenses					
Program services	3,249,885	1,613,878	(1,395,570)	3,468,193	3,205,056
Supporting services					
Administration and maintenance	286,192	203,424	-	489,616	497,041
Development	381,061	95,731	-	476,792	384,560
Total supporting services	667,253	299,155	-	966,408	881,601
Total expenses	3,917,138	1,913,033	(1,395,570)	4,434,601	4,086,657
Net increase (decrease) in unrestricted net assets	(75,317)	-	-	(75,317)	4,278,652
Change in temporarily restricted net assets					
Contributions	4,855	463,409	-	468,264	357,243
Capital campaign related interest	100,639	-	-	100,639	100,639
Net assets released from restrictions	(81,906)	(397,698)	-	(479,604)	(4,857,731)
Net increase (decrease) in temporarily restricted net assets	23,588	65,711	-	89,299	(4,399,849)
Change in net assets	(51,729)	65,711	-	13,982	(121,197)
Net assets - beginning of year	8,754,866	211,851	-	8,966,717	9,087,914
Net assets - end of year	\$ 8,703,137	\$ 277,562	\$ -	\$ 8,980,699	\$ 8,966,717

See accompanying notes to the consolidating financial statements

HAVEN, Inc.
Statement of Functional Expenses - HAVEN, Inc.
For the Year Ended September 30, 2018
(With Summarized Comparative Information for 2017)

Expenses	Program Services						Supporting Services			Total For the Year Ended September 30,	
	Residential Program	Safe Therapeutic Assault Response Team (START)	Nonresidential Men, Women, and Children Programs	Social Action	Prevention Education	Total Program Services	Administration	Development	Total Supporting Services	2018	2017
	Salaries	\$ 520,398	\$ 190,841	\$ 757,666	\$ 489,164	\$ 143,806	\$ 2,101,875	\$ 139,659	\$ 253,433	\$ 393,092	\$ 2,494,967
Fringe benefits	39,364	6,801	56,117	40,492	2,918	145,692	5,370	16,886	22,256	167,948	151,199
Payroll taxes and expenses	44,425	10,326	66,860	39,421	10,406	171,438	19,902	20,987	40,889	212,327	197,758
Total salaries and related expenses	604,187	207,968	880,643	569,077	157,130	2,419,005	164,931	291,306	456,237	2,875,242	2,657,014
Occupancy-satellite offices	-	9,000	4,893	-	-	13,893	-	-	-	13,893	16,893
Bank charges	957	50	406	300	89	1,802	331	117	448	2,250	665
Utilities	40,167	2,403	8,037	5,929	1,751	58,287	5,923	2,304	8,227	66,514	72,057
Maintenance and warranties	74,516	3,833	20,109	7,662	2,268	108,388	7,732	3,519	11,251	119,639	134,717
Telephone	16,908	4,805	6,019	11,412	1,328	40,472	3,748	2,194	5,942	46,414	47,772
Postage	1,280	172	335	396	50	2,233	1,395	3,164	4,559	6,792	5,810
Printing	14,955	490	3,848	2,737	993	23,023	4,419	1,623	6,042	29,065	27,881
Program supplies and other expenses	330,946	5,618	51,343	4,469	402	392,778	2,416	2,106	4,522	397,300	292,582
Office supplies, software, and equipment	18,827	715	6,952	4,874	4,837	36,205	5,858	1,343	7,201	43,406	48,459
Transportation and mileage	3,128	1,487	598	9,243	1,357	15,813	3,120	621	3,741	19,554	20,938
Conferences and training	482	7,071	15,136	12,042	1,876	36,607	3,728	808	4,536	41,143	40,358
Subscription and memberships	426	469	122	36	11	1,064	692	214	906	1,970	2,776
Human resources	-	-	-	-	-	-	24,831	-	24,831	24,831	20,408
Insurance	14,046	1,170	8,829	8,427	4,414	36,886	1,990	3,310	5,300	42,186	53,507
Investment expense (note 14)	-	-	-	-	-	-	37,948	-	37,948	37,948	39,468
Merchant fee expense	-	-	-	-	45	45	53	490	543	588	601
Payroll preparation expense	2,349	206	1,522	1,431	727	6,235	215	417	632	6,867	6,290
Professional fees and consulting expense	8,596	447	3,759	3,682	792	17,276	9,913	1,043	10,956	28,232	16,452
Public relations	-	-	-	-	-	-	360	43,682	44,042	44,042	45,013
Fundraising event expenses	-	-	-	-	-	-	-	20,247	20,247	20,247	18,782
Board & staff administrative expense	-	-	-	-	-	-	5,483	-	5,483	5,483	6,081
Miscellaneous expense	3,907	1,006	781	577	170	6,441	330	224	554	6,995	4,498
Total functional expenses before depreciation	1,135,677	246,910	1,013,332	642,294	178,240	3,216,453	285,416	378,732	664,148	3,880,601	3,579,022
Depreciation	11,306	1,165	8,540	8,151	4,270	33,432	776	2,329	3,105	36,537	17,280
Total functional expenses	\$ 1,146,983	\$ 248,075	\$ 1,021,872	\$ 650,445	\$ 182,510	\$ 3,249,885	\$ 286,192	\$ 381,061	\$ 667,253	\$ 3,917,138	\$ 3,596,302
Percent of total expenses	29.28%	6.33%	26.09%	16.61%	4.66%	82.97%	7.30%	9.73%	17.03%	100.00%	

See accompanying notes to the consolidating financial statements

HAVEN Foundation
Statement of Functional Expenses - HAVEN Foundation
For the Year Ended September 30, 2018
(With Summarized Comparative Information for 2017)

Expenses	Supporting Services			Total Supporting Services	Total For the Year Ended September 30,	
	Program Services	Administration	Development		2018	2017
	<u> </u>	<u> </u>	<u> </u>		<u> </u>	<u> </u>
Bank service charges	\$ -	\$ 88	\$ -	\$ 88	\$ 88	\$ 100
Bad debt expense	-	9,490	-	9,490	9,490	(1,829)
CapFund asset mgt. fee	-	46,250	-	46,250	46,250	46,250
CapFund tax return fee	-	3,000	-	3,000	3,000	3,000
Development	-	-	82,736	82,736	82,736	74,450
Grants	1,395,570	-	-	-	1,395,570	1,124,944
Insurance Expense	-	50	-	50	50	-
Leveraged loan interest expense	-	100,650	-	100,650	100,650	100,650
Merchant fees	-	12,708	-	12,708	12,708	8,538
Miscellaneous	-	-	-	-	-	465
Professional services	-	2,600	-	2,600	2,600	2,500
Total functional expenses before depreciation	<u>1,395,570</u>	<u>174,836</u>	<u>82,736</u>	<u>257,572</u>	<u>1,653,142</u>	<u>1,359,068</u>
Depreciation	<u>218,308</u>	<u>28,588</u>	<u>12,995</u>	<u>41,583</u>	<u>259,891</u>	<u>256,231</u>
Total functional expenses	<u>\$ 1,613,878</u>	<u>\$ 203,424</u>	<u>\$ 95,731</u>	<u>\$ 299,155</u>	<u>\$ 1,913,033</u>	<u>\$ 1,615,299</u>
Percent of total expenses	84.36%	10.64%	5.00%	15.64%	100%	

See accompanying notes to the consolidating financial statements

HAVEN, Inc.
and HAVEN Foundation
Consolidating Statement of Cash Flows
For The Year Ended September 30, 2018
(With Summarized Comparative Information for 2017)

	2018				2017
	HAVEN, Inc.	HAVEN Fdn	Eliminations	Total	Total
Cash flows from operating activities:					
Change in net assets	\$ (51,729)	\$ 65,711	\$ -	\$ 13,982	\$ (121,197)
Adjustments to reconcile change in net assets to net cash used by operating activities:					
Depreciation	36,537	259,891	-	296,428	273,511
Unrealized and realized gain on investments	(93,437)	-	-	(93,437)	(119,387)
Change in value of beneficial interest in assets held by others	(7,410)	-	-	(7,410)	(16,569)
Decrease in allowance for bad debts	-	(1,410)	-	(1,410)	(1,829)
(Increase) decrease in current assets					
Inventories	370	-	-	370	2,884
Grants and contributions receivable	(8,001)	-	-	(8,001)	25,504
Other receivable	1,357	32,500	-	33,857	(37,587)
Capital campaign contribution receivable	-	23,614	-	23,614	30,493
Prepaid expenses	(6,853)	4,151	-	(2,702)	10,957
Due to related organization	-	(213,117)	213,117	-	-
Increase (decrease) in current liabilities					
Accounts payable	(46,100)	250	-	(45,850)	99,968
Due from related organization	213,117	-	(213,117)	-	-
Accrued compensation	4,306	-	-	4,306	28,768
Deferred revenue	60	13,369	-	13,429	12,066
Net cash provided by operating activities	42,217	184,959	-	227,176	187,582
Cash flows from investing activities:					
Purchases of investments	(43,801)	-	-	(43,801)	(36,618)
Proceeds from investments	91,000	-	-	91,000	-
Purchase of land, building, and equipment	(45,442)	(147,789)	-	(193,231)	(297,939)
Net cash provided (used) by investing activities	1,757	(147,789)	-	(146,032)	(334,557)
Cash flows from financing activities:					
Payments on note payable	(24,625)	-	-	(24,625)	(51,551)
Net change in cash and cash equivalents	19,349	37,170	-	56,519	(198,526)
Cash and cash equivalents at beginning of year	368,564	346,838	-	715,402	913,928
Cash and cash equivalents at end of year	<u>\$ 387,913</u>	<u>\$ 384,008</u>	<u>\$ -</u>	<u>\$ 771,921</u>	<u>\$ 715,402</u>

See accompanying notes to the consolidating financial statements

HAVEN, Inc.
and HAVEN Foundation
Notes to the Consolidating Financial Statements
September 30, 2018
(With Summarized Comparative Information for 2017)

Note 1 - Summary of Significant Accounting Policies

Organization Purpose

HAVEN, Inc. (HAVEN) is a not-for-profit corporation organized to serve victims of domestic violence, and sexual assault in Oakland County, Michigan, through counseling shelter, and educational programs. HAVEN receives the majority of its revenue from grants and contributions.

HAVEN Foundation (Foundation) is a supporting organization of HAVEN, Inc. and is controlled by HAVEN, Inc. accordingly, HAVEN Foundation is a related party of the Organization. It is a not-for-profit organization that exists to raise charitable dollars which fund domestic violence and sexual assault prevention and treatment programs offered by HAVEN. The Foundation receives the majority of its revenue from contributions.

HAVEN and the Foundation are consolidating in the basic financial statements. All intercompany balances and transactions have been eliminated.

Tax Status

HAVEN and the Foundation are exempt from federal income taxes under Section 501(c) (3) of the United States Internal Revenue Code and has been classified by the Internal Revenue Service as a corporation that is not a private foundation.

HAVEN and the Foundation file income tax informational returns in the U.S. federal jurisdiction, and a state jurisdiction. The statute of limitations is generally three years for federal returns, and four years for Michigan returns.

Basis of Accounting

The consolidating financial statements of HAVEN and HAVEN Foundation are presented on the accrual basis of accounting and transactions are recorded based on the nature of the activity (unrestricted, temporarily restricted, and permanently restricted). A summary of the significant accounting policies is as follows:

Unrestricted Activities – Unrestricted activities of HAVEN consist of the general operations of HAVEN. Board-designated net assets are unrestricted net assets designated by the Board. These board-designated net assets consist of \$ 596,305 and \$ 588,895, as of September 30, 2018 and 2017, respectively. The balances of the long-term endowment are held by the Community Foundation for Southeastern Michigan and are included in beneficial interest in assets held by others on the statement of financial position. These designations are based on Board actions, which can be altered or revoked at a future time by the Board.

Temporarily Restricted Activities – Temporarily restricted activities of HAVEN consists of contributions received that are restricted as to the use as specified by the donor or time restrictions on promises to give. The restrictions expire when the purpose of the restriction has been accomplished or the time restriction has expired. Capital campaign net assets are restricted as to time and purpose as of year end.

Permanently Restricted Activities – Permanently restricted net assets consist of contributions where the principal is restricted in perpetuity by a donor. As of September 30, 2018 and 2017, HAVEN had no permanently restricted net assets.

Cash and cash equivalents

Cash and cash equivalents include bank accounts and other highly liquid investments at September 30, 2018 and 2017.

HAVEN, Inc.
and HAVEN Foundation
Notes to the Consolidating Financial Statements
September 30, 2018
(With Summarized Comparative Information for 2017)

Investments

Investments are recorded at fair market value. Unrealized gains and losses are recorded for the difference between costs and market value. See Note 4 for a summary of investments.

Inventories

Inventories consist of supplies and printed materials and are valued at the lower of cost (first in, first out) or market.

Pledges

Pledges are recorded as receivables and allowances are provided for amounts estimated to be uncollectible. Management has estimated uncollectible pledges to be 6% and 6% for the years ended 2018 and 2017, respectively.

Prepaid Items

Certain payments to vendors reflect costs applicable to future fiscal years. For such payments the Organization follows the consumption method, and they therefore are capitalized as prepaid items in the financial statements.

Land, Building and Equipment and Depreciation

Land, building, and equipment are recorded at cost when purchased and at estimated fair market value as determined by management when donated. HAVEN capitalizes all expenditures for property and equipment in excess of \$ 1,000. Depreciation on building and equipment is provided on a straight-line basis over the estimated useful lives of the assets (3 to 40 years). See Note 10.

Long-Lived Assets

HAVEN evaluates long-lived assets for impairment using a discounted cash flow method whenever events or changes in circumstances indicate that the carrying amount of an asset may not

be recoverable in accordance with accounting principles generally accepted in the United States of America.

Grant Revenue

Reimbursement grants are earned and revenue is recognized when HAVEN has incurred qualifying expenses in compliance with the grant. Such amounts received, but not yet earned, are reported as deferred revenue.

Contributions

HAVEN reports contributions received, including unconditional promises to give, in the period received or promised. Contributions without donor-imposed restrictions and contributions with donor-imposed time or purpose restrictions that are met in the same time period as the gift are both reported as unrestricted support. Contributions are recorded as temporarily restricted if they are received with donor stipulations or time restrictions that limit their use or permanently restricted if the principal amount of such contributions are restricted in perpetuity. When a donor or time restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities and changes in net assets as net assets are released from restrictions.

In-kind Contributions

For the year ended September 30, 2018, donated goods of \$ 268,666 and services of \$ 76,803 are reflected as contributions in the accompanying statements at their estimated fair market value. For the year ended September 30, 2017, donated goods of \$ 183,476 and services of \$ 90,025 are reflected as contributions in the accompanying statements at their estimated fair market value. Contributed services are primarily provided by counselors and for project management services related to the capital campaign, while donated goods consist primarily of clothing, holiday gifts, toiletries, and household items. The related expenditures are allocated based

HAVEN, Inc.
and HAVEN Foundation
Notes to the Consolidating Financial Statements
September 30, 2018
(With Summarized Comparative Information for 2017)

on their natural classification. All programs of HAVEN benefit from the donated goods and services, while the donated facilities are allocated based upon the programs that utilize the facilities.

Allocation of Functional Expenses

Costs of providing the program and support services have been reported on a functional basis in the statement of activities and changes in net assets and the statement of functional expenses. Costs have been allocated between the various programs and supporting services on several bases and estimates. Although the methods of allocation used are considered appropriate, other methods could be used that would produce different amounts.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expense during the reported period. Accordingly, actual results could differ from those estimates.

Comparative data

The financial information for the year ended September 30, 2017, presented for comparative purposes only, is not intended to be a complete financial presentation.

Reclassifications

Certain accounts in the prior-period financial statement have been reclassified for comparative purposes to conform to the presentation in the current-year financial statements, none of which are material.

Subsequent Events

Management has evaluated subsequent events through March 1, 2019, which is the date the financial statements were available to be issued.

Note 2 - New Market Tax Credit Program (NMTTC)

During December of 2014, HAVEN and the Foundation closed on the New Markets Tax Credit program, which involves financing for the development and construction of the new HAVEN center. The other receivable at note 6 and the debt at note 14 are related to this program. The New Markets Tax Credit program is projected to be exited in seven years from the commencement date. During that time, exiting the program is designed to extinguish the debt of the Foundation for approximately \$ 10.0 million and the receivable of HAVEN's in the amount of approximately \$ 7.1 million. This amount has been restricted for both time and purpose.

Note 3 - Deposits

HAVEN maintains its checking accounts at Chase Bank, a money market account and a savings account at Bank of Ann Arbor. HAVEN maintains checking and savings accounts at these institutions that are secured by the Federal Deposit Insurance Corporation up to \$ 250,000.

At year end, the carrying amount of HAVEN's deposits were \$ 387,913 and the bank balance was \$ 409,966. Insurance coverage for deposits of HAVEN amounted to \$ 250,000. All of the bank balance of HAVEN was insured at year end.

At year end, the carrying amount of the Foundation deposits were \$ 384,008 and the bank balance was \$ 384,057. Insurance coverage for deposits of the Foundation amounted to \$ 250,000.

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The uninsured portion of the Foundation deposits at year end was \$ 132,556.

Note 4 - Schedule of Investments

The following is the schedule of market values of investments in HAVEN:

	Market Value	
	September 30, 2018	September 30, 2017
Cash & money market	\$ 131,611	\$ 173,943
Fixed securities	688,931	704,945
Equity securities	1,090,857	986,273
Total	\$ 1,911,399	\$ 1,865,161

Investment return is summarized as follows:

	September 30, 2018	September 30, 2017
Interest Income	\$ 139,920	\$ 137,784
Net realized and unrealized gains	93,437	119,387
Total investment income	\$ 233,357	\$ 257,171

Note 5 - Pledges Receivable

As of September 30, 2018 and 2017 HAVEN Foundation had unconditional contributions receivable of \$ 45,456 (net allowance of \$ 2,909) and \$ 67,660 (net allowance of \$ 4,319), respectively, all of which is expected to be received within one to five years. Of the total receivable, \$ 5,413 and \$ 7,853 was pledged by Board members as of September 30, 2018 and 2017, respectively, and \$ 576 and \$ 1,218 was pledged by staff members as of September 30, 2018 and 2017, respectively.

Note 6 - New Market Tax Credit Receivable

In December of 2014, HAVEN entered in the New Market Tax Credit Program (NMTC) and in accordance with the program, HAVEN has another receivable for approximately \$7.1 million. This receivable will be extinguished when the program is complete. See Note 2 for more details on the program.

Note 7 - Fair Value Measurements

The following table presents information about the HAVEN's assets measured at fair value on a recurring basis at September 30, 2018 and 2017, along with the valuation techniques used by the Institute to determine those fair values.

Basis of Fair Value Measurement

Level 1 – Unadjusted quoted prices in active markets that are accessible at the measurement date for identical, unrestricted assets or liabilities;

Level 2 – Quoted prices in markets that are not considered to be active or financial instruments for which all significant inputs are observable either directly or indirectly;

Level 3 – Prices or valuations that require inputs that are both significant to the fair value measurement and unobservable.

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

The following is a market value summary by the level of inputs used, as of September 30, 2018, in evaluating HAVEN's assets carried at fair value. The inputs or methodology used for valuing securities

HAVEN, Inc.
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may not be an indication of the risk associated with investing in those securities.

	Level 1: Quoted prices in active markets for identical assets	Level 2: Significant observable inputs	Level 3: Significant unobservable inputs	Total September 30, 2018
Endowment funds	\$ -	\$ -	\$ 218,708	\$ 218,708
Fixed securities	688,931	-	-	688,931
Equity securities	1,090,857	-	-	1,090,857
	<u>\$ 1,779,788</u>	<u>\$ -</u>	<u>\$ 218,708</u>	<u>\$ 1,998,496</u>

The following is a market value summary by the level of inputs used, as of September 30, 2017:

	Level 1: Quoted prices in active markets for identical assets	Level 2: Significant observable inputs	Level 3: Significant unobservable inputs	Total September 30, 2017
Endowment funds	\$ -	\$ -	\$ 211,298	211,298
Fixed securities	704,945	-	-	704,945
Equity securities	986,273	-	-	986,273
	<u>\$ 1,691,218</u>	<u>\$ -</u>	<u>\$ 211,298</u>	<u>\$ 1,902,516</u>

The Level 3 inputs are determined by the fair value of the assets held at the Community Foundation; accordingly, there is no significant observable inputs. The valuation is based on

assumptions about the present value of the distributions to be received from the endowment funds (see Note 8).

Changes in Level 3 Assets Measured at Fair Value on a Recurring Basis:

	Pledges receivable
Balance at September 30, 2017	\$ 211,298
Change in value of endowment fund	7,410
Balance at September 30, 2018	<u>\$ 218,708</u>

Note 8 - Beneficial Interest in Assets Held by Others

HAVEN has a beneficial interest held by the Community Foundation for Southeastern Michigan. HAVEN has board designated these assets and has the right to the assets and income. The assets follow the spending and investment policies of the Community Foundation and the income earned is reinvested in the endowment fund. The value of these assets are shown on the statement of financial position at the fair value of assets applicable to HAVEN. The value of the beneficial interest was \$218,708, and \$211,298 at September 30, 2018 and 2017, respectively.

Note 9 - Community Foundation

HAVEN participates in an endowment program with a fund held at the Community Foundation of Southeast Michigan called the HAVEN Endowment Fund. Funds donated by outside donors for the benefit of HAVEN are held and managed by the Community Foundation of Southeast Michigan. The fair market value of these funds was \$76,185 and \$73,324 at September 30, 2018 and 2017, respectively. The Community Foundation maintains legal ownership

HAVEN, Inc.
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(With Summarized Comparative Information for 2017)

of these funds. Outside donor contributions to the Community Foundation are not reported as assets of HAVEN. Transfers to HAVEN from the Community Foundation, if any, are recorded as contributions from the Community Foundation.

Note 10 - Land, Building and Equipment

At September 30, 2018 and 2017, the carrying value of such assets and accumulated depreciation is as follows:

	September 30,	
	2018	2017
HAVEN, Inc.		
Furniture, fixtures, and equipment	\$ 171,383	\$ 168,813
Buildings	254,194	-
Building improvements	27,273	-
Vehicles	80,378	80,378
Construction in progress	-	238,595
	<u>533,228</u>	<u>487,786</u>
Accumulated depreciation	<u>(131,365)</u>	<u>(94,828)</u>
Subtotal	<u>401,863</u>	<u>392,958</u>
HAVEN Foundation		
Land and land improvements	546,252	546,252
Building improvements	7,478,631	7,478,631
Furniture, fixtures, and equipment	510,408	362,620
Soft cost construction fees	1,551,164	1,551,164
	<u>10,086,455</u>	<u>9,938,667</u>
Accumulated depreciation	<u>(708,563)</u>	<u>(448,673)</u>
Subtotal	<u>9,377,892</u>	<u>9,489,994</u>
Total	<u>\$ 9,779,755</u>	<u>\$ 9,882,952</u>

Note 11 - Commitments

During 2014, HAVEN was awarded a grant for \$ 500,000 from the Federal Home Loan Bank of Indianapolis (FHLBI) that is restricted for shelter construction. The grant requires a 15 year retention period for specific compliance requirements; if such requirements are not met, 100% of the grant could be required to be paid back. HAVEN's management is confident no amount will have to be repaid.

Note 12 - Leases

HAVEN leased certain office facilities (which are included in in-kind contributions) and equipment under lease agreements that expire on various dates. Rental expense as of September 30, 2018 and 2017 totaled \$ 13,893 and \$ 16,893, respectively.

During December 2014, HAVEN leased a phone system that will expire in December of 2019. Phone lease expense as of September 30, 2018 and 2017 totaled \$ 8,811 and \$ 8,811, respectively. The following is a schedule of future minimum lease payments:

Years Ending	Amount
September 30,	
2019	\$ 8,811
2020	1,468
	<u>\$ 10,279</u>

HAVEN, Inc.
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During December 2014, HAVEN leased copiers and toner that will expire in 2020. The agreement covers two copiers and all networked printers. Copier lease expense as of September 30, 2018 and 2017 totaled \$ 23,023 and \$ 27,881, respectively. The following is a schedule of future minimum lease payments:

Years Ending September 30,	Amount
2019	\$ 17,676
2020	16,203
	<u>\$ 33,879</u>

Note 13 - Note Payable

During the year HAVEN and the Foundation entered into various loan agreements. The following is a schedule of notes payable:

	September 30,	
	2018	2017
HAVEN, Inc.		
Mortgage 20 yr. term note with JPMorgan Chase Bank, N.A. with initial balance of \$750,000 and monthly installment of \$ 5,180, including interest at 5.55%. The note matures in November of 2034.	\$ 663,166	\$ 687,791
Subtotal	<u>663,166</u>	<u>687,791</u>

HAVEN Foundation

Loan agreement with CAP FUND CDE TEN LLC with initial principal amount of \$2,670,475 with an interest rate of 1.00% per annum. The note matures in December of 2044.

2,670,475 2,670,475

Loan agreement with CAP FUND CDE TEN LLC with initial principal amount of \$6,394,525 with an interest rate of 1.00% per annum. The note matures in December of 2044.

6,394,525 6,394,525

QLICI Loan A Note with CNMC SUB-CDE 59, LLC c/o Chase New Markets Corporation with initial principal amount of \$676,300 with an interest rate of 1.00%. The note matures in December of 2044.

676,300 676,300

QLICI Loan B Note with CNMC SUB-CDE 59, LLC c/o Chase New Markets Corporation with initial principal amount of \$323,700 with an interest rate of 1.00%. The note matures in December of 2044.

	323,700	323,700
Subtotal	<u>10,065,000</u>	<u>10,065,000</u>
Total	<u>\$ 10,728,166</u>	<u>\$ 10,752,791</u>
Current portion	\$ 26,568	\$ 25,139
Long-term portion	<u>10,701,598</u>	<u>10,727,652</u>
Total	<u>\$ 10,728,166</u>	<u>\$ 10,752,791</u>

The above notes are all secured by the mortgage to the new HAVEN Center property and the property itself.

HAVEN, Inc.
and HAVEN Foundation
Notes to the Consolidating Financial Statements
September 30, 2018
(With Summarized Comparative Information for 2017)

See below for future loan payments for HAVEN and the Foundation:

For the year ending <u>September 30,</u>	<u>Amount</u>
2019	\$ 26,568
2020	28,083
2021	29,681
2022	31,348
2023	33,157
Thereafter*	<u>10,579,330</u>
Total	<u>\$ 10,728,166</u>

* The total amount of debt for the Foundation will be extinguished through the exit of the New Markets Tax Credit program. See Note 2 for further explanation.

Note 14 - Cash Flows

As of September 30, 2018 and 2017 there was term loan interest expense that amounted to \$ 37,948 and \$ 39,468, respectively. As of September 30, 2018 and 2017 there was leveraged loan interest expense that amounted to \$ 100,650 and \$ 100,650, respectively.

Note 15 - Michigan State Bar Foundation

HAVEN participates in an endowment program sponsored by the Michigan State Bar Foundation (the "Foundation"). Funds donated by outside donors for the benefit of HAVEN are held and managed by the Foundation. The fair market value of these funds is approximately \$ 40,388 at September 30, 2018 and \$ 38,503 at September 30, 2017. The Foundation maintains legal ownership of agency endowment funds, and, as such, reports the funds as assets

of the Foundation. Outside donor contributions to the Foundation are not reported as assets of HAVEN. Annual transfers of earnings to HAVEN from the endowment fund are recorded as contributions from the Foundation.

Note 16 - Retirement Plan

HAVEN has a 401 (k) Plan that covers substantially all salaried employees. Participants may contribute up to 20 percent of their annual wages through payroll withholdings into their 401 (k) Plan within the IRS limits. Employees are vested 50 percent after 3 years, 75 percent after 4 years, and 100 percent after 5 years. Effective starting June 1, 2015 HAVEN reinstated a 401 (k) match. This is a 50% match up to the first 2% of employee contribution, with a maximum employer contribution of 1%. Contributions for the year ending September 30, 2018 and 2017 were \$ 10,998 and \$ 10,371, respectively.

Note 17 - Federal, State and Local Grants

HAVEN participates in a number of federal, state and local grant programs. The programs are subject to compliance audits. However, specific grantors have yet to make final approval of the compliance audits. The amount, if any, of expenditures which may be disallowed by the grantor agencies cannot be determined at this time, although management expects such amounts, if any, to be immaterial.

Note 18 - Gifts by Board Members and Employees

During the year ended September 30, 2018 and 2017 total revenue from Board members was \$ 34,293 and \$ 35,045, respectively, and revenue from employees was \$ 7,234 and \$ 2,561, respectively.

Single Audit Report



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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*

Independent Auditors' Report

To Management and the Board of Directors
HAVEN, Inc.
Pontiac, Michigan

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Haven, Inc. as of and for the year ended September 30, 2018, and the related notes to the financial statements, which collectively comprise HAVEN, Inc.'s basic financial statements, and have issued our report thereon dated March 1, 2019.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered HAVEN, Inc.'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 HAVEN, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of HAVEN, Inc.'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. Given these limitations, during our audit we did not

identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether HAVEN, Inc.'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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Yeo & Yeo, P.C.

Flint, Michigan
March 1, 2019



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Report on Compliance For Each Major Federal Program And Report on Internal Control Over Compliance Required by the Uniform Guidance

Independent Auditors' Report

To Management and the Board of Directors
HAVEN, Inc.
Pontiac, Michigan

Report on Compliance for Each Major Federal Program

We have audited HAVEN, 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 HAVEN, Inc.'s major federal programs for the year ended September 30, 2018. HAVEN, Inc.'s major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of HAVEN, Inc.'s major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our 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 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). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about HAVEN, Inc.'s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of HAVEN, Inc.'s compliance.

Opinion on Each Major Federal Program

In our opinion, HAVEN, 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 September 30, 2018.

Report on Internal Control Over Compliance

Management of HAVEN, Inc. is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered HAVEN, Inc.'s internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of HAVEN, Inc.'s internal control over compliance.

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 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.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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.

Yeo & Yeo, P.C.

Flint, Michigan
March 1, 2019

HAVEN, Inc.
Schedule of Expenditures of Federal Awards
For the Year Ended September 30, 2018

Federal Agency/Pass-through Agency Program Title	CFDA Number	Pass-through Project/Grant Number	Award Amount	Federal Expenditures
<u>U.S Department of Housing & Urban Development:</u>				
Emergency Shelter Grants:				
Passed through Oakland County	14.231	ESGP-2017-2018	\$ 22,293	\$ 22,293
CDBG - State-Administered CDBG Cluster				
Passed through various other Oakland County	14.228	various 2017-2018	<u>100,849</u>	<u>100,849</u>
Total U.S. Department of Housing & Urban Development			<u>123,142</u>	<u>123,142</u>
<u>U.S. Department of Justice:</u>				
Passed through Michigan Department of Community Health:				
Victims of Crime Act Assistance Grant Program (VOCA)	16.575	20180606-00	800,850	800,850
Passed through the Michigan Department of Health and Human Services (MDHHS):				
Violence Against Women Formula Grant	16.588	DV16-63001	27,291	27,291
STOP Violence Against Women Formula Grant	16.588	STOP16-63001	<u>178,210</u>	<u>178,210</u>
Total passed through Michigan Department of Human Services			<u>205,501</u>	<u>205,501</u>
Total U.S. Department of Justice			<u>1,006,351</u>	<u>1,006,351</u>

See accompanying notes to the Schedule of Expenditures of Federal Awards

HAVEN, Inc.
Schedule of Expenditures of Federal Awards
For the Year Ended September 30, 2018

Federal Agency/Pass-through Agency Program Title	CFDA Number	Pass-through Project/Grant Number	Award Amount	Federal Expenditures
<u>U.S Department of Health and Human Services:</u>				
Passed through the Michigan Department of Health and Human Services (MDHHS):				
Michigan Department of Community Health/ MDVSAPTB :				
Domestic Violence Shelter & Support Services	93.671	DV16-63001	\$ 47,366	\$ 47,366
TANF Cluster				
Passed through the Michigan Department of Health and Human Services (MDHHS):				
Domestic Violence Shelter & Support Services -				
Temporary Assistance for Needy Families (TANF)	93.558	DV16-63001	181,689	181,689
Temporary Assistance for Needy Families (TANF)	93.558	SA15-63001	82,971	82,971
Total TANF Cluster			<u>264,660</u>	<u>264,660</u>
Total U.S. Department of Health and Human Services			<u>312,026</u>	<u>312,026</u>
Total Federal Awards			<u>\$ 1,441,519</u>	<u>\$ 1,441,519</u>

See accompanying notes to the Schedule of Expenditures of Federal Awards

HAVEN, Inc.
Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended September 30, 2018

Note 1 - Basis of Presentation

The accompanying schedule of expenditures of federal awards (SEFA) includes the federal award activity of HAVEN, Inc. under programs of the federal government for the year ended September 30, 2018. The information in this Schedule is presented in accordance with the 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). Because the Schedule presents only a selected portion of the operations of HAVEN, Inc., it is not intended to and does not present the financial position or changes in fund balances of HAVEN, Inc.

Note 2 - Summary of Significant Accounting Policies

Expenditures

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, where certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

Indirect Cost Rate

HAVEN, Inc. has elected to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

Note 3 – Reconciliation to the Financial Statements

Management has reported the expenditures in the SEFA equal to those amounts reported in the annual or final cost reports that have been submitted for that particular grant year.

The financial statements federal grant revenues equal the total expenditures for Federal Awards.

Note 4 – Subrecipients

No amounts were provided to subrecipients.

HAVEN, Inc.
Schedule of Findings and Questioned Costs
For the Year Ended September 30, 2018

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued on whether the financial statements were prepared in accordance with Generally Accepted Accounting Principles:

Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? _____ Yes _____ X _____ No
- Significant deficiency(ies) identified that are not considered to be material weaknesses? _____ Yes _____ X _____ None reported
- Noncompliance material to financial statements noted? _____ Yes _____ X _____ No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? _____ Yes _____ X _____ No
- Significant deficiency(ies) identified that are not considered to be material weakness(es)? _____ Yes _____ X _____ None reported

Type of auditors' report issued on compliance for major programs:

Unmodified

- Any audit findings disclosed that are required to be reported in accordance with §200.516(a)? _____ Yes _____ X _____ No

HAVEN, Inc.
Schedule of Findings and Questioned Costs
For the Year Ended September 30, 2018

Identification of major programs:

CFDA Numbers

16.575

Name of Federal Program

(VOCA) Victims of Crime Act Assistance Grant Program

Dollar threshold used to distinguish
between type A and type B programs:

\$ 750,000

Auditee qualified as low-risk auditee:

 X Yes No

Section II - Financial Statement Findings

No matters were noted.

Section III - Federal Award Findings and Questioned Costs

No matters were noted.

Section IV – Prior Audit Findings

There were no audit findings for the year ended September 30, 2017.