

MUJERES LATINAS EN ACCION

**OMB CIRCULAR A-133 REPORT
as of June 30, 2014**

Together With Auditor's Report

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Mujeres Latinas en Accion

Report on the Financial Statements

We have audited the accompanying financial statements of Mujeres Latinas en Accion (a nonprofit organization), which comprise the statement of financial position as of June 30, 2014, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issues 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 financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

INDEPENDENT AUDITOR'S REPORT

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Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Mujeres Latinas en Accion as of June 30, 2014 and 2013, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Other Information

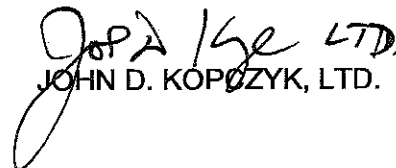
Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, is presented 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 December 18, 2014, on our consideration of Mujeres Latinas en Accion'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 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 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 Mujeres Latinas en Accion's internal control over financial reporting and compliance.

Report on Summarized Comparative Information

We have previously audited the Mujeres Latinas en Accion's 2013 financial statements, and our report dated November 25, 2013, expressed an unmodified opinion on those audited financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2013 is consistent, in all material respects, with the audited financial statements from which it has been derived.


JOHN D. KOPYZYK, LTD.

Chicago, Illinois
December 18, 2014

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

To the Board of Directors of
Mujeres Latinas en Accion

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 Mujeres Latinas en Accion (a nonprofit organization), which comprise the statement of financial position as of June 30, 2014, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated December 18, 2014.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Mujeres Latinas en Accion'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 Mujeres Latinas en Accion's internal control. Accordingly, we do not express an opinion on the effectiveness of Mujeres Latinas en Accion'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.

Independent Auditor's Report on Internal Control Over
Financial Reporting and on Compliance and Other Matters Based
on an Audit of Financial Statements Performed
in Accordance with *Government Auditing Standards*

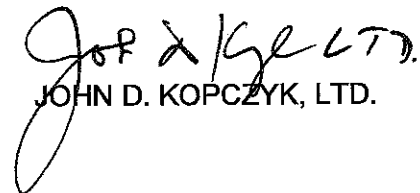
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Compliance and Other Matters

As part of obtaining reasonable assurance about whether Mujeres Latinas en Accion'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 Mujeres Latinas en Accion's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Mujeres Latinas en Accion's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.


JOHN D. KOPCZYK, LTD.

Chicago, Illinois
December 18, 2014

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED BY OMB CIRCULAR A-133**

To the Board of Directors of
Mujeres Latinas en Accion

Report on Compliance for Each Major Federal Program

We have audited Mujeres Latinas en Accion's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Mujeres Latinas en Accion's major federal programs for the year ended June 30, 2014. Mujeres Latinas en Accion's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Mujeres Latinas en Accion'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 OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 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 Mujeres Latinas en Accion'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 on Mujeres Latinas en Accion's compliance.

Opinion on Each Major Federal Program

In our opinion, Mujeres Latinas en Accion complied, in all material respects, with the type of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2014.

Independent Auditor's Report on Compliance for
each Major Program and on Internal Control over
Compliance Required by OMB Circular A-133

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Report on Internal Control Over Compliance

Management of Mujeres Latinas en Accion 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 Mujeres Latinas en Accion'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 OMB Circular A-133, 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 Mujeres Latinas en Accion'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 OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.


JOHN D. KOPCZYK, LTD.

Chicago, Illinois
December 18, 2014

MUJERES LATINAS EN ACCION
STATEMENTS OF FINANCIAL POSITION
AS OF JUNE 30, 2014 and 2013

	2014	2013
ASSETS		
Cash	\$ 30,666	\$ 9,786
Grants Receivable (Note 9)	817,522	746,892
Accounts Receivable (Note 10)	8,385	3,942
Prepaid Expenses	16,866	17,833
Property and Equipment, Net	2,596,530	2,685,007
TOTAL ASSETS	\$ 3,469,969	\$ 3,463,460
 LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts Payable	\$ 133,211	\$ 94,067
Accrued Expenses	98,032	97,418
Line of Credit	159,478	196,647
Mortgage Payable	1,107,318	1,162,983
TOTAL LIABILITIES	\$ 1,498,039	\$ 1,551,115
 NET ASSETS		
Unrestricted	\$ 1,290,738	\$ 1,195,748
Temporarily Restricted	681,192	716,597
TOTAL NET ASSETS	\$ 1,971,930	\$ 1,912,345
TOTAL LIABILITIES AND NET ASSETS	\$ 3,469,969	\$ 3,463,460

The accompanying notes are an integral part of these statements.

MUJERES LATINAS EN ACCION

STATEMENT OF ACTIVITIES

YEAR ENDED JUNE 30, 2014

With Comparative Totals for the Year Ended, June 30, 2013

	2014			<u>2013</u>
	Unrestricted	Temporarily Restricted	Total	
REVENUES				
Government Grants	\$ 659	\$ 1,984,504	\$ 1,985,163	\$ 1,796,509
Foundations and Corporations	179,323	849,964	1,029,287	659,196
United Way of Chicago	0	10,000	10,000	10,000
Other Organizations	1,341	0	1,341	1,448
Individuals	122,320	150	122,470	159,454
Fundraising Events (Net of Expenses of \$115,712 and \$140,050)	166,461	7,500	173,961	158,520
Interest	1	0	1	11
Miscellaneous	4,027	0	4,027	2,715
In-Kind	20,353	0	20,353	3,745
Net Assets Released from Restrictions	<u>2,887,523</u>	<u><2,887,523></u>	<u>0</u>	<u>0</u>
TOTAL REVENUES AND PUBLIC SUPPORT	<u>\$ 3,382,008</u>	<u>\$ <35,405></u>	<u>\$ 3,346,603</u>	<u>\$ 2,791,598</u>
EXPENSES				
Program Services	2,982,294	0	2,982,294	2,669,922
Development	253,518	0	253,518	252,256
Administration	<u>51,206</u>	<u>0</u>	<u>51,206</u>	<u>96,738</u>
TOTAL EXPENSES	<u>\$ 3,287,018</u>	<u>\$ 0</u>	<u>\$ 3,287,018</u>	<u>\$ 3,018,916</u>
CHANGE IN NET ASSETS	\$ 94,990	\$ <35,405>	\$ 59,585	\$ <227,318>
NET ASSETS AT BEGINNING OF YEAR	<u>1,195,748</u>	<u>716,597</u>	<u>1,912,345</u>	<u>2,139,663</u>
NET ASSETS AT END OF YEAR	<u>\$ 1,290,738</u>	<u>\$ 681,192</u>	<u>\$ 1,971,930</u>	<u>\$ 1,912,345</u>

The accompanying notes are an integral part of these statements.

MUJERES LATINAS EN ACCION
STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED JUNE 30, 2014

With Comparative Totals for the Year Ended, June 30, 2013

2013

2014

	Youth	Domestic Violence	Parent Support	Sexual Assault	Women In Transition	Latina Leadership	Total Programs	Admin	Development	Grand Total	Total
Salaries	\$ 136,508	\$ 566,946	\$ 278,955	\$ 320,799	\$ 193,012	\$ 37,828	\$ 1,534,048	\$175,899	\$ 168,784	\$ 1,878,731	\$ 1,797,181
Fringe Benefits	16,253	58,707	20,840	25,668	18,870	7,180	147,518	1,666	11,868	161,052	150,299
Payroll Taxes	10,827	45,254	21,966	25,565	15,151	3,007	121,770	9,207	13,594	144,571	144,198
Accounting Fees	1,017	4,225	2,079	2,391	1,438	282	11,432	2,405	1,258	15,095	16,496
Legal Fees	0	0	0	0	0	0	0	6,023	0	6,023	41
Professional Fees	14,634	35,302	20,484	24,132	12,903	2,731	110,186	11,537	12,181	133,904	129,892
Program Consultants	45,583	53,803	0	7,601	120,761	35,790	263,538	0	0	263,538	127,790
Occupancy	12,568	41,798	7,236	10,647	3,099	2,807	78,155	5,249	3,378	86,782	69,570
Office Supplies	3,592	4,542	1,692	9,048	3,145	496	22,515	6,713	1,871	31,099	34,931
Equipment Lease and Maintenance	1,315	4,820	2,125	2,043	1,293	278	11,874	763	995	13,632	15,164
Equipment Purchase	1,602	2,022	53	6,456	4,370	32	14,535	1,703	34	16,272	20,345
Telephone	7,832	18,074	7,722	4,796	1,863	411	40,698	5,817	3,289	49,804	46,375
Advertising / Marketing	0	0	0	4,176	4,015	0	8,191	75	275	8,541	3,608
Printing and Publications	238	3,110	690	6,992	2,828	391	14,249	386	9,590	24,225	15,787
Postage and Shipping	74	379	177	316	364	30	1,340	552	148	2,040	2,731
Travel	5,519	7,879	246	5,363	627	1,399	21,033	27,680	1,371	50,084	47,557
Training	2,370	662	460	2,313	459	78	6,342	525	50	6,917	3,197
Conferences and Meetings	618	319	59	1,397	2,491	899	5,783	11,615	3,413	20,811	24,659
Program Expenses	25,875	16,057	6,118	15,893	64,476	666	129,085	50	0	129,135	109,269
Grants to Other Organizations	0	0	0	0	0	0	0	0	0	0	0
Dues and Subscriptions	808	5,310	1,002	2,953	1,812	193	12,078	4,890	1,857	18,825	19,077
Insurance	3,165	5,400	2,845	3,402	2,475	1,734	19,021	7,930	2,583	29,534	27,225
Interest	4,751	18,583	6,518	9,759	5,811	5,922	51,344	27,362	7,432	86,138	81,521
Depreciation	5,707	22,324	7,830	11,723	6,980	7,114	61,678	17,872	8,927	88,477	91,318
Bad Debt Expense	158	0	3,297	0	0	3,000	6,455	3,402	0	9,857	30,703
Support Service Allocation	26,185	106,824	51,795	60,793	36,396	7,137	289,130	<289,130>	0	11,931	9,982
Other	93	0	0	200	0	3	296	11,015	620	11,931	9,982
TOTAL EXPENSE	\$ 327,292	\$ 1,022,340	\$ 444,189	\$ 564,426	\$ 504,639	\$ 119,408	\$ 2,982,294	\$ 51,206	\$ 253,518	\$ 3,287,018	\$ 3,018,916

The accompanying notes are an integral part of these statements.

MUJERES LATINAS EN ACCION
STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2014 and 2013

	<u>2014</u>	<u>2013</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in Net Assets	\$ 59,585	\$ <227,318>
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
Depreciation	88,477	91,319
Bad Debt Expense	9,857	30,703
Grants Receivable	<77,085>	<176,849>
Accounts Receivable	<7,845>	23,695
Deferred Revenue	0	<917>
Prepaid Expenses	967	3,427
Accounts Payable	39,144	28,447
Accrued Expenses	<u>614</u>	<u>5,214</u>
Net Cash Provided <Used> by Operating Activities	<u>\$ 113,714</u>	<u>\$ <222,279></u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from Line of Credit	\$ 1,154,500	\$ 1,163,000
Repayment of Line of Credit	<1,191,669>	<966,353>
Repayment of Mortgage Principal	<u><55,665></u>	<u><52,172></u>
Net Cash Provided <Used> in Financing Activities	<u>\$ <92,834></u>	<u>\$ 144,475</u>
NET INCREASE <DECREASE> IN CASH	<u>\$ 20,880</u>	<u>\$ <77,804></u>
CASH BALANCE – BEGINNING OF YEAR	<u>\$ 9,786</u>	<u>\$ 87,590</u>
CASH BALANCE –END OF YEAR	<u>\$ 30,666</u>	<u>\$ 9,786</u>

The accompanying notes are an integral part of these statements.

MUJERES LATINAS EN ACCION
NOTES TO FINANCIAL STATEMENTS

NOTE 1. NATURE OF ACTIVITIES

Mujeres Latinas En Accion (Mujeres) is a bilingual/bicultural agency founded in 1973 that seeks to empower women, their families and youth to become self-reliant, and able to take full advantage of available opportunities; and create new opportunities to improve the quality of their lives. Mujeres provides comprehensive services with integrated activities to assist our constituents in exploring choices, making informed decisions, developing self-esteem, and enhancing daily living and problem-solving skills. Mujeres also undertakes policy analysis and advocates with and on behalf of their constituents.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Contributions

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence or nature of any donor restrictions. When a temporary restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles for not-for-profit organizations.

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Donated Services and Materials

Donated services are recognized for those that require specialized skills. During fiscal years ended June 30, 2014 and 2013, the Organization estimated and recorded contributions for travel, consulting services and printing in the amount of \$20,353 and \$3,745, respectively.

MUJERES LATINAS EN ACCION
NOTES TO FINANCIAL STATEMENTS

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Comparative Totals For Prior Year

The financial statements include certain prior-year summarized comparative information in total but not by net asset class or functional allocation. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with Mujeres' financial statements for the year ended June 30, 2013 from which the summarized information was derived. Certain reclassifications of previously reported amounts have been made to conform to classifications used in the current year.

Income Tax Status

Mujeres Latinas En Accion is incorporated under the laws of the state of Illinois as a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. Mujeres has also been classified as an entity that is not a private foundation within the meaning of Section 509(a) and qualifies for deductible contributions as provided in Section 170(b)(1)(A)(vi). There was no unrelated business income for the year ended June 30, 2014 and 2013. Each of the Organization's prior three years remains subject to examination by the Internal Revenue Service. In the next twelve months, the Organization does not expect a material net change in unrecognized tax benefits.

Fixed Assets

Mujeres follows the practice of capitalizing, at cost, all expenditures for fixed assets in excess of \$3,000. Depreciation is computed on a straight-line basis over the useful lives of the assets generally as follows:

Building and Improvements	40 Years
Equipment	5 Years

Cash Equivalents

Cash equivalents consist of short-term, highly liquid investments which are readily convertible into cash. Bank accounts are insured by the FDIC up to \$250,000. At June 30, 2014 and 2013, Mujeres did not have bank accounts whose cash balances exceeded the FDIC insured limit. At June 30, 2014 and 2013, there was \$50,000 of cash temporarily restricted for capital expenditures.

Subsequent Events

The financial statements were available to be issued on December 18, 2014 with subsequent events being evaluated through this date.

MUJERES LATINAS EN ACCION

NOTES TO FINANCIAL STATEMENTS

NOTE 3. PROPERTY AND EQUIPMENT

	<u>2014</u>	<u>2013</u>
Land	\$ 69,393	\$ 69,393
Buildings	77,406	77,406
Building Improvements	3,182,090	3,182,090
Equipment	359,117	359,117
Loan Fees	18,916	18,916
Software	<u>15,666</u>	<u>15,666</u>
Total	\$ 3,722,588	\$ 3,722,588
Less: Accumulated Depreciation	<u>< 1,126,058 ></u>	<u>< 1,037,581 ></u>
NET PROPERTY AND EQUIPMENT	<u>\$ 2,596,530</u>	<u>\$ 2,685,007</u>

NOTE 4. TEMPORARILY RESTRICTED NET ASSETS

Temporarily Restricted Net Assets are available for the following purposes:

	<u>2014</u>	<u>2013</u>
Program Restricted	\$ 481,192	\$ 516,597
Capital Expenditures	<u>200,000</u>	<u>200,000</u>
Total	<u>\$ 681,192</u>	<u>\$ 716,597</u>

NOTE 5. LINE OF CREDIT

Mujeres had a one-year, \$150,000 line of credit with Fifth Third Bank that matured on January 26, 2013. It was replaced by a one-year, \$200,000 line of credit with Fifth Third Bank that matured on October 26, 2014. Interest was at prime plus 1.5% with the buildings on 17th Street and 21st Place serving as collateral. The line of credit was subsequently renewed with similar terms and matures on October 27, 2015.

The balance outstanding at June 30, 2014 and 2013 was \$ 159,478 and \$196,647, respectively. Interest paid was \$ 8,832 and \$3,033 during the fiscal years ended June 30, 2014 and 2013, respectively.

NOTE 6 CONCENTRATIONS

One government agency represented 15% and 17% of total revenues for the years ended June 30, 2014 and 2013, respectively. Two government agencies represented 31% and 34% of grants receivable at June 30, 2014 and 2013, respectively. One foundation represented 12% of grants receivable at June 30, 2014 and another foundation represented 7% of grants receivable at June 30, 2013.

MUJERES LATINAS EN ACCION
NOTES TO FINANCIAL STATEMENTS

NOTE 7. MORTGAGE PAYABLE

On December 9, 2011, Mujeres refinanced and consolidated mortgage debt into a \$1,240,000 mortgage with Raza Development Fund, Inc. secured by the 2124 West 21st Place and 17th Street buildings in Chicago, Illinois. The loan has a fixed rate of interest at 6.5% with monthly interest and principal payments of \$10,802, based on a fifteen year amortization period with a balloon payment due on December 9, 2016. The balance outstanding as of June 30, 2014 was \$1,107,318.

Interest expense for 2014 and 2013 was \$73,653 and \$77,166, respectively.

Future principal payments due by fiscal year:

2015	59,394
2016	63,371
2017	<u>984,553</u>
	<u>\$ 1,107,318</u>

NOTE 8. LEASES

Mujeres leases additional space and equipment under various monthly lease agreements. Office rent expense for the year ended June 30, 2014 and 2013 was \$41,606 and \$29,780. Copier equipment rental for the years ended June 30, 2014 and 2013 was \$10,809 and \$7,344, respectively. The future minimum rental payments under these leases as of June 30, 2014 are as follows:

2015	\$	62,274
2016		62,793
2017		27,669

MUJERES LATINAS EN ACCION
NOTES TO FINANCIAL STATEMENTS

NOTE 9. GRANTS RECEIVABLE

The net present value of outstanding grants was discounted at .1% as of June 30, 2014 and 2013.

	<u>2014</u>	<u>2013</u>
In One Year or Less	\$ 674,977	\$ 597,892
Between One Year and Five Years	150,000	150,000
Six Years and After	<u>0</u>	<u>0</u>
Gross Grants Receivable	\$ 824,977	\$ 747,892
Less: Present Value Discount	0	0
Less: Allowance for Uncollectible Grants	<u><7,455></u>	<u><1,000></u>
Grants Receivable, Net	<u>\$ 817,522</u>	<u>\$ 746,892</u>

NOTE 10. ACCOUNTS RECEIVABLE

	<u>2014</u>	<u>2013</u>
Gross Accounts Receivable	\$ 19,787	\$ 11,942
Less: Allowance for Uncollectible Accounts	<u><11,402></u>	<u><8,000></u>
Accounts Receivable, Net	<u>\$ 8,385</u>	<u>\$ 3,942</u>

MUJERES LATINAS EN ACCION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended June 30, 2014

<u>Federal Grantor / Pass Through Grantor / Program Title</u>	<u>Federal CFDA Number</u>	<u>Contract Number</u>	<u>Federal Expenditures</u>
<u>US Dept of Health & Human Services</u>			
<u>Major Programs</u>			
Illinois Dept. of Human Services			
Title XX Block Grant	93.667	FCSSTO1584	\$ 34,528
Title XX Block Grant	93.667	FCSSTO1584	<u>352,747</u>
	Subtotal	CFDA 93.667	<u>387,275</u>
Illinois Dept. of Public Health			
Teen Pregnancy Prevention Program	93.994	46080149B	83,700
<u>Non-Major Programs</u>			
National Council of La Raza			
Mujer Sana, Familia Fuerte	93.283	5U58DP002324-03	47,225
Illinois Coalition Against Sexual Assault			
IDPH – VAWA Prevention	93.136		623
IDPH – VAWA Prevention Member Travel	93.136		<u>233</u>
	Subtotal	CFDA 93.136	<u>856</u>
Total U.S. Dept. of Health and Human Services			<u>\$ 519,056</u>
<u>US Dept. of Justice</u>			
U.S. Dept. of Justice			
Office on Violence Against Women	16.016	2010 UW AX 0005	\$ 117,305
IL. Criminal Justice Info. Authority	16.575	212068 / 213068	59,748
IL. Coalition Against Domestic Violence			
VOCA Adult	16.575	213001	30,116
IL. Coalition Against Sexual Assault			
VOCA Advocacy / Counseling	16.575		84,034
VOCA One Time	16.575		<u>5,755</u>
	Subtotal	CFDA 16.575	<u>179,653</u>

MUJERES LATINAS EN ACCION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2014

US Dept. of Justice (continued)

IL. Coalition Against Sexual Assault			
Satellite I	16.588		11,000
VAWA Satellite Member Travel	16.588		270
IL. Coalition Against Domestic Violence			
VAWA Stop	16.588	612001	<u>32,958</u>
Subtotal	CFDA 16.588		44,228
City of Chicago Dept. of Family and Support Services			
Safe Haven	16.527	28248-1	38,951
Safe Haven	16.527	28248-2	<u>29,180</u>
Subtotal	CFDA 16.527		68,131
IL. Coalition Against Sexual Assault			
VAWA SASP	16.017		11,316
U.S. Dept. of Justice			
Office on Violence Against Women	16.017	2011 KS AX K003	<u>95,982</u>
Subtotal	CFDA 16.017		107,298
Catholic Charities			
Legal Assistance for Victims Grant Program	16.524	2010-WL-AZ-005-1	22,640
Illinois Coalition Against Sexual Assault			
Disability II Imagines Member Travel	16.529		<u>1,822</u>
Total US Dept. of Justice			<u>\$ 541,077</u>

MUJERES LATINAS EN ACCION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended June 30, 2014

US Dept. of Housing & Urban Development

City of Chicago Dept. of Family and Support Services			
Domestic Violence	14.218	27271-1	\$ 30,640
Parent Support	14.218	27271-2	76,810
Project Peace	14.218	27271-4	<u>39,842</u>
Total US Dept. of Housing & Urban Development			<u>\$ 147,292</u>

US Dept. of Agriculture

IL. Coalition for Immigrant and Refugee Rights			
SNAP	10.561	State of Illinois	\$ 11,000
In Person Counselor (IPC)	93.525	State of Illinois	<u>40,000</u>
Total US Dept. of Agriculture			<u>\$ 51,000</u>

GRAND TOTAL FEDERAL EXPENDITURES \$ 1,258,425

MUJERES LATINAS EN ACCION

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended June 30, 2014

Note A - Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Mujeres Latinas En Accion 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 - Subrecipients

Mujeres Latinas En Accion provided no federal awards to subrecipients.

Note C - Non-Cash Assistance

Mujeres Latinas En Accion provided no non-cash assistance.

Note D – Loans or Loan Guarantees

Mujeres Latinas En Accion provided no loans or loan guarantees.

Note E – Federal Insurance

Mujeres Latinas En Accion had no federal insurance.

MUJERES LATINAS EN ACCION

SCHEDULE OF FINDINGS, QUESTIONED COSTS AND PRIOR AUDIT FINDINGS

FOR THE YEAR ENDED JUNE 30, 2014

Part 1: SUMMARY OF AUDIT RESULTS –

1. The auditor's report expresses an unmodified opinion on the financial statements of Mujeres Latinas En Accion.
2. There were no significant deficiencies or material weaknesses disclosed during the audit of the financial statements.
3. No instances of noncompliance material to the financial statements of Mujeres Latinas En Accion were disclosed during the audit.
4. No significant deficiencies or material weaknesses relating to the audit of major federal award programs are reported in the Report on Compliance for Each Major Program and on Internal Control over Compliance Required by OMB Circular A-133.
5. The auditor's report on compliance for the major federal award programs for Mujeres Latinas En Accion expresses an unmodified 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.
7. The programs tested as major programs were:
 - #93.667 Title XX Block Grant
 - #93.994 Teen Pregnancy Prevention Program
8. The threshold used for distinguishing Types A and B programs was \$300,000.
9. Mujeres Latinas En Accion was determined to be a low-risk auditee.

Part 2: FINDINGS – FINANCIAL STATEMENTS AUDIT (GAGAS)–

None:

There were no findings.

Part 3: AUDIT FINDINGS AND QUESTIONED COSTS (MAJOR PROGRAMS CIRCULAR A-133)

None:

There were no audit findings or questioned costs.

MUJERES LATINAS EN ACCION
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2014

Summary of Prior Audit Findings –

There were no prior audit findings reported.