

**NETWORK FOR VICTIM RECOVERY OF DC**  
**(a nonprofit organization)**

**FINANCIAL STATEMENTS**

**Year Ended September 30, 2019**  
**with Summarized Comparative Information for the year ended**  
**September 30, 2018**

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## **INDEPENDENT AUDITORS' REPORT**

The Board of Directors  
Network for Victim Recovery of DC  
Washington, D.C.

### **Report on the Financial Statements**

We have audited the accompanying financial statements of Network for Victim Recovery of DC (NVRDC), which comprise the statement of financial position as of September 30, 2019, 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.

### ***Auditors' 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*, 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 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 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 financial statements referred to above present fairly, in all material respects, the financial position of NVRDC as of September 30, 2019, 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.

## ***Emphasis of Matter - Subsequent Event***

As noted in Note 12 to the financial statements, economic uncertainties have arisen as a result of the spread of the novel coronavirus which are likely to negatively impact NVRDC's operations. Our opinion is not modified with respect to this matter and no pandemic implications are accounted for in these financial statements.

## ***Report on Summarized Comparative Information***

We have previously audited NVRDC's 2018 financial statements, and we expressed an unmodified opinion on those audited financial statements in our report dated February 11, 2019. In our opinion, the summarized comparative information presented herein as of and for the year ended September 30, 2018, is consistent, in all material respects, with the audited financial statements from which it has been derived.

## ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated April 14, 2020, on our consideration of NVRDC'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 the effectiveness of NVRDC'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 NVRDC's internal control over financial reporting and compliance.

*Renner and Company, CPA, P.C.*

Alexandria, Virginia

April 14, 2020

**NETWORK FOR VICTIM RECOVERY OF DC****STATEMENT OF FINANCIAL POSITION****September 30, 2019 (with Comparative Information as of September 30, 2018)**

<b>ASSETS</b>			
		<u>2019</u>	<u>2018</u>
<b>CURRENT ASSETS</b>			
Cash, including board-designated amounts of \$52,384 and donor restricted amounts of \$56,193		\$ 408,211	\$ 119,343
Grants and other receivables		204,974	294,621
Prepaid expenses		<u>23,903</u>	<u>21,567</u>
<b>TOTAL CURRENT ASSETS</b>		<u>637,088</u>	<u>435,531</u>
<b>PROPERTY AND EQUIPMENT, at cost</b>			
<b>net of accumulated depreciation</b>		<u>32,278</u>	<u>40,977</u>
<b>INTANGIBLE ASSETS, net</b>			
Website development costs		<u>1,250</u>	<u>1,361</u>
<b>OTHER ASSETS</b>			
Deposits		<u>16,116</u>	<u>16,116</u>
<b>TOTAL ASSETS</b>		<u><u>\$ 686,732</u></u>	<u><u>\$ 493,985</u></u>
<b>LIABILITIES AND NET ASSETS</b>			
<b>CURRENT LIABILITIES</b>			
Accounts payable and accrued expenses		\$ 165,889	\$ 61,671
Deferred rent - current portion		9,143	3,612
Deferred revenue		<u>5,000</u>	<u>-</u>
<b>TOTAL CURRENT LIABILITIES</b>		<u>180,032</u>	<u>65,283</u>
<b>OTHER LIABILITIES</b>			
Deferred rent - net of current portion		<u>16,507</u>	<u>25,469</u>
<b>TOTAL LIABILITIES</b>		<u>196,539</u>	<u>90,752</u>
<b>NET ASSETS</b>			
Without donor restrictions		381,616	332,162
Without donor restrictions - board designated		52,384	52,288
With donor restrictions		<u>56,193</u>	<u>18,783</u>
<b>TOTAL NET ASSETS</b>		<u>490,193</u>	<u>403,233</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>		<u><u>\$ 686,732</u></u>	<u><u>\$ 493,985</u></u>

See Notes to Financial Statements.

# **NETWORK FOR VICTIM RECOVERY OF DC**

## **STATEMENT OF ACTIVITIES**

**Year Ended September 30, 2019 (with Summarized Comparative Information for the year ended September 30, 2018)**

	2019			2018
	Without Donor Restrictions	With Donor Restrictions	Total	Total
<b>REVENUE AND SUPPORT</b>				
Government grants	\$ 1,952,251	\$ -	\$ 1,952,251	\$ 1,867,024
Foundation grants	2,500	107,000	109,500	43,353
Donated facilities and services	1,012,801	-	1,012,801	1,904,045
Other contributions	157,900	-	157,900	113,387
Interest income	97	-	97	89
Other income	1,464	-	1,464	-
Releases from restriction	69,590	(69,590)	-	-
<b>TOTAL REVENUE AND SUPPORT</b>	<b>3,196,603</b>	<b>37,410</b>	<b>3,234,013</b>	<b>3,927,898</b>
<b>EXPENSES</b>				
Program	2,775,423	-	2,775,423	3,597,437
Management and general	342,510	-	342,510	222,471
Fundraising	29,120	-	29,120	25,355
<b>TOTAL EXPENSES</b>	<b>3,147,053</b>	<b>-</b>	<b>3,147,053</b>	<b>3,845,263</b>
<b>CHANGE IN NET ASSETS</b>	<b>49,550</b>	<b>37,410</b>	<b>86,960</b>	<b>82,635</b>
<b>NET ASSETS, beginning of year</b>	<b>384,450</b>	<b>18,783</b>	<b>403,233</b>	<b>320,598</b>
<b>NET ASSETS, end of year</b>	<b>\$ 434,000</b>	<b>\$ 56,193</b>	<b>\$ 490,193</b>	<b>\$ 403,233</b>

See Notes to Financial Statements.

## NETWORK FOR VICTIM RECOVERY OF DC

### STATEMENT OF FUNCTIONAL EXPENSES

Year Ended September 30, 2019 (with Comparative Information for the year ended September 30, 2018)

	2019				2018			
	Program Services	General and Administration	Fundraising	Total	Program Services	General and Administration	Fundraising	Total
Salary and wages	\$ 1,314,774	\$ 97,527	\$ 6,205	\$ 1,418,506	\$ 1,249,783	\$ 13,125	\$ 7,358	\$ 1,270,266
Payroll taxes	109,725	3,420	491	113,636	96,891	1,175	586	98,652
Other employee benefits	154,852	8,050	612	163,514	140,535	3,361	726	144,622
Independent contractors	23,617	12,070	10,650	46,337	31,071	19,259	-	50,330
Professional fees	1,459	63,625	1,004	66,088	5,217	46,123	2,119	53,459
Advertising/promotion	435	465	46	946	-	682	-	682
Office expenses	12,839	11,126	7,449	31,414	10,878	15,365	12,126	38,369
Information technology	19,964	8,847	735	29,546	12,743	7,055	655	20,453
Occupancy	-	114,962	-	114,962	31,048	82,388	289	113,725
Travel	19,107	33	227	19,367	22,292	112	565	22,969
Insurance	11,441	2,316	59	13,816	10,798	5,099	80	15,977
Contracted services	82,350	5,427	-	87,777	60,687	4,468	-	65,155
Program activities	9,139	3,286	1,642	14,067	7,066	5,375	846	13,287
Training	2,837	-	-	2,837	13,844	-	-	13,844
Communication	83	2,545	-	2,628	539	5,581	5	6,125
Depreciation and amortization	-	8,811	-	8,811	-	13,303	-	13,303
Donated services	1,012,801	-	-	1,012,801	1,904,045	-	-	1,904,045
<b>TOTAL EXPENSES</b>	<b>\$ 2,775,423</b>	<b>\$ 342,510</b>	<b>\$ 29,120</b>	<b>\$ 3,147,053</b>	<b>\$ 3,597,437</b>	<b>\$ 222,471</b>	<b>\$ 25,355</b>	<b>\$ 3,845,263</b>

See Notes to Financial Statements.

## NETWORK FOR VICTIM RECOVERY OF DC

### STATEMENT OF CASH FLOWS

Year Ended September 30, 2019 (with Comparative Information for the year ended September 30, 2018)

	<u>2019</u>	<u>2018</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Cash received from operations		
Support and revenue	\$ 2,315,762	\$ 1,982,020
Interest income	<u>97</u>	<u>89</u>
Total cash received from operations	<u>2,315,859</u>	<u>1,982,109</u>
Cash disbursed by operations		
Payment to suppliers and employees	<u>2,026,991</u>	<u>2,015,561</u>
<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<u>288,868</u>	<u>(33,452)</u>
<b>CASH, beginning of year</b>	<u>119,343</u>	<u>152,795</u>
<b>CASH, end of year</b>	<u><u>\$ 408,211</u></u>	<u><u>\$ 119,343</u></u>

See Notes to Financial Statements.



## NETWORK FOR VICTIM RECOVERY OF DC

### STATEMENT OF CASH FLOWS

Year Ended September 30, 2019 (with Comparative Information for the year ended September 30, 2018)

	<u>2019</u>	<u>2018</u>
<b>RECONCILIATION OF CHANGE IN NET ASSETS TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>		
<b>CHANGE IN NET ASSETS</b>	<u>\$ 86,960</u>	<u>\$ 82,635</u>
<b>ADJUSTMENTS TO RECONCILE CHANGE IN NET ASSETS TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>		
Depreciation and amortization expense	8,811	13,303
Non-cash occupancy costs	<u>(3,432)</u>	<u>979</u>
<b>NET ADJUSTMENTS</b>	<u>5,379</u>	<u>14,282</u>
<b>CHANGES IN ASSETS AND LIABILITIES AFFECTING OPERATIONS (USING) CASH</b>		
<b>ASSETS</b>		
Grants and other receivables	89,647	(41,744)
Prepaid expenses	<u>(2,336)</u>	<u>(12,720)</u>
	<u>87,311</u>	<u>(54,464)</u>
<b>LIABILITIES</b>		
Accounts payable and accrued expenses	104,218	(75,905)
Deferred revenue	<u>5,000</u>	<u>-</u>
	<u>109,218</u>	<u>(75,905)</u>
<b>NET CHANGES IN ASSETS AND LIABILITIES</b>	<u>196,529</u>	<u>(130,369)</u>
<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<u><u>\$ 288,868</u></u>	<u><u>\$ (33,452)</u></u>

See Notes to Financial Statements.

## **NETWORK FOR VICTIM RECOVERY OF DC**

### **NOTES TO FINANCIAL STATEMENTS**

**Year Ended September 30, 2019 (with Comparative Information as of and for the year ended September 30, 2018)**

#### **1. SIGNIFICANT ACCOUNTING POLICIES, ORGANIZATION, AND PURPOSE**

##### **Nature of Activities**

Network for Victim Recovery of DC (NVRDC) is a nonprofit organization incorporated under the laws of the District of Columbia (DC) on March 26, 2012. NVRDC was established to address the needs of crime victims in the District of Columbia. By meeting victims where they are, NVRDC provides holistic, comprehensive services to crime victims through civil and criminal legal services, advocacy, and case management. NVRDC also runs the Sexual Assault Crisis Response Project in providing advocacy and case management to all sexual assault survivors seeking a medical forensic exam in DC. Through a coordinated effort with other community-based organizations, faith-based organizations, law firms, businesses and government agencies, NVRDC aims to strengthen DC's safety net for crime victims and assist in rebuilding families and communities in the Nation's capital.

##### **Basis of Accounting**

NVRDC prepares its financial statements on the accrual basis of accounting. Therefore, revenue and related assets are recognized when earned and expenses and related liabilities are recognized when the obligations are incurred. All revenue and expenses that are applicable to future periods have been presented as deferred or prepaid on the accompanying statement of financial position.

##### **Cash and Cash Equivalents**

For purposes of the statement of cash flows, cash consists of two checking accounts and a savings account. NVRDC considers all highly liquid debt instruments purchased with an original maturity of less than three months and money market funds to be cash equivalents. There were no cash equivalents as of September 30, 2019 and 2018, respectively.

##### **Grants and Other Receivables**

Grants and other receivables consist of amounts billed to federal government agencies, DC government agencies, and other grantors for services provided under the terms of grants or similar documents. Bills are considered due within 30 day of invoice date. Grants and other receivables are reported net of an allowance for doubtful accounts. Management estimates that there are no uncollectible receivables as of September 30, 2019 and 2018, respectively. Therefore, no allowance for doubtful accounts is recorded as of each fiscal year end. It is NVRDC's policy to charge off uncollectible accounts receivable when management determines the receivable will not be collected.

## **NETWORK FOR VICTIM RECOVERY OF DC**

### **NOTES TO FINANCIAL STATEMENTS**

**Year Ended September 30, 2019 (with Comparative Information as of and for the year ended September 30, 2018)**

#### **1. SIGNIFICANT ACCOUNTING POLICIES, ORGANIZATION, AND PURPOSE (CONTINUED)**

##### **Property and Equipment**

NVRDC has adopted a policy to capitalize all purchases greater than \$1,000 that meet the criteria for capitalization. Routine repairs and maintenance are expensed as incurred. Depreciation of property and equipment is provided over the estimated service life of the respective assets on the straight-line basis.

##### **Website Development Costs**

Website development costs are accounted for as capital assets and amortized on a straight-line basis over their estimated useful life of three years. Costs related to the planning stage of website development projects as well as ongoing website operating and support costs are expensed as incurred.

##### **Classes of Assets**

In accordance with accounting principles generally accepted in the United States of America (U.S. GAAP), NVRDC's net assets are classified into two categories as follows:

##### **Net Assets Without Donor Restriction**

NVRDC includes operating net assets which are available for the general operations of the Association as net assets without donor restriction, as well as Board-designated net assets set aside for future use.

##### **Net Assets With Donor Restriction**

NVRDC reports gifts of cash and other restricted support if they are received with donor stipulations that limit the use of donated assets. When a donor restriction expires (that is, when a stipulated time restriction ends or a purpose restriction is accomplished), net assets with donor restriction are reclassified to net assets without donor restriction and reported in the statement of activities as net assets released from restrictions.

## **NETWORK FOR VICTIM RECOVERY OF DC**

### **NOTES TO FINANCIAL STATEMENTS**

**Year Ended September 30, 2019 (with Comparative Information as of and for the year ended September 30, 2018)**

#### **1. SIGNIFICANT ACCOUNTING POLICIES, ORGANIZATION, AND PURPOSE (CONTINUED)**

##### **Revenue Recognition**

NVRDC recognizes all unconditional contributed support in the period in which the commitment is made. When a donor restriction expires (i.e., when a stipulated time restriction ends or purpose restriction is accomplished) net assets with donor restriction are reclassified to net assets without donor restriction and reported in the statement of activities as net assets released from restriction.

Grant revenue is recorded as earned according to the provisions of the grant. The provisions of the grant determine the timing of revenue recognition. Grants received from federal, state and local governments are considered conditional promises to give and are recognized as net assets without donor restrictions as the conditions are met.

##### **Income Taxes**

NVRDC is exempt from federal income taxes under section 501(c)(3) of the Internal Revenue Code. NVRDC conducts no taxable activities. Accordingly, no provision for income taxes has been provided in the financial statements.

In accounting for uncertainty in income taxes, accounting standards require an entity to recognize the financial statement impact of a tax position when it is more-likely-than-not that the position will not be sustained upon examination. Management evaluated NVRDC's tax position and concluded there are no uncertain tax positions that require adjustment to the financial statements to comply with the provisions of the guidance.

##### **Estimates**

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions about the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

The costs incurred under various programs with the U.S. Department of Justice are subject to audit by the government for allowability. Management estimates that all costs are allowable, therefore, no provision for unallowable cost has been established.

## **NETWORK FOR VICTIM RECOVERY OF DC**

### **NOTES TO FINANCIAL STATEMENTS**

**Year Ended September 30, 2019 (with Comparative Information as of and for the year ended September 30, 2018)**

#### **1. SIGNIFICANT ACCOUNTING POLICIES, ORGANIZATION, AND PURPOSE (CONTINUED)**

##### **In-kind Contributions**

Donated facilities, goods, and services are recorded at the estimated fair market value on the date of the receipt. Donated services are recognized in the financial statement at their fair value if the services require specialized skills and the services would typically need to be purchased if not donated. In-kind contributions for donated legal services was \$1,012,801 and \$1,904,045 for the years ended September 30, 2019 and 2018, respectively. In-kind contributions are reported in the statement of activities as both revenue and expense.

##### **Functional Allocation of Expenses**

The costs of providing various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs, such as salaries and wages, payroll taxes, other employee benefits, independent contractors, professional fees, advertising/promotion, office expenses, information technology, travel, insurance, contracted services, program activities, and communication have been allocated among the program and supporting services benefits based on level of effort.

##### **Summarized Comparative Financial Information**

The financial statements include certain prior-year summarized comparative information in total not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with U.S. GAAP. Accordingly, such information should be read in conjunction with the NVRDC's financial statements for the year ended September 30, 2018, from which the summarized information was derived.

##### **Reclassifications**

Certain prior year amounts have been reclassified to conform to the current year financial statement presentation.

## NETWORK FOR VICTIM RECOVERY OF DC

### NOTES TO FINANCIAL STATEMENTS

Year Ended September 30, 2019 (with Comparative Information as of and for the year ended September 30, 2018)

#### 1. SIGNIFICANT ACCOUNTING POLICIES, ORGANIZATION, AND PURPOSE (CONTINUED)

##### Liquidity

NVRDC maintains a liquid cash balance in checking and money market accounts in an amount necessary to meet its anticipated expenditures for the next 30 days. Cash in excess of this amount is invested in short-term investments.

NVRDC has secured a line of credit of up to \$100,000 to help manage cash flow. There was no borrowing during the year ended September 30, 2019. The line of credit expires February 8, 2021.

NVRDC reconciles the balance of financial assets subject to donor restrictions monthly, based on restricted amounts used and received. Restricted cash and investments are separately identified and monitored as part of the NVRDC's monthly financial reporting process.

The NVRDC's financial assets available within one year to meet cash needs for general expenditures through September 30, 2020 are as follows:

Financial Assets		
Cash	\$	408,211
Grants and other receivables		204,974
Total financial assets	\$	613,185
Less amounts not available within one year		
Purpose restricted net assets		(56,193)
Board designated net assets		(52,384)
Financial assets available within one year to meet cash needs		
for general expenditures within one year	\$	504,608

#### 2. CASH

Cash as of September 30, 2019 and 2018 consisted of the following:

	2019	2018
Checking and savings accounts	\$ 408,211	\$ 119,343

The balances in a financial institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 per depositor. The amounts in excess of deposit insurance limits were \$162,891 and \$0 as of September 30, 2019 and 2018, respectively.

## NETWORK FOR VICTIM RECOVERY OF DC

### NOTES TO FINANCIAL STATEMENTS

Year Ended September 30, 2019 (with Comparative Information as of and for the year ended September 30, 2018)

#### 3. GRANTS AND OTHER RECEIVABLES

Receivables as of September 30, 2019 and 2018 consisted of the following:

	2019	2018
Grants receivable		
Government of the District of Columbia		
Office of Victim Services	\$ 148,491	\$ 267,910
United States Department of Justice		
Office of Violence Against Women	33,549	19,116
Other receivables	22,934	7,595
	<u>\$ 204,974</u>	<u>\$ 294,621</u>

#### 4. PROPERTY AND EQUIPMENT

A summary of information relative to property and depreciation for the years ended September 30, 2019 and 2018 is as follows:

	2019			
	Cost	Depreciation expense	Accumulated depreciation	Useful life (years)
Furniture and equipment	<u>\$ 54,836</u>	<u>\$ 8,700</u>	<u>\$ 22,558</u>	<u>7</u>

  

	2018			
	Cost	Depreciation expense	Accumulated depreciation	Useful life (years)
Furniture and equipment	<u>\$ 54,836</u>	<u>\$ 8,470</u>	<u>\$ 13,858</u>	<u>7</u>

## NETWORK FOR VICTIM RECOVERY OF DC

### NOTES TO FINANCIAL STATEMENTS

Year Ended September 30, 2019 (with Comparative Information as of and for the year ended September 30, 2018)

#### 5. INTANGIBLE ASSETS, net

Intangible assets for the year ended September 30, 2019 and 2018 consisted of the following:

	2019			
	Cost	Amortization expense	Accumulated amortization	Useful life (years)
Website development costs	<u>\$ 14,500</u>	<u>\$ 111</u>	<u>\$ 13,250</u>	<u>3</u>
	2018			
	Cost	Amortization expense	Accumulated amortization	Useful life (years)
Website development costs	<u>\$ 14,500</u>	<u>\$ 4,833</u>	<u>\$ 13,139</u>	<u>3</u>

#### 6. REVENUE CONCENTRATION

Approximately 61% and 48% of NVRDC's revenue was derived from grants and contracts awarded by agencies of the United States Department of Justice and other governmental entities for the years ended September 30, 2019 and 2018, respectively. NVRDC has no reason to believe that relationships with these agencies will be discontinued in the foreseeable future. However, any interruption of these relationships (i.e., the failure to renew grant agreements or withholding of funds) would adversely affect NVRDC's ability to finance ongoing operations.

Federal and District of Columbia grants are subject to audit by the granting agency, at the agencies' discretion, and may result in funds being disallowed. If a significant reduction in this source of revenue occurs, it may affect the future operations of NVRDC.

#### 7. RETIREMENT PLAN

NVRDC maintains a voluntary 403(b) plan for which employees can contribute and NVRDC provides a 2% matching contribution. NVRDC's contributions to the plan were \$30,404 and \$33,034, for the years ended September 30, 2019 and 2018, respectively.



## NETWORK FOR VICTIM RECOVERY OF DC

### NOTES TO FINANCIAL STATEMENTS

Year Ended September 30, 2019 (with Comparative Information as of and for the year ended September 30, 2018)

#### 8. BOARD DESIGNATED FUND

Board designated funds available for use of future unbudgeted expenditures that the Board of Directors deems necessary as of September 30, 2019 and 2018 are as follows:

	2019		
	Balance at September 30, 2018	Revenue and Support	Transfers Out
Reserve	<u>\$ 52,288</u>	<u>\$ 96</u>	<u>\$ -</u>
			<u>\$ 52,384</u>
	2018		
	Balance at September 30, 2017	Revenue and Support	Transfers Out
Reserve	<u>\$ 102,199</u>	<u>\$ -</u>	<u>\$ (49,911)</u>
			<u>\$ 52,288</u>

## NETWORK FOR VICTIM RECOVERY OF DC

### NOTES TO FINANCIAL STATEMENTS

Year Ended September 30, 2019 (with Comparative Information as of and for the year ended September 30, 2018)

#### 9. NET ASSETS WITH DONOR RESTRICTION

Net assets without donor restriction are available as of September 30, 2019 and 2018 for the following purposes:

	2019			
	Balance at September 30, 2018	Revenue and Support	Released from Restriction	Balance at September 30, 2019
Foundation grants	\$ 17,500	\$ 54,500	\$ (46,243)	\$ 25,757
SS Fund	1,283	2,500	(432)	3,351
Holy Trinity Church	-	50,000	(22,915)	27,085
Total	<u>\$ 18,783</u>	<u>107,000</u>	<u>\$ (69,590)</u>	<u>\$ 56,193</u>

  

	2018			
	Balance at September 30, 2017	Revenue and Support	Released from Restriction	Balance at September 30, 2018
ITAC Grant	\$ 21,078	\$ -	\$ (21,078)	\$ -
Foundation grants	-	30,000	(12,500)	17,500
SS Fund	1,778	-	(495)	1,283
Total	<u>\$ 22,856</u>	<u>\$ 30,000</u>	<u>\$ (34,073)</u>	<u>\$ 18,783</u>

#### 10. LINE OF CREDIT

NVRDC has a line of credit at PNC Bank in the amount of \$100,000 with interest payable at an initial rate of 6.3%. The line of credit is secured by NVRDC's cash accounts. There were no balances outstanding on this line of credit at September 30, 2019 and 2018.

## NETWORK FOR VICTIM RECOVERY OF DC

### NOTES TO FINANCIAL STATEMENTS

Year Ended September 30, 2019 (with Comparative Information as of and for the year ended September 30, 2018)

#### 11. COMMITMENTS - OFFICE LEASE

NVRDC has entered into a sixty-three month lease agreement for space in Washington DC. The lease, which expires in 2021, provides for annual escalations in base rental payments. Rent payments are recognized as expense on the straight line basis over the term of the lease. The total rent expense was \$104,092 and \$102,934 for the years ended September 30, 2019 and 2018, respectively.

As of September 30, 2019, future minimum lease payments under the lease are as follows:

	Total
For the fiscal year ended:	
2020	\$ 116,138
2021	121,945
2022	15,427
	<u>\$ 253,510</u>

#### 12. SUBSEQUENT EVENTS

In preparing the financial statements, NVRDC has evaluated events and transactions for potential recognition or disclosure through April 14, 2020, the date the financial statements were available to be issued.

##### Novel COVID-19 Coronavirus

Subsequent to the fiscal year end, citizens and economies of the United States and other countries have been significantly impacted by the coronavirus (COVID-19) pandemic. While it is premature to accurately predict how the coronavirus will ultimately affect NVRDC's operations because the disease's severity and duration are uncertain, we expect 2020 financial results will be significantly impacted and the implications beyond 2020, while unclear, could also be adversely impacted. No pandemic implications are accounted for in these financial statements.