Divas Who Win Freedom Center, Inc.

Financial Statements
Years Ended December 31, 2023, and 2022
and
Supplementary Information

With
Independent Auditors' Report

BROYLES & ASSOCIATES

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Divas Who Win Freedom Center, Inc.

We have audited the accompanying financial statements of Divas Who Win Freedom Center, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2023, and 2022, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Divas Who Win Freedom Center, Inc. as of December 31, 2023 and 2022, 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.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Divas Who win Freedom Center, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management 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 ("GAAP"); 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Divas Who Win Freedom Center, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Divas Who Win Freedom Center, Inc. internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate that raise substantial doubt about Diva's Who Win Freedom Center, Inc. ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Broyles & Associates

Watkinsville, GA
August 5, 2024

Divas Who Win Freedom Center, Inc.
Statement of Financial Position
Years Ended December 31, 2023 and 2022

	December 31, 2023	December 31, 2022
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	$ 121,238	$ 10,447
Accounts Receivable	$ 3,220	$ -
Grant Receivable, net	$ 185,955	$ 72,676
Inventory	$ 22,373	$ 9,390
Property and Equipment, net	$ 15,667	$ 20,727
Intangible Assets, net	$ -	$ 212
Total Assets	$ 348,454	$ 113,451
LIABILITIES AND NET ASSETS		
Current Liabilities		
Accrued Expenses	$ 55	$ -
Accrued Salaries	$ 10,017	$ -
Payroll Tax Payable	$ -	$ 4,918
Sales Tax Payable	$ 283	$ 370
Loan Payable - Board Member	$ -	$ 10,000
	$ 10,355	$ 15,288
Loans Payable		
Square Loan	$ -	$ 1,563
EIDL Loan	$ 50,000	$ 50,000
	$ 50,000	$ 51,563
Net Assets, without donor restrictions	$ 101,682	$ 46,601
Net Assets, with donor restrictions	$ 186,417	$ -
	$ 288,099	$ 46,601
TOTAL LIABILITIES & STOCKHOLDERS' EQUITY	$ 348,454	$ 113,451

See independent accountants' audit report and notes to financial statements.

Divas Who Win Freedom Center , Inc.
Statements of Activities
Years ended December 31, 2023 and 2022

	2023			2022
	Without Donor Restrictions	With Donor Restrictions	Total	Total
Revenue, Gains and Other Support				
Grant revenue	$ 495,343	$ 138,679	$ 634,022	$ 319,890
Contributions	$ -	$ 112,673	$ 112,673	$ 68,476
Interest Income	$ -	$ 5	$ 5	$ 0
Special Events	$ -	$ -	$ -	$ 470
Less: direct cost of donor benefit	$ -	$ -	$ -	$ -
Miscellaneous revenue	$ -	$ 36,988	$ 36,988	$ 28,658
Less: direct cost	$ -	$ (567)	$ (567)	$ (1,186)
Gain (Loss) on disposal of assets	$ -	$ -	$ -	$ 2,666
Gifts In-Kind - Services	$ -	$ -	$ -	$ 107,306
Gifts In-Kind - Goods	$ -	$ 4,714	$ 4,714	$ 53,995
Gifts In-Kind - Vehicle	$ -	$ -	$ -	$ 13,797
	$ 495,343	$ 292,492	$ 787,835	$ 594,072
Expenses				
Program	$ 405,311	$ -	$ 405,311	$ 448,030
Management and general	$ -	$ 141,026	$ 141,026	$ 135,825
Fundraising	$ -	$ -	$ -	$ -
	$ 405,311	$ 141,026	$ 546,337	$ 583,855
Increase (decrease) in Net Assets	$ 90,032	$ 151,466	$ 241,498	$ 10,217
Net Assets, Beginning of Year	$ 11,650	$ 34,951	$ 46,601	$ 36,384
Net Assets, End of Year	$ 101,682	$ 186,417	$ 288,099	$ 46,601

See independent accountants' audit report and notes to financial statements.

Divas Who Win Freedom Center, Inc.
Statements of Functional Expenses
Years ended December 31, 2023 and 2022

	Program	Management and General	Fundraising	2023 Total	2022 Total
Compensation and Benefits					
Salaries and wages	$ 166,070	$ 55,357	$ -	$ 221,427	$ 166,142
Fringe benefits and payroll taxes	$ 14,662	$ 4,887		$ 19,550	$ 13,755
Total Compensation and Benefits	$ 180,732	$ 60,244	$ -	$ 240,976	$ 179,897
Accounting/Bookkeeping	$ 13,485	$ 4,495	$ -	$ 17,980	$ 8,246
Advertising	$ 4,283	$ 1,428	$ -	$ 5,710	$ 10,635
Amortization	$ -	$ 212	$ -	$ 212	$ 43
Audit	$ -	$ 5,930	$ -	$ 5,930	$ 5,250
Bank Fees	$ 649	$ 216	$ -	$ 865	$ 553
Bonuses	$ 5,122	$ 1,707	$ -	$ 6,829	$ 1,750
Books & Subscriptions	$ 10,844	$ 3,615	$ -	$ 14,459	$ 15,468
Conferences	$ -	$ -	$ -	$ -	$ 7,469
Continuing Education	$ 38	$ 13	$ -	$ 50	$ -
Contributions/Donations	$ 75	$ 25	$ -	$ 100	$ 50
Depreciation Expense	$ 3,794	$ 1,265	$ -	$ 5,059	$ 3,730
Donated Goods	$ -	$ -	$ -	$ -	$ 53,995
Donor Thank Yous	$ 137	$ 46	$ -	$ 183	$ -
Dues	$ 75	$ 25	$ -	$ 100	$ -
Equipment Rental	$ 3,087	$ 1,029	$ -	$ 4,116	$ 270
Independent Contractors	$ 17,004	$ 5,668	$ -	$ 22,672	$ 15,999
Insurance	$ 6,481	$ 2,160	$ -	$ 8,642	$ 7,127
Interest Expense	$ -	$ 2,792	$ -	$ 2,792	$ 193
Intern Stipends	$ 299	$ 100	$ -	$ 398	$ -
Janitorial Services	$ 974	$ 325	$ -	$ 1,299	$ 385
License	$ -	$ 1,125	$ -	$ 1,125	$ 80
Marketing Consultant	$ 7,094	$ 2,365	$ -	$ 9,458	$ 9,139
Merchant Fees	$ 423	$ 141	$ -	$ 563	$ 971
Other	$ 2,374	$ 791	$ -	$ 3,165	$ 3,583
Payroll Processing Fees	$ 1,990	$ 663	$ -	$ 2,654	$ -
Peer Expense	$ 10,855	$ -	$ -	$ 10,855	$ 3,322
Postage & Shipping	$ 473	$ 158	$ -	$ 631	$ 904
Printing & Copying	$ 819	$ 273	$ -	$ 1,093	$ 1,312
Professional Fees	$ -	$ -	$ -	$ -	$ 2,448
Professional Services	$ -	$ -	$ -	$ -	$ 107,306
Recovery Support Services	$ -	$ -	$ -	$ -	$ 8,636
Rent	$ 58,244	$ 19,415	$ -	$ 77,659	$ 75,807
Repairs	$ 798	$ 266	$ -	$ 1,064	$ 514
Social Support & Self Care	$ 1,554	$ -	$ -	$ 1,554	$ 488
Software, Hardware & Equipment <$500	$ 7,706	$ 2,569	$ -	$ 10,275	$ 9,378
Staff & Volunteer Recognition & Gifts	$ 248	$ 83	$ -	$ 330	$ -
Staff Development	$ 6,001	$ 2,000	$ -	$ 8,002	$ 652
Supplies	$ 31,025	$ 10,342	$ -	$ 41,366	$ 29,456
Telephone & Internet	$ 457	$ 152	$ -	$ 609	$ -
Travel	$ 15,256	$ 5,085	$ -	$ 20,342	$ -
Utilities	$ 12,916	$ 4,305	$ -	$ 17,221	$ 18,799
	$ 224,579	$ 80,782	$ -	$ 305,361	$ 403,958
	$ 405,311	$ 141,026	$ -		
Total functional expenses				$ 546,337	$ 583,855

See independent accountants' audit report and notes to financial statements.

Divas Who Win Freedom Center, Inc.
Statement of Cash Flow
For the years ended December 31, 2023 and 2022

	December 31, 2023	December 31, 2022
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net Income	$ 241,498	$ 10,217
Adjustments to Reconcile Net Income		
to Net Cash Flows From Operating Activities:		
Depreciation	$ 5,059	$ 3,730
Amortization	$ 212	$ 43
Accounts Receivable	$ (3,220)	$ -
Grants Receivable	$ (113,279)	$ (46,701)
Loan Receivable	$ -	$ (3,106)
Inventory	$ (12,983)	$ (9,390)
Accrued Expenses	$ (55)	$ -
Taxes Payable	$ 5,122	$ 490
Gain on Sale of Equipment	$ -	$ (2,666)
Total Adjustments	$ (119,144)	$ (57,600)
Net Cash Flows From Operating Activities	$ 122,354	$ (47,383)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of Property and Equipment	$ -	$ (6,898)
Net Cash Flows From Investing Activities	$ -	$ (6,898)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from Notes Payable	$ -	$ 11,883
Payments on Notes Payable	$ (11,563)	$ (502)
Net Cash Flows From Financing Activities	$ (11,563)	$ 11,381
NET INCREASE (DECREASE) IN CASH	$ 110,791	$ (42,901)
CASH - BEGINNING	$ 10,447	$ 53,348
CASH - ENDING	$ 121,238	$ 10,447

See independent accountants' audit report and notes to financial statements.

Divas Who Win Freedom Center, Inc.
Notes to Financial Statements
December 31, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Divas Who Win Freedom Center, Inc. (the "Center") is a nonprofit exempt from taxation under Section 501(c)(3) of the Internal Revenue Code. The Center, located in Athens, Georgia is a nonprofit organization that empowers underserved women in the community that are at risk, or in recovery from, substance use disorder and sex trafficking through advocacy, education, and intervention. The Center is governed by a volunteer board of directors (the "Board").

Basis of Accounting and Presentation

The Center follows accounting standards set by the Financial Accounting Standards Board ("FASB"). The FASB sets accounting principles generally accepted in the United States of America ("GAAP").

Accounting Pronouncements Adopted

In June 2018, the FASB issued ASU 2018-08, *Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made.* The amendments in this update provide a framework for evaluating whether the transfer of assets constitutes a contribution or an exchange transaction. This amendment also provides additional clarification as to whether or a not a contribution is conditional. The Center adopted ASU 2018-08 in 2019. There was no material impact to the financial position, statement of activities, or net assets of the Foundation as a result of implementation.

Net Assets

Net assets, along with revenues, expenses, gains and losses, are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Center and changes therein are classified and reported as follows:

- Net Assets Without Donor Restrictions – Net assets that are not subject to donor-imposed restrictions and may be expanded for any purpose in performing the primary objectives of the Foundation.

- Net Assets with Donor Restrictions – Net assets subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that such resources be maintained in perpetuity.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Cash and Cash Equivalents

Cash and cash equivalents consist primarily of money market accounts and other short-term cash investments. The Center maintains interest-bearing cash deposits at a financial institution that may at times exceed the federally insured limit. For purposes of the statement of cash flows, the Center considers all short-term, interest-bearing deposits with original maturities of three months or less to be cash equivalents.

Contributions

Contributions received are recorded without donor restriction or with donor restriction depending on the existence and/or nature of any donor restrictions. Net assets with donor restrictions are reclassified to net assets without donor restriction upon satisfaction of the time or purpose restrictions.

Support and Revenues

The Center receives substantially all of its revenue from Federal/State grants and individual and business donations. The Center recognizes contributions and grants when cash, securities or other assets; or an unconditional promise to give is received. Conditional promises to give, that is, those with a measurable performance or other barrier and a right of return, are not recognized until the conditions on which they depend have been met.

Property and Equipment

Property and equipment with a cost greater than $1,000 are recorded at cost or at estimated fair value at the date of the gift. Minor additions and renewals are recorded as expenses in the period incurred. Major additions and renewals are capitalized and depreciated over their estimated useful lives. Depreciation is calculated using straight-line methods. Estimated useful lives are as follows:

Computer Hardware and Software	3-5 years
Buildings	15-40 years
Furniture and Fixtures	5-7 years
Leasehold Improvements	15 years

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Use of Estimates

Management of the Center has made certain estimates and assumptions relating to the reporting of assets and liabilities and the disclosure of contingent assets and liabilities to prepare the financial statements in conformity with GAAP. Assets results could differ from those estimates.

Income Taxes

The Center is recognized as an organization exempt from federal income tax under Section 501(a) of the Internal Revenue Code as an organization described in Section 501(c)(3).

The Center annually evaluates all federal and state income tax positions. This process includes an analysis of whether these income tax positions the Center takes meet the definition of an uncertain tax position under the Income Taxes Topic of the Financial Accounting Standards Codification.

In the normal course of business, the Center is subject to examination by federal and state taxing authorities.

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 on the basis of square footage, payroll, or other relevant bases.

Risks and Uncertainties

The Center's financial instruments that are exposed to concentrations of credit risk consist primarily of cash and cash equivalents and receivables. At times, cash and cash equivalent balances exceed federally insured amounts. The Center believes it reduces risk associated with balances in excess of federally insured amounts by maintaining its cash with financial institutions with sound financial standing. If liquidity issues arise in the global credit and capital markets, it is at least reasonably possible that these changes in risks could materially affect the amounts of reported in accompanying financial statements. Management continually monitors receivable balances and believes that its exposure to credit risk is limited.

Subsequent Events

Management has evaluated subsequent events through the date of this report, which is the date the financial statements were available to be issued.

NOTE 2 – GRANTS RECEIVABLE

For the year ended December 31, 2023, grants receivable consisted of $185,955 for general support. A discount was not considered material by Centers management for grants receivable at December 31, 2023.

The estimated future cash collections for grants receivable at December 31, 2023 are as follows:

2024	$185,955
	$185,955

NOTE 3 – PROPERTY AND EQUIPMENT

Property and equipment as of December 31 is summarized as follows:

	2023
Computers	$ 6,408
Furniture and fixtures	3,964
Leasehold Improvements	3,510
Vehicles	13,797
	27,679
Less accumulated depreciation	12,011
Total	$ 15,668

The depreciation expense was $5,271 for the year ended December 31, 2023.

NOTE 4 – LIQUIDITY AND AVAILABILITY

The table below presents financial assets available for general expenditures within one year at December 31:

	2023
Cash and cash equivalents	$121,237
Accounts receivable	3,220
Grants receivable	185,955
Financial assets available to meet cash needs for general expenditures	$310,412

NOTE 5 - Department of Behavioral Health and Developmental Disabilities Grant

The Center received the DBHDD grant for grant years of September 1, 2022 – August 31, 2023 and September 1, 2023 – August 31, 2024. The amount of each contract was $245,000 and $295,085 respectively. During this audit period the following expense reimbursements had been made:

Grant Period September 1, 2022 – August 31, 2023	
January 1, 2023 – August 31, 2023	$245,000
Grant Period September 1, 2023 – August 31, 2024	
September 1, 2023 – December 31, 2023	$109,130
Total	**$354,130**

SUPPLEMENTAL INFORMATION

Divas Who Win Freedom Center Inc
Schedule of State Awards Expended
December 31, 2023

	Approved Budget	September-22	October-22	November-22	December-22	January-23	February-23	March-23	April-23	May-23	June-23	July-23	August-23	September-23	Total Expenditures
Personnel Services	$ 180,260.00	$ -	$ 18,900.93	$ 13,782.12	$ 18,461.22	$ 14,962.27	$ 15,918.34	$ 18,519.36	$ 14,503.04	$ 17,604.37	$ 15,432.06	$ 18,070.01	$ 17,104.28	$ -	$ 180,260.00
Per Diem/Consultants	$ 23,250.00	$ -	$ 1,930.00	$ 1,615.00	$ 1,665.00	$ 2,528.00	$ 2,985.75	$ 3,995.00	$ 2,815.00	$ 4,650.25	$ 1,055.00	$ -	$ -	$ -	$ 23,248.00
Telecommunications	$ 1,500.00	$ -	$ -	$ -	$ -	$ -	$ -	$ 528.16	$ -	$ 354.00	$ 354.89	$ 262.95	$ -	$ -	$ 1,500.00
Client Transportation	$ 970.00	$ -	$ -	$ -	$ -	$ -	$ -	$ 500.00	$ 384.37	$ -	$ -	$ 85.63	$ -	$ -	$ 970.00
Rent	$ 39,000.00	$ -	$ 6,516.00	$ 3,256.00	$ 3,256.00	$ 3,620.00	$ 3,200.00	$ 3,200.00	$ 3,200.00	$ 3,340.00	$ 3,340.00	$ 3,200.00	$ 2,668.00	$ -	$ 39,000.00
Total SVC Costs	$ 245,000.00	$ -	$ 27,346.93	$ 18,653.12	$ 21,404.22	$ 21,308.27	$ 22,104.09	$ 24,743.52	$ 20,904.41	$ 25,948.62	$ 20,191.95	$ 22,618.59	$ 19,772.28	$ -	$ 244,998.00

	Approved Budget	September-23	October-23	November-23	December-23	Total Expenditures
Personnel Services	$ 230,365.00	$ 17,036.82	$ 19,975.03	$ 22,603.91	$ 24,030.05	$ 83,645.81
Per Diem/Consultants	$ 23,250.00	$ 2,375.00	$ 2,585.00	$ 5,228.75	$ 1,440.05	$ 11,608.80
Telecommunications	$ 1,500.00	$ 260.12	$ -	$ -	$ 130.00	$ 390.12
Rent	$ 39,000.00	$ 3,250.00	$ 3,250.00	$ 3,250.00	$ 3,250.00	$ 13,000.00
Client Transportation	$ 970.00	$ -	$ -	$ -	$ 484.84	$ 484.84
Total SVC Costs	$ 295,085.00	$ 22,921.94	$ 25,760.03	$ 31,082.66	$ 29,334.94	$ 109,129.57