YWCA Richmond

Consolidated Financial Statements

June 30, 2025
(With Comparative Totals for 2024)

Keiter
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YWCA RICHMOND

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
YWCA Richmond
Richmond, Virginia

Report on the Audit of the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of YWCA Richmond (a nonprofit organization) and subsidiary, (collectively, the "Organization"), which comprise the consolidated statement of financial position as of June 30, 2025, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of the Organization as of June 30, 2025, and the changes in their net assets and their cash flows for the year then ended in accordance with accounting principles generally accepted in the United States.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 the Organization 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 Consolidated Financial Statements

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

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

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Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 and *Government 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 consolidated financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated 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 consolidated 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 the Organization's 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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's 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.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Costs Principles, and Audit Requirements for Federal Awards,* is presented for purposes of additional analysis and is not a required part of the consolidated 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 consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States. In our opinion, the information is fairly stated, in all material respects, in relation to the consolidated 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 8, 2025, on our consideration of the Organization'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 the Organization'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 the Organization's internal control over financial reporting and compliance.

Report on Summarized Comparative Information

We have previously audited the YWCA's 2024 consolidated financial statements, and in our report dated November 21, 2024, expressed an unmodified opinion on those audited consolidated financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2024, is consistent, in all material respects, with the audited consolidated financial statements from which it has been derived.

Keiter

December 8, 2025
Glen Allen, Virginia

YWCA RICHMOND

Consolidated Statement of Financial Position
June 30, 2025 (with Comparative Totals for the Year Ended June 30, 2024)

Assets	2025	2024
Current assets:		
Cash and cash equivalents	$ 4,221,688	$ 792,711
Contributions and grants receivable	568,680	411,740
Pledge receivables	272,200	3,507,103
Program receivables, net	34,143	185,661
Employee Retention Credit receivable	-	371,392
Prepaid expenses and other current assets	14,315	25,000
Total current assets	5,111,026	5,293,607
Other assets:		
Property and equipment, net	6,476,834	6,233,072
Investments	2,180,558	1,961,768
Right-of-use operating lease assets, net	1,045,007	982,503
Pledge receivables, net of current portion	884,400	-
Other assets	10,335	10,335
Total assets	$ 15,708,160	$ 14,481,285
Liabilities and Net Assets		
Current liabilities:		
Lines of credit	$ -	$ 426,244
Accounts payable	82,092	240,297
Accrued expenses	214,155	173,936
Operating lease liabilities, current portion	201,799	218,700
Refundable advances	121,123	-
Total current liabilities	619,169	1,059,177
Non-current liabilities:		
Operating lease liabilities, non-current portion	863,655	763,803
Total liabilities	1,482,824	1,822,980
Net assets:		
Without donor restrictions	8,615,109	8,598,802
With donor restrictions	5,610,227	4,059,503
Total net assets	14,225,336	12,658,305
Total liabilities and net assets	$ 15,708,160	$ 14,481,285

See accompanying notes to the consolidated financial statements.

YWCA RICHMOND

Consolidated Statement of Activities
Year Ended June 30, 2025 (with Comparative Totals for the Year Ended June 30, 2024)

	2025			2024
	Without Donor Restrictions	With Donor Restrictions	Total	Comparative Totals
Support and other revenue:				
Support:				
Grants and contributions:				
Capital campaign	$ -	$ 2,785,227	$ 2,785,227	$ 2,700,000
Program and other	971,858	1,285,737	2,257,595	2,863,851
Governmental	3,189,917	-	3,189,917	1,760,506
In-kind contributions	52,252	-	52,252	76,621
Total support	4,214,027	4,070,964	8,284,991	7,400,978
Other revenue:				
Investment income	297,307	-	297,307	265,009
Program service fees	2,944,320	-	2,944,320	2,637,084
Special events, OWA luncheon	83,100	125,000	208,100	130,646
Miscellaneous income	43,304	-	43,304	154,287
Total other revenues	3,368,031	125,000	3,493,031	3,187,026
Total support and other revenue	7,582,058	4,195,964	11,778,022	10,588,004
Net assets released from restrictions	2,645,240	(2,645,240)	-	-
Expenses:				
Program services:				
Child care	5,073,797	-	5,073,797	3,274,148
Women's Advocacy Program	2,742,339	-	2,742,339	2,277,755
Total program services	7,816,136	-	7,816,136	5,551,903
Management and general	1,365,860	-	1,365,860	1,073,492
Fundraising	657,603	-	657,603	532,588
Total expenses	9,839,599	-	9,839,599	7,157,983
Uncollectible portion of employee retention credit (see Note 1)	371,392	-	371,392	-
Total change in net assets	16,307	1,550,724	1,567,031	3,430,021
Net assets, beginning of year	8,598,802	4,059,503	12,658,305	9,228,284
Net assets, end of year	$ 8,615,109	$ 5,610,227	$ 14,225,336	$ 12,658,305

See accompanying notes to the consolidated financial statements.

YWCA RICHMOND

Consolidated Statement of Functional Expenses
Year Ended June 30, 2025 (with Comparative Totals for the Year Ended June 30, 2024)

	Program Services						
	Child Care	Women's Advocacy	Total Program Services	Management and General	Fundraising	2025 Total	2024 Total
Salaries and wages	$ 3,143,430	$ 1,373,903	$ 4,517,333	$ 661,104	$ 329,025	$ 5,507,462	$ 4,046,654
Employee benefits	214,953	112,021	326,974	67,720	21,111	415,805	323,795
Payroll taxes	239,498	103,978	343,476	50,755	24,650	418,881	316,789
Assistance to individuals and organizations	-	557,484	557,484	-	-	557,484	177,217
Bank, finance, and miscellaneous fees	45,242	10	45,252	24,078	2,935	72,265	153,227
Donated goods	-	52,252	52,252	-	-	52,252	76,621
Insurance	67,259	21,703	88,962	9,927	3,100	101,989	72,261
Occupancy	572,017	73,200	645,217	107,592	11,469	764,278	460,963
Office expenses	13,348	36,306	49,654	43,866	43,802	137,322	88,625
Professional fees and contract services	91,953	180,364	272,317	184,315	80,311	536,943	307,201
Special events	5,043	8,206	13,249	12,890	98,161	124,300	119,600
Supplies	414,025	33,280	447,305	16,297	1,699	465,301	378,221
Telephone and internet	15,068	12,494	27,562	18,374	971	46,907	36,574
Training and professional development	18,338	27,562	45,900	57,731	2,740	106,371	67,764
Travel and transportation	14,866	14,598	29,464	36,741	394	66,599	88,723
Depreciation	218,757	134,978	353,735	74,470	37,235	465,440	443,748
	$ 5,073,797	$ 2,742,339	$ 7,816,136	$ 1,365,860	$ 657,603	$ 9,839,599	$ 7,157,983

See accompanying notes to the consolidated financial statements.

YWCA RICHMOND

Consolidated Statement of Cash Flows
Year Ended June 30, 2025 (with Comparative Totals for the Year Ended June 30, 2024)

	2025	2024
Cash flows from operating activities:		
Change in net assets	$ 1,567,031	$ 3,430,021
Adjustments to reconcile change in net assets to net cash from operating activities:		
Depreciation	465,440	443,748
Unrealized and realized gains on investments	(179,578)	(206,513)
Cash contributions restricted for capital campaign	(4,253,400)	(200,000)
Uncollectible portion of Employee Retention Credit	371,392	-
Noncash lease expense	265,507	186,956
Change in operating assets and liabilities:		
Contributions and grants receivable	(156,940)	116,920
Pledges receivable	2,350,503	(2,780,774)
Program receivables	151,518	(142,917)
Prepaid expenses and other assets	10,685	16,332
Accounts payable	(158,205)	205,448
Accrued expenses	40,219	3,298
Refundable advance	121,123	-
Lease liabilities	(245,060)	(186,956)
Net cash provided by operating activities	350,235	885,563
Cash flows from investing activities:		
Purchase of property and equipment	(709,202)	(126,117)
Purchase of investments	(391,611)	(159,518)
Proceeds from sale of investments	352,399	126,602
Net cash used in investing activities	(748,414)	(159,033)
Cash flows from financing activities		
Contributions restricted for capital campaign	4,253,400	200,000
Payments on lines of credit	(426,244)	(750,000)
Net cash provided by (used in) financing activities	3,827,156	(550,000)
Net change in cash and cash equivalents	3,428,977	176,530
Cash and cash equivalents:		
Beginning of year	792,711	616,181
End of year	$ 4,221,688	$ 792,711
Supplemental disclosure of cash flow information:		
Cash paid during the year for interest	$ 8,835	$ 45,070
Non-cash transactions:		
Operating right-of-use assets obtained in exchange for operating lease liabilities	$ 302,756	$ -

See accompanying notes to the consolidated financial statements.

1. Organization and Nature of Activities:

YWCA Richmond is dedicated to eliminating racism, empowering women, and promoting peace, justice, freedom, and dignity for all. As one of the region's oldest and most impactful nonprofits, the Organization delivers life-changing programs in domestic and sexual violence response, early education and childcare, and economic mobility through safe housing.

YWCA Richmond's vision is to transform individual lives and the community by creating access to opportunities, strengthening resilience, and advancing systems for economic mobility to promote lifelong success. As a trauma-informed agency, YWCA Richmond strives to increase community access to domestic and sexual violence crisis intervention programs, including 24/7 advocacy, safe and affordable housing, mental health counseling, justice system navigation, and connection to community resources through individual case management. YWCA Richmond increases a family's ability to achieve self-efficacy, and expand services in early childhood programming that enhance family sustainability and stability.

In November 2018, the YWCA Richmond organized a limited liability company, YWCA Richmond Tenant LLC ("Tenant") to facilitate and disburse Virginia state historic credits available from capital improvements made to the YWCA Richmond's historic original location in downtown Richmond, Virginia. YWCA Richmond is the managing member of Tenant.

In June 2025, YWCA Richmond incorporated two wholly owned single-member LLCs for the Achieving Heights Campus: The Heights on Airport Rd. LLC and Sprout on Airport LLC. As of June 30, 2025, there was no activity in either LLC.

YWCA Richmond provides both direct and indirect services. Direct services include:

Sexual and Domestic Violence – A continuum of services that address the needs of survivors of sexual and/or domestic violence. The Organization oversees the day-to-day operations for the regional crisis line (EmpowerNet Hotline), Regional Hospital Accompaniment (RHART), and Lethality Assessment Protocols (LAP). In addition, the YWCA provides safety planning, emergency shelter, counseling, case management, rapid rehousing, court advocacy, client financial assistance, and other supportive services for individuals and families who have experienced violence.

Prevention Programming – Prevention programs target youth and young adults to develop leadership, peer facilitation, and healthy relationship skills.

1. Organization and Nature of Activities, Continued:

The Sprout School – The Sprout School provides high-quality, mixed-income, full-day, year-round, early childhood education and childcare for children ages two months to five years. The YWCA Richmond believes every child deserves access to an excellent early learning experience, which is why the mixed income model welcomes families from all backgrounds to apply, regardless of income.

The Sprout School's child-led curriculum encourages children to explore, ask questions, and learn through play, discovery, and meaningful relationships. Teachers create nurturing environments where curiosity is celebrated, creativity is encouraged and learning is guided by each child's interest and developmental needs. The work is made possible through a combination of funding sources including the Department of Education subsidy, Mixed Delivery, RVA Trust Fund programs, private philanthropic donations, and parent tuition. Together, these partnerships help ensure that every child can learn, grow, and thrive.

The Sprout School serves families across Richmond at five locations: Second Presbyterian, Children’s Museum of Richmond (CMoR), Bainbridge, Fulton, and St. Andrew’s School.

Indirect services include:

Advocacy – Ongoing advocacy, outreach, and public education initiatives related to general public education, direct service provision and programming, as well as, racial and social justice.

Young Women’s Leadership Alliance (YWLA) – YWLA serves as a leadership development program for young professionals.

In addition to operating direct services to historically marginalized populations, the YWCA Richmond is in a campaign to develop an innovative housing campus in Eastern Henrico that places childcare, deeply affordable housing, and economic mobility at the center of the community. The Heights is a model for strategic partnership, to build pathways from crisis - to survival - to thriving. The Heights will have 19 apartments designed with safety for survivors of domestic violence at the forefront and expansion of 100 spots in the YWCA Richmond's Sprout School model: a high-quality, mixed-income, full-day, year-round early learning and childcare center.

2. Summary of Significant Accounting Policies:

Basis of Consolidation: The consolidated financial statements include the resources and financial activities of YWCA Richmond and YWCA Richmond Tenant LLC (hereinafter, collectively referred to as the “Organization”). All significant inter-company transactions and balances are eliminated.

2. Summary of Significant Accounting Policies, Continued:

Use of Estimates: The preparation of consolidated financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Basis of Presentation: The accompanying consolidated financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States ("GAAP"). Accordingly, revenues are recognized when earned and expenses are recognized when incurred.

The Organization classifies its net assets into two categories: net assets with donor restrictions and net assets without donor restrictions.

Net assets without donor restrictions include funds that have no donor-imposed restrictions on the Organization as to their use, purpose, or timing. The funds are currently available, at the discretion of the Board of Directors, for use in the Organization’s operations.

Net assets with donor restrictions include funds that are limited by donor or grant-imposed time and/or purpose restrictions or are restricted to investment in perpetuity. When a restriction expires, the assets are reclassified to net assets without donor restrictions and reported in the consolidated statements of activities as net assets released from restrictions.

Cash and Cash Equivalents: For cash flows reporting purposes, the Organization’s definition of cash and cash equivalents includes temporary investments of short-term, highly liquid investments with maturities of three months or less at the date of purchase.

Contributions and Grants Receivable and Pledge Receivables: Unconditional promises to give, including pledges, contributions, and grants receivable, are recognized as revenues or gains in the period received and as assets, decreases in liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized only when the conditions on which they depend are substantially met.

Amounts due more than one year later are recorded at the present value of the estimated future cash flows, discounted at risk-free rates applicable to the years in which the promises were received. Management has determined that any discount on grants receivable as of June 30, 2025, is immaterial. The Organization uses the allowance method to determine uncollectable promises receivable. The allowance is based on prior years’ experience and management’s analysis of specific promises made. There was no allowance as of June 30, 2025. As of June 30, 2025, one donor accounted for 58% of pledges receivable.

2. Summary of Significant Accounting Policies, Continued:

Program Receivables: Program receivables consist of private-pay tuition receivables and government receivables under exchange contracts related to the Sprout School. Program receivables are stated at the amount management expects to collect from outstanding balances. Management closely monitors outstanding balances and provides for uncollectible amounts through a change to earnings and a credit to an allowance for credit losses. Balances that are still outstanding after management has used reasonable collection efforts are written off. In estimating the allowance for credit losses, the Organization performs an annual analysis of historical loss experience, current receivables aging, and management's assessment of current conditions and supportable expectation of future conditions. There was an allowance of $5,785 recorded as of June 30, 2025.

Concentrations of Credit Risk: Financial instruments that potentially subject the Organization to concentrations of credit risk consist principally of cash and cash equivalents and receivables. The Organization utilizes a sweep account for cash and cash equivalents balances in excess of the FDIC insurance limit. Management believes there are no significant credit risks from receivables due to the nature of its grantors and donors. The ability to collect receivables is affected by the general economic conditions.

Investments: Investments in marketable securities are carried at fair value as determined by the investment managers. Unrealized gains and losses are included in the consolidated statement of activities. Investments are exposed to various risks, such as interest rate, market, and credit. Due to the level of risk associated with certain marketable securities and the level of uncertainty related to changes in the value of marketable securities, it is at least reasonably possible that changes in the investment markets in the near term could materially affect amounts reported on the consolidated financial statements.

Property and Equipment: The Organization's property and equipment consists of improvements made to the original Organization facility, equipment, property acquired for future Organization expansion, and capitalized construction planning and construction related costs incurred in connection with expansion to the Organization's facilities. Property and equipment are stated at cost or estimated fair market value if donated. Acquisitions with a value in excess of $20,000 and a life of greater than one year are capitalized. Donated property and equipment are recorded at fair market value as of the date of the gift. Repairs and maintenance, which do not increase the life of the asset, are expensed as incurred. Property and equipment are depreciated over estimated useful lives, which range from five to thirty-nine years, using the straight-line method. Depreciation is not recorded on construction in process until such time as the relevant assets are completed and put into service.

Property and equipment are reviewed for impairment when a significant change in the asset's use or another indicator or possible impairment is present. No impairment losses were recognized in the consolidated financial statements in the current period.

2. Summary of Significant Accounting Policies, Continued:

Leases: The Organization records leases under ASU 2016-02, Leases (Topic 842). ASC 842 requires lessees to recognize a right-of-use asset and a lease liability on the consolidated statement of financial position for substantially all leases with a term of 12 months or greater. Leases are classified as either finance or operating, with classification affecting expense recognition in the Organization's operations.

Lease liabilities are initially measured at the present value of future lease payments, measured on a discounted basis, as of the lease commencement date or the adoption date, whichever is later. The right-of-use assets are initially measured at the value of the lease liability, adjusted for initial direct lease costs, lease incentives, and prepaid or deferred rent.

The right-of-use assets and lease liabilities are calculated to include options to extend or terminate the lease when the Organization determines that it is reasonably certain it will exercise those options. In making those determinations, the Organization considers various existing economic and market factors, business strategies as well as the nature, length, and terms of the lease agreements. The Organization does not record a lease liability and corresponding right-of-use asset for leases with terms of 12 months or less, and accounts for lease and non-lease components as a single lease component.

Income Taxes: The Internal Revenue Services has determined that YWCA Richmond is exempt from Federal income tax under Section 501(c)(3) of the Internal Revenue Code. Contributions to YWCA Richmond are tax deductible as defined by Section 170 of the Code. In addition, the Internal Revenue Service has determined that YWCA Richmond is not a "private foundation" within the meaning of Section 509(a) of the Code. YWCA Richmond Tenant LLC is taxed as a partnership.

Income Tax Uncertainties: The Organization follows FASB guidance for how uncertain tax positions should be recognized, measured, disclosed and presented in the consolidated financial statements. This requires the evaluation of tax positions taken or expected to be taken in the course of preparing the Organization's tax returns to determine whether the tax positions are "more-likely-than-not" of being sustained "when challenged" or "when examined" by the applicable tax authority. Tax positions not deemed to meet the more-likely-than-not threshold would be recorded as a tax expense and liability in the current year. Management evaluated the Organization's tax position and concluded that the Organization had taken no uncertain tax positions that require adjustment to the consolidated financial statements to comply with the provisions of this guidance. The Organization is not currently under audit by any tax jurisdiction.

2. Summary of Significant Accounting Policies, Continued:

Contributions and Grants: Contributions and grants are recognized when an unconditional promise to give or cash is received. Conditional promises to give, 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. Contributions are recorded as with donor restrictions or without donor restrictions, depending on the existence or nature of any donor-imposed restrictions. Concentrations of significant support on the accompanying consolidated statement of activities were as follows: 18% federal funders, 20% state and local funders, and 24% two individual donors.

A portion of the Organization's revenue is derived from cost-reimbursable government contracts and grants, which are conditioned upon certain performance requirements and or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has incurred expenditures in compliance with specific contract or grant provisions. Government grants paid in advance that are conditioned upon certain performance requirements are recorded as refundable advances until allowable qualifying expenses have been incurred.

In-Kind Contributions: During 2025, the Organization recognized contributed nonfinancial assets of $52,252 in the form of donated toiletries and other goods to benefit those involved in the women's advocacy mission of the Organization. Contributed nonfinancial assets do not have donor-imposed restrictions. Donated toiletries and other goods are valued based on the estimated fair value provided by the donor at the time of donation.

Revenue Recognition: The Organization recognizes earned revenue in accordance FASB guidance contained in *Contracts with Customers* (Topic 606). Program service fees represent private payments from families as well as reimbursements for participants from government agencies, considered to be exchange transactions. Fees are billed monthly and the Organization believes its performance obligation for providing these services is satisfied over time as the participants are continually receiving and consuming the benefits of the services as they are provided to participants each month.

Program receivables on the accompanying consolidated statement of financial position represent contract receivables as of June 30, 2025 and July 1, 2024. There were no contract assets or contract liabilities as of June 30, 2025 or July 1, 2024.

2. Summary of Significant Accounting Policies, Continued:

Functional Allocation of Expenses: The costs of providing the Organization's programs and other activities have been summarized on a functional basis in the accompanying consolidated statement of functional expenses. Costs that benefit multiple functional areas have been allocated across programs and other supporting services based on time and effort incurred. Management and general expenses included in those costs that are not directly identifiable with any specific program, but which provide for the overall support and direction of the Organization. Fundraising costs are expensed as incurred. The Organization generally does not conduct its fundraising activities in conjunction with its other activities.

Comparative Financial Information: The accompanying consolidated financial statements include certain prior-year summarized comparative information in total but not by net asset class. 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 the Organization's consolidated financial statements for the year ended June 30, 2024, from which the summarized information was derived. Certain balances were reclassified to conform to current year presentation.

Subsequent Events: Management has evaluated subsequent events for potential recognition and/or other disclosure through December 8, 2025, the date the consolidated financial statements were available to be issued and has determined that there are no additional subsequent events to be reported in the accompanying consolidated financial statements.

3. Promises to Give:

Pledges and contributions and grants receivable consisted of the following as of June 30, 2025 and are expected to be collected as following:

Amounts expected in one year or less	
United Way Allocation	$ 57,400
Contributions and grants from foundations	111,000
Government grants	400,280
Pledge receivables	272,200
	840,880
Pledge receivables expected in one to five years	884,400
Total promises to give	$ 1,725,280

4. Property and Equipment:

Property and equipment consists of the following as of June 30, 2025:

Land	$ 76,950
Buildings and improvements	8,962,436
Furniture, fixtures and equipment	788,241
Vehicles	90,659
Construction in process	520,825
Total	10,439,111
Less: accumulated depreciation	(3,962,277)
Total property and equipment, net	$ 6,476,834

Depreciation expense was $465,440 for 2025.

5. Fair Value Measurements and Investments:

The FASB has issued guidance for measurement and disclosure of fair value and establishes a three-tier fair value hierarchy, which prioritizes the inputs used in measuring fair value. The guidance defines fair value as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal and most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date.

The levels of the hierarchy are defined as follows:

Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Organization has the ability to access.

Level 2 Inputs to the valuation methodology are quoted prices for similar instruments in active and inactive markets; and model driven valuations with significant inputs and drivers derived from observable active markets. The Organization did not have any Level 2 assets or liabilities at June 30, 2025.

Level 3 Inputs the valuation methodology are unobservable for the instrument and significant to the fair value measurement. Valuation techniques used should maximize the use of observable inputs and minimize the use of unobservable inputs. The Organization did not have any Level 3 assets or liabilities at June 30, 2025.

5. Fair Value Measurements and Investments, Continued:

The following is a description of the valuation methodologies used for investments carried or disclosed at fair value:

Money market fund: Valued at the realizable cash value equivalent to the specific sum of money held by the Organization at the year end.

Exchange traded funds: Valued at the closing price reported on the active market on which the individual securities are traded.

Assets measured at fair value on a recurring basis at June 30, 2025 include the following:

	Level 1	Level 2	Level 3	Total
Money market fund	$ 15,075	$ -	$ -	$ 15,075
Exchange traded funds	2,165,483	-	-	2,165,483
				-
Total assets at fair value	$2,180,558	$ -	$ -	$2,180,558

6. Lines of Credit:

On February 25, 2021, the Organization transferred a $500,000 line of credit available for operational needs to a different financial institution with an initial maturity date of February 25, 2022. This line of credit has since been extended through March 11, 2026. Interest is due monthly at SOFR plus 1.45%, with total interest not to fall below 2% (5.90% as of June 30, 2025). At the date of maturity, any outstanding principal and interest is due. As of June 30, 2025, there is no outstanding balance for the line of credit.

On February 25, 2021, the Organization entered into a non-revolving line of credit agreement up to $4,000,000. Interest was due monthly at SOFR plus 1.55%, with total interest not to fall below 2% until February 25, 2025 when any outstanding principal and interest was due. The line of credit agreement was not renewed in 2025.

Total interest paid in connection with these line of credits was $8,835 for 2025.

7. Trust Fund:

The George P. Lumsden Fund, which is held in trust by others, was established in 1925 to assist working women. A trustee who makes annual distributions to the Organization based on a pre-determined percentage set by the trust, to the Organization, administers the fund. These distributions are derived from income earned on investments of the fund. For the year ended June 30, 2025, the Organization received $87,771.

8. Net Assets with Donor Restrictions:

As of June 30, 2025, net assets with donor restrictions had $5,485,227 available for upcoming projects and $125,000 for future events.

Net assets of $2,645,240 were released from donor restrictions by incurring expenditures satisfying the purpose restrictions specified by donors.

9. Employee Retention Credit:

As part of various legislative acts, employers who had partial or full suspension of operations related to COVID-19 were eligible for a refundable tax credit against certain employment taxes equal to 50% of the qualified wages (up to $10,000) an employer paid between March 12, 2020 and December 31, 2020 and 70% of qualified wages (up to $10,000) an employer paid between December 31, 2020 and September 30, 2021. The Organization determined it was eligible to receive a refundable tax credit, commonly known as the employee retention credit (“ERC”), in the amount of $1,021,471 and; therefore, recognized grant revenue and a related receivable of as of and for the year ended June 30, 2021 of this amount. During 2022, the Organization received an ERC payment of $650,079, leaving an ERC receivable balance of $371,392. No additional payments were received. As of June 30, 2025, management evaluated the collectability of the ERC receivable based on updated information and wrote off the receivable balance, resulting in a loss of $371,392 in 2025.

10. Operating Leases:

The Organization entered into a ten-year operating lease on August 29, 2019, commencing in August 2021 that expires July 31, 2029 for space to be used to operate an early childhood education center. As of July 1, 2024, the Organization entered into a separate ten-year operating lease for childcare space that expires in June 2033. The Organization also leases office equipment under operating leases that expire in August 2025 and July 2028.

Cash paid under operating leases was $245,060 which approximates operating lease expense included in occupancy and rental and maintenance of equipment on the consolidated statement of functional expenses.

Future minimum payments related to these leases are as follows:

Year Ending June 30:	Amount
2026	$ 201,799
2027	248,080
2028	254,407
2029	259,834
2030	57,690
Thereafter	156,000
Total lease payments	1,177,810
Less: amount representing interest	(112,356)
Total operating lease liabilities	$ 1,065,454

The Organization has elected to use the risk-free discount rate corresponding to the term of the lease at the lease measurement date as the incremental borrowing rate to measure the right-of-use asset and lease obligation. Leases with an initial term of twelve months or less are not recorded on the consolidated statement of position. The weighted-average remaining lease term and discount rates at June 30, 2025 are 5.36 years and 3.38%, respectively.

On September 16, 2020, the Organization entered into an Affiliation Agreement with Stop Child Abuse Now (“SCAN”) authorizing SCAN to co-occupy a portion of space alongside the Organization’s Sprout School. The agreement provides for cost sharing to help defray the Organization’s operating costs. Income of $33,120 received under this arrangement is included in miscellaneous income on the accompanying consolidated statement of activities.

11. Retirement Plan:

Employees who work at least 20 hours weekly and have worked at least 1,000 hours in two consecutive years are eligible to participate in a non-contributory retirement plan administered by the YWCA Richmond Retirement Fund, Incorporated. Participation is required by employees who have been employed for 24 months or for the required number of hours. Benefits are vested immediately. The Organization contributes 3% of applicable gross salaries. Contributions charged to expense totaled $79,639 for the year ended June 30, 2025. Accumulated plan benefits and plan net assets information is not available as it pertains to the Organization, since the actuarial and financial information is tabulated for this multi-employer plan only on the national level.

12. Commitments and Contingencies:

Financial awards from federal and state governmental entities in the form of grants are subject to special audit. Such audits could result in claims against the Organization for noncompliance with grantor restrictions. Such audits could result in the grantor prohibiting future funding of such grant. No provision has been made for any liabilities that may arise from such audits since the amounts, if any, for any impact from the revocation of future grant funds cannot be determined at this date.

13. Indemnification:

The Organization has certain obligations to indemnify the current and former officers and directors for certain events or occurrences while the officer or director is, or was, serving at the Organizations request in such capacities. The maximum liability under these obligations is limited under the Code of Virginia and the Organization’s insurance policies serve to further limit its exposure. The Organization is not aware of any such obligations.

14. Liquidity and Availability of Resources:

As of June 30, 2025, the following table reflects the Organization's financial assets reduced by amounts not available for general expenditure within one year. Financial assets are considered unavailable when restricted by a donor for a time or purpose.

Financial assets:	
Cash and cash equivalents	$ 4,221,688
Contributions and grants receivable	568,680
Pledges receivable, current portion	272,200
Program receivables, net	34,143
Investments	2,180,558
	7,277,269
Less those unavailable for general expenditure within one year due to:	
Donor imposed restrictions on funds for specific purposes, projects, or events	5,610,227
	$ 1,667,042

The Organization has a policy to structure its financial assets as its general expenditures, liabilities, and other obligations come due.

SUPPLEMENTAL INFORMATION

YWCA RICHMOND

Schedule of Expenditures of Federal Awards
Year Ended June 30, 2025

Federal Grantor/Program Title	Assistance Listing Number	Pass-Through Entity	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Housing and Urban Development:				
CDBG - Entitlement Grants-Cluster				
Community Development Block Grant	14.218	City of Richmond	FY25CDBG-14	$ 50,000
Community Development Block Grant - COVID	14.218	City of Richmond	FY25CDBG-CV-3	50,000
Total CDBG - Entitlement Grants-Cluster				100,000
Emergency Solutions Grant Program	14.231	VDHCD	25-VHSP-118	93,900
Emergency Solutions Grant Program	14.231	City of Richmond	FY25ESG-05	80,336
Total Emergency Solutions Grant Program				174,236
Continuum of Care Program	14.267	Not applicable	Not applicable	115,353
Total U.S. Department of Housing and Urban Development				389,589
United States Department of Agriculture:				
Child and Adult Food Care Program	10.558	Not applicable	Not applicable	162,805
U.S. Department of Justice:				
Sexual Assault Services Formula Program	16.017	VDCJ	24-M2213SP23; 25-N2213SP24	20,629
Crime Victim Assistance	16.575	VDCJ	25-E3471VPNC-22	304,698
Transitional Housing Assistance for Victims of Domestic Violence, Dating Violence, Stalking, or Sexual Assault	16.736	Not applicable	Not applicable	2,685
Total U.S. Department of Justice				328,012
Department of the Treasury:				
Coronaviurs State and Local Fiscal Recovery Funds	21.027	County of Chesterfield	Not available	58,876
Coronaviurs State and Local Fiscal Recovery Funds	21.027	VDCJ	25-D3471ARPA-NC-SDV	91,302
Total Department of the Treasury				150,178
U.S. Department of Health and Human Services:				
Family Violence Prevention and Services/ Domestic Violence Shelter and Supportive Services	93.671	VDSS	FAM-22-078-52	165,614
Family Violence Prevention and Services/ Domestic Violence Shelter and Supportive Services - ARPA	93.671	VDSS	FAM-22-079-26	177,616
Total				343,230
Family Violence Prevention and Services - ARPA	93.497	VDSS	FAM-22-082-47	77,011
Children's Justice Grants to States	93.643	VDCJ	545974	7,404
Total U.S. Department of Health and Human Services				427,645
				$ 1,458,229

See Independent Auditor’s Report.

YWCA RICHMOND

Notes to the Schedule of Expenditures of Federal Awards
Year Ended June 30, 2025

Note A – Basis of Presentation:

The accompanying schedule of expenditures of federal awards (the “Schedule”) includes the federal award activity of YWCA Richmond under programs of the federal government for the year ended June 30, 2025. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (“CFR”) 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 the Organization, it is not intended to and does not present the financial position, changes in net assets, or cash flows of YWCA Richmond.

Note B – Summary of Significant Accounting Policies:

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.

Note C – Indirect Cost Rate

YWCA Richmond has not elected to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

See Independent Auditor’s Report.

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Your Opportunity Advisors

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
YWCA Richmond
Richmond, Virginia

We have audited, in accordance with the auditing standards generally accepted in the United States and the standards applicable to financial audits contained in the *Government Auditing Standards* issued by the Comptroller General of the United States, the consolidated financial statements of YWCA Richmond and its subsidiary (collectively, the "Organization"), which comprise the consolidated statement of financial position as of June 30, 2025, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements, and have issued our report thereon dated December 8, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the consolidated financial statements, we considered the Organization's internal control over financial reporting ("internal control") as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the consolidated financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization'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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's consolidated 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 or significant deficiencies may exist that have not been identified.

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Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Organization's consolidated 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 consolidated financial statements. 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 Organization's internal control or on compliance. The report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Keiter

December 8, 2025
Glen Allen, Virginia

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Board of Directors of
YWCA Richmond
Richmond, Virginia

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited YWCA Richmond (the "Organization") compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget ("OMB") Compliance Supplement* that could have a direct and material effect on each of the Organization's major federal programs for the year ended June 30, 2025. The Organization's major federal programs are identified in the summary of audit results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Organization 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 June 30, 2025.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States; 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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Organization and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of the Organization's compliance with the compliance requirements referred to above.

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Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statues, regulations, rules, and provisions of contracts or grant agreements applicable to the Organization's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Organization's compliance based on our audit. 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, *Government Auditing Standards,* and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Organization's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 Organization's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Organization's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 the Organization's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on 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 a 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 Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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.

Keiter

December 8, 2025
Glen Allen, Virginia

YWCA RICHMOND

Schedule of Findings and Questioned Costs
Year Ended June 30, 2025

A. SUMMARY OF AUDIT RESULTS

(1) The auditors' report expresses an unmodified opinion on the consolidated financial statements of the Organization.

(2) No material weaknesses in internal control over financial reporting were disclosed during the audit.

(3) No noncompliance which is material to the consolidated financial statements was disclosed by the audit.

(4) No material weaknesses or significant deficiencies relating to the audit of the major federal award programs were disclosed by the audit.

(5) The auditors' report on compliance for the major federal award programs for the Organization expresses an unmodified opinion.

(6) No audit findings were disclosed by the audit.

(7) The program tested as a major program included:

US Department of Health and Human Services: Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services, Federal Assistance Listing No. 93.671

(8) The threshold used for distinguishing between Type A and B programs was $750,000.

(9) The Organization qualified as a low-risk auditee.

B. FINDINGS – FINANCIAL STATEMENT AUDIT

None

C. FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS AUDIT

None

YWCA RICHMOND

Corrective Action Plan
Year Ended June 30, 2025

Not Applicable