



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

B50603

STATE BOARD OF ACCOUNTS  
302 WEST WASHINGTON STREET  
ROOM E418  
INDIANAPOLIS, INDIANA 46204-2769

Telephone: (317) 232-2513  
Fax: (317) 232-4711  
Web Site: [www.in.gov/sboa](http://www.in.gov/sboa)


August 7, 2018

Board of Directors  
Kosciusko County Shelter for Abuse, Inc.  
d/b/a The Beaman Home  
P.O. Box 12  
Warsaw, IN 46581

We have reviewed the report prepared by Kosciusko County Shelter for Abuse, Inc. d/b/a The Beaman Home and opined upon by Dahms & Yarian, Inc., Independent Public Accountants, for the period July 1, 2016 to June 30, 2017. Per the *Independent Auditor's Report* the financial statements included in the report present fairly the financial condition of Kosciusko County Shelter for Abuse, Inc. d/b/a The Beaman Home as of June 30, 2017 and the results of its operations for the period then ended, on the basis of accounting described in the report.

In our opinion, Dahms & Yarian, Inc. prepared all required independent auditor's reports in accordance with generally accepted auditing standards and guidelines established by the State Board of Accounts.

The report is filed with this letter in our office as a matter of public record.

  
Paul D. Joyce, CPA  
State Examiner

KOSCIUSKO COUNTY SHELTER  
FOR ABUSE, INC.  
D/B/A THE BEAMAN HOME  
FINANCIAL STATEMENTS  
Year Ended June 30, 2017

CONTENTS

Contents	1
Independent Auditor's Report on Financial Statements	2
Statement of Financial Position	4
Statement of Activities	5
Statement of Functional Expenses	6
Statement of Cash Flows	7
Notes to Financial Statements	8
Schedule of Federal, State, and Local Grant Awards	12



110 S. Columbia Street  
Warsaw, IN 46580  
Phone: 574.267.8141  
Fax: 574.267.8008

825 N State Road 25  
Rochester, IN 46975  
Phone: 574.224.2727  
Fax: 574.224.8008

[www.dahmsyarian.com](http://www.dahmsyarian.com)

Since 1943

## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of  
Kosciusko County Shelter for Abuse, Inc.  
d/b/a The Beaman Home  
Warsaw, Indiana

We have audited the accompanying financial statements of Kosciusko County Shelter for Abuse, Inc. d/b/a The Beaman Home (a nonprofit organization), which comprise the statement of financial position as of June 30, 2017, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

### **Management's Responsibility for the Financial Statements**

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

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

## **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Kosciusko County Shelter for Abuse, Inc. d/b/a The Beaman Home as of June 30, 2017, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Report on Supplementary Information**

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of federal, state, and local grant awards, as required by Uniform Compliance Guidelines for examinations of Entities Receiving Financial Assistance from Governmental Sources, issued by the Indiana State Board of Accounts, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

*Dahms & Yarian, Inc.*

Warsaw, Indiana

March 31, 2018

KOSCIUSKO COUNTY SHELTER FOR ABUSE, INC.  
D/B/A THE BEAMAN HOME

STATEMENT OF FINANCIAL POSITION  
June 30, 2017

## ASSETS

## CURRENT ASSETS

Cash	\$ 222,729
Grants receivable	426,673
Pledges receivable - current	21,951
Inventory	7,500
Prepaid expenses	14,224
Total Current Assets	<u>\$ 693,077</u>

## PROPERTY AND EQUIPMENT

Land	\$ 75,000
Building	1,825,897
Equipment	120,696
Furniture and fixtures	29,452
Vehicles	22,063
Construction in progress	216,909
	<u>\$ 2,290,017</u>
Less: accumulated depreciation	84,782
Property and Equipment - Net	<u>\$ 2,205,235</u>

## OTHER ASSETS

Loan fees	\$ 5,030
Less: accumulated amortization	(3,633)
Pledges receivable - net of current	12,200
Total Other Assets	<u>\$ 13,597</u>

\$ 2,911,909

## LIABILITIES AND NET ASSETS

## CURRENT LIABILITIES

Accounts payable	\$ 320
Wages payable	5,261
Compensated absences	11,229
Payroll taxes payable	2,390
Grants Payable	22,269
Line of credit	325,000
Total Current Liabilities	<u>\$ 366,469</u>

## NET ASSETS

Unrestricted	\$ 2,084,616
Temporarily restricted	460,824
Total Net Assets	<u>\$ 2,545,440</u>

\$ 2,911,909

See notes to financial statements.

KOSCIUSKO COUNTY SHELTER FOR ABUSE, INC.  
D/B/A THE BEAMAN HOME

STATEMENT OF ACTIVITIES  
Year ended June 30, 2017

	Unrestricted	Temporarily Restricted	Total
<b>REVENUES, GAINS, AND OTHER SUPPORT</b>			
Grants	\$ 433,993	\$ 426,673	\$ 860,666
Contributions	207,676	-	207,676
Contributions - in-kind	215,491	-	215,491
Special events (net of direct expenses of \$20,386)	41,998	-	41,998
Gain on disposition of assets	17,411	-	17,411
Interest income	73	-	73
Other income	1,678	-	1,678
Net assets released from restrictions	230,432	(230,432)	-
Total Revenues, Gains, and Other Support	\$ 1,148,752	\$ 196,241	\$ 1,344,993
<b>EXPENSES</b>			
Program	\$ 832,467	\$ -	\$ 832,467
Administrative	180,960	-	180,960
Fundraising	38,372	-	38,372
Total Expenses	\$ 1,051,799	\$ -	\$ 1,051,799
<b>CHANGE IN NET ASSETS</b>	\$ 96,953	\$ 196,241	\$ 293,194
<b>NET ASSETS, beginning of year</b>	1,987,663	264,583	2,252,246
<b>NET ASSETS, end of year</b>	\$ 2,084,616	\$ 460,824	\$ 2,545,440

See notes to financial statements.

KOSCIUSKO COUNTY SHELTER FOR ABUSE, INC.  
D/B/A THE BEAMAN HOME

STATEMENT OF FUNCTIONAL EXPENSES  
Year ended June 30, 2017

	Program	Administrative	Fundraising	Total
Salaries and wages	\$ 306,326	\$ 118,831	\$ 28,032	\$ 453,189
Payroll taxes and fees	27,246	11,899	3,142	42,287
Personnel benefits	36,977	14,810	3,068	54,855
Capital campaign	-	-	340	340
Accounting and legal	50	4,157	-	4,207
Bank charges	214	446	96	756
Educational	714	67	-	781
Food supplies	26,402	-	-	26,402
Household/personal supplies	196,818	1,765	2,509	201,092
Office supplies	3,358	241	-	3,599
Advertising and marketing	303	3,088	28	3,419
Postage	976	845	175	1,996
Rent	47,001	-	-	47,001
Utilities	28,879	-	-	28,879
Telephone and internet	15,561	2,798	614	18,973
Insurance	13,336	9,699	-	23,035
Equipment rental and purchases	1,168	699	-	1,867
Building repairs and maintenance	7,241	-	-	7,241
Equipment repairs and maintenance	1,955	126	-	2,081
Technology	48,748	-	-	48,748
Vehicle	7,810	-	-	7,810
Meals, lodging, and travel	2,261	3,672	303	6,236
Personnel recruitment and recognition	1,056	257	65	1,378
Dues and subscriptions	378	1,646	-	2,024
Miscellaneous	1,903	344	-	2,247
Depreciation	49,303	5,570	-	54,873
Amortization	1,677	-	-	1,677
Interest expense	4,806	-	-	4,806
Total Expenses	<u>\$ 832,467</u>	<u>\$ 180,960</u>	<u>\$ 38,372</u>	<u>\$ 1,051,799</u>

See notes to financial statements.

KOSCIUSKO COUNTY SHELTER FOR ABUSE, INC.  
D/B/A THE BEAMAN HOME

STATEMENT OF CASH FLOWS  
Year ended June 30, 2017

CASH FLOWS FROM OPERATING ACTIVITIES	
Change in net assets	\$ 293,194
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation & amortization	54,873
(Gain) loss on fixed assets	(17,411)
(Increase) decrease in:	
Grants and pledges receivable	(196,242)
Inventory	(3,193)
Deposit	14,675
Prepaid expenses	(7,779)
Increase(decrease) in:	
Accounts payable	(153,065)
Wages payable	(11,726)
Compensated absences	1,983
Payroll taxes payable	(5,404)
Grants payable	22,269
Net Cash Provided (Used) By Operating Activities	<u>\$ (7,826)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchase of property and equipment	\$ (407,229)
Proceeds from sale of property	72,964
Net Cash Provided (Used) By Investing Activities	<u>\$ (334,265)</u>
CASH FLOWS FROM FINANCING ACTIVITIES	
Proceeds from borrowing on line of credit	<u>\$ 325,000</u>
Net Cash Provided By Financing Activities	<u>\$ 325,000</u>
NET INCREASE (DECREASE) IN CASH	\$ (17,091)
CASH, beginning of year	<u>239,820</u>
CASH, end of year	<u><u>\$ 222,729</u></u>
SUPPLEMENTARY CASH FLOW INFORMATION	
Cash paid for interest	\$ 9,187

See notes to financial statements.

KOSCIUSKO COUNTY SHELTER FOR ABUSE, INC.  
D/B/A THE BEAMAN HOME

NOTES TO FINANCIAL STATEMENTS  
June 30, 2017

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization and Activity – The Kosciusko County Shelter for Abuse, Inc. d/b/a The Beaman Home (Organization) is a nonprofit corporation serving Kosciusko, Fulton, and Marshall Counties and was formed under Indiana law pursuant to Articles of Incorporation, effective September 17, 1984. The Organization's purpose is to provide services for individuals and their dependent children in crisis as it relates to domestic violence and sexual assault and to provide educational, informative, and supportive services to residents. The Organization also assists former clients with relocation. The Organization is primarily supported through grants, donor contributions, and the United Way.

Financial Statement Presentation – Financial statement presentation follows the recommendations of the Financial Accounting Standards Board Accounting Standards Codification. Per applicable standards, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. The financial statements of the Organization are prepared on the accrual basis of accounting.

A description of the unrestricted, temporarily, and permanently restricted net asset classes follows:

Unrestricted net assets represent the portion of net assets of the Organization that is neither permanently restricted nor temporarily restricted by donor-imposed stipulations. Unrestricted net assets include expendable funds available for the support of the Organization.

Temporarily restricted net assets represent contributions and other inflows of assets whose use by the Organization is limited by donor imposed stipulations that either expire by passage of time or can be fulfilled and removed by actions of the Organization pursuant to those stipulations. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. If restrictions to contributions are met in the same fiscal year as the contribution is made, the funds are recorded as unrestricted.

Permanently restricted net assets represent contributions and other inflows of assets whose use by the Organization is limited by donor imposed stipulations that neither expire by passage of time nor can be fulfilled or otherwise removed by actions of the Organization.

The Organization did not have permanently restricted net assets at June 30, 2017. Temporarily restricted net assets consisted of time restricted grants and pledges receivable at June 30, 2017.

Cash and Cash Equivalents – For purposes of the statements of cash flows, the Organization considers all highly liquid investments purchased with an original maturity of three months or less to be cash equivalents.

KOSCIUSKO COUNTY SHELTER FOR ABUSE, INC.  
D/B/A THE BEAMAN HOME

NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
June 30, 2017

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Functional Expenses – The cost of the Organization's programs and supporting services have been reported on a functional basis in the Statement of Functional Expenses. Expenses are charged to each program based on direct expenses incurred. Any program expenses not directly chargeable to a program have been allocated among the programs and supporting services benefited.

Food, Clothing, and Supplies Inventory – Inventory is carried at cost if purchased. However, if inventory is donated, the item is valued at fair market value at the date of the gift. All inventory is valued on a first-in, first-out (FIFO) basis. Other in-kind donations for use in the Basic Needs Center have not been inventoried.

Property and Equipment and Depreciation – The Organization follows the policy of capitalizing property and equipment purchased at cost; the fair value of donated property and equipment is similarly capitalized. Depreciation is provided for over the estimated useful lives of the assets using the straight-line and accelerated methods.

Donated Services and Supplies – Policies concerning donated material and services are described in Note B.

Allowance for Uncollectible Accounts – The Organization believes that all of the receivables will be collected. Therefore, no allowance for uncollectible accounts has been established. Management closely monitors outstanding accounts receivable, and charges off to expense any balances that are determined to be uncollectible.

Revenue Recognition from Grants – The Organization receives grants from various federal, state, and local agencies. Revenue from grants is recognized during the period in which the related expenditures are incurred.

NOTE B – DONATED MATERIALS AND SERVICES

Donated materials and equipment are reflected as contributions in the accompanying statements at their estimated fair values at date of receipt. Donated materials are included in the financial statements as follows:

	<u>2017</u>
Food supplies	\$ 14,201
Household/personal supplies	<u>201,281</u>
	<u>\$ 215,482</u>

Many individuals volunteer their time and perform a variety of tasks that assist the Organization. These services do not meet the criteria for recognition in the financial statements and, accordingly, have not been recorded. The Organization received approximately 7,447 hours of donated services during the years ended June 30, 2017. The fair value of donated service hours for the year was estimated to be \$53,990. Services that are donated which would otherwise be purchased and do meet the criteria, are recorded at fair market value.

KOSCIUSKO COUNTY SHELTER FOR ABUSE, INC.  
D/B/A THE BEAMAN HOMENOTES TO FINANCIAL STATEMENTS (CONTINUED)  
June 30, 2017

## NOTE C – USE OF ESTIMATES

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

## NOTE D – LEASE INFORMATION

In January 2016, the Organization entered into a building lease for the Basic Needs Center which expires in January 2018. Lease expense for the year ended June 30, 2017 was \$5,400.

Future minimum rental payments are as follows:

2018	\$ 3,150
------	----------

The remaining rents are temporary, month-to-month rents, and include short-term storage units and client rental assistance.

## NOTE E – INCOME TAXES

The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code, except on net income derived from unrelated business activities. The Organization had no unrelated business income for the year ended June 30, 2017. The Organization believes that it has appropriate support for any tax positions taken, and as such, does not have any uncertain tax positions that are material to the financial statements.

The Organization's income tax returns generally remain open to examination for the last three years.

## NOTE F – SIGNIFICANT CONCENTRATIONS OF CREDIT RISK

Cash balances at various local banks are insured by the Federal Deposit Insurance Corporation (FDIC). The amount of coverage is \$250,000 per financial institution. In the case of bank failure, accounts of deposits in excess of that federally insured amount would be subject to loss. At times throughout the year, the balances of certain accounts may exceed these limits. The Organization's balance did not exceed federally insured limits at June 30, 2017.

## NOTE G – LINE OF CREDIT

The Organization has a revolving line of credit agreement with a local bank which provides that it may borrow up to \$600,000 at the bank's prime rate which was 4.25% at June 30, 2017. There was a balance of \$325,000 outstanding at June 30, 2017. The line of credit matures May of 2018.

KOSCIUSKO COUNTY SHELTER FOR ABUSE, INC.  
D/B/A THE BEAMAN HOME

NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
June 30, 2017

NOTE H – PRIOR PERIOD ADJUSTMENT

Net assets as of the beginning of the fiscal year have been adjusted to increase payroll liabilities that were understated in prior years. The correction has no effect on the results of the current year's activities. However, the cumulative effect decreased unrestricted net assets by \$5,123.

Net assets as of the beginning of the fiscal year have been adjusted to increase contributions for amounts received in a prior year and included in construction in progress as a reduction of cost. The correction has no effect on the results of the current year's activities. However, the cumulative effect increased unrestricted net assets by \$21,962.

NOTE I – GRANTS PAYABLE

Grants payable consists of amounts that subsequent to the receipt of funds, it was determined that the Organization failed to meet grant requirements, and must return the funds received.

NOTE J – SUBSEQUENT EVENTS

The Organization has evaluated subsequent events through March 31, 2018, the date which the financial statements were available to be issued.

**KOSCIUSKO COUNTY SHELTER FOR ABUSE, INC.  
D/B/A THE BEAMAN HOME**

**Schedule of Federal, State, and Local Grant Awards  
Year ended June 30, 2017**

	Identifying Number	Beginning Balance	Award Received	Award Disbursed	Award Expired	Ending Balance
<b>FEDERAL AWARDS</b>						
Affordable Housing Project Subsidy	2016A0607	\$ -	\$ 202,695	\$ 202,695	\$ -	\$ -
Passed-through Indiana Housing and Community Development Authority:						
Continuum of Care Rapid Rehousing	14.267	69,630	-	63,189	6,441	-
Continuum of Care Rapid Rehousing	14.267	-	76,535	6,060	-	70,475
Emergency Solutions Grant	14.231	-	21,009	19,649	-	1,360
Passed-through Indiana Criminal Justice Institute:						
Victim of Crime Act	16.575	78,096	-	43,160	34,936	-
Victim of Crime Act Special Project	16.575	18,000	-	15,221	2,779	-
Victim of Crime Act	16.575	-	573,300	150,990	-	422,310
Social Service Block Grant	93.667	-	16,262	12,197	-	4,065
Family Violence Preventions and Services	93.671	10,507	-	10,507	-	-
Family Violence Preventions and Services	93.671	-	66,190	49,021	-	17,169
Passed-through Indiana Department of Education:						
Fee for Service						
Child and Adult Care Food Program	1430300	-	3,322	3,322	-	-
Total Federal Awards		<u>\$ 176,233</u>	<u>\$ 959,313</u>	<u>\$ 576,011</u>	<u>\$ 44,156</u>	<u>\$ 515,379</u>
<b>STATE AND LOCAL AWARDS</b>						
Indiana Criminal Justice Institute:						
Domestic Violence Prevention and Treatment	ES016-031	\$ 3,982	\$ 206,000	\$ 171,599	\$ 38,383	\$ -
Kosciusko County	N/A	14,135	-	14,135	-	-
Kosciusko County	N/A	-	28,835	14,418	-	14,417
Total State and Local Awards		<u>\$ 18,117</u>	<u>\$ 234,835</u>	<u>\$ 200,152</u>	<u>\$ 38,383</u>	<u>\$ 14,417</u>
<b>TOTAL FEDERAL, STATE, AND LOCAL AWARDS</b>		<u><u>\$ 194,350</u></u>	<u><u>\$ 1,194,148</u></u>	<u><u>\$ 776,163</u></u>	<u><u>\$ 82,539</u></u>	<u><u>\$ 529,796</u></u>