

SAFESPACE, INC.
FINANCIAL STATEMENTS
June 30, 2024

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
SafeSpace, Inc.
Stuart, Florida

Opinion

We have audited the accompanying financial statements of SafeSpace, Inc. (the Organization), which comprise the statements of financial position as of June 30, 2024 and 2023, and the related statements of activities and changes in net assets, functional expenses and cash flows for the years 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 the Organization as of June 30, 2024 and 2023, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis of Opinion

We conducted our audits 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 the Organization and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. 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 the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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 the Organization'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 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 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.

Supplemental Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards and non-federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal and Non-federal Awards, are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated January 29, 2025, on our consideration of the Organization's internal control over financial reporting 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 solely 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.

DiBartolomeo, McBee, Hartley & Barnes

DiBartolomeo, McBee, Hartley & Barnes, P.A.
Fort Pierce, Florida
January 29, 2025

SAFESPACE, INC.
STATEMENT OF FINANCIAL POSITION
June 30, 2024

<u>ASSETS</u>	<u>Without Donor Restriction</u>	<u>With Donor Restriction</u>	<u>Total</u>
CURRENT ASSETS			
Cash and cash equivalents	\$ 721,967	\$ -	\$ 721,967
Grants receivable	187,130	-	187,130
Pledge receivable	150,100	-	150,100
Prepaid expenses	42,417	-	42,417
Gift cards	1,778	-	1,778
TOTAL CURRENT ASSETS	1,103,392	-	1,103,392
PROPERTY AND EQUIPMENT, NET- NOTE E	2,555,030	-	2,555,030
OTHER ASSETS			
Investments - NOTE D	438,398	883,578	1,321,976
Security deposits	4,037	-	4,037
TOTAL OTHER ASSETS	442,435	883,578	1,326,013
	\$ 4,100,857	\$ 883,578	\$ 4,984,435
<u>LIABILITIES AND NET ASSETS</u>			
CURRENT LIABILITIES			
Accounts payable and accrued expenses	\$ 166,781	\$ -	\$ 166,781
TOTAL CURRENT LIABILITIES	166,781	-	166,781
NET ASSETS	3,934,076	883,578	4,817,654
TOTAL LIABILITIES AND NET ASSETS	\$ 4,100,857	\$ 883,578	\$ 4,984,435

The accompanying notes are an integral part of this financial statement

SAFESPACE, INC.
STATEMENT OF FINANCIAL POSITION (CONTINUED)
June 30, 2023

<u>ASSETS</u>	Without Donor Restriction	With Donor Restriction	Total
CURRENT ASSETS			
Cash and cash equivalents	\$ 521,809	\$ 150,711	\$ 672,520
Grants receivable	350,356	-	350,356
Pledge receivable	218,500	-	218,500
Prepaid expenses	22,374	-	22,374
Gift cards	715	-	715
TOTAL CURRENT ASSETS	1,113,754	150,711	1,264,465
PROPERTY AND EQUIPMENT, NET- NOTE E	2,691,378	-	2,691,378
OTHER ASSETS			
Investments - NOTE D	620,187	602,241	1,222,428
Security deposits	4,037	-	4,037
TOTAL OTHER ASSETS	624,224	602,241	1,226,465
	\$ 4,429,356	\$ 752,952	\$ 5,182,308
<u>LIABILITIES AND NET ASSETS</u>			
CURRENT LIABILITIES			
Accounts payable and accrued expenses	\$ 157,561	\$ -	\$ 157,561
TOTAL CURRENT LIABILITIES	157,561	-	157,561
NET ASSETS	4,271,795	752,952	5,024,747
TOTAL LIABILITIES AND NET ASSETS	\$ 4,429,356	\$ 752,952	\$ 5,182,308

The accompanying notes are an integral part of this financial statement

SAFESPACE, INC.
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
Year Ended June 30, 2024

	<u>Without Donor Restriction</u>	<u>With Donor Restriction</u>	<u>Total</u>
<u>OPERATING ACTIVITIES</u>			
PUBLIC SUPPORT AND REVENUE			
Bequest	\$ 118,517	\$ -	\$ 118,517
Community grants	255,642	43,000	298,642
Contributions	382,422	31,193	413,615
Events	240,649	4,250	244,899
Federal and state grants	1,627,122	-	1,627,122
United Way	125,024	-	125,024
Interest and dividends	26,835	18,904	45,739
Net assets released from restrictions	248,176	(248,176)	-
TOTAL PUBLIC SUPPORT AND REVENUE	3,024,387	(150,829)	2,873,558
EXPENSES			
Program services			
Shelters	1,203,670	-	1,203,670
Advocacy and outreach	863,463	-	863,463
Program operations	634,109	-	634,109
TOTAL PROGRAM SERVICES	2,701,242	-	2,701,242
Supporting services			
Management and general	238,518	4,516	243,034
Fundraising	207,781	-	207,781
TOTAL SUPPORT SERVICES	446,299	4,516	450,815
TOTAL EXPENSES	3,147,541	4,516	3,152,057
CHANGES IN NET ASSETS FROM OPERATIONS	(123,154)	(155,345)	(278,499)
<u>NONOPERATING ACTIVITIES</u>			
INVESTMENT RETURN, NET	41,435	29,971	71,406
TRANSFERS	(256,000)	256,000	-
CHANGES IN NET ASSETS	(337,719)	130,626	(207,093)
NET ASSETS			
Beginning of Year	4,271,795	752,952	5,024,747
End of Year	\$ 3,934,076	\$ 883,578	\$ 4,817,654

The accompanying notes are an integral part of this financial statement

SAFESPACE, INC.
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS (CONTINUED)
Year Ended June 30, 2023

	Without Donor Restriction	With Donor Restriction	Total
<u>OPERATING ACTIVITIES</u>			
PUBLIC SUPPORT AND REVENUE			
Bequest	\$ 71,888	\$ -	\$ 71,888
Community grants	392,394	-	392,394
Contributions	404,550	116,390	520,940
Events	360,348	5,000	365,348
Federal and state grants	1,769,571	76,665	1,846,236
United Way	125,000	-	125,000
Interest and dividends	13,786	14,874	28,660
Net assets released from restrictions	529,143	(529,143)	-
TOTAL PUBLIC SUPPORT AND REVENUE	3,666,680	(316,214)	3,350,466
EXPENSES			
Program services			
Shelters	1,173,499	-	1,173,499
Advocacy and outreach	994,218	-	994,218
Program operations	630,051	-	630,051
TOTAL PROGRAM SERVICES	2,797,768	-	2,797,768
Supporting services			
Management and general	208,473	4,338	212,811
Fundraising	214,094	-	214,094
TOTAL SUPPORT SERVICES	422,567	4,338	426,905
TOTAL EXPENSES	3,220,335	4,338	3,224,673
CHANGES IN NET ASSETS FROM OPERATIONS	446,345	(320,552)	125,793
<u>NONOPERATING ACTIVITIES</u>			
INVESTMENT RETURN, NET	1,606	27,034	28,640
CHANGES IN NET ASSETS	447,951	(293,518)	154,433
NET ASSETS			
Beginning of Year	3,823,844	1,046,470	4,870,314
End of Year	\$ 4,271,795	\$ 752,952	\$ 5,024,747

The accompanying notes are an integral part of this financial statement

SAFESPACE, INC.
STATEMENT OF FUNCTIONAL EXPENSES
Year Ended June 30, 2024

	PROGRAM SERVICES				SUPPORTING SERVICES			TOTAL EXPENSES
	SHELTERS	ADVOCACY AND OUTREACH	PROGRAM OPERATIONS	TOTAL PROGRAM SERVICES	MANAGEMENT AND GENERAL	FUND-RAISING	TOTAL SUPPORTING SERVICES	
Salaries, wages and leased employees	737,048	631,553	412,186	\$ 1,780,787	117,938	87,837	\$ 205,775	\$ 1,986,562
Other related costs and benefits	109,466	100,170	47,644	257,280	11,287	10,802	22,089	279,369
TOTAL SALARIES, WAGES, LEASED EMPLOYEES AND OTHER	846,514	731,723	459,830	2,038,067	129,225	98,639	227,864	2,265,931
Advertising	-	-	137	137	586	1,225	1,811	1,948
Bank charges	2	-	3,451	3,453	1,075	105	1,180	4,633
Board expense	-	-	173	173	448	122	570	743
Client assistance	50,538	42,313	2,264	95,115	3,074	20	3,094	98,209
Depreciation	146,402	4,580	340	151,322	5,140		5,140	156,462
Dues and fees	3,054	5,865	7,749	16,668	11,117	2,625	13,742	30,410
Employee recognition	2,226	1,473	1,264	4,963	1,493	605	2,098	7,061
Equipment	-	-	349	349	13	68	81	430
Fundraising expense	-	-	-	-	-	29,868	29,868	29,868
Insurance	15,700	11,951	44,592	72,243	4,563	116	4,679	76,922
Office expense	8,371	2,325	3,521	14,217	26,306	30,114	56,420	70,637
Postage and shipping	326	116	25,541	25,983	1,012	429	1,441	27,424
Professional services	330	200	41,090	41,620	26,080	27,998	54,078	95,698
Rent expense	582	27,206	19,851	47,639	17,043	8,508	25,551	73,190
Repairs and maintenance	52,580	5,934	13,124	71,638	9,914	3,773	13,687	85,325
Telephone	8,028	13,206	5,647	26,881	1,686	1,172	2,858	29,739
Travel	340	14,311	1,476	16,127	1,029	793	1,822	17,949
Utilities	68,677	2,260	3,710	74,647	3,230	1,601	4,831	79,478
TOTAL EXPENSES	\$ 1,203,670	\$ 863,463	\$ 634,109	\$2,701,242	\$ 243,034	\$ 207,781	\$ 450,815	\$ 3,152,057

The accompanying notes are an integral part of this financial statement

SAFESPACE, INC.
STATEMENT OF FUNCTIONAL EXPENSES
Year Ended June 30, 2023

	PROGRAM SERVICES				SUPPORTING SERVICES			TOTAL EXPENSES
	SHELTERS	ADVOCACY AND OUTREACH	PROGRAM OPERATIONS	TOTAL PROGRAM SERVICES	MANAGEMENT AND GENERAL	FUND-RAISING	TOTAL SUPPORTING SERVICES	
Salaries, wages and leased employees	\$ 711,765	\$ 723,250	\$ 425,419	\$ 1,860,434	\$ 101,459	\$ 86,854	\$ 188,313	\$ 2,048,747
Other related costs and benefits	106,180	121,074	63,383	290,637	9,814	17,768	27,582	318,219
TOTAL SALARIES, WAGES, LEASED EMPLOYEES AND OTHER	817,945	844,324	488,802	2,151,071	111,273	104,622	215,895	2,366,966
Advertising	-	-	2,220	2,220	1,971	3,781	5,752	7,972
Bank charges	-	-	545	545	1,178	870	2,048	2,593
Board expense	-	-	596	596	4,205	-	4,205	4,801
Client assistance	35,273	60,391	620	96,284	2,334	1,348	3,682	99,966
Depreciation	143,084	650	28	143,762	5,421	312	5,733	149,495
Dues and fees	2,325	5,102	5,895	13,322	8,581	2,105	10,686	24,008
Employee recognition	399	1,253	3,342	4,994	2,872	1,206	4,078	9,072
Equipment	1,266	1,533	1,378	4,177	740	281	1,021	5,198
Fundraising expense	-	-	12,827	12,827	4,723	80,174	84,897	97,724
Insurance	14,256	10,956	22,241	47,453	8,660	142	8,802	56,255
Interest expense	-	-	1,743	1,743	292	52	344	2,087
Office expense	15,409	8,105	4,672	28,186	2,937	483	3,420	31,606
Postage and shipping	-	162	1,166	1,328	337	223	560	1,888
Professional services	4,360	200	46,903	51,463	17,841	1,099	18,940	70,403
Rent expense	838	27,344	15,051	43,233	17,919	8,686	26,605	69,838
Repairs and maintenance	57,733	4,911	11,944	74,588	16,873	4,299	21,172	95,760
Telephone	12,231	13,043	4,159	29,433	1,031	1,290	2,321	31,754
Training	-	375	-	375	29	2	31	406
Travel	1,782	13,484	2,524	17,790	-	1,404	1,404	19,194
Utilities	66,598	2,385	3,363	72,346	3,594	1,683	5,277	77,623
Volunteer expense	-	-	32	32	-	32	32	64
TOTAL EXPENSES	\$ 1,173,499	\$ 994,218	\$ 630,051	\$ 2,797,768	\$ 212,811	\$ 214,094	\$ 426,905	\$ 3,224,673

Note: For comparable purposes, some allocations have been adjusted to the current methods of functional expense reporting.

The accompanying notes are an integral part of this financial statement

SAFESPACE, INC.
STATEMENTS OF CASH FLOWS
Year Ended June 30, 2024 and 2023

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ (207,093)	\$ 154,433
Adjustments to reconcile changes in net assets to net cash provided by operating activities		
Depreciation	156,461	149,495
Net (gain)/loss on investments	(71,406)	(28,640)
(Increase) decrease in assets		
Grants/Pledges receivable	231,626	79,377
Prepaid expenses	(20,043)	21,513
Gift cards	(1,063)	-
Security deposits	-	1,089
Increase in liabilities		
Accounts Payable & Accrued Expenses	9,220	(18,282)
NET CASH PROVIDED BY OPERATING ACTIVITIES	97,702	358,985
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of capital assets	(20,114)	(325,282)
Sale of investments	308,691	960,032
Purchase of investments	(336,832)	(1,310,796)
NET CASH USED IN INVESTING ACTIVITIES	(48,255)	(676,046)
CASH FLOWS FROM FINANCING ACTIVITIES		
Payments on capital lease obligation	-	(597)
NET CASH USED IN FINANCING ACTIVITIES	-	(597)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	49,447	(317,658)
CASH AND CASH EQUIVALENTS		
Beginning of Year	672,520	990,178
End of Year	\$ 721,967	\$ 672,520
SUPPLEMENTAL DISCLOSURE		
Cash paid for interest	\$ -	\$ -

The accompanying notes are an integral part of this financial statement

SAFESPACE, INC.
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2024 and 2023

NOTE A- NATURE OF ORGANIZATION AND REPORTING ENTITY

Organization and Purpose

SafeSpace, Inc. (the Organization) is a nonprofit organization formed in July 1979, to provide shelter to the victims of domestic violence and their children throughout Indian River, St. Lucie and Martin Counties. The Organization's primary funding sources are donor contributions, government and United Way grants, and private foundations. SafeSpace, Inc. provides the following services:

- 24 hour Confidential Crisis Hotline.
- Emergency Shelter - provide safe haven, food, clothing, and counseling for adult victims of Domestic Violence and their children.
- Injunction for Protection Program.
- Economic Justice Empowerment Program.
- Child Welfare Program.
- InVEST (Intimate Violence Enhanced Service Team).
- Youth Outreach Understanding Relationships (YOUR) Program.
- Outreach Advocacy Programs, including safety planning, risk/lethality assessments, relocation assistance, housing assistance, mental health services, linkage to community partners.
- Adult Education & Counseling Programs.
- Community & Professional Programs.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The financial statements have been prepared on the accrual basis of accounting in accordance with U.S. generally accepted accounting principles ("US GAAP"), which requires the Organization to report information regarding its financial position and activities according to the following net asset classifications:

Net assets without donor restrictions - Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. These net assets may be used at the discretion of the Organization's management and the board of directors.

SAFESPACE, INC.
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2024 and 2023

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Presentation (continued)

Net assets with donor restrictions - Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statements of activities and changes in net assets.

Income Taxes

The Organization is a not-for-profit corporation that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code.

Cash and Cash Equivalents

Cash and cash equivalents include cash and investments that are readily convertible into cash and have original maturities of three months or less.

Pledges Receivable

Pledges receivable that are expected to be collected in one year are recorded at their net realizable value. Amounts expected to be collected in future years are discounted to the present value of their estimated future cash flows.

Allowance for Doubtful Accounts

The Organization utilizes the specific write off method of estimating the allowance for doubtful accounts since the Organization's receivables are from contracts with government or other organizations and have historically been fully collectable. There is no allowance for doubtful accounts as of June 30, 2024 and 2023.

SAFESPACE, INC.
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2024 and 2023

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property and Equipment

Property and equipment acquisitions greater than \$1,000 are capitalized, and are stated at cost. Donated property and equipment is recorded at the fair market value at the date of the gift. Depreciation is provided on a straight-line basis over the estimated useful life of the asset, which ranges from 5-40 years. Assets under capital lease obligations are amortized, which is included in depreciation expense, over the asset's estimated useful life.

Expense Allocation

The costs of various programs have been summarized on a functional basis in the statements of activities and changes in net assets, in the statements of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited based on percentage of time spent method. Depreciation expense is allocated based on actual depreciation expense by program and/or location.

Advertising Costs

The Organization expenses advertising costs as incurred. Cost incurred for soliciting contributions and for promotional materials is recorded as fundraising expenses.

Donated Materials and Contributed Services

Donated materials are recorded at their fair value to the Organization at the time of receipt. Contributed services that create or enhance non-financial assets or that require specialized skills are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation, are recorded at fair value in the period received. Contributed services that do not require specialized skills are not recorded in the financial statements.

New Accounting Pronouncement

On August 18, 2016, FASB issued ASU 2016-14, Not-for-Profit Entities (Topic 958)-Presentation of Financial Statements of Not-for-Profit Entities. The update addresses the complexity and understandability of net asset classification, deficiencies in information about liquidity and availability of resources, and the lack of consistency in the type of information provided about expenses and investment return. The Organization has adjusted the presentation of these statements accordingly. The ASU has been applied retrospectively to all periods presented.

SAFESPACE, INC.
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2024 and 2023

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Use of Estimates

The preparation of financial statements in accordance with U.S. generally accepted accounting principles 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 financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Subsequent Events

Management evaluated all activity of the Organization through January 29, 2025, the date the financial statements were available to be issued, and concluded that no subsequent events have occurred that would require recognition or disclosure in the financial statements or notes.

NOTE C – CONCENTRATION OF CREDIT RISK

Financial instruments which potentially subject the Organization to concentration of credit risks include cash and cash equivalents in financial institutions, which may exceed FDIC insurance limits. As of June 30, 2024 and 2023, the Organization had uninsured cash balances in the amounts of \$322,458 and \$294,751, respectively. The Organization has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk related to cash and cash equivalents.

NOTE D – INVESTMENTS

Long-term investments, carried at fair value based on quoted prices in active markets, consist of the following as of June 30:

	2024		2023	
	FAIR VALUE	COST	FAIR VALUE	COST
Equities				
ETFs and CEFs	\$ 514,936	\$ 348,256	\$ 444,593	\$ 349,700
Fixed income and preferred securities				
ETFs and CEFs	442,892	452,093	530,477	541,757
Alternatives				
ETFs and CEFs	39,733	38,142	38,786	38,142
	<u>\$ 997,561</u>	<u>\$ 838,491</u>	<u>\$ 1,013,856</u>	<u>\$ 929,599</u>

SAFESPACE, INC.
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2024 and 2023

NOTE D – INVESTMENTS (CONTINUED)

The net investment income includes net earnings and net realized and unrealized gains and losses, and is as follows:

	2024	2023
Investment income/(loss)		
Interest and dividends	\$ 45,739	\$ 28,660
Net gain/(loss) on investments	71,406	28,640
NET INVESTMENT INCOME/(LOSS)	\$ 117,145	\$ 57,300

NOTE E – PROPERTY AND EQUIPMENT

The following is a summary of property and equipment at June 30:

	2024	2023
Building	\$ 3,655,242	\$ 3,655,242
Furniture and equipment	609,845	590,781
Leasehold improvements	13,484	13,484
Software	9,575	9,575
Vehicles	200,855	200,855
	4,489,001	4,469,937
Accumulated depreciation	(2,075,024)	(1,918,562)
Net depreciable assets	2,413,977	2,551,375
Construction in process	77,053	76,003
Land	64,000	64,000
NET PROPERTY AND EQUIPMENT	\$ 2,555,030	\$ 2,691,378

Depreciation is calculated using the straight-line method over the estimated useful lives of the assets. Depreciation expense totaled \$156,461 and \$149,495 at June 30, 2024 and 2023, respectively.

The Organization insures the shelter facilities for various casualties including wind/hurricanes. As of June 30, 2024 and 2023, the Organization's insurance policy for named storms had a deductible of \$89,880 for both years, for the Martin County shelter and \$53,366 for both years, for the Vero Beach shelter. These amounts represent 5% of the insured value of the buildings. Some aspect of the Organization has sufficient funds available to cover the deductible in the event of a major storm.

SAFESPACE, INC.
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2024 and 2023

NOTE F – GRANTS

The Organization received a substantial portion of its support from the State of Florida and the Federal Government, whose grant agreements are renegotiated annually. Although a maximum amount is established during the negotiation process, income is earned on a reimbursement basis; that is, income can only be recognized when eligible expenses are incurred. All required matches were met for these contracts. Revenue recorded from these grant sources for June 30, 2024 and 2023 are as follows:

	<u>2024</u>	<u>2023</u>
Florida Department of Children and Families		
Temporary Assistance to Needy Families Program	\$ 187,410	\$ 182,637
Family Violence Prevention and Services Program	232,171	167,772
Domestic Violence Trust Funds	210,765	222,928
Child Protection Investigation	135,000	131,104
ARP (American Rescue Plan)	41,846	35,843
DCF Settlement Funds	-	76,665
U.S. Department of Justice Victim of Crimes	639,930	1,029,287
U.S. Department of Treasury - America Rescue Plan Act	180,000	-
TOTAL GRANTS	<u>\$ 1,627,122</u>	<u>\$ 1,846,236</u>

NOTE G – NET ASSETS WITH DONOR RESTRICTIONS AND ASSETS RELEASED FROM DONOR RESTRICTIONS

Net assets with donor restrictions as of June 30 are as follows:

	<u>2024</u>	<u>2023</u>
Comprehensive campaign	\$ 243,235	\$ 150,712
Educational endowment	256,100	256,100
Use time restriction	277,036	267,471
Other	107,207	78,669
TOTAL NET ASSETS WITH DONOR RESTRICTIONS	<u>\$ 883,578</u>	<u>\$ 752,952</u>

During the years ended June 30, 2024 and 2023, net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes imposed by the following funding sources:

	<u>2024</u>	<u>2023</u>
Pledge time restriction	\$ 3,294	\$ 13,347
Comprehensive campaign	241,919	509,323
Other	2,963	6,473
TOTAL RELEASED ASSETS	<u>\$ 248,176</u>	<u>\$ 529,143</u>

SAFESPACE, INC.
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2024 and 2023

NOTE H – CONTRIBUTED GOODS AND SERVICES

The Organization has received numerous donations of food, clothing and supplies during the year. The value of such donated materials has not been reflected in these statements, since no objective basis of measurement of valuation is available.

The Organization received contributed services amounting to 835 and 1,687 volunteer hours for the years ended June 30, 2024 and 2023 respectively. These volunteers provided help with organizing fundraising events and other services related to each of its programs. These volunteer services are not considered specialized skills, and, therefore are not recognized as revenue in the accompanying financial statements. The estimated value of volunteer services for the years ended June 30, 2024 and 2023 is \$25,273 and \$31,840, respectively.

NOTE I – LEASES

The Organization leases its office under operating leases and equipment under a capital lease during the years ended June 30, 2024 and 2023. The operating lease requires monthly rental payments ranging from \$4,839 to \$5,609 per month, through March 31, 2028. Total rental expense included in the statements of activities and changes in net assets for the years ended June 30, 2024 and 2023 is \$73,190 and \$69,839, respectively.

The fiscal year minimum future rental payments under these leases are as follows:

2025	\$ 62,061
2026	63,923
2027	65,841
2028	50,483
	\$ 242,308

NOTE J – EVENTS

The Organization holds events that directly support the primary purpose of the Organization or are also fundraising activities for the Organization.

Events held in the year ended June 30, 2024:

	GROSS RECEIPTS	DIRECT EXPENSES	NET INCOME
EVENTS			
Harbor Ridge event	\$ 141,235	\$ 25,352	\$ 115,883
Walk A Mile in Her Shoes	8,747	747	8,000
Girls Night Out	39,153	1,492	37,661
Other	55,764	2,277	53,487
	\$ 244,899	\$ 29,868	\$ 215,031

SAFESPACE, INC.
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2024 and 2023

NOTE J – EVENTS (CONTINUED)

Events held in the year ended June 30, 2023:

EVENTS	<u>GROSS RECEIPTS</u>	<u>DIRECT EXPENSES</u>	<u>NET INCOME</u>
Harbor Ridge event	\$ 105,667	\$ 25,498	\$ 80,169
Walk A Mile in Her Shoes	42,672	10,420	32,252
Amethyst Ball	45,424	13,661	31,763
Year-end mailing	113,441	39,136	74,305
Other	58,145	9,015	49,130
	<u>\$ 365,349</u>	<u>\$ 97,730</u>	<u>\$ 267,619</u>

NOTE K – LINE OF CREDIT

As of June 30, 2024 and 2023, the Organization had a \$100,000 line of credit with a bank. The interest rate on the line is subject to change from time to time based on changes in an independent index which will be the highest Prime Rate published in the "Money Rates" section of The Wall Street Journal for the last day of the preceding calendar month which is reported (10.25% and 8.25% at June 30, 2024 and 2023, respectively), and may be secured by money on deposit with the bank or property held by the bank to secure loans made under the agreement. Collateral securing other obligations to the bank may also secure loans under this agreement. As of June 30, 2024 and 2023, the outstanding balance was \$0.

NOTE L – DEFINED CONTRIBUTION PLAN

The Organization offers all employees, credited with 250 hours of service in a three month period, the option to participate in a 401(k) retirement plan. Starting in May 2017, the Organization updated its plan policy to make contributions up to 2% of the employee's salary based on their chosen level of contribution to the fund. Contributions will be earned on a vesting schedule basis according to the 401(k) benefits contract. 401(k) matching expense totaled \$4,253 and \$10,852 for the years ended June 30, 2024 and 2023, respectively.

NOTE M – FAIR VALUE MEASUREMENTS

FASB ASC 820, Fair Value Measurements, establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under FASB ASC 820 are described as follows:

SAFESPACE, INC.
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2024 and 2023

NOTE M – FAIR VALUE MEASUREMENTS (CONTINUED)

- 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 include:
 - Quoted prices for similar assets or liabilities in active markets;
 - Quoted prices for identical or similar assets or liabilities in inactive markets; Inputs other than quoted prices that are observable for the asset or liability;
 - Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

- Level 3 - Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The following methods and assumptions were used by the Organization in estimating its fair value disclosures for financial instruments:

- Cash and cash equivalents, certificate of deposits, current portion of pledges receivable, grants receivable, accounts payable. The carrying amounts reported in the statements of financial position approximate fair values because of the short maturities of those instruments.

The following table presents the Organization's assets measured at fair value on a recurring basis at June 30, 2024:

	<u>LEVEL 1</u>	<u>LEVEL 2</u>	<u>LEVEL 3</u>	<u>TOTAL</u>
Equities	\$ 514,936	\$ -	\$ -	\$ 514,936
Fixed income and preferred securities	442,892	-	-	442,892
Alternatives	39,733	-	-	39,733
TOTALS	<u>\$ 997,561</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 997,561</u>

The following table presents the Organization's assets measured at fair value on a recurring basis at June 30, 2023:

	<u>LEVEL 1</u>	<u>LEVEL 2</u>	<u>LEVEL 3</u>	<u>TOTAL</u>
Equities	\$ 444,593	\$ -	\$ -	\$ 444,593
Fixed income and preferred securities	530,477	-	-	530,477
Alternatives	38,786	-	-	38,786
TOTALS	<u>\$ 1,013,856</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,013,856</u>

SAFESPACE, INC.
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2024 and 2023

NOTE M – FAIR VALUE MEASUREMENTS (CONTINUED)

The Organization's investments are subject to various risks, such as interest rate, credit, and overall market volatility risks. Further, due to the level of risks associated with these instruments, it is reasonably possible that changes in the values of these instruments will occur in the near term, and such changes could materially affect the amounts reported in the statements of activities and changes in net assets.

NOTE N – CONTINGENCIES, RISKS AND UNCERTAINTIES

The Organization is a party to various legal actions brought against it from time to time, some of which may ultimately result in settlements or decisions against the Organization. The financial statements do not include an accrual or provisions for loss contingencies that may result from these legal actions as the amount cannot be reasonably estimated. While the outcome of the proceeding cannot be predicted, due to the insurance coverage maintained by the Organization, management considers that any settlement or judgement not covered by insurance would not have a material adverse effect on the financial condition of the Organization.

NOTE O – AVAILABILITY AND LIQUIDITY

As of June 30, 2024, the Organization has working capital of \$936,611 and average days (based on normal expenditures) financial assets on hand to meet 164 days of normal operating expenses.

The following represents the Organization's financial assets at June 30, 2024:

FINANCIAL ASSETS AT YEAR END	
Cash and cash equivalents	\$ 721,967
Grants receivable	187,130
Unrestricted investments	<u>438,398</u>
FINANCIAL ASSETS AVAILABLE TO MEET GENERAL	
EXPENDITURES OVER THE NEXT TWELVE MONTHS	<u>\$ 1,347,495</u>

The Organization's goal is generally to maintain financial assets to meet 30 days of operating expenses (approximately \$275,000).

SAFESPACE, INC.
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2024 and 2023

NOTE P – ENDOWMENT

Interpretation of Relevant Guidance

FASB ASC 958-205, Not-for-Profit Entities, Presentation of Financial Statements, provides guidance on the net asset classification of donor restricted endowment funds and also provides disclosures about an organization's endowment funds (both donor restricted endowment funds and board designated funds). The State of Florida adopted the Florida Uniform Prudent Management of Institutional Funds Act (FUPMIFA) which seeks to a) provide consistent investment and spending standards to all forms of charitable funds, b) strengthen the concept of prudent investing, c) abandon historic dollar value as a floor for expenditures and provide more flexibility to the organization in making decisions about whether to expend any portion of an endowment fund, and d) provide a process for the release or modification of restrictions on a gift instrument.

The Organization classifies as net assets with donor restriction a) the original value of the gifts donated to the permanent endowment, b) the original value of subsequent gifts to the permanent endowment and c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor restricted endowment fund that is not classified in net assets with donor restriction is classified as net assets without donor restrictions in accordance with the direction of the applicable donor gift instrument.

The Organization's endowment net asset funds consist of the following at June 30, 2024:

	WITHOUT DONOR RESTRICTIONS	WITH DONOR RESTRICTIONS	TOTAL
Endowment funds	\$ 107,206	\$ 256,100	\$ 363,306

The Organization's endowment net asset funds consist of the following at June 30, 2023:

	WITHOUT DONOR RESTRICTIONS	WITH DONOR RESTRICTIONS	TOTAL
Endowment funds	\$ 78,669	\$ 256,100	\$ 334,769

SAFESPACE, INC.
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2024 and 2023

NOTE P – ENDOWMENT (CONTINUED)

Changes in endowment net assets were as follows:

	WITHOUT DONOR RESTRICTIONS	WITH DONOR RESTRICTIONS	TOTAL
Endowment net assets, June 30, 2022	\$ 61,448	\$ 256,100	\$ 317,548
Investment income	8,255	-	8,255
Net gain on investments	11,363	-	11,363
Administrative fees	(2,397)	-	(2,397)
Endowment net assets, June 30, 2023	78,669	256,100	334,769
Investment income	10,317	-	10,317
Net gain on investments	20,765	-	20,765
Administrative fees	(2,545)	-	(2,545)
Endowment net assets, June 30, 2024	<u>\$ 107,206</u>	<u>\$ 256,100</u>	<u>\$ 363,306</u>

Funds with Deficiencies

From time to time, the fair value of assets associated with individual donor restricted endowment funds may fall below the level that the donor requires the Organization to retain as a fund of perpetual duration. When deficiencies occur, unless allowed by the agreement, the Organization does not appropriate expenditures from funds with deficiencies until the historical value is restored. These fund deficiencies are reported as reductions in net assets with donor restrictions. As of June 30, 2024 and 2023, there were no funds with deficiencies of this nature.

Return Objectives and Risk Parameters

The Organization has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding for programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Specifically, the Organization's investment portfolio is managed to preserve the principal value of the assets, produce sufficient income to achieve its goals and grow its assets to maintain their value to meet future needs.

Strategies Employed for Achieving Objectives

To satisfy its long-term return objectives, the Organization relies on an asset allocation that includes a combination of cash equivalents, fixed income securities, equity securities and alternative investments to achieve its long-term goal.

Spending Policy and How the Investment Objectives Relate to Spending Policy

The Organization uses a distribution guideline of spending funds within the endowment that are without donor restrictions generated by investment income and net gains on investments.

SAFESPACE, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND NON-FEDERAL AWARDS
Year Ended June 30, 2024

<u>Federal/State Grantor/ Federal Program/State Project</u>	<u>Passthrough Entity</u>	<u>CFDA Number</u>	<u>Contract/ Grant No.</u>	<u>Expenditures</u>
<u>U.S. DEPARTMENT OF JUSTICE</u>				
Crime Victim Assistance	Victims of Crime Act/ Office of the Attorney General	16.575	VOCA-C-2022-952	\$ 291,150
Crime Victim Assistance	Victims of Crime Act/ Office of the Attorney General	16.575	VOCA-C-2023-SafeSpace, Inc.-00087 SAFESPACE INC-00052	348,781
				<u>639,931</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>				
Temporary Assistance for Needy Families	Department of Children and Families	93.588	LN227	187,410
Family Violence Prevention and Services	Department of Children and Families	93.671	LN227	232,171
Family Violence Prevention American Rescue Plan	Department of Children and Families	93.575	LN227	41,845
				<u>461,426</u>
Child Abuse Domestic Violence Training	Department of Children and Families	60.139	LN227	135,000
Domestic Violence Program	Department of Children and Families	60.134	LN152	210,765
				<u>345,765</u>
American Rescue Plan Act - Coronavirus Local Fiscal Recovery Fund	City of Stuart	21.027	Subaward Agreement	180,000
TOTAL EXPENDITURES OF FEDERAL AND NON-FEDERAL AWARDS				<u>\$ 1,627,122</u>

SAFESPACE, INC.
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND NON-FEDERAL
AWARDS
Year Ended June 30, 2024

NOTE A - BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards and non-federal awards includes the federal and state award activity of the Agency under programs of the federal government and the State of Florida for the year ended June 30, 2024. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal and Non-federal Awards (Uniform Guidance). Because the schedule presents only a selected portion of the operations of the Agency, it is not intended to, and does not present the financial position, changes in net assets or cash flows of the Agency.

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, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

The Organization did not elect to use a 10% de minimis indirect cost rate.

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
SafeSpace, Inc.,
Stuart, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of SafeSpace, Inc. (the Organization), which comprise the statement of financial position as of June 30, 2024, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated January 29, 2025.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Organization's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of 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 a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. However, as described in the accompanying schedule of findings and questioned costs, we did not identify any deficiencies in internal control that we consider to be a material weakness and a significant deficiency.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Organization's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Organization's internal control or on compliance. This 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.

DiBartolomeo, McBee, Hartley & Barnes

DiBartolomeo, McBee, Hartley & Barnes, P.A.

Fort Pierce, Florida

January 29, 2025

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
SafeSpace, Inc,
Stuart, Florida

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited SafeSpace, Inc.'s (the Organization) compliance with the types of compliance requirements described in the OMB Compliance Supplement that could have a direct and material effect on the Organization's major federal program for the year ended June 30, 2024. The Organization's major federal program is identified in the summary of auditor's 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 its major federal program for the year ended June 30, 2024.

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 of America; 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).^j 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.

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, statutes, 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.

DiBartolomeo, McBee, Hartley & Barnes

DiBartolomeo, McBee, Hartley & Barnes, P.A.

Fort Pierce, Florida

January 29, 2025

SAFESPACE, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2024

SECTION 1 - SUMMARY OF AUDITOR'S RESULTS

Type of Financial Statement Opinion	Unmodified
Were there any material weaknesses in internal control reported at the financial statement level (GAGAS)?	No
Were there any other significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
Were there any material weaknesses in internal control reported for major federal programs?	No
Were there any other significant deficiencies in internal control reported for major federal programs?	No
Type of Major Programs' Compliance Opinion	Unmodified
Are there reportable findings under 2 CFR Section 200.516(a)?	No
Major Programs (list):	CFDA No. 16.575 VOCA Grant CFDA No. 93.671 Family Violence Preventative Services/Domestic Violence Shelter and Support Services
Dollar Threshold:	Type A: \$750,000 Type B: all others
Low Risk Auditee?	Yes

SAFESPACE, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
June 30, 2024

SECTION 2:

Findings None noted

SECTION 3:

Findings and questioned costs for Major Federal Award Programs:

During the fiscal year, the Organization was denied certain reimbursements due to the timing of providing support. These items were not reimbursed and removed from grant expenditures, therefore, no questioned costs.

SECTION 4:

Summary of prior year findings None noted