

**THE MARYLAND COALITION AGAINST
SEXUAL ASSAULT, INC.**

FINANCIAL STATEMENTS

SEPTEMBER 30, 2010 AND 2009

THE MARYLAND COALITION AGAINST
SEXUAL ASSAULT, INC.

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INDEPENDENT AUDITORS' REPORT

Board of Directors
The Maryland Coalition Against Sexual Assault, Inc.
Arnold, Maryland

We have audited the accompanying statement of financial position of The Maryland Coalition Against Sexual Assault, Inc. (a nonprofit organization), as of September 30, 2010, and the related statements of activities, functional expenses and cash flows for the year then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audit. The financial statements of The Maryland Coalition Against Sexual Assault, Inc. for the year ended September 30, 2009, were audited by other auditors whose report dated May 26, 2010 expressed an unqualified opinion.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provide a reasonable basis for our opinion.

In our opinion, the 2010 financial statements referred to above present fairly, in all material respects, the financial position of The Maryland Coalition Against Sexual Assault, Inc. as of September 30, 2010, and the changes in its net assets and cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 17, 2011, on our consideration of The Maryland Coalition Against Sexual Assault, Inc.'s internal control over financial reporting and on our test 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 internal control over financial reporting and on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

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 is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, 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 statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement 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.

A. Brown & Associates, LLC

Hunt Valley, Maryland
June 17, 2011

THE MARYLAND COALITION AGAINST
SEXUAL ASSAULT, INC.
STATEMENTS OF FINANCIAL POSITION
September 30, 2010 and 2009

ASSETS

	<u>2010</u>	<u>2009</u>
CURRENT ASSETS		
Cash	\$ 46,129	\$ 63,802
Grants receivable	102,434	126,155
Prepaid expenses and deposits	3,791	2,563
Property and equipment, net	<u>4,646</u>	<u>7,245</u>
 TOTAL ASSETS	 <u><u>\$ 157,000</u></u>	 <u><u>\$ 199,765</u></u>

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES		
Accounts payable	\$ 54,337	\$ 19,900
Accrued salaries and vacation	17,962	22,047
Grant advances	<u>65,095</u>	<u>40,732</u>
 Total liabilities	 <u><u>137,394</u></u>	 <u><u>82,679</u></u>
 NET ASSETS		
Unrestricted	<u>19,606</u>	<u>117,086</u>
 Total net assets	 <u><u>19,606</u></u>	 <u><u>117,086</u></u>
 TOTAL LIABILITIES AND NET ASSETS	 <u><u>\$ 157,000</u></u>	 <u><u>\$ 199,765</u></u>

See the accompanying notes to financial statements

THE MARYLAND COALITION AGAINST
SEXUAL ASSAULT, INC.
STATEMENTS OF ACTIVITIES
Years ended September 30, 2010 and 2009

	2010	2009
	Unrestricted	Unrestricted
SUPPORT AND REVENUE - UNRESTRICTED		
Grants from governmental agencies	\$ 725,225	\$ 875,065
Fees and other revenue	5,267	36,696
Membership dues	2,118	4,905
Contributions	5,115	8,963
Interest	6	8
Special events, net of direct expenses of \$0 and \$0, respectively	-	1,100
Total support and revenue	737,731	926,737
EXPENSES		
Program services	718,255	800,635
Supporting services		
Management and general	108,933	126,193
Fundraising	8,023	-
Total expenses	835,211	926,828
CHANGE IN NET ASSETS	(97,480)	(91)
NET ASSETS, BEGINNING OF YEAR	117,086	117,177
NET ASSETS, END OF YEAR	\$ 19,606	\$ 117,086

See the accompanying notes to financial statements

THE MARYLAND COALITION AGAINST
SEXUAL ASSAULT, INC.
STATEMENTS OF FUNCTIONAL EXPENSE
Year ended September 30, 2010

	2010				
	Supporting Services				
	Program Services	Management and General	Fundraising	Total Supporting Services	Total
Salaries	\$ 345,398	\$ 63,402	\$ 7,342	\$ 70,744	\$ 416,142
Payroll taxes	28,243	5,104	681	5,785	34,028
Consultants and counselors	186,997	1,467	-	1,467	188,464
Depreciation	2,157	442	-	442	2,599
Lobbying expense	22,045	-	-	-	22,045
Insurance	28,877	5,914	-	5,914	34,791
Legal program	4,399	901	-	901	5,300
Miscellaneous	9,597	1,966	-	1,966	11,563
Office equipment	2,444	501	-	501	2,945
Office supplies and expense	12,496	3,776	-	3,776	16,272
Printing and promotion	12,195	-	-	-	12,195
Professional fees	-	13,360	-	13,360	13,360
Rent	33,220	6,805	-	6,805	40,025
Staff development	121	184	-	184	305
Telephone	7,778	1,593	-	1,593	9,371
Travel	22,288	3,518	-	3,518	25,806
	\$ 718,255	\$ 108,933	\$ 8,023	\$ 116,956	\$ 835,211
Total expenses	\$ 718,255	\$ 108,933	\$ 8,023	\$ 116,956	\$ 835,211

See the accompanying notes to financial statements

THE MARYLAND COALITION AGAINST
SEXUAL ASSAULT, INC.
STATEMENTS OF FUNCTIONAL EXPENSE - CONTINUED
Year ended September 30, 2009

	2009				
	Supporting Services				
	Program Services	Management and General	Fundraising	Total Supporting Services	Total
Salaries	\$ 352,789	\$ 72,260	\$ -	\$ 72,260	\$ 425,049
Payroll taxes	26,938	5,517	-	5,517	32,455
Consultants and counselors	183,758	5,999	-	5,999	189,757
Depreciation	3,589	735	-	735	4,324
Lobbying expense	17,100	-	-	-	17,100
Insurance	28,306	5,798	-	5,798	34,104
Legal program	7,734	1,584	-	1,584	9,318
Website development	3,615	741	-	741	4,356
Miscellaneous	10,255	2,101	-	2,101	12,356
Office equipment	3,465	710	-	710	4,175
Office supplies and expense	21,305	6,631	-	6,631	27,936
Printing and promotion	41,493	-	-	-	41,493
Professional fees	-	11,520	-	11,520	11,520
Rent	34,765	7,040	-	7,040	41,805
Staff development	961	982	-	982	1,943
Telephone	7,087	1,451	-	1,451	8,538
Travel	57,475	3,124	-	3,124	60,599
	\$ 800,635	\$ 126,193	\$ -	\$ 126,193	\$ 926,828

See the accompanying notes to financial statements

THE MARYLAND COALITION AGAINST
SEXUAL ASSAULT, INC.
STATEMENTS OF CASH FLOWS
Years ended September 30, 2010 and 2009

	2010	2009
CASH FLOWS FORM OPERATING ACTIVITIES		
Change in net assets	\$ (97,480)	\$ (91)
Adjustments to reconcile change in net assets to net cash (used in) provided by operating activities		
Depreciation	2,599	4,324
Changes in assets and liabilities:		
Grants receivable	23,721	56,555
Prepaid expenses and deposits	(1,228)	-
Accounts payable	34,437	(270)
Accrued salaries and vacation	(4,085)	(5,468)
Grant advances	24,363	(12,932)
Net cash (used in) provided by operating activities	(17,673)	42,118
NET (DECREASE) INCREASE CASH	(17,673)	42,118
Cash, beginning of year	63,802	21,684
Cash, end of year	\$ 46,129	\$ 63,802

See the accompanying notes to financial statements

THE MARYLAND COALITION AGAINST
SEXUAL ASSAULT, INC.
NOTES TO FINANCIAL STATEMENTS - CONTINUED
September 30, 2010 and 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Organization

The Maryland Coalition Against Sexual Assault, Inc. (MCASA) is the statewide collective voice advocating for compassionate, accessible care for all survivors of sexual crimes and accountability for all offenders. MCASA is a membership organization that includes the State's seventeen rape crisis centers, criminal justice agencies, mental health and health care personnel, educators, social service professionals, clergy, survivors and other concerned individuals. MCASA is federally recognized as Maryland's state sexual assault coalition and represents the unified voice and combined energy of all of its members working to eliminate sexual violence in the State of Maryland.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities as of the date of the financial statements and the amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Basis of Presentation

The financial statements are prepared under the accrual basis of accounting in accordance with the United States of America generally accepted accounting principles and, accordingly, revenue is recognized when earned and expenses are recognized when incurred. MCASA is required to report information regarding its financial position and activities accordingly to three classes of net assets: unrestricted net assets, temporarily restricted net assets and permanently restricted net assets.

Grants Receivable and Grant Advances

Grants receivable are recorded when the donor makes an unconditional promise to give and are expected to be received within one year. Conditional grant revenues are recorded as revenue and expense in the year the conditions are met. MCASA records grant awards accounted for as exchange transactions as grant advances until related services are performed, at which time they are recognized as revenue.

No allowance for uncollectible accounts has been provided. MCASA's management has evaluated the accounts and believes they are all collectible.

THE MARYLAND COALITION AGAINST
SEXUAL ASSAULT, INC.
NOTES TO FINANCIAL STATEMENTS - CONTINUED
September 30, 2010 and 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property and Equipment

MCASA capitalizes substantial expenditures for property and equipment having a useful life of five (5) or more years. Expenditures for repairs, maintenance, renewals, and betterments that materially prolong the useful lives of assets are capitalized. Property and equipment are carried at cost or, if donated, at the approximate fair value at the date of donation. Depreciation is computed over the estimated useful lives of five (5) - seven (7) years using the straight-line method. MCASA uses the direct expensing method to account for planned major maintenance activities.

Donated Property and Equipment

Donations of property and equipment are recorded as support at their estimated fair value at the date of donation. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, MCASA reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. MCASA reclassifies temporarily restricted net assets to unrestricted net assets at that time.

Contributions

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or the nature of any donor restrictions. Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires, either by the passage of time or incurrance of donor specified expenses, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statement of Activities as net assets are released from restrictions.

Membership Dues

Membership dues are recognized as revenue during the applicable membership period.

THE MARYLAND COALITION AGAINST
SEXUAL ASSAULT, INC.
NOTES TO FINANCIAL STATEMENTS - CONTINUED
September 30, 2010 and 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Donated Services

MCASA recognizes donated services which create or enhance nonfinancial 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.

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the accompanying financial statements. Costs which cannot be specifically identified with a particular function and which benefit more than one functional category are allocated on the basis of the portion of time expended by the staff on the various functions.

Income Taxes

MCASA is generally exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and is classified by the Internal Revenue Service as other than a private foundation. Income which is not related to exempt purposes, less applicable deductions, is subject to federal and state corporate income taxes. For the years ended September 30, 2010 and 2009, MCASA had no activities that were classified as unrelated business income. Management has determined that MCASA has no material uncertain tax positions that would require recognition under ASC 740-10. The Form 990 filings of the Organization for the years ended September 30, 2009, 2008 and 2007 remain subject to examination by the Internal Revenue Service.

Reclassifications

Certain amounts in the 2009 financial statements have been reclassified to conform to the current year's financial statement presentation.

THE MARYLAND COALITION AGAINST
SEXUAL ASSAULT, INC.
NOTES TO FINANCIAL STATEMENTS - CONTINUED
September 30, 2010 and 2009

NOTE 2 – PROPERTY AND EQUIPMENT

Property and equipment consisted of the following as of September 30:

	2010	2009
Equipment	\$ 8,897	\$ 8,897
Furniture	52,604	52,604
	61,501	61,501
Less accumulated depreciation	(56,855)	(54,256)
	\$ 4,646	\$ 7,245

NOTE 3 - OPERATING LEASES

MCASA leases its office space under a noncancelable operating leases. A lease for office space expired December 31, 2010. The lease has been extended to a month to month basis. MCASA leases additional office space under an operating lease which is on a month to month basis and requires a three month termination notice. Rent expense for the years ended September 30, 2010 and 2009 was \$36,221 and \$32,847, respectively.

Future minimum lease payments for the year ending September 30, 2011 are \$ 4,818.

NOTE 4 – CONCENTRATIONS OF REVENUE

MCASA received approximately \$263,000 (33%) and \$501,000 (54%) of its total revenue from grants from the U.S. Department of Justice in renewable federal pass-through awards, for the years ended September 30, 2010 and 2009, respectively.

NOTE 5 - CONTINGENCIES

MCASA receives a portion of its revenues from grants, some of which are subject to potential audit by the donor. The ultimate determination of amounts received under these programs is often based on allowable costs reported to and audited by the donor. Until such audits have been completed and final settlement reached, there exists a contingency to refund any amount received in excess of allowable costs. Management is of the opinion that no material liability will result from such audits.

During the year ended September 30, 2010, MCASA incurred a substantial loss on operations due to a loss of grant revenue from a single source. MCASA has been re-awarded this grant funding for fiscal years 2011 and 2012.

THE MARYLAND COALITION AGAINST
SEXUAL ASSAULT, INC.
NOTES TO FINANCIAL STATEMENTS - CONTINUED
September 30, 2010 and 2009

NOTE 6 - RETIREMENT PLAN

MCASA participates in a 403(b) retirement program administered by The Hartford. The plan allows for salary reduction contributions of employees. No employer contributions are made.

NOTE 7 - SUBSEQUENT EVENTS

MCASA has evaluated subsequent events through the date the financial statements were available to be issued on June 17, 2011, and determined there are no material transactions to disclose.

THE MARYLAND COALITION AGAINST
SEXUAL ASSAULT, INC.

ADDITIONAL REPORTS

SEPTEMBER 30, 2010



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
The Maryland Coalition Against Sexual Assault, Inc.

We have audited the financial statements of The Maryland Coalition Against Sexual Assault, Inc. (a nonprofit organization) as of and for the year ended September 30, 2010, and have issued our report thereon dated June 17, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered The Maryland Coalition Against Sexual Assault, Inc.'s internal control over financial reporting as a basis for designing our auditing procedures 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 Maryland Coalition Against Sexual Assault, Inc.'s internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control over financial reporting.

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.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over financial reporting, described in the accompanying schedule of findings and questioned costs as items 2010-1 and 2010-2 that we consider to be significant deficiencies in internal control over financial reporting. 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.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether The Maryland Coalition Against Sexual Assault, Inc.'s financial statements are free of 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*.

We noted certain matters that we reported to management of The Maryland Coalition Against Sexual Assault, Inc. in a separate letter dated June 17, 2011.

The Maryland Coalition Against Sexual Assault, Inc.'s response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit The Maryland Coalition Against Sexual Assault, Inc.'s response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of management, the board of directors, others within the entity, U.S. Department of Justice, and other federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

A. Brown & Associates, LLC

Hunt Valley, Maryland
June 17, 2011



REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the Board of Directors
The Maryland Coalition Against Sexual Assault, Inc.

Compliance

We have audited The Maryland Coalition Against Sexual Assault, Inc.'s compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of The Maryland Coalition Against Sexual Assault, Inc.'s major federal programs for the year ended September 30, 2010. The Maryland Coalition Against Sexual Assault, Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major programs is the responsibility of The Maryland Coalition Against Sexual Assault, Inc.'s management. Our responsibility is to express an opinion on The Maryland Coalition Against Sexual Assault, Inc.'s compliance based on our audit.

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 OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program identified in the accompanying schedule of findings and questioned costs occurred. An audit includes examining, on a test basis, evidence about The Maryland Coalition Against Sexual Assault, Inc.'s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of The Maryland Coalition Against Sexual Assault, Inc.'s compliance with those requirements.

In our opinion, The Maryland Coalition Against Sexual Assault, Inc. complied, in all material respects, with the compliance requirements referred to above that are applicable to each of its major federal programs identified in the accompanying schedule of findings and questioned costs for the year ended September 30, 2010.

Internal Control Over Compliance

Management of The Maryland Coalition Against Sexual Assault, Inc. is responsible for establishing and maintaining effective internal control over compliance with the compliance requirements referred to above. In planning and performing our audit, we considered The Maryland Coalition Against Sexual Assault, Inc.'s internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of The Maryland Coalition Against Sexual Assault, Inc.'s 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 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.

Our consideration of internal control over compliance 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 deficiencies, significant deficiencies, or material weaknesses in internal control over compliance. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

The Maryland Coalition Against Sexual Assault, Inc.'s responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit The Maryland Coalition Against Sexual Assault, Inc.'s responses and, accordingly, we express no opinion on the responses.

This report is intended solely for the information and use of management, the board of directors, others within the entity, U.S. Department of Justice, and other federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

A. Brown & Associates, LLC

Hunt Valley, Maryland
June 17, 2011

THE MARYLAND COALITION AGAINST
SEXUAL ASSAULT, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year ended September 30, 2010

Federal Agency Name/ Pass Through Agency	Federal Program Title	CFDA Number	Other Identifying Number	Expenditures		
				From Direct Awards	From Pass Through Awards	Total
U.S. Department of Justice:						
	Legal Assistance for Victims	16.524	2005-WL-AX-0091	\$ 133,633	\$ -	\$ 133,633
Governor's Office of Crime Control and Prevention	Building Capacity to Serve Women of Color	16.588	VAWA-2009-1335	-	29,887	29,887
Governor's Office of Crime Control and Prevention	ARRA - Legal and Immigration Assistance	16.801	VARA-2009-1005	-	50,629	50,629
	ARRA - Grant to State Sexual Assault Coalition	16.556	2009-ES-S6-0005	19,463	-	19,463
Governor's Office of Crime Control and Prevention	Sexual Assault Response Teams	16.588	VAWA-2009-1321	-	46,164	46,164
Governor's Office of Crime Control and Prevention	Grants to State Sexual Assault and Domestic Vilence Coalitions	16.556	2007-SW-AX-0048 2010-SW-AX-0037	-	112,949	112,949
	Education, Training and Enhanced Services to End Violence Against and Abuse of Women with Disabilities	16.529	2009-FW-AX-K0003	6,013	-	6,013
District of Columbia Office of Victim Services	Improving the District of Columbia Sexual Assault Nurse Examiner Response	16.588	2009-VAWA-04	-	183,354	183,354
Johns Hopkins University School of Nursing	Forensic Nurse Examiner Training	16.588	2009-VAWA	-	15,226	15,226
U.S. Department of Health and Human Services:						
Maryland Department of Health and Mental Hygiene	Rape and Sexual Assault Prevention Program	93.136	FHA-G508	-	31,715	31,715
Maryland Department of Health and Mental Hygiene	Women of Color Conference	93.136	FHA-S735	-	5,377	5,377
Total Expenditures of Federal Awards				<u>\$ 159,109</u>	<u>\$ 475,301</u>	<u>\$ 634,410</u>

THE MARYLAND COALITION AGAINST
SEXUAL ASSAULT, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year ended September 30, 2010

NOTE 1 – BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards includes federal pass-through grant activity of the Organization and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in the schedule may differ from amounts presented in, or used in, the preparation of the basic financial statements.

NOTE 2 – FEDERAL CFDA NUMBERS

The Federal CFDA numbers or other identifying numbers listed on the Schedule of Expenditures of Federal Awards were obtained from the respective grant/contract agreements.

THE MARYLAND COALITION AGAINST
SEXUAL ASSAULT, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year ended September 30, 2010

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditor's report issued:	Unqualified
Internal control over financial reporting:	
Material weaknesses identified?	No
Significant deficiencies identified?	Yes
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
Material weaknesses identified?	No
Significant deficiencies identified?	Yes
Type of auditor's report issued:	Unqualified
Audit findings disclosed that are required to be Reported in accordance with Circular A-133, Section 510(a)	No

Programs tested as a major program are as follows:

Program Name	CFDA
ARRA - Legal and Immigration Assistance	16.801
Improving the District of Columbia Sexual Assault Nurse Examiner Response	16.588
Grants to State Sexual Assault and Domestic Violence Coalitions	16.556

Dollar threshold used for distinguishing Type A and Type B programs	\$300,000
Auditee qualified as a low-risk auditee	No

THE MARYLAND COALITION AGAINST
SEXUAL ASSAULT, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS - CONTINUED

Year ended September 30, 2010

SECTION II – FINANCIAL STATEMENT FINDINGS

2010-1 Internal Control over Financial Reporting – Financial Statement Preparation Limitations

Statement of Condition: As is common in smaller organizations, MCASA’s accounting department currently does not perform the functions related to the preparation of its financial statements, complete with notes, in accordance with accounting principles generally accepted in the United States of America. Accordingly, MCASA is unable to, and has not established procedures or internal controls over the preparation of financial statements. Therefore, as part of the audit, management requested us to prepare a draft of MCASA’s financial statements. Management reviewed, approved, and accepted responsibility for those financial statements prior to their issuance; however, management has not developed procedures or controls to 1) evaluate the completeness of the financial statement disclosures or 2) recognize instances when reclassification of financial statement items may be required by U.S. generally accepted accounting principles (GAAP).

Criteria: Management is responsible for establishing and maintaining internal controls, including monitoring, and for the fair presentation in the financial statements of financial position and results of operations, including the notes to the financial statements, in conformity GAAP.

Effect: Because controls to 1) evaluate the completeness of financial statement disclosures and 2) recognize instances when reclassification of financial statement items may be required are not in place, there is risk that the auditor prepared financial statements will not include a required disclosure, or that certain information in the financial statements might not be properly classified.

Cause of Condition: Management has relied on the auditor’s controls over 1) evaluating the completeness of the financial statement disclosures and 2) the classification of financial statement items, instead of relying on applicable internal controls over financial reporting.

Recommendation: We recommend that Management and those charged with governance discuss the risks associated with the condition described and compare those to the costs of additional technical assistance, training, and or staff required to mitigate or eliminate those risks.

Questioned Costs: N/A

Management Response: Management has considered the costs and benefits associated with addressing the risks noted in the above finding and have determined the costs to be prohibitive. We will continue to seek experienced financial individuals to join the board of directors and/or audit committee. In the event such an experienced individual cannot be added to the board, we are comfortable with the risk levels associated with this finding.

THE MARYLAND COALITION AGAINST
SEXUAL ASSAULT, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS - CONTINUED

Year ended September 30, 2010

SECTION II – FINANCIAL STATEMENT FINDINGS (CONTINUED)

2010-2 Internal Control over Financial Reporting – Transaction Completeness and Classification

Statement of Condition: The internal control structure of the Organization has focused primarily on the objective of effectiveness and efficiency of operations. However, as a result of our audit, we have identified that the system of internal control contains certain significant deficiencies.

During the fiscal year, MCASA implemented the accrual basis of accounting. However, during the audit process, we noted that certain transactions affecting the prior year accounts receivable, accounts payable, and grant advances were either incorrectly categorized or not properly recorded by management prior to the audit process. These discrepancies are indicative of a significant deficiency in the internal control system over financial statement presentation and disclosure. The need for correcting entries made during the audit process is also indicative of significant deficiencies within the internal control system over transaction completeness and classification.

Criteria: Management is responsible for establishing and maintaining internal controls, including monitoring, and for the fair presentation in the financial statements of financial position and results of operations, including the notes to the financial statements, in conformity GAAP.

Effect: Adjusting entries made during the audit process indicate that interim financial information may not be complete, accurate or timely.

Cause of Condition: The current internal controls over financial reporting are not adequate to ensure all of the transactions entered into by the Organization are properly recorded. Reconciliations, account analysis and reviews may not be sufficient to ensure timely and accurate financial reporting. In addition, the current financial reporting system does not easily allow for the financial reports necessary to analyze results of operations across funding sources.

Recommendation: We recommend that Management and those charged with governance discuss the risks associated with the condition described and compare those to the costs of additional technical assistance, training, and or staff required to mitigate or eliminate those risks. In addition, we recommend that Management consider changing the current QuickBooks configuration for capturing grant revenues and expenditures.

Questioned Costs: N/A

Management Response: Management agrees that internal controls need to continue to improve. Training of personnel is a continuing process. Controls will be implemented to ensure grant revenue is recorded in the proper period as evidenced by the appropriate recording of grant reimbursements in the fiscal year closing process. Management agrees to change the methodology used for classifying grant revenue and expenditures within the QuickBooks general ledger system.

THE MARYLAND COALITION AGAINST
SEXUAL ASSAULT, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS - CONTINUED

Year ended September 30, 2010

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No findings or questioned costs related to federal awards that are required to be reported under OMB Circular A-133 were noted during the audit.

THE MARYLAND COALITION AGAINST
SEXUAL ASSAULT, INC.
SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS

Year ended September 30, 2010

SUMMARY OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS

Finding 2009-1

Condition: All employees with access to QuickBooks have the ability to edit and delete completed transactions.

Recommendation: A member of the Board of Directors of the Outside Accountant should be set-up as the Administrator of the accounting program. The Administrator should set-up each person requiring access to the accounting program as a user with a password and limit their access to the areas to which the user has authorization, i.e., at a minimum, prohibiting the editing and deleting of a previously recorded transaction.

Current Status: The recommendation was adopted. No similar findings were noted in the 2010 audit.

Finding 2009-2

Condition: Material adjustments to grants receivable and accounts payable had to be made to complete the financial statements.

Recommendation: In order to prepare financial statements in accordance with generally accepted accounting principles, all accounts receivable and accounts payable as of the financial statement date must be recorded.

Current Status: The recommendation was adopted for the year ended September 30, 2010. However, the beginning grants receivable and accounts payable balances had not been reversed. Refer to finding 2010-2 for further discussion.

Finding 2009-3

Condition: Expense allocations should be supported by documented studies or factual calculations rather than based on estimates.

Recommendation: Either timesheets should be maintained or a time study performed on a regular basis in order to properly allocate salary related expenses.

Current Status: The recommendation was adopted. No similar findings were noted in the 2010 audit.