

**AUDITED FINANCIAL STATEMENTS  
AND SUPPLEMENTAL INFORMATION**

**TASK FORCE ON DOMESTIC VIOLENCE  
HOPE, INC.**

**JUNE 30, 2007**

**TASK FORCE ON DOMESTIC VIOLENCE  
HOPE, INC.**

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GARY K. BENNETT, MBA-CPA  
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September 13, 2007

Board of Directors  
Task Force on Domestic Violence  
Hope, Inc.  
Fairmont, West Virginia

### INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying statements of financial position of Task Force on Domestic Violence, Hope, Inc. (a nonprofit organization) as of June 30, 2007, 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.

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. 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 the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Task Force on Domestic Violence, Hope, Inc. as of June 30, 2007, and the changes in its net assets, and its cash flows for the year 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 a report dated September 13, 2007 on our consideration of Task Force on Domestic Violence, Hope, Inc.'s internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or 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 performed for the purpose of forming an opinion on the basic financial statements of Task Force on Domestic Violence, Hope, Inc. taken as a whole. The accompanying schedule of grants and contracts is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

*Bennett & Dobbins PLLC*

Bennett & Dobbins PLLC

**TASK FORCE ON DOMESTIC VIOLENCE  
HOPE, INC.  
STATEMENT OF FINANCIAL POSITION  
JUNE 30, 2007**

**ASSETS**

**CURRENT ASSETS**

Cash	\$ 149,303
Grants and Contracts Receivable	131,460
Prepaid Assets	<u>2,774</u>
<b>TOTAL CURRENT ASSETS</b>	<b>283,537</b>

**OTHER ASSETS**

Investments - Merrill Lynch	191,013
Investments - Brokerage Account	31,550
Investments - Stock	37,632
Investments - Mutual Fund	<u>47,529</u>
<b>TOTAL LONG-TERM ASSETS</b>	<b>307,724</b>

**RESTRICTED ASSETS**

Investments - Mutual Fund	10,012
Cash	<u>1,000</u>
<b>TOTAL RESTRICTED ASSETS</b>	<b>11,012</b>

**PLANT AND EQUIPMENT**

Furniture and Equipment	148,070
Leasehold Improvements	208,661
Less: Accumulated Depreciation	<u>(236,327)</u>
<b>NET PLANT AND EQUIPMENT</b>	<b>120,404</b>

**TOTAL ASSETS** **\$ 722,677**

**LIABILITIES AND NET ASSETS**

**CURRENT LIABILITIES**

Accounts Payable	\$ <u>809</u>
<b>TOTAL CURRENT LIABILITIES</b>	<b>809</b>

**NET ASSETS**

Unrestricted - Undesignated	403,132
Unrestricted - Designated	307,724
Temporarily Restricted	-
Permanently Restricted	<u>11,012</u>
<b>TOTAL NET ASSETS</b>	<b><u><u>721,868</u></u></b>

**TOTAL LIABILITIES AND NET ASSETS** **\$ 722,677**

See accompanying notes to the financial statements.

**TASK FORCE ON DOMESTIC VIOLENCE  
HOPE, INC.  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2007**

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
<b>SUPPORT &amp; RECLASSIFICATIONS</b>				
Contributions	\$ 59,197	\$ -	\$ -	\$ 59,197
In-Kind Donation - Rent	72,000	-	-	72,000
Emergency Shelter Grant Program	35,054	-	-	35,054
State General	-	59,818	-	59,818
West Virginia Foundation for Rape and Information Services, Inc.	26,771	-	-	26,771
United Way of Marion County	22,300	-	-	22,300
United Way of Lewis County	7,200	-	-	7,200
United Way of Harrison County	66,682	-	-	66,682
City of Fairmont	1,125	-	-	1,125
Family Protection	-	29,210	-	29,210
Harrison County - EFSP	-	2,091	-	2,091
Marion County - EFSP	-	250	-	250
Doddridge County - EFSP	-	510	-	510
VOCA	-	174,115	-	174,115
Marion County Commission	1,500	-	-	1,500
Family Violence	-	66,888	-	66,888
WV Budget Digest	-	111,732	-	111,732
Stop Violence Grant	30,117	-	-	30,117
Rural Domestic Violence & Child Victimization Enforcement	17,952	-	-	17,952
WV Coalition Against Domestic Violence	10,678	-	-	10,678
Altria Award	30,000	-	-	30,000
Safe & Drug Free Communities Grant	29,376	-	-	29,376
Strategic Prevention Framework State Incentive Grant				
Doddridge County	23,584	-	-	23,584
Gilmer County	17,261	-	-	17,261
Marion County	22,949	-	-	22,949
Other Grants and Awards	4,816	-	-	4,816
Net Assets Released From Donor Restriction	444,614	(444,614)	-	-
<b>TOTAL SUPPORT &amp; RECLASSIFICATIONS</b>	<u>923,176</u>	<u>-</u>	<u>-</u>	<u>923,176</u>
<b>REVENUE</b>				
Fund Raising	8,317	-	-	8,317
Membership	212	-	-	212
USDA	4,601	-	-	4,601
Medicaid	2,246	-	-	2,246
Other Revenue	3,654	-	-	3,654
Investment Income	39,694	-	-	39,694
<b>TOTAL REVENUE</b>	<u>58,724</u>	<u>-</u>	<u>-</u>	<u>58,724</u>
<b>TOTAL SUPPORT, REVENUE &amp; RECLASSIFICATIONS</b>	981,900	-	-	981,900

See accompanying notes to the financial statements.

**TASK FORCE ON DOMESTIC VIOLENCE  
HOPE, INC.  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2007**

**EXPENSES**

Shelter Programs Expense	\$ 242,435	\$ -	\$ -	\$ 242,435
Counseling Program Expense	446,262	-	-	446,262
Fund Raising	5,494	-	-	5,494
Management and General	196,956	-	-	196,956
<b>TOTAL EXPENSES</b>	<u>891,147</u>	<u>-</u>	<u>-</u>	<u>891,147</u>
<b>INCREASE IN NET ASSETS</b>	90,753	-	-	90,753
<b>NET ASSETS - BEGINNING OF PERIOD</b>	<u>620,103</u>	<u>-</u>	<u>11,012</u>	<u>631,115</u>
<b>NET ASSETS - END OF PERIOD</b>	<u>\$ 710,856</u>	<u>\$ -</u>	<u>\$ 11,012</u>	<u>\$ 721,868</u>

See accompanying notes to the financial statements.

**TASK FORCE ON DOMESTIC VIOLENCE  
HOPE, INC.  
STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED JUNE 30, 2007**

	<u>PROGRAM SERVICES</u>		<u>FUND RAISING</u>	<u>MANAGEMENT AND GENERAL</u>	<u>TOTAL</u>
	<u>SHELTER</u>	<u>COUNSELING</u>			
Salaries	\$ 94,480	\$ 286,946	\$ -	\$ 92,395	\$ 473,821
Benefits	20,707	33,309	-	68,180	122,196
Payroll Taxes	8,087	24,563	-	7,909	40,559
In-Kind Donation - Rent	72,000	-	-	-	72,000
Supplies	1,679	-	5,494	-	7,173
Office	2,164	4,402	-	895	7,461
Shelter Supplies	2,825	-	-	-	2,825
Telephone	-	5,125	-	976	6,101
Postage	421	1,316	-	895	2,632
Rent	-	5,017	-	-	5,017
Utilities	7,551	1,007	-	1,510	10,068
Maintenance	6,847	-	-	-	6,847
Communication	-	2,328	-	-	2,328
Liability Insurance	9,694	2,388	-	1,967	14,049
Equipment Maintenance	991	244	-	290	1,525
Printing	526	1,096	-	571	2,193
Travel	2,985	5,970	-	4,612	13,567
Training	1,523	3,162	-	1,171	5,856
Professional Books	-	3,113	-	-	3,113
Dues	-	-	-	650	650
Other	503	1,314	-	2,048	3,865
Audit	-	-	-	3,340	3,340
Pass Through Grant	-	23,919	-	4,690	28,609
Subcontracts	-	40,944	-	-	40,944
Client Assistance	-	99	-	-	99
<b>TOTAL BEFORE DEPRECIATION</b>	<b>232,983</b>	<b>446,262</b>	<b>5,494</b>	<b>192,099</b>	<b>876,838</b>
<b>DEPRECIATION</b>	<b>9,452</b>	<b>-</b>	<b>-</b>	<b>4,857</b>	<b>14,309</b>
<b>TOTALS</b>	<b>\$ 242,435</b>	<b>\$ 446,262</b>	<b>\$ 5,494</b>	<b>\$ 196,956</b>	<b>\$ 891,147</b>

See accompanying notes to the financial statements.

**TASK FORCE ON DOMESTIC VIOLENCE  
HOPE, INC.  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2007**

<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Change in Net Assets	\$ 90,753
Adjustments to Reconcile Change in Net Assets to Net Cash Used in Operating Activities	
Depreciation	14,309
Unrealized Gain on Investments	(25,104)
(Increase) Decrease In:	
Grants and Contracts Receivable	24,853
Prepaid Assets	862
Increase (Decrease) In:	
Accounts Payable & Payroll Withholdings	(3,678)
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	<u>101,995</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Purchase of Investments	(47,817)
Acquisition of Plant and Equipment	(14,236)
<b>NET CASH USED BY INVESTING ACTIVITIES</b>	<u>(62,053)</u>
<b>NET INCREASE IN CASH</b>	39,942
<b>CASH - BEGINNING OF PERIOD</b>	<u>110,361</u>
<b>CASH - END OF PERIOD</b>	<u>\$ 150,303</u>
<b>NON-CASH OPERATING ACTIVITIES</b>	
In-Kind Rent	<u>\$ 72,000</u>

See accompanying notes to the financial statements.

**TASK FORCE ON DOMESTIC VIOLENCE  
HOPE, INC.  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2007**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**a. BASIS OF PRESENTATION**

Hope, Inc. operates a voluntary nonprofit organization located in Fairmont, West Virginia providing direct services to victims of domestic violence.

**b. FINANCIAL STATEMENT PRESENTATION**

The Organization has adopted Statement of Financial Accounting Standard No. 116, "Accounting for Contributions Received and Contributions Made" (SFAS No. 116). The Organization has also adopted Statement of Financial Accounting Standard (SFAS) No. 117, "Financial Statements of Not-for-Profit Organizations." Under SFAS No. 117, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. In addition, the Organization is required to present a statement of cash flows.

Grants and contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions would be reported as increases in temporarily or permanently restricted net assets, depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets would be reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

**c. REVENUE RECOGNITION**

Unconditional grants and promises to give are recorded when grant or promise is made. Conditional grants and promises to give are recorded when related condition is met. Project income is recognized in the period received. All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Donor-imposed restrictions that are fulfilled in the same period they are received are recorded as unrestricted support.

**d. GRANTS AND CONTRACTS**

Support received under grants and contracts with the State of West Virginia and other government agencies, that require revenues to be billed down, is recorded as public support when the related direct costs are incurred. Grants and contracts receivable represent amounts due for expenditures incurred prior to year end.

**e. DONATED SERVICES**

Donated services are recognized as contributions in accordance with SFAS No. 116, if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization. No services received by the Organization met these requirements.

**f. CONTRIBUTIONS**

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor.

**TASK FORCE ON DOMESTIC VIOLENCE  
HOPE, INC.  
NOTES TO FINANCIAL STATEMENTS (CONT.)  
JUNE 30, 2007**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)**

**g. INVESTMENTS**

Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values. Unrealized gains and losses are included in the change in net assets.

Estimated fair values of investments are based on quoted market prices. If quoted prices are not available, estimated fair values are based on quoted market prices of comparable investments.

The corporation holds units, which on occasion will hold derivative financial instruments (e.g. forwards, options, etc.) as a means to control interest rate and currency risks. Derivatives within the Corporations mutual funds are considered insignificant to the Corporation's financial statements.

**h. PROPERTY AND EQUIPMENT**

Land, buildings and equipment are stated at cost or fair market value at date of contribution. Depreciation is computed on a straight-line basis over the estimated useful lives of the respective assets. All assets are capitalized.

**i. TAX-EXEMPT STATUS**

Hope, Inc. is a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code of 1986.

**j. ESTIMATES**

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

**k. CASH**

All cash accounts are with F.D.I.C. insured institutions. At various times throughout the year Task Force on Domestic Violence, Inc. had amounts in banks that exceeded the F.D.I.C. coverage. These amounts were not adequately covered by pledged assets. This represents a risk for potential loss. For the purpose of the statement of cash flows, the Organization considers both restricted and unrestricted cash as well as short-term, highly liquid investments which are convertible into cash within ninety (90) days of purchase to be cash and cash equivalents. The Organization does not have a policy regarding collateralization with regards to their repurchase agreements, although it is a treasury management agreement.

Cash for cash flow purposes is made up of the following accounts:

Cash	\$	149,303
Restricted Cash		1,000
	\$	<u>150,303</u>

**TASK FORCE ON DOMESTIC VIOLENCE  
HOPE, INC.  
NOTES TO FINANCIAL STATEMENTS (CONT.)  
JUNE 30, 2007**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)**

**I. RISK AND UNCERTAINTIES**

The majority of the funding for the operation of the Task Force on Domestic Violence, Inc. comes as grants through the State of West Virginia. A loss or decrease in this funding could adversely affect the operation of the Organization. Per the DHHR Agreement, upon request by the Department, the Grantee shall account for and return in good condition, reasonable use, and wear excepted, all such equipment and supplies purchased with funds received under this grant agreement. This would create an economic hardship on the organization if this would be required.

**2. INVESTMENTS**

Investments as of June 30, 2007, are summarized as follows:

	<u>Cost</u>	<u>Fair Market Value</u>	<u>Unrealized Gain (Loss)</u>
Common Stock	\$24,425	\$37,348	\$12,923
Insured Savings	19,855	19,855	-
Mutual Funds	233,744	260,533	26,789
TOTAL	<u>\$278,024</u>	<u>\$317,736</u>	<u>\$39,712</u>

The following schedule summarizes the investment return and its classification in the statement of activities for the year then ended June 30, 2007:

Interest and Dividends	\$14,590
Unrealized Gains	25,104
Realized Gains	<u>-</u>
Total Investment Income	<u>\$39,694</u>

\$10,012 of the above investment amount is permanently restricted.

**3. BOARD DESIGNATED NET ASSETS**

The Board of Directors of Hope, Inc. has designated \$307,724 of investments for future maintenance, renovations, additions to the building it leases, and/or purchase of a facility.

**4. PROPERTY AND EQUIPMENT**

Property and equipment consist of the following:

Leasehold Improvements	\$ 208,661
Furniture and Fixtures	57,770
Equipment	<u>90,300</u>
<b>TOTAL PROPERTY AND EQUIPMENT</b>	356,731
Less accumulated depreciation	<u>(236,327)</u>
<b>NET PROPERTY AND EQUIPMENT</b>	<u>\$ 120,404</u>

**TASK FORCE ON DOMESTIC VIOLENCE  
HOPE, INC.  
NOTES TO FINANCIAL STATEMENTS (CONT.)  
JUNE 30, 2007**

**5. COMPENSATED ABSENCES**

Accrued compensated absences are not included in these financial statements because the amounts cannot be reasonably estimated.

**6. RETIREMENT PLAN**

During fiscal year 1992, Hope Inc. established a Simplified Employee Pension (SEP) plan under Section 408 (k) of the Internal Revenue Code. The plan is non-contributory and is administered by American General. Under the plan, a predetermined contribution is made to the individual retirement account of each eligible employee, based on a percentage of their annual compensation. To be eligible an employee must be at least 21 years old, have worked at least 3 years of the immediately preceding 5 years, and not a member under a collective bargaining agreement or whose total compensation for the year is less than \$450. During fiscal year 2007, Hope, Inc. contributed a total of \$79,779 to the retirement plan.

**7. DEPRECIATION**

Assets are recorded at cost or fair market value at date of donation. Assets are being depreciated on a straight-line basis as follows:

Office Improvements	10-20 years
Furniture and Fixtures	5-10 years
Equipment	5 years

Depreciation expense for the year totaled \$14,309.

**8. OPERATING LEASE**

The Organization leases its shelter in Marion County for \$1 a year on a year to year basis. Also, the Organization leases office space in Gilmer, Lewis, Doddridge and Harrison Counties. The lease in Gilmer & Lewis Counties are free of charge and the lease is year-to-year. The lease in Harrison County is also on a year-to-year basis. The monthly rental fee on the Harrison County office is \$350 per month. The lease in Doddridge County is also on a year-to-year basis. The monthly rental fee on the Doddridge County office is \$68 per month. No amounts have been recorded in the financial statements to reflect the donated office space in Gilmer or Lewis County because no objective basis is available to measure the value of such items.

Rent expense for the year was \$77,017 which includes \$72,000 of In-Kind Rent.

**7. RELATED PARTY TRANSACTIONS**

During the fiscal year Task Force on Domestic Violence, Hope, Inc. granted, WV Foundation for Rape and Information Services, Inc., a subgrant in the amount of \$23,919. They also received a grant from WV Foundation for Rape and Information Services, Inc. for \$26,771. There was a receivable due from WV Foundation for Rape and Information Services, Inc. in the amount of \$6,887 as of June 30, 2007.

**8. ADVERTISING COSTS**

Task Force on Domestic Violence, Hope, Inc. expenses advertising costs as incurred.

**TASK FORCE ON DOMESTIC VIOLENCE  
HOPE, INC.  
NOTES TO FINANCIAL STATEMENTS (CONT.)  
JUNE 30, 2007**

**9. DONATED MATERIALS AND FACILITIES**

The facilities used by the Organization in Fairmont are leased for \$1 per year, on a year to year basis. The value of the facilities included in the financial statements and the corresponding disbursements for fiscal year 2007 is as follows:

Revenues (Contributions)	\$	<u>72,000</u>	\$	<u>72,000</u>
Expenses (Occupancy)	\$	<u>72,000</u>	\$	<u>72,000</u>

**10. PERMANENTLY RESTRICTED ASSETS**

As of June 30, 2007, the Organization had \$1,000 in cash and \$10,012 in a stock investment that are permanently restricted. The income from these assets may be used for operations.

**11. PLEGGED ASSETS**

<u>Description</u>	<u>Rate</u>	<u>Par Value</u>	<u>Market Value</u>	<u>Rating</u>	<u>CUSIP</u>
FHLB Note	3.35%	\$ 120,000	\$ 115,875	AAA	31339Y4W9
FHLB Note	4.125%	\$ 50,000	\$ 48,484	AAA	3133XO6Q7

**12. FUNCTIONAL EXPENSES**

Expenses are charged based on direct expenditures incurred. Other expenses that are common to program expenses and general or administrative expenses are allocated on a statistical basis.

**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**



## Bennett & Dobbins PLLC

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GARY K. BENNETT, MBA-CPA  
ZACHARY D. DOBBINS, CPA

September 13, 2007

Board of Directors  
Task Force on Domestic Violence  
Hope, Inc.  
Fairmont, WV

**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**

We have audited the financial statements of Task Force on Domestic Violence, Hope, Inc. as of and for the year ended June 30, 2007 and have issued our report thereon dated September 13, 2007. 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 Task Force on Domestic Violence, Hope, 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 Task Force on Domestic Violence, Hope, Inc.'s internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Task Force on Domestic Violence, Hope, Inc.'s internal control over financial reporting.

Our consideration of internal control over financial reporting was for the purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control over financial reporting. We consider the deficiencies described in the accompanying schedule of findings and responses to be significant deficiencies in internal control over financial reporting as item 07-1.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be presented or detected by the entity's internal control. Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses.

#### Compliance and Other Matters

As part of obtaining reasonable assurance about whether Task Force on Domestic Violence, Hope, 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 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 have reported to management of Task Force on Domestic Violence, Hope, Inc., in a separate letter dated September 13, 2007.

Task Force on Domestic Violence, Hope, Inc. responses to the findings identified in our audit are described in the accompanying schedule of findings and responses. We did not audit Task Force on Domestic Violence, Hope, Inc. responses and, accordingly, we express no opinion on them.

This report is intended for the information and use of the audit committee, management and federal awarding agencies and pass-through entities. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

*Bennett & Dobbins PLLC*  
Bennett & Dobbins PLLC

**TASK FORCE ON DOMESTIC VIOLENCE  
HOPE, INC.  
SCHEDULE OF FINDINGS AND RESPONSES  
JUNE 30, 2007**

**07-1**

**DRAFTING OF FINANCIAL STATEMENTS**

CONDITION:

The Organization does not have adequate staff to prepare the financial statements in accordance with generally accepted accounting principles.

CRITERIA:

The Organization should have a certified public accountant on the Board or hire an individual that could prepare financial statements in accordance with generally accepted accounting principles.

CAUSE:

Limited resources.

EFFECT:

Unknown.

RECOMMENDATION:

Find a board member or hire an individual that is a certified public accountant to prepare or review the draft financial statements.

RESPONSE OF OFFICIALS:

It is not cost efficient to prepare their own financial statements.

**SCHEDULE OF GRANTS AND CONTRACTS**

TASK FORCE ON DOMESTIC VIOLENCE  
HOPE, INC.  
SCHEDULE OF GRANTS AND CONTRACTS  
FOR THE YEAR ENDED JUNE 30, 2007

GRANTOR AGENCY	PROGRAM TITLE	GRANT NUMBER	CFDA NUMBER	AMOUNT EXPENDED
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES				
Passed Through WV Department of Health and Human Resources	Family Violence Prevention & Services	G070251	93.671	66,888
		G060241		
	Injury Prevention & Control Research & State and Community Based Programs	G060691	93.136	20,428
	Preventive Health & Human Services	G070551		4,121
	Block Grant	G060691		
Passed Through WV Division of Criminal Justice Services	Substance Abuse & Mental Health Services - Projects of Regional & National Significance	07-120.1-122.1	93.243	63,794
DEPARTMENT OF HOMELAND SECURITY				
	Emergency Food & Shelter National Board Program		97.024	2,851
DEPARTMENT OF JUSTICE				
Passed Through WV Division of Criminal Justice Services	Crime Victim Assistance	07-920	16.575	174,115
	Violence Against Women Formula Grants	07-2029	16.588	30,117
	Rural Domestic Violence & Child Victimization Enforcement Grant Program	07-5009	16.589	17,952
	Legal Assistance for Victims	2004-WLAX-0040	16.524	10,678
DEPARTMENT OF HOUSING & URBAN DEVELOPMENT				
Passed through Office of Economic Opportunity	Emergency Shelter Grants Program	2006-1124	14.231	35,054
DEPARTMENT OF AGRICULTURE				
Passed Through WV Department of Education	National School Lunch Program		10.555	4,601
DEPARTMENT OF EDUCATION				
Passed Through WV Division of Criminal Justice Services	Safe & Drug Free Schools & Communities State Grants	07-514	84.186	29,376
West Virginia Department of Health and Human Resources				
	Family Protection	G070251	N/A	\$ 29,210
		G060241		
	Budget Digest	G070251	N/A	111,732
	State General	G070251	N/A	59,818
	Primary Care Support - Subgrant	G070449	N/A	<u>2,222</u>
<b>TOTAL GRANTS &amp; CONTRACTS \$</b>				<u><u>662,957</u></u>

**TASK FORCE ON DOMESTIC VIOLENCE  
HOPE, INC.  
NOTES TO THE SCHEDULE OF GRANTS AND CONTRACTS  
FOR THE YEAR ENDED JUNE 30, 2007**

**Note 1 Basis of Presentation:**

The accompanying Schedule of Grants and Contracts is prepared on the accrual basis of accounting which is the same basis used in the preparation of the financial statements.