

**RAPE CRISIS CENTER OF COLLIN COUNTY  
DBA: THE TURNING POINT**

**FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITORS' REPORT**

**YEARS ENDED SEPTEMBER 30, 2020 AND 2019**

**RAPE CRISIS CENTER OF COLLIN COUNTY  
DBA: THE TURNING POINT  
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## INDEPENDENT AUDITORS' REPORT

Board of Directors and Management  
Rape Crisis Center of Collin County  
dba: The Turning Point  
Plano, Texas

We have audited the accompanying financial statements of Rape Crisis Center of Collin County dba: The Turning Point (a nonprofit organization), which comprise the statements of financial position as of September 30, 2020 and 2019, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

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

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

### ***Auditors' Responsibility***

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

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

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

Board of Directors and Management  
Rape Crisis Center of Collin County dba: The Turning Point

***Opinion***

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Rape Crisis Center of Collin County dba: The Turning Point as of September 30, 2020 and 2019, 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.

*CliftonLarsonAllen LLP*

**CliftonLarsonAllen LLP**

Fort Worth, Texas  
April 5, 2021

**RAPE CRISIS CENTER OF COLLIN COUNTY  
DBA: THE TURNING POINT  
STATEMENTS OF FINANCIAL POSITION  
SEPTEMBER 30, 2020 AND 2019**

	2020	2019
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and Cash Equivalents	\$ 268,799	\$ 103,726
Accounts Receivable	30,278	87,548
Grants Receivable	268,249	162,915
Prepays and Other Current Assets	15,707	14,400
Pledges Receivable	61,632	18,157
Total Current Assets	644,665	386,746
<b>PROPERTY AND EQUIPMENT</b>		
Land	101,787	101,787
Building and Improvements	606,495	606,495
Equipment	50,639	40,874
Software	975	975
Less: Accumulated Depreciation	(133,415)	(114,337)
Total Property and Equipment	626,481	635,794
Total Assets	\$ 1,271,146	\$ 1,022,540
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts Payable and Accrued Expenses	\$ 127,773	\$ 74,787
Note Payable - Current Portion	14,693	12,669
Paycheck Protection Program	42,713	-
Total Current Liabilities	185,179	87,456
<b>LONG-TERM LIABILITIES</b>		
Note Payable, Less Current Portion	442,277	458,047
Total Long-Term Liabilities	442,277	458,047
<b>NET ASSETS</b>		
Without Donor Restrictions	643,690	409,580
With Donor Restrictions	-	67,457
Total Net Assets	643,690	477,037
Total Liabilities and Net Assets	\$ 1,271,146	\$ 1,022,540

See accompanying Notes to Financial Statements.

**RAPE CRISIS CENTER OF COLLIN COUNTY  
DBA: THE TURNING POINT  
STATEMENT OF ACTIVITIES  
YEAR ENDED SEPTEMBER 30, 2020**

	Without Donor Restrictions	With Donor Restrictions	Total
<b>REVENUE AND PUBLIC SUPPORT</b>			
Grants - Federal and State	\$ 1,009,946	\$ -	\$ 1,009,946
Grants - Other	35,000	147,497	182,497
Contributions	178,532	-	178,532
Special Events	6,769	-	6,769
SANE Services	376,956	-	376,956
Interest Income	508	-	508
Other Income	7,300	-	7,300
Paycheck Protection Program - See Note 7	157,287	-	157,287
Net Assets Released from Restrictions	214,954	(214,954)	-
Total Revenue and Public Support	1,987,252	(67,457)	1,919,795
<b>EXPENSES</b>			
Program Services	1,504,805	-	1,504,805
General and Administrative	245,289	-	245,289
Fundraising	3,048	-	3,048
Total Expenses	1,753,142	-	1,753,142
<b>CHANGE IN NET ASSETS</b>	234,110	(67,457)	166,653
Net Assets - Beginning of Year	409,580	67,457	477,037
<b>NET ASSETS - END OF YEAR</b>	\$ 643,690	\$ -	\$ 643,690

See accompanying Notes to Financial Statements.

**RAPE CRISIS CENTER OF COLLIN COUNTY  
DBA: THE TURNING POINT  
STATEMENT OF ACTIVITIES  
YEAR ENDED SEPTEMBER 30, 2019**

	Without Donor Restrictions	With Donor Restrictions	Total
<b>REVENUE AND PUBLIC SUPPORT</b>			
Grants - Federal and State	\$ 807,312	\$ -	\$ 807,312
Grants - Other	8,298	174,836	183,134
Contributions	127,640	-	127,640
Special Events	12,700	-	12,700
SANE Services	271,150	-	271,150
Interest Income	1,261	-	1,261
Miscellaneous Income	6,570	-	6,570
Net Assets Released from Restrictions	338,346	(338,346)	-
Total Revenue and Public Support	1,573,277	(163,510)	1,409,767
<b>EXPENSES</b>			
Program Services	1,188,341	-	1,188,341
General and Administrative	198,329	-	198,329
Fundraising	4,930	-	4,930
Total Expenses	1,391,600	-	1,391,600
<b>CHANGE IN NET ASSETS</b>	181,677	(163,510)	18,167
Net Assets - Beginning of Year	227,903	230,967	458,870
<b>NET ASSETS - END OF YEAR</b>	\$ 409,580	\$ 67,457	\$ 477,037

See accompanying Notes to Financial Statements.

**RAPE CRISIS CENTER OF COLLIN COUNTY  
DBA: THE TURNING POINT  
STATEMENT OF FUNCTIONAL EXPENSES  
YEAR ENDED SEPTEMBER 30, 2020**

<b>EXPENSES</b>	<u>Program Services</u>	<u>General and Administrative</u>	<u>Fundraising</u>	<u>Total</u>
Payroll Expense	\$ 1,272,089	\$ 173,605	\$ -	\$ 1,445,694
Conferences and Travel	1,429	-	45	1,474
Depreciation Expense	17,667	1,412	-	19,079
Dues and Subscriptions	1,231	213	150	1,594
In-Kind Legal	53,573	35,645	-	89,218
Insurance	9,792	2,259	-	12,051
Interest Expense	22,907	4,725	-	27,632
Marketing and Development	3,175	-	75	3,250
Miscellaneous Expense	7,723	2,305	1,315	11,343
Occupancy	5,501	1,321	-	6,822
Office Expense	46,736	5,216	1,303	53,255
Payroll Processing	6,113	923	-	7,036
Printing and Postage	5,978	542	43	6,563
Professional Fees	11,833	13,350	110	25,293
Telephone	16,696	1,628	-	18,324
Other Program Expenses	22,362	2,145	7	24,514
Total Expenses	<u>\$ 1,504,805</u>	<u>\$ 245,289</u>	<u>\$ 3,048</u>	<u>\$ 1,753,142</u>

See accompanying Notes to Financial Statements.



**RAPE CRISIS CENTER OF COLLIN COUNTY  
DBA: THE TURNING POINT  
STATEMENT OF FUNCTIONAL EXPENSES  
YEAR ENDED SEPTEMBER 30, 2019**

<b>EXPENSES</b>	<u>Program Services</u>	<u>General and Administrative</u>	<u>Fundraising</u>	<u>Total</u>
Payroll Expense	\$ 1,037,537	\$ 93,168	\$ -	\$ 1,130,705
Clinic Expense	7,518	-	-	7,518
Conferences and Travel	19,994	283	444	20,721
Depreciation Expense	18,901	-	-	18,901
Dues and Subscriptions	-	2,555	-	2,555
Equipment Maintenance and Repair	-	7,155	-	7,155
Fundraising Expenses	-	-	2,489	2,489
In-Kind Expense	3,840	-	-	3,840
In-Kind Legal	-	28,960	-	28,960
Insurance	6,663	4,474	-	11,137
Interest Expense	24,526	4,325	-	28,851
Marketing and Development	2,040	-	-	2,040
Miscellaneous Expense	2,297	636	-	2,933
Occupancy	9,207	2,210	-	11,417
Office Expense	18,467	8,389	1,276	28,132
Payroll Processing	-	12,058	-	12,058
Printing and Postage	5,393	273	232	5,898
Professional Fees	2,322	27,685	489	30,496
SANE	12,583	-	-	12,583
Telephone	11,553	6,158	-	17,711
Other Program Expenses	5,500	-	-	5,500
Total Expenses	<u>\$ 1,188,341</u>	<u>\$ 198,329</u>	<u>\$ 4,930</u>	<u>\$ 1,391,600</u>

See accompanying Notes to Financial Statements.

**RAPE CRISIS CENTER OF COLLIN COUNTY  
DBA: THE TURNING POINT  
STATEMENTS OF CASH FLOWS  
YEARS ENDED SEPTEMBER 30, 2020 AND 2019**

	2020	2019
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in Net Assets	\$ 166,653	\$ 18,167
Adjustments to Reconcile Change in Net Assets to		
Net Cash Provided by Operating Activities:		
Depreciation	19,079	18,901
Loss on Disposal of Fixed Assets	-	14,400
Paycheck Protection Program Forgiveness Recognized	(157,287)	-
(Increase) Decrease in Assets:		
Accounts Receivable	57,270	(87,548)
Grants Receivable	(105,334)	4,867
Pledges Receivable	(43,475)	(8,548)
Prepaid Expenses	(1,307)	(14,400)
Increase (Decrease) in Liabilities:		
AP and Accrued Expenses	52,986	58,008
Net Cash Provided (Used) by Operating Activities	(11,415)	3,847
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of Property and Equipment	(9,766)	(5,897)
Net Cash Used by Investing Activities	(9,766)	(5,897)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from Paycheck Protection Program Note Payable	200,000	-
Payments on Long-Term Debt	(13,746)	(17,623)
Net Cash Provided (Used) by Financing Activities	186,254	(17,623)
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	165,073	(19,673)
Cash and Cash Equivalents - Beginning of Year	103,726	123,399
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	\$ 268,799	\$ 103,726
<b>SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION</b>		
In-Kind Contributions and Contributed Services	\$ 28,960	\$ 28,960
Cash Paid During the Year for Interest Expense	\$ 27,631	\$ 28,851

See accompanying Notes to Financial Statements.

**RAPE CRISIS CENTER OF COLLIN COUNTY  
DBA: THE TURNING POINT  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2020 AND 2019**

**NOTE 1 NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Nature of Activities, History, and Organization**

Rape Crisis Center of Collin County dba: The Turning Point (the Organization) is a nonprofit organization, located in Plano, Texas. The Organization was established by a social worker who observed that victims of sexual assault need additional counseling and emotional support beyond the initial crime report. The Organization originated in 1982, in conjunction with the North Texas Medical Center and the McKinney Police Department, to ensure that survivors of sexual assault had a professional support system to help them in their recovery. Since its genesis, the 24-hour Organization has grown to provide a complete range of services for victims of all forms of sexual violence, from a crisis hotline to hospital accompaniment to intensive professional counseling.

In 2002, the Organization began doing business as The Turning Point to emphasize that the services were available to all victims of sexual violence (not just rape) throughout all the North Texas area. The mission of the Turning Point is to provide counseling, education, and advocacy to those impacted by sexual assault.

In 2019, the Organization opened a clinic at their location to provide forensic exams, evidence collection, and advocacy for people who have experienced sexual assault within the last 120 hours. Referrals for counseling, legal services, follow up medical care, and shelter are also available.

**Basis of Accounting**

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

**Cash and Cash Equivalents**

The Organization's financial instruments, none of which is held for trading purposes, consist of cash and cash equivalents. The Organization considers all highly liquid investments that are redeemable in 90 days or less to be cash and cash equivalents.

**Grant and Pledge Receivables**

The Organization has receivables from grants and other sources. Unconditional pledge receivables that are due more than one year beyond the statement of financial position date are discounted to a net present value using an estimated discount factor for risk-free borrowing. Pledges receivable are considered past due when payments are not made under the terms of the pledge agreement. There were no past due pledges receivable at September 30, 2020 and 2019.

**Allowance for Doubtful Accounts**

Grants and pledges receivable are stated net of an allowance for doubtful accounts. The Organization estimates the allowance based on an analysis of specific donors, taking into consideration the age of past due amounts and an assessment of the donor's ability to pay. The allowance was \$-0- at September 30, 2020 and 2019.

**RAPE CRISIS CENTER OF COLLIN COUNTY  
DBA: THE TURNING POINT  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2020 AND 2019**

**NOTE 1 NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES  
(CONTINUED)**

**Property and Equipment**

Property and equipment which are purchased are recorded at historical cost. Donated property and equipment are recorded at their fair value at the date of contribution. Depreciation is recorded using a straight-line approach over 5 to 40 years. The Organization's capitalization policy is to expense property and equipment purchases less than \$5,000. Repairs and maintenance are charged to expense as incurred.

**Net Asset Accounting**

As a nonprofit organization, Rape Crisis Center of Collin County dba: The Turning Point maintains its records on a fund accounting basis in order to ensure observance of the limitations and restrictions placed on the use of its resources. This is the procedure by which net assets for various purposes are classified for accounting and reporting purposes into self-balancing accounts. Those funds are further classified into net asset groupings in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 605-10 and 958-205, as follows:

**Net Assets Without Donor Restrictions**

Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.

**Net Assets With Donor Restrictions**

Net assets subject to donor- (or certain grantor-) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Gifts of long-lived assets and gifts of cash restricted for the acquisition of long-lived assets are recognized as revenue when the assets are placed in service. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

The Organization reports contributions restricted by donors as increases in net assets without donor restrictions 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 are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the consolidated statements of activities as Net Assets Released from Restrictions.

**RAPE CRISIS CENTER OF COLLIN COUNTY  
DBA: THE TURNING POINT  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2020 AND 2019**

**NOTE 1 NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES  
(CONTINUED)**

**Contributions and Grant Revenue**

Contributions, including unconditional pledges receivable, are recorded at their fair value at the date of receipt. All contributions are available for unrestricted use unless specifically restricted by the donor. Donor-restricted contributions whose contributions are met in the same period are classified as without donor restrictions. Contributions to be received after one year are discounted at an appropriate discount rate commensurate with the risks involved. Payments received under cost-reimbursable contracts are recorded in the period in which the related services are performed or expenditures are incurred. For contributions with donor-imposed conditions – that is, those with a measurable performance or other barrier and a right of return or release – revenues are recognized at the time the conditions are substantially met, regardless of the timing of cash receipt. The Organization has received conditional contributions totaling \$61,250 that have not been recognized as revenue as the conditions have not yet been met.

**Donated Services and In-Kind Contributions**

Contributed goods are recorded at fair value at the date of donation. Donated professional services are recorded at their respective fair values of the services received. See Note 10.

**Functional Allocation of Expenses**

The costs of providing the Organization's various programs and supporting services have been summarized on a functional basis in the statement of activities. The statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain expenses have been allocated among the various programs and supporting services benefited.

**Income Taxes**

Rape Crisis Center of Collin County dba: The Turning Point is organized as a Texas nonprofit corporation and has been recognized by the Internal Revenue Service (IRS) as exempt from income taxes under IRC section 501(a) as an organization described in Internal Revenue Code (IRC) Section 501(c)(3), qualify for the charitable contribution deduction under IRC Section 170(b)(1)(A)(vi), and has been determined not to be private foundations under IRC Sections 509(a)(1). The Organization is annually required to file a Return of Organization Exempt from Income Tax (Form 990) with the IRS. In addition, the Organization is subject to income tax on net income that is derived from business activities that is unrelated to its exempt purpose. Management has determined that the Organization is not subject to unrelated business income tax and has not filed an Exempt Organization Business Income Tax Return (Form 990-T) with the IRS.

**Advertising Costs**

Advertising costs are expensed as incurred. The Organization incurred \$3,250 and \$2,040 for the years ended September 30, 2020 and 2019, respectively.

**RAPE CRISIS CENTER OF COLLIN COUNTY  
DBA: THE TURNING POINT  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2020 AND 2019**

**NOTE 1 NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES  
(CONTINUED)**

**Use of Estimates and General Assumptions**

The process of preparing financial statements in conformity with generally accepted accounting principles generally accepted in the United States of America requires management to make estimates and assumptions regarding certain types of assets, liabilities, revenues, and expenses. Such estimates and assumptions primarily relate to allocation of functional expenses. Accordingly, actual results could differ from those estimates.

**NOTE 2 LIQUIDITY AND AVAILABILITY**

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, comprise the following as of September 30:

	<u>2020</u>	<u>2019</u>
Cash and Cash Equivalents	\$ 268,799	\$ 103,726
Accounts Receivable	30,278	87,548
Grants Receivable	268,249	162,915
Pledges Receivable	61,632	18,157
Total	<u>\$ 567,326</u>	<u>\$ 354,189</u>

As part of the Organization's liquidity management plan, cash in excess of daily requirements is placed in an interest-bearing account to maximize the potential for earning a return.

**NOTE 3 GRANTS AND PLEDGES RECEIVABLE**

Grants receivable are due from various government agencies and other granting organizations, are deemed to be fully collectible by management, and consist of the following at:

	<u>2020</u>	<u>2019</u>
Local	\$ 19,134	\$ -
State	106,403	40,685
Federal	125,652	122,230
Other	17,060	-
Total Grants Receivable	<u>\$ 268,249</u>	<u>\$ 162,915</u>

Unconditional promises to give of \$61,632 and \$18,157 at September 30, 2020 and 2019, respectively, are expected to be collected in one year or less, and appear as pledges receivable on the statement of financial position.

**RAPE CRISIS CENTER OF COLLIN COUNTY  
DBA: THE TURNING POINT  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2020 AND 2019**

**NOTE 4 PROPERTY AND EQUIPMENT**

Property and Equipment consists of the following at:

	<u>2020</u>	<u>2019</u>
Land	\$ 101,787	\$ 101,787
Building	606,495	606,495
Office Equipment and Furniture	50,639	40,874
Software	975	975
Less: Accumulated Depreciation	<u>(133,415)</u>	<u>(114,337)</u>
Total Property and Equipment	<u>\$ 626,481</u>	<u>\$ 635,794</u>

Depreciation expense was \$19,079 and \$18,901 for the years ended September 30, 2020 and 2019, respectively.

**NOTE 5 NOTE PAYABLE**

The note payable consists of one mortgage to a bank in the original amount of \$578,000, dated December 3, 2013, with monthly principal and interest payments of \$3,837.72 for 60 months at an interest rate of 5.00% and 180 months with interest calculated on the unpaid principal balance using an interest rate based on the five-year FHLBD Rate, plus a margin of 3.000 percentage points. On February 4, 2019, the note was refinanced with a principal balance of \$479,869. Monthly principal and interest payments are \$3,322.15 for 58 months at an interest rate of 5.5%, \$3,418.15 for 119 months using an interest rate based on the five-year FHLBD Rate, plus a margin of 3.000 percentage points, with the balance due at maturity using an interest rate based on the five-year FHLBD Rate, plus a margin of 3.000 percentage points. The maturity date is December 3, 2033, and the note is collateralized by real property located in Collin County, Texas with a net book value of \$581,247.

Interest expense was \$27,631 and \$28,851 for the years ended September 30, 2020 and 2019, respectively.

Annual maturities of the mortgage note payable are as follows:

<u>Year Ending September 30,</u>	<u>Amount</u>
2021	\$ 14,693
2022	15,533
2023	16,422
2024	16,828
2025	17,768
Thereafter	<u>375,726</u>
Total	<u>\$ 456,970</u>

**RAPE CRISIS CENTER OF COLLIN COUNTY  
DBA: THE TURNING POINT  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2020 AND 2019**

**NOTE 6 LINE OF CREDIT**

The Organization has a line of credit agreement with a borrowing base of \$150,000 that matures on July 5, 2021. Borrowings under this line of credit bear interest at a variable rate, calculated as the Prime Rate plus 1.25% (4.5% at September 30, 2020). No principal is outstanding as of September 30, 2020 and 2019.

**NOTE 7 PAYCHECK PROTECTION PROGRAM**

On April 17, 2020, the Organization received a loan from Frost Bank in the amount of \$200,000 to fund payroll, rent, utilities, and existing mortgage obligations through the Paycheck Protection Program (the "PPP Loan"). The original loan agreement was written prior to the PPP Flexibility Act of 2020 (June 5) and was due over twenty-four months deferred for seven months. Subsequent to this, the law changed the loan deferral terms retroactively. The PPP Loan bears interest at a fixed rate of 1% per annum, has a term of two years, and is unsecured and guaranteed by the U.S. Small Business Administration. Payment of principal and interest is deferred until the date on which the amount of forgiveness is remitted to the lender or, if the Organization fails to apply for forgiveness within 10 months after the covered period, then payment of principal and interest shall begin on that date. The amounts may be forgiven subject to compliance and approval based on the timing and use of these funds in accordance with the program. The covered period from April 17, 2020 to October 2, 2020 is the time that the Organization has to spend their PPP Loan funds.

Management has determined that the Organization met the conditions to recognize forgiveness of the note payable in the amount of \$157,218 as of September 30, 2020 as the Organization had incurred allowable costs as noted above in that amount through year-end. The remaining allowable costs necessary to be incurred for full forgiveness of the note payable balance were incurred subsequent to year-end, and the Organization was notified by Frost Bank on January 13, 2021 that the Small Business Administration had formally forgiven and cancelled the note payable in full.

**NOTE 8 RELATED PARTY TRANSACTIONS**

During the years ended September 30, 2020 and 2019, the Organization received contributions from board members and employees totaling \$12,512 and \$6,810, respectively. These amounts are included in contributions on the statement of activities.

During the years ended September 30, 2020 and 2019, the Organization received donated legal services from the firm where a board member works totaling \$89,218 and \$28,960, respectively. These amounts are included in contributions on the statement of activities.



**RAPE CRISIS CENTER OF COLLIN COUNTY  
DBA: THE TURNING POINT  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2020 AND 2019**

**NOTE 9 NET ASSETS WITH DONOR RESTRICTIONS**

Net assets with donor restrictions consisted of the following as of:

	2020	2019
Time Restricted	\$ -	\$ 6,052
Purpose Restricted:		
EPIC Supplies	-	511
Crisis and Counseling Services at MDMC	-	29,294
SANE Services	-	31,600
Total Net Assets with Donor Restrictions	\$ -	\$ 67,457

**NOTE 10 IN-KIND CONTRIBUTIONS**

The Organization occasionally receives in-kind contributions for various services and assets during the year. Fair value of donated services are to be recognized in the financial statements if the services either create or enhance a nonfinancial asset or require specialized skills, are provided by entities or persons possessing those skills, and would be purchased if they were not donated. The estimated values of such in-kind transactions are reflected in the statement of activities at their fair value and are recorded at the time of receipt. In-kind contributions totaled \$93,058 and \$32,800 for the years ended September 30, 2020 and 2019, respectively.

	Program Services	Management and General	Fundraising	Total
<u>September 30, 2020</u>				
Rent	\$ 3,840	\$ -	\$ -	\$ 3,840
Legal Services	53,573	35,645	-	89,218
Total	\$ 57,413	\$ 35,645	\$ -	\$ 93,058
<u>September 30, 2019</u>				
Rent	\$ 3,840	\$ -	\$ -	\$ 3,840
Legal Services	-	28,960	-	28,960
Total	\$ 3,840	\$ 28,960	\$ -	\$ 32,800

The Organization also receives daily support from the general public of the surrounding communities to staff the 24-hour crisis help line, provide advocacy, and other various office duties. These donated services have not been reflected in the accompanying financial statements because they did not meet the criteria for recognition. Management estimates that the fair value of the donated services received but not recognized as revenues was \$149,805 and \$184,420 for the years ended September 30, 2020 and 2019, respectively.

**RAPE CRISIS CENTER OF COLLIN COUNTY  
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**NOTE 11 RETIREMENT PLAN**

During the year ended September 30, 2020, the Organization established a retirement plan for employees. All full-time employees may participate in the 403(b) retirement plan administered by a third party. Employees may contribute the maximum amount allowed by law. The Organization does not have a set percentage amount to match employee contributions; rather, it is at the discretion of management and the board of directors. Initial contributions to the Plan by the Organization were 2.5% of each employee's annual salary, which totaled \$18,226 for the year ended September 30, 2020.

**NOTE 12 FUNCTIONALIZED EXPENSES**

The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. Salaries and benefits are allocated based on management estimates of time allocated to cost-reimbursement grants and administrative time. Grant-reimbursable costs are 100% program (directly allocable), while remaining indirect expenses are allocated based on what is available to charge to cost-reimbursement grants.

**NOTE 13 CONCENTRATION OF CREDIT RISK**

During the years ended September 30, 2020 and 2019, approximately 76% and 79%, respectively, of support and revenue is received from and administered by federal and state grants. Continued funding from these sources at current levels is dependent upon various factors. Such factors include economic conditions, compliance with grant provisions, continued government approval, new legislation, donor satisfaction, and public perception of mission effectiveness and relative importance. Collection of receivables and ongoing revenue generation is dependent, in part, upon the economic conditions of this area.

**NOTE 14 COMMITMENTS AND CONTINGENCIES**

The COVID-19 pandemic is having significant effects on global markets, supply chains, business, and communities. Specific to the Organization, COVID-19 may impact various parts of its fiscal year 2021 operations and financial results, including potential loss of revenue due to reductions in certain revenue streams. Management believes the Organization is taking appropriate actions to mitigate the negative impact. However, the full impact of COVID-19 is unknown and cannot be reasonably estimated as these events occurred during the year and are still developing subsequent to year-end.

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**NOTE 15 SUBSEQUENT EVENTS**

We have evaluated subsequent events through April 5, 2021, the date the financial statements were available to be issued.

On January 13, 2021, the Organization's PPP Loan was forgiven by the U.S. Small Business Administration. See Note 7 for additional discussion.