

CARLOS A ESPADA COLON
CERTIFIED PUBLIC ACCOUNTANT

**FUNDACION DE MUJERES EN
PUERTO RICO**
(A Puerto Rico not- for-profit Corporation)

Financial Statements
and
Independent Auditors Report

As of June 30, 2021

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**FUNDACION DE MUJERES
EN PUERTO RICO**
(A Puerto Rico not-for-profit Corporation)

Financial Statements
and
Independent Auditors Report

June 30, 2021

CONTENTS

Independent Auditor's report.....	4 -5
Financial statements:	
Statement of financial position.....	6
Statement of activities, expenses and changes in net assets	7
Statement of cash flows.	8
Statement of functional expenses.....	9
Notes to financial statements	10 -13

CARLOS A ESPADA COLON

CERTIFIED PUBLIC ACCOUNTANT

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors and members of:
FUNDACION DE MUJERES DE PUERTO RICO, INC.
San Juan, Puerto Rico

Report on the Financial Statements

We have audited the accompanying statement of financial position of **Fundación de Mujeres de Puerto Rico, Inc.** (a Puerto Rico not-for-profit Corporation), as of June 30, 2021, and the related statement of activities and change in net assets, statements of functional expenses and cash flows for the year then ended.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

INDEPENDENT AUDITOR'S REPORT

**FUNDACION DE MUJERES
DE PUERTO RICO, INC.**

June 30, 2021

Page 2 of 2

Opinion

In our opinion the financial statements referred to above present fairly, in all material respects, the financial positions of **Fundación de Mujeres de Puerto Rico, Inc.**, as of June 30, 2021, and the results of its operations and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

San Juan, Puerto Rico
August 18, 2022

License No. 2757

CARLOS A ESPADA COLON
CERTIFIED PUBLIC ACCOUNTANT

FUNDACION DE MUJERES EN PUERTO RICO, INC.

(A Puerto Rico not-for-profit Corporation)

Statement of Financial Position

As of June 30, 2021

ASSETS**ASSETS:**

Cash and cash equivalents	\$146,269
Grants and other receivables, net	20,000

TOTAL ASSETS	<u>\$ 166,269</u>
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LIABILITIES AND NET ASSETS**LIABILITIES:**

Accounts payable	\$ 5,666
Accrued expenses	<u>9,344</u>

TOTAL LIABILITIES	15,010
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NET ASSETS:

Without donor restrictions	136,500
With donor restrictions	<u>14,759</u>

TOTAL NET ASSETS	151,259
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TOTAL LIABILITIES AND NET ASSETS	<u>\$ 166,269</u>
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See accompanying notes to the financial statements and independent auditor's report.

FUNDACION DE MUJERES EN PUERTO RICO, INC.

(A Puerto Rico not-for-profit Corporation)

Statement of Activities and Changes in Net Assets

For the year ended June 30, 2021

	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUES:			
Donations	\$67,763		\$67,763
Sales	3,319		3,319
Grants		130,000	130,000
Interest Income	115		115
TOTAL SUPPORT AND REVENUES	71,197	130,000	201,197
FUNCTIONAL EXPENDITURES:			
<u>Program</u> Services:		(50,500)	(50,500)
<u>Supporting</u> Services:	(77,188)		(77,188)
TOTAL EXPENDITURES	(77,188)	(50,500)	(127,688)
INCREASE (DECREASE) IN NET ASSETS	(5,991)	79,500	73,509
NET ASSETS AT BEGINNING OF THE PERIOD	20,750	57,000	77,750
NET ASSETS AT ENDING OF THE PERIOD	\$ 14,759	\$ 136,500	\$ 151,259

See accompanying notes to the financial statements and independent auditor's report.

FUNDACION DE MUJERES EN PUERTO RICO, INC.

(A Puerto Rico not-for-profit Corporation)

Statement of Cash Flows

For the year ended June 30, 2021

CASH FLOW FROM OPERATING ACTIVITIES:

Excess of expenses over revenues	\$ 73,509
Adjustments to reconcile excess of revenues (expenses) to net cash flows from operating activities:	
DECREASE (INCREASE) IN ASSETS	
Grants and Other Receivables	3,750
INCREASE (DECREASE) IN LIABILITIES	
Accounts payable	4,931
Accrued expenses	(57,268)
Net cash provided by (used in) operating activities	<u>24,922</u>
 NET CHANGE IN CASH	 24,922
CASH, BEGINNING OF YEAR	<u>121,347</u>
CASH, END OF YEAR	<u>\$ 146,269</u>

See accompanying notes to the financial statements and independent auditor's report.

FUNDACION DE MUJERES EN PUERTO RICO, INC.

(A Puerto Rico not-for-profit Corporation)

Statement of Functional Expenses

For the year ended June 30, 2021

	Program Activities	General and Administrative	Total
EXPENDITURES:			
Accounting services	\$ -	\$ 6,200	\$ 6,200
Advertising	-	1,200	1,200
Bank services	-	365	365
Professional Services	-	63,347	63,347
Charitable contributions	50,500		50,500
Events	-	805	805
Office supplies	-	1,277	1,277
Stamps	-	146	146
Dues and subscriptions	-	2,100	2,100
Telecommunications	-	1,170	1,170
Miscellaneous	-	578	578
TOTAL EXPENDITURES	\$ 50,500	\$ 77,188	\$ 127,188

See accompanying notes to the financial statements and independent auditor's report.

FUNDACION DE MUJERES EN PUERTO RICO, INC.

(A Puerto Rico not-for-profit Corporation)

Notes to Financial Statements

As of June 30, 2021

Note 1-Organization and summary of significant accounting principles:

Organization:

The Fundación de Mujeres en Puerto Rico, founded by women in the Diaspora and in Puerto Rico, promotes social justice and supports the economic security, safety, health, reproductive autonomy and general empowerment of women, girls, and gender-fluid individuals in Puerto Rico. The core practices of the organization are the followings:

- Concentration of funding within the five key areas—economic security, safety, health, reproductive autonomy, and representation—that are most critical to the progress of women, girls and gender-fluid individuals.
- Prioritization of grant requests from the grass-root, women-led organizations that best represent and champion the views, the strengths, the needs and situations of those constituencies.
- Commitment to flexibility, responsiveness and impact: i.e. a willingness to go beyond funding service projects to support organizational capacity building, general operating budgets and efforts seeking systemic change.
- Promotion of participatory grant making i.e., to building and tapping the expertise and activism of a diverse range of stakeholders—from community leaders to academics to donors—when making grants decisions.

Basis of Accounting

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

Revenue Recognition

In recognizing general assistance, federal and state grant revenues, guidance is obtained from the legal and contractual requirements of the programs. Grants are only revocable for failure to comply with prescribed compliance requirements. These resources are recorded as revenues at time the award is approved and available.

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the Statement of Functional Expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

FUNDACION DE MUJERES EN PUERTO RICO, INC.

(A Puerto Rico not-for-profit Corporation)

Notes to financial statements-continued

June 30, 2021

Page 2

Note 1-Organization and summary of significant accounting principles (continued):

Concentration of credit risk

Financial instruments that potentially expose the Entity to concentration of credit risk consist principally of cash and accounts receivable.

The entity places its cash with recognized banking and credit institutions. At times, such balances may be in excess of FDIC insurance limits. As of June 30, 2021 the balance deposit per bank records does not exceed the insured limit. The Entity has not experienced any losses on such accounts.

Financial Statement Presentation

The financial statements have been prepared in accordance with Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") No. 958, *Not-for-Profit Entities*. Under this guidance, the entity is required to report information regarding its financial position and activities according to two classes of net assets: without donor restriction, and with donor restrictions.

Accordingly, the net assets of the entity and changes therein are classified and reported as follows:

Without Donor Restrictions - Those resources not subject to donor-imposed restrictions. The board of directors has discretionary control over these resources. Designated amounts represent those net assets that the board has set aside for a particular purpose. At June 30, 2021 there are no board designated amounts.

With Donor Restrictions - Those resources whose use by the entity has been limited by donors to a specific time period or purpose or those net assets that have been restricted by donors to be in perpetuity. At June 30, 2021, the entity does not have any net assets with donor's restrictions.

Revenues are reported as increases in net assets without donor's restriction unless the use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on assets and liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulation or by law.

FUNDACION DE MUJERES EN PUERTO RICO, INC.

(A Puerto Rico not-for-profit Corporation)

Notes to financial statements-continued

June 30, 2021

Page 3

Note 1-Organization and summary of significant accounting principles (continued):**Use of Estimates**

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

Income taxes

The Entity is exempt from Puerto Rico income taxes under section 1101.01 (a) (2) of the Puerto Rico Internal Revenue Code of 2011, as amended. Accordingly, no provision or liability for income taxes has been recorded.

Cash and Cash Equivalents

For the purpose of the statement of cash flows, The Fundación de Mujeres en Puerto Rico considers all highly liquid investments with maturity of three months or less to be cash equivalents.

FUNDACION DE MUJERES EN PUERTO RICO, INC.

(A Puerto Rico not-for-profit Corporation)

Notes to financial statements-continued

June 30, 2021

Page 4

Note 1-Organization and summary of significant accounting principles (continued):

Adoption of New Accounting Pronouncement

In August 2016, the Financial Accounting Standard Board ("FASB") issued Accounting Standard Update ("ASU") 2016-14, Not-for-Profit Entities (Topic 958), Presentation of Financial Statements of Not-for-Profit Entities. ASU 2016-14 changes certain financial statements requirements for not-for-profit ("NFP") entities within the scope of Accounting Standards Codification ("ASC") 958.

In accordance with ASU 2016.14, NFP's are no longer be required to distinguish between resources with temporary and permanent restrictions on the face of their financial statements, meaning they will present two classes of net assets instead of three. They are required to present expenses by their natural and functional classification and presents investment returns net of external and direct internal investment expenses. NFP's also are required to provide more information about their available resources and liquidity.

The Foundation adopted ASU 2016-14 during calendar year 2018. Certain prior year financial statement amounts have been reclassified to conform to the current year presentation. Unrestricted net assets is now being reported as net assets without donor restrictions. Temporarily restricted net assets and permanently restricted assets are now being reported together as net assets with donor restrictions. Expenses on the accompanying statement of activities are reported by natural classification and expenses by functional classification are included in grantmaking and other expenses and management and general.

Note 2 - Cash and Cash Equivalents:

Cash is held in separate checking accounts with Banco Popular de Puerto Rico. Two signatures are required for cash disbursements and all disbursements are made by checks.

Note 3 - Subsequent Events:

The Organization has evaluated subsequent events through August 18, 2021, which is the date the financial statements were available to be issued. Board of Directors and Management informed no subsequent events that may impair the entity's going concern, interrupts the services or represent a liability that needs to be accounted for or disclosed in these financial statements.

