

REACH BEYOND DOMESTIC VIOLENCE, INC.

FINANCIAL STATEMENTS

with

INDEPENDENT AUDITORS' REPORT

YEARS ENDED JUNE 30, 2025 AND 2024

Smith  Sullivan
& Brown PC

CERTIFIED PUBLIC ACCOUNTANTS

80 Flanders Road, Suite 302  Westborough, Massachusetts 01581

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REACH BEYOND DOMESTIC VIOLENCE, INC.

REPORT ON FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2025 AND 2024

Our Vision

Healthy and safe relationships for individuals and communities.

Mission Statement

REACH works with survivors of domestic violence to foster safety and support while engaging communities to promote healthy relationships.

Geographic Communities Served

(Listed cities and towns are considered the agency's primary service area - emergency and advocacy services are provided to all victims of domestic violence regardless of town of residence)

Acton
Arlington
Bedford
Belmont
Billerica
Boxborough
Brookline
Burlington
Carlisle

Concord
Dedham
Lexington
Lincoln
Littleton
Maynard
Needham
Newton
Reading

Sudbury
Waltham
Watertown
Wayland
Wellesley
Weston
Wilmington
Winchester
Woburn

REACH BEYOND DOMESTIC VIOLENCE, INC.

REPORT ON FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2025 AND 2024

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
REACH Beyond Domestic Violence, Inc.
Waltham, Massachusetts

Opinion

We have audited the accompanying financial statements of REACH Beyond Domestic Violence, Inc. (a Massachusetts nonprofit organization), which comprise the statements of financial position as of June 30, 2025 and 2024 and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of REACH Beyond Domestic Violence, Inc. as of June 30, 2025 and 2024, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America ("GAAS") and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of REACH Beyond Domestic Violence, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about REACH Beyond Domestic Violence, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

To the Board of Directors
REACH Beyond Domestic Violence, Inc.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of REACH Beyond Domestic Violence, Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about REACH Beyond Domestic Violence, Inc.'s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 27, 2025 on our consideration of REACH Beyond Domestic Violence, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of REACH Beyond Domestic Violence, Inc.'s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering REACH Beyond Domestic Violence, Inc.'s internal control over financial reporting and compliance.

Smith, Sullivan & Brown, PC

Westborough, Massachusetts
October 27, 2025

REACH BEYOND DOMESTIC VIOLENCE, INC.
STATEMENTS OF FINANCIAL POSITION
AS OF JUNE 30, 2025 AND 2024

ASSETS

	<u>2025</u>	<u>2024</u>
<u>CURRENT ASSETS:</u>		
Cash	\$ 281,098	\$ 484,605
Investments	424,702	-
Certificates of Deposit	-	409,907
Grants Receivable, Government Contracts and Grants	261,331	164,798
Contributions and Pledges Receivable	85,225	10,750
Accounts Receivable, Program Services	2,150	100
Prepaid Expenses	<u>54,516</u>	<u>54,143</u>
Total Current Assets	<u>1,109,022</u>	<u>1,124,303</u>
<u>PROPERTY AND EQUIPMENT, NET</u>	<u>1,572,007</u>	<u>1,629,569</u>
<u>NON-CURRENT ASSETS:</u>		
Contributions and Pledges Receivable	-	10,000
Intangible Assets	6,667	11,667
Operating Lease Right-of-Use Asset	1,277,825	1,440,261
Finance Lease Right-of-Use Asset	15,304	21,425
Security Deposits	<u>14,575</u>	<u>14,575</u>
Total Non-Current Assets	<u>1,314,371</u>	<u>1,497,928</u>
<u>TOTAL ASSETS</u>	<u>\$ 3,995,400</u>	<u>\$ 4,251,800</u>

LIABILITIES AND NET ASSETS

<u>CURRENT LIABILITIES:</u>		
Notes Payable, Current Portion	\$ 21,065	\$ 20,497
Accounts Payable	29,972	24,763
Accrued Payroll and Related Costs	157,946	146,850
Operating Lease Liability	167,177	162,437
Finance Lease Liability	<u>6,233</u>	<u>5,993</u>
Total Current Liabilities	<u>382,393</u>	<u>360,540</u>
<u>NON-CURRENT LIABILITIES:</u>		
Deferred Forgivable Debt	1,215,000	1,215,000
Long-Term Debt, Net of Current Portion	309,930	330,768
Operating Lease Liability, Net of Current Portion	1,110,648	1,277,824
Finance Lease Liability, Net of Current Portion	<u>9,822</u>	<u>16,055</u>
Total Non-Current Liabilities	<u>2,645,400</u>	<u>2,839,647</u>
<u>TOTAL LIABILITIES</u>	<u>3,027,793</u>	<u>3,200,187</u>
<u>NET ASSETS:</u>		
Net Assets Without Donor Restrictions:		
Undesignated	572,196	778,950
Board Designated Independence Fund	99,092	99,092
Board Designated Building Reserve	<u>85,000</u>	<u>85,000</u>
Total Net Assets Without Donor Restrictions	756,288	963,042
Net Assets With Donor Restrictions	<u>211,319</u>	<u>88,571</u>
Total Net Assets	<u>967,607</u>	<u>1,051,613</u>
<u>TOTAL LIABILITIES AND NET ASSETS</u>	<u>\$ 3,995,400</u>	<u>\$ 4,251,800</u>

REACH BEYOND DOMESTIC VIOLENCE, INC.
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

	2025			2024		
	<u>WITHOUT</u>	<u>WITH</u>	<u>TOTAL</u>	<u>WITHOUT</u>	<u>WITH</u>	<u>TOTAL</u>
	<u>DONOR</u>	<u>DONOR</u>		<u>DONOR</u>	<u>DONOR</u>	
<u>SUPPORT, REVENUES AND RECLASSIFICATIONS:</u>	<u>RESTRICTIONS</u>	<u>RESTRICTIONS</u>	<u>ACTIVITIES</u>	<u>RESTRICTIONS</u>	<u>RESTRICTIONS</u>	<u>ACTIVITIES</u>
<i>Support and Revenues:</i>						
Mass. Department of Public Health	\$ 1,359,625	\$ -	\$ 1,359,625	\$ 1,288,660	\$ -	\$ 1,288,660
Mass. Office for Victim Assistance Grant (VOCA)	290,377	-	290,377	290,377	-	290,377
FEMA Grant Award	18,500	-	18,500	21,654	-	21,654
Other Government Grants and Contracts	31,182	-	31,182	25,060	-	25,060
Private Gifts, Grants and Contributions	735,196	335,461	1,070,657	620,941	290,040	910,981
Proceeds from Special Events	307,543	-	307,543	488,801	32,500	521,301
Less: Cost of Direct Benefits to Donors	(174,948)	-	(174,948)	(152,226)	-	(152,226)
Donated Goods and Services	54,975	-	54,975	43,662	-	43,662
Miscellaneous and Other Program Service Revenue	6,976	-	6,976	7,429	-	7,429
Interest Income	12,536	-	12,536	14,909	-	14,909
Investment Return	4,090	-	4,090	-	-	-
<i>Reclassifications of Net Assets:</i>						
Satisfaction of Donor Restrictions	212,713	(212,713)	-	392,625	(392,625)	-
<u>TOTAL SUPPORT, REVENUES AND RECLASSIFICATIONS</u>	<u>2,858,765</u>	<u>122,748</u>	<u>2,981,513</u>	<u>3,041,892</u>	<u>(70,085)</u>	<u>2,971,807</u>
<u>EXPENSES:</u>						
<i>Program Services:</i>						
Shelter	795,666	-	795,666	903,634	-	903,634
Community Based	986,320	-	986,320	1,043,873	-	1,043,873
Prevention/Education	245,365	-	245,365	378,944	-	378,944
Total Program Services	2,027,351	-	2,027,351	2,326,451	-	2,326,451
<i>Supporting Services:</i>						
Administrative	555,920	-	555,920	206,284	-	206,284
Fund Raising	482,248	-	482,248	682,684	-	682,684
<u>TOTAL EXPENSES</u>	<u>3,065,519</u>	<u>-</u>	<u>3,065,519</u>	<u>3,215,419</u>	<u>-</u>	<u>3,215,419</u>
<u>CHANGE IN NET ASSETS</u>	<u>(206,754)</u>	<u>122,748</u>	<u>(84,006)</u>	<u>(173,527)</u>	<u>(70,085)</u>	<u>(243,612)</u>
<u>NET ASSETS - BEGINNING OF YEAR</u>	<u>963,042</u>	<u>88,571</u>	<u>1,051,613</u>	<u>1,136,569</u>	<u>158,656</u>	<u>1,295,225</u>
<u>NET ASSETS - END OF YEAR</u>	<u>\$ 756,288</u>	<u>\$ 211,319</u>	<u>\$ 967,607</u>	<u>\$ 963,042</u>	<u>\$ 88,571</u>	<u>\$ 1,051,613</u>

REACH BEYOND DOMESTIC VIOLENCE, INC.

STATEMENT OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED JUNE 30, 2025

(With Summarized Comparative Totals for 2024)

	<u>SHELTER</u>	<u>COMMUNITY BASED</u>	<u>PREVENTION/ EDUCATION</u>	<u>TOTAL PROGRAM SERVICES</u>	<u>ADMINI- STRATIVE</u>	<u>FUND RAISING</u>	<u>COST OF DIRECT BENEFIT TO DONORS</u>	<u>TOTAL FUNCTIONAL EXPENSES 2025</u>	<u>2024</u>
Salaries and Wages	\$ 486,978	\$ 540,578	\$ 126,496	\$ 1,154,052	\$ 240,938	\$ 315,125	\$ -	\$ 1,710,115	\$ 1,773,956
Payroll Taxes	46,323	59,807	12,215	118,345	30,929	28,532	-	177,806	168,280
Fringe Benefits	54,558	55,666	15,821	126,045	19,518	30,953	-	176,516	182,145
Staff/Volunteer Recruitment	2,652	1,250	33	3,935	828	41	-	4,804	11,903
Volunteer Services	6,038	38,450	7,862	52,350	975	1,650	-	54,975	43,662
Occupancy	78,076	109,386	40,447	227,909	37,974	49,984	-	315,867	306,069
Event Costs	-	-	-	-	-	-	174,948	174,948	152,226
Direct Client Assistance	14,714	74,034	-	88,748	-	-	-	88,748	113,222
Program Supplies and Activities	5,967	9,170	5,398	20,535	575	462	-	21,572	26,769
General Liability Insurance	9,192	9,812	4,474	23,478	2,027	4,105	-	29,610	12,816
Professional Fees	8,771	69,798	26,607	105,176	159,225	10,871	-	275,272	330,025
Telephone Expense	16,040	6,448	2,438	24,926	2,159	3,030	-	30,115	30,195
Office Supplies and Expenses	1,874	1,846	726	4,446	17,653	13,538	-	35,637	30,528
Printing, Copying and Design	-	-	-	-	174	4,052	-	4,226	14,512
Directors and Officers Liability Insurance	-	-	-	-	3,913	-	-	3,913	1,229
Meeting and Conferences/Training	256	1,302	-	1,558	4,894	534	-	6,986	7,304
Postage and Delivery	534	255	93	882	641	1,152	-	2,675	4,408
Dues, Fees and Subscriptions	4,349	4,213	1,631	10,193	2,614	2,039	-	14,846	17,139
Staff Travel	1,783	3,712	1,124	6,619	14,365	602	-	21,586	31,469
Payroll Processing	-	-	-	-	8,657	-	-	8,657	8,576
Small Equipment and Maintenance	-	593	-	593	-	-	-	593	1,226
Miscellaneous	-	-	-	-	1,739	419	-	2,158	-
Credit Card and Bank Fees	-	-	-	-	-	10,159	-	10,159	10,919
Depreciation and Amortization Expense	57,561	-	-	57,561	6,122	5,000	-	68,683	89,067
Total Functional Expenses	795,666	986,320	245,365	2,027,351	555,920	482,248	174,948	3,240,467	3,367,645
Cost of Direct Benefits to Donors	-	-	-	-	-	-	(174,948)	(174,948)	(152,226)
Expenses as Presented on the Statement of Activities	\$ 795,666	\$ 986,320	\$ 245,365	\$ 2,027,351	\$ 555,920	\$ 482,248	\$ -	\$ 3,065,519	\$ 3,215,419

REACH BEYOND DOMESTIC VIOLENCE, INC.

STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2024

		<u>SHELTER</u>	<u>COMMUNITY BASED</u>	<u>PREVENTION/ EDUCATION</u>	<u>TOTAL PROGRAM SERVICES</u>	<u>ADMINI- STRATIVE</u>	<u>FUND RAISING</u>	<u>COST OF DIRECT BENEFIT TO DONORS</u>	<u>TOTAL FUNCTIONAL EXPENSES</u>
Salaries and Wages	\$	536,065	\$ 547,887	\$ 230,752	\$ 1,314,704	\$ 16,304	\$ 442,948	\$ -	\$ 1,773,956
Payroll Taxes		46,572	48,044	20,181	114,797	15,180	38,303	-	168,280
Fringe Benefits		67,544	29,477	46,866	143,887	12,294	25,964	-	182,145
Staff/Volunteer Recruitment		4,274	3,072	-	7,346	626	3,931	-	11,903
Volunteer Services		3,275	35,537	4,325	43,137	-	525	-	43,662
Occupancy		67,889	111,906	47,612	227,407	14,363	64,299	-	306,069
Event Costs		-	-	-	-	-	-	152,226	152,226
Direct Client Assistance		22,158	91,064	-	113,222	-	-	-	113,222
Program Supplies and Activities		12,630	9,660	1,653	23,943	1,139	1,687	-	26,769
General Liability Insurance		5,364	3,952	1,471	10,787	-	2,029	-	12,816
Professional Fees		45,852	129,222	13,534	188,608	100,068	41,349	-	330,025
Telephone Expense		15,390	6,676	2,775	24,841	1,158	4,196	-	30,195
Office Supplies and Expenses		2,372	2,667	1,018	6,057	10,560	13,911	-	30,528
Printing, Copying and Design		473	523	1,615	2,611	118	11,783	-	14,512
Directors and Officers Liability Insurance		-	-	-	-	1,229	-	-	1,229
Meeting and Conferences/Training		1,648	1,229	273	3,150	3,497	657	-	7,304
Postage and Delivery		686	472	299	1,457	326	2,625	-	4,408
Dues, Fees and Subscriptions		3,872	4,361	1,659	9,892	2,136	5,111	-	17,139
Staff Travel		4,203	8,245	1,131	13,579	16,102	1,788	-	31,469
Payroll Processing		-	-	-	-	8,576	-	-	8,576
Small Equipment and Maintenance		-	583	206	789	177	260	-	1,226
Credit Card and Bank Fees		-	-	-	-	-	10,919	-	10,919
Depreciation and Amortization Expense		63,367	9,296	3,574	76,237	2,431	10,399	-	89,067
Total Functional Expenses		903,634	1,043,873	378,944	2,326,451	206,284	682,684	152,226	3,367,645
Cost of Direct Benefits to Donors		-	-	-	-	-	-	(152,226)	(152,226)
Expenses as Presented on the Statement of Activities	\$	903,634	\$ 1,043,873	\$ 378,944	\$ 2,326,451	\$ 206,284	\$ 682,684	\$ -	\$ 3,215,419

REACH BEYOND DOMESTIC VIOLENCE, INC.

STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
<u>CASH FLOWS FROM OPERATING ACTIVITIES:</u>		
Change in Net Assets	\$ (84,006)	\$ (243,612)
<i>Adjustments to Reconcile the Above to Net Cash Used by Operating Activities:</i>		
Depreciation and Amortization Expense	68,683	89,067
Investment Return	(4,090)	-
Interest Income	-	(9,907)
<i>(Increase) Decrease in Current Assets:</i>		
Grants Receivable, Government Contracts and Grants	(96,533)	198,392
Contributions and Pledges Receivable	(74,475)	(10,750)
Accounts Receivable, Program Services	(2,050)	400
Prepaid Expenses	(373)	15,101
<i>Increase (Decrease) in Current Liabilities:</i>		
Accounts Payable	5,209	(7,396)
Accrued Payroll and Related Costs	11,096	(11,393)
Conditional Grant Advance	-	(41,045)
Operating Lease Liability	4,740	4,606
<i>(Increase) Decrease in Non-Current Assets:</i>		
Contributions and Pledges Receivable	10,000	(10,000)
Operating Right-of-Use Asset	162,436	157,831
<i>Increase (Decrease) in Non-Current Liabilities:</i>		
Operating Lease Liability, Net of Current Portion	<u>(167,176)</u>	<u>(162,437)</u>
Net Adjustment	<u>(82,533)</u>	<u>212,469</u>
<u>NET CASH USED BY OPERATING ACTIVITIES</u>	<u>(166,539)</u>	<u>(31,143)</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES:</u>		
Purchases of Certificates of Deposit	-	(400,000)
Redemption of Certificates of Deposit	409,907	-
Purchases of Investments	<u>(420,612)</u>	<u>-</u>
Net Cash Flows From Investing Activities	<u>(10,705)</u>	<u>(400,000)</u>
<u>CASH FLOWS FROM FINANCING ACTIVITIES:</u>		
Principal Reduction on Long-Term Debt	(20,270)	(19,427)
Principal Payments on Finance Lease	<u>(5,993)</u>	<u>(5,762)</u>
Net Cash Flows From Financing Activities	<u>(26,263)</u>	<u>(25,189)</u>
<u>NET DECREASE IN CASH BALANCES</u>	<u>(203,507)</u>	<u>(456,332)</u>
<u>CASH BALANCES - BEGINNING OF YEAR</u>	<u>484,605</u>	<u>940,937</u>
<u>CASH BALANCES - END OF YEAR</u>	<u>\$ 281,098</u>	<u>\$ 484,605</u>
<i>Supplemental Disclosures:</i>		
Interest Paid	<u>\$ 13,873</u>	<u>\$ 14,716</u>

REACH BEYOND DOMESTIC VIOLENCE, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 AND 2024

NOTE 1 ORGANIZATION

REACH Beyond Domestic Violence, Inc. (“REACH” or the “Organization”) was incorporated in April 1981 under the provisions of Massachusetts General Laws Chapter 180 and qualifies as a tax-exempt nonprofit corporation under Section 501(c)(3) of the Internal Revenue Code (“IRC”). REACH has been classified as an organization which is not a private foundation under IRC Section 509(a); accordingly, contributions made to this Organization qualify for the maximum charitable deduction for federal income tax purposes.

In 2007, the Board of Directors established a limited liability company (“LLC”) on behalf of REACH. The LLC was created to acquire the facility purchased during 2007 and was converted to a nominee trust during 2012. For the years presented, there were no financial transactions between REACH and the nominee trust, and all activities reported in the accompanying financial statements represent the activities of REACH. The Trust exists to preserve the confidential nature and location of the shelter.

NOTE 2 PROGRAM SERVICES

REACH Beyond Domestic Violence, Inc. is a nonprofit organization committed to creating healthy communities by ending domestic violence. REACH is an action and an acronym which stands for Refuge, Education, Advocacy, and Change.

Our Vision: Healthy and safe relationships for individuals and communities

Our Mission: REACH works with survivors of domestic violence to foster safety and support while engaging communities to promote healthy relationships.

Our Values:

We are all in this together. We do our work as part of a larger movement. We are collaborative, supporting one another in task and spirit.

We care for ourselves and one another. We recognize that survivors, staff, and volunteers are more than the trauma they have experienced, or the job functions they perform. Wellbeing stems from feeling grounded in our lives and work.

How we do our work matters. The respectful, equitable relationships we work for in the world have to start with us. We practice kindness and respect, and we commit to being present for survivors, colleagues, and our communities.

We believe change is possible. We work with communities and individuals to change social norms and systems of oppression in order to prevent and ultimately end domestic violence.

REACH provides direct services to domestic violence survivors and their children through the following intervention, prevention, and advocacy programs. REACH works with government and private agencies on behalf of abuse survivors, educates the community as to the seriousness and extent of domestic violence, and works in partnership with others to prevent domestic and dating violence.

REACH BEYOND DOMESTIC VIOLENCE, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 AND 2024

(Continued)

NOTE 2 *(Continued)*

Intervention

We believe that survivors are the experts about their own lives, so we listen carefully, believe unreservedly, and extend compassion and practical help in equal measure. Through empathy, kindness, and unstinting education, we at REACH Beyond Domestic Violence work toward our vision of healthy and safe relationships for individuals and communities.

Residential Program - REACH's emergency shelter is a place where survivors can feel safe and recover from abuse. We provide a secure, confidential location where individuals and families can regroup, obtain the physical and psychological services they need, and join a community that supports and encourages them.

While the majority of our 45 - 50 annual guests are women (often with their children), we serve all survivors, regardless of gender, gender identity, or sexual orientation. Our eight-family shelter was one of the first to welcome male survivors of domestic violence, parents with teenage sons, and LGBTQ/T survivors, all of whom may still have difficulty finding placement in more traditional programs. Shelter guests come to us from all over Massachusetts and occasionally beyond. Shelter services are provided free of charge to participants.

We do not place a time limit on how long guests may stay at the shelter because recovering from trauma is an ongoing process and each person's emotional, familial, and financial situation is different. Also, affordable housing or even transitional living programs can be incredibly difficult to find. Currently, the average length of stay is approximately eight months.

Hotline - REACH provides a 24-hour, toll-free hotline, answered by staff and volunteers every day of the year. The hotline is a resource for anyone experiencing abuse in a relationship or who knows someone in an abusive relationship. Through the hotline, survivors receive support concerning both physical and emotional abuse, education, advocacy, and resource information. The hotline is often a first step for survivors of domestic violence to regain control over their lives.

Support Groups - The agency offers ongoing support groups in English and Spanish. The groups are a structured way for survivors to know that they are not alone, and to gain a greater understanding of domestic abuse and its physical and emotional impact.

Children's Program - REACH supports the healing process of children in the shelter and in the community through discussion, play, and art therapy with our Director of Children, Families, and Group Services. The individual counseling and group sessions help children to process what has occurred in their lives and understand that violence was not their fault. REACH works with each child to explore and voice their fears, concerns, and feelings of guilt, shame, and anger.

Advocacy

Individual Support and Advocacy - Not everyone is in a position to leave their home and go to a shelter. Our community-based advocacy program helps survivors who remain in the community, often with their abuser, achieve greater stability, social connectedness, and access to the resources they need to keep themselves and their children safe while working toward their goals.

REACH BEYOND DOMESTIC VIOLENCE, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 AND 2024

(Continued)

NOTE 2 *(Continued)*

REACH’s approach is relational, trauma-informed, and strengths-based. This means that we build trusting connections with survivors and become a presence in their lives. We are aware of and sensitive to the physical and psychological impact of trauma, and we see each survivor as a whole person, drawing on all of their emotional assets rather than seeing them solely as a victim of domestic violence. Our advocates - both in shelter and in our community-based program - develop safety plans, help survivors obtain benefits that will allow them to live more independently, and drive them to medical and school appointments. We help survivors search for jobs and find new homes (and often collect donations of furniture and supplies to get them set up). Advocates spend a lot of time in court because program participants often need someone to stand with them as they face a judge and their abuser at divorce, custody, or restraining order hearings. Because of our office location in Waltham, which has a large and growing immigrant population, many of the people who come to REACH need help sorting out issues pertaining to their immigration status in addition to other needs around safety, mental health, and/or economic stability.

Legal Advocacy - REACH provides legal support through court accompaniment for survivors and we utilize partnerships with local law schools and legal services organizations to connect survivors to attorneys. Through private grant funding, REACH has partnered with The Second Step to add an attorney to their Steps to Justice program who provides legal services to survivors working with REACH.

REACH partners with Greater Boston Legal Services to offer the “Latinas Know Your Rights” project. Initiated as a 13-week training program for Latina women in the Waltham community, the program is now a forum for community activism where survivors engage in advocacy on the legislative level as well as other leadership activities within their community.

Prevention/Education

REACH’s long-term vision is a world without domestic violence. The way to get there is through changing social norms, attitudes and behaviors. Using an innovative combination of youth work and community outreach and mobilization, REACH’s prevention program is at the forefront of this critical educational effort. We prefer not to deliver one-off workshops at a company, school, or faith community (though we will do so as needed). Rather, REACH enters into dialog with those around us. We not only raise awareness, we seek to strengthen connections and involve community members in identifying ways to change social norms to prevent domestic violence.

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting:

The financial statements of REACH Beyond Domestic Violence, Inc. have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles (“GAAP”).

Estimates:

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates; however, adherence to GAAP, has in management’s opinion, resulted in reliable and consistent financial reporting by the Organization.

REACH BEYOND DOMESTIC VIOLENCE, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 AND 2024

(Continued)

NOTE 3 (Continued)

Fair Value of Financial Instruments:

The Organization reports its fair value measures by using a three-level hierarchy that prioritizes the inputs used to measure fair value. This hierarchy, established by generally accepted accounting principles, requires that entities maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The three levels of inputs used to measure fair value are as follows:

- Level 1 - Quoted prices for identical assets or liabilities in active markets to which the Organization has access at the measurement date.
- Level 2 - Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly. Level 2 inputs include quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets in markets that are not active; observable inputs other than quoted prices for the asset or liability (for example, interest rate and yield curves); and inputs derived principally from, or corroborated by, observable market data by correlation or by other means.
- Level 3 - Unobservable inputs for the asset or liability. Unobservable inputs should be used to measure the fair value to the extent that observable inputs are not available.

The primary use of fair value measures in the Organization's financial statements are the recurring measurement of its investments.

Financial Statement Presentation:

The Organization reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions. These classifications are related to the existence or absence of donor-imposed restrictions as defined below.

Net Assets Without Donor Restrictions - Net assets without donor restrictions are resources available to support operations and not subject to donor restrictions. In addition, net assets within this classification include funds which represent resources designated by the Board of Directors for specific purposes.

Net Assets With Donor Restrictions - Some restrictions are temporary in nature, such as those that are restricted by a donor for use for a particular purpose or in a particular future period. Other restrictions may be perpetual in nature; such as those that are restricted by a donor that the resources be maintained in perpetuity. As of June 30, 2025 and 2024, the Organization has no net assets that are required to be maintained in perpetuity. The Organization's unspent contributions are reported in net assets with donor restrictions if the donor limited their use, as are promised contributions that are not yet due. Contributions of property and equipment or cash restricted to acquisition of property and equipment are reported as net assets with donor restrictions if the donor has restricted the use of the property or equipment to a particular program. These restrictions expire when the assets are placed in service.

REACH BEYOND DOMESTIC VIOLENCE, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 AND 2024

(Continued)

NOTE 3 *(Continued)*

Certificates of Deposit:

As of June 30, 2024, REACH held two certificates of deposit, each with an initial deposit of \$200,000, with seven- and twelve-month terms, bearing interest at 5% and matured during FY 2025. Certificates of deposit are carried at cost plus accrued interest in the accompanying Statements of Financial Position and are presented as current or non-current in accordance with the underlying intentions. Upon maturity, the certificates were transferred to an investment portfolio.

Investments:

REACH maintains a professionally managed investment portfolio which includes cash and United States treasury notes that are reported at fair value. Investment purchases are recorded at cost, or if donated at fair value on the date of donation. Thereafter, investments are reported at their fair values in the Statements of Financial Position. Net investment return is reported in the Statements of Activities and consists of interest and dividend income, realized and unrealized capital gains and losses, less external and direct internal investment expenses. Cash held in brokerage accounts is reported as investments for purposes of these financial statements. Investments are classified as either short-term or long-term depending on the underlying intention.

Grants Receivable, Government Contracts and Grants:

Grants Receivable, Government Contracts and Grants represents amounts which are primarily due from government funded program service agreements, which are administered on a unit-rate basis and on a cost-reimbursement basis. The Organization records amounts due under government contracts and grants at net realizable value, as all outstanding amounts are due within one year. Management periodically reviews specific grants, commitments and agreements to determine if any balances are uncollectible. Management believes that, given the contractual nature of these agreements and the funding sources, these amounts are fully collectible, and therefore, no allowance for doubtful amounts has been established. For the years presented, REACH reported no losses from uncollectible government contracts and grants receivable.

Contributions and Pledges Receivable:

Contributions and Pledges Receivable represents amounts due from individual donors or foundations which are classified as current and recorded at their net realizable value if they are scheduled for receipt within one year, and non-current when the expected date of receipt exceeds one year. Promises to give with expected payment dates that extend beyond one year are discounted to their present value when such amounts are considered material. As of June 30, 2024, non-current contributions and pledges receivable are due in FY 2026. Management periodically reviews specific grants, commitments and agreements to determine if any balances are uncollectible. *Contributions and Pledges Receivable* are comprised of commitments due from major donors, foundations and individuals with whom REACH has an ongoing relationship. Management believes that these amounts are fully collectible, and therefore, no allowance for doubtful amounts has been established. For the years presented, the Organization reported no losses from uncollectible contributions and pledges receivable.

REACH BEYOND DOMESTIC VIOLENCE, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 AND 2024

(Continued)

NOTE 3 *(Continued)*

Property and Equipment:

Property, equipment, furnishings and improvement purchases in excess of \$2,500 are capitalized at cost, if purchased, or if donated, at fair value at the date of receipt. Expenditures for maintenance, repairs and renewals are charged to expense as incurred, whereas, major betterments are capitalized as additions to property and equipment. Costs for repairs to maintain the building in compliance with local building codes are expensed when incurred. Depreciation of property and equipment is computed using the straight-line method, and is charged to activities over the following estimated useful lives of the assets, as expressed in terms of years.

<u>Property Type</u>	<u>Estimated Life</u>
Land	-
Buildings and Renovations	40
Furniture and Equipment	5 - 10

The Organization reviews its investment in real estate for impairment whenever events or changes in circumstances indicate that the carrying value may not be recoverable. Recoverability is measured by a comparison of the carrying amount of the real estate to the estimated proceeds from the eventual disposition of the real estate. If the real estate is considered to be impaired, the impairment to be recognized is measured at the amount by which the carrying amount of the real estate exceeds the fair value of the property. There were no impairment losses recognized in the years presented.

Leases:

REACH is the lessee of space and equipment under operating and finance leases. The Organization determines if an arrangement is a lease at inception. Operating and finance leases are included in right-of-use (“ROU”) assets, operating lease liabilities, and finance lease liabilities in the Statements of Financial Position. ROU assets represent the right to use an underlying asset for the lease term and lease liabilities represent the obligation to make lease payments arising from the lease. Operating and finance lease ROU assets and liabilities are recognized at the lease commencement date based on the present value of lease payments over the lease term. As most of the leases do not provide an implicit rate, the Organization has elected to use a risk-free rate since the rate inherent in the lease is unknown. The Organization has also elected the practical expedient to not separate lease and non-lease components for its leases.

The operating lease ROU asset includes any lease payments made and excludes lease incentives. The lease terms may include options to extend or terminate the lease when it is reasonably certain that the Organization will exercise that option. Lease expense for lease payments is recognized on a straight-line basis over the lease term.

The Organization has elected the short-term lease exemption for all leases with a term of twelve months or less for both existing and ongoing operating leases to not recognize the asset and liability for these leases. Lease payments for short-term leases are recognized on a straight-line basis.

REACH BEYOND DOMESTIC VIOLENCE, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 AND 2024

(Continued)

NOTE 3 (Continued)

Intangible Assets:

The Organization amortizes intangible assets on a straight-line basis over their estimated useful lives. *Intangible Assets* are presented net of accumulated amortization in the Statements of Financial Position. As of June 30, 2025 and 2024, respectively, *Intangible Assets* consist of \$25,000 in original costs related to the Organization's website development and design which are amortized over a five-year useful life. Intangible assets are presented net of accumulated amortization of \$18,333 and \$13,333 as of June 30, 2025 and 2024, respectively. Amortization expense was \$5,000 for each of the years presented. Management expects the future amortization expense to be as follows:

<u>Year Ended</u>	<u>Amount</u>
June 30, 2026	\$5,000
June 30, 2027	<u>1,667</u>
Total	<u>\$6,667</u>

Revenue Recognition:

Private Gifts, Grants and Contributions: The Organization is the beneficiary of contributions in the form of grants from other organizations, donations of cash and financial assets from individuals and contributions of nonfinancial assets. Contributions, including promises to give, without donor conditions are recognized as revenue at their estimated fair value at the date of donation and classified as either with or without donor restrictions depending on the donor's stipulations or lack thereof. Unconditional, multi-year commitments are recognized in the year during which the initial commitment is made at the amount that the organization reasonably expects to collect. Contributions to be received after one year are discounted at an appropriate discount rate commensurate with the risk involved when such amounts are considered material.

Support that is restricted by the donor is reported as an increase in net assets with donor restrictions until the restrictions are met, at which time the net assets are reclassified to net assets without donor restrictions.

Conditional donations are those that have a measurable performance or other barrier and include a right of return of the assets or right of release of the donor from further obligation if the conditions are not met. Conditional donations are not recognized until the associated barriers are met. Any cash received before the conditions or barriers are met is reported as a refundable advance, a liability within the Statements of Financial Position. When the conditions are met the revenue is reported as contributions without restrictions unless there are further restrictions over and above those associated with the donor conditions.

Government Grants and Contracts: REACH is the recipient of various federal, state and local government funded service contracts and grants. These contracts are primarily administered on a unit-of-service or cost-reimbursement basis. REACH's government contracts are considered conditional grant funding which is recognized as revenue when the units of services are delivered or allowable expenditures have been incurred, which is the point where the conditions are considered to have been met. These service contracts are subject to an annual renewal process and future funding is not guaranteed.

REACH BEYOND DOMESTIC VIOLENCE, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 AND 2024

(Continued)

NOTE 3 *(Continued)*

As more fully described in Note 8, a significant portion of REACH’s revenue for providing shelter and community services is derived from unit-rate contracts established by the Commonwealth of Massachusetts Department of Public Health (“DPH”). In addition, the Organization receives funding through cost-reimbursable grants through the Massachusetts Office for Victim Assistance (“MOVA”), the City of Newton, and the Federal Emergency Management Agency (“FEMA”). These grants are conditional upon certain performance requirements and the incurrence of allowable qualifying expenses.

Special Events: Special events revenue is comprised of an exchange element based upon the direct benefits donors receive and a contribution element for the difference. REACH recognizes special events revenue equal to the fair value of direct benefits to donors when the special event takes place. The Organization recognizes the contribution element of special event revenue immediately, unless there is a right of return if the special event does not take place.

Program Service Revenue: REACH also periodically receives program revenue for providing domestic violence education trainings to local area cities, towns, schools and police departments. The revenue derived from these customers is recognized at the point in time when the services are delivered.

Donated Goods and Services: Contributed nonfinancial assets include donated professional services, donated goods, and other in-kind contributions which are recorded at the respective fair values of the goods or services received (*See Note 10*). The Organization does not sell donated gifts-in-kind. In addition to contributed nonfinancial assets, volunteers contribute significant amounts of time to program services, administration, and fundraising and development activities; however, the financial statements do not reflect the value of these contributed services because they do not meet recognition criteria prescribed by generally accepted accounting principles.

Functional Expenses:

The Organization allocates its expenses on a functional basis among its various programs and support services. Expenses that are common to several functions are allocated by the Organization’s cost allocation plan. In the accompanying Statements of Functional Expenses, *Salaries and Wages, Payroll Taxes, Fringe Benefits, Occupancy and Depreciation and Amortization Expense* related to the administrative offices are all allocated based on estimates of time and effort, whereas *Occupancy and Depreciation and Amortization Expense* related to the shelter facility are allocated based on usage and square footage estimates. Supporting services are those related to operating and managing the Organization and its programs on a day-to-day basis. Supporting services have been sub-classified as follows:

Administrative - includes all activities related to REACH’s internal management and accounting for program services.

Fund Raising - includes all activities related to maintaining contributor information, writing grant proposals, direct mail solicitation, distribution of materials and other similar projects related to the procurement of funds for REACH’s programs.

Cost of Direct Benefit to Donors - includes direct costs of special fundraising events and are presented separately in the Statements of Functional Expenses and are also presented net of event proceeds in the accompanying Statements of Activities.

REACH BEYOND DOMESTIC VIOLENCE, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 AND 2024

(Continued)

NOTE 4 INVESTMENTS

As of June 30, 2025, investments consisted of the following components:

<u>Investment Type</u>	<u>Total</u>	<u>Significant Other Observable Inputs (Level 2)</u>
Cash (at cost)	\$ 4,685	\$ -
United States Treasury Notes	<u>420,017</u>	<u>420,017</u>
Total	<u>\$424,702</u>	<u>\$420,017</u>

The Organization uses the following way to determine the fair value of investments:

United States Treasury Notes: Valued at the market quotations provided by brokers and dealers who used quotations for similar securities in active markets, which represents a market approach.

NOTE 5 PROPERTY AND EQUIPMENT

The following is a summary of the Organization's property and equipment as of June 30, 2025 and 2024:

	<u>2025</u>	<u>2024</u>
<i>Shelter:</i>		
Land	\$ 215,450	\$ 215,450
Buildings and Renovations	2,207,096	2,207,096
Furnishings and Fixtures	69,958	69,958
Computers	46,882	46,882
<i>Outreach Office:</i>		
Office Equipment and Furniture	137,356	137,356
Leasehold Improvements	<u>297,127</u>	<u>297,127</u>
Subtotal	2,973,869	2,973,869
Less: Accumulated Depreciation	<u>(1,401,862)</u>	<u>(1,344,300)</u>
Property and Equipment, Net	<u>\$ 1,572,007</u>	<u>\$ 1,629,569</u>

Depreciation Expense for the years ended June 30, 2025 and 2024 was \$57,562 and \$77,946, respectively.

NOTE 6 DEBT

Rockland Trust Company:

On October 2, 2007, in connection with the purchase of a new shelter facility, the Organization secured a mortgage in the amount of \$556,000 from Rockland Trust Company (the "Bank"). In May 2021, a loan modification agreement was signed which set the rate at 4% through May 26, 2026, at which time the rate will increase and shall accrue at an annual fixed rate of 7% while keeping the term at 30 years. As of June 30, 2025 and 2024, the outstanding balance was \$330,995 and \$351,265, respectively. The note is secured by the property and a first priority security interest in all fixed assets associated with the real estate.

REACH BEYOND DOMESTIC VIOLENCE, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 AND 2024

(Continued)

NOTE 6 (Continued)

As of June 30, 2025, the current principal portion of the mortgage note was \$21,065 and the principal maturities for the following five-year period are as follows:

<u>Year Ending</u>	<u>Amount</u>
June 30, 2027	\$ 18,782
June 30, 2028	20,140
June 30, 2029	21,596
June 30, 2030	23,157
June 30, 2031	24,831
Thereafter	<u>201,424</u>
Total	<u>\$309,930</u>

Executive Office of Housing and Livable Communities (“EOHLC”):

Housing Innovations Fund (“HIF”) - On June 30, 2009, REACH received a permanent mortgage in the amount of \$800,000 under the Housing Innovations Fund program, as funded by the EOHLC (formerly known as the Massachusetts Department of Housing and Community Development) and administered by the Community Economic Development Assistance Corporation (“CEDAC”). The terms of the note stipulate a 30-year term with a maturity date of June 30, 2039. The note is non-interest bearing and does not require periodic payments. However, within 45 days after the end of each fiscal year, REACH shall pay CEDAC the amount by which Gross Cash Receipts, for the fiscal year, exceed 105% of the Gross Cash Expenditures, as defined in the debt instrument. The property is not used for revenue generating activities and program participants do not pay rent; therefore, there is no excess cash flow and none is expected in the future. As of June 30, 2025 and 2024, the outstanding balance amounted to \$800,000.

Housing Stabilization Fund (“HSF”) - On June 30, 2009, REACH received a permanent mortgage in the amount of \$400,000 under the Housing Stabilization Fund, also funded by the EOHLC and administered by CEDAC. The terms of the note stipulate a 50-year term with a maturity date of June 30, 2059. The loan is non-interest bearing and is due at the maturity date in one lump sum.

CEDAC has the option to extend the above notes for additional 10-year terms, provided that the project remains in compliance with affordable housing regulations. The above funding requires that the facility will consist of eight units of affordable family housing for victims of domestic violence. The eight affordable family units will be subject to HIF affordable housing regulations. Of these eight units, six units will be reserved for residents with incomes equal to or less than 30% of area median income and two units will be reserved for residents with incomes equal to or less than 50% of area median income. The notes payable to EOHLC are secured by a shared second priority security interest in the underlying real estate.

Each of the obligations imposes a restriction on the use of the facilities. The primary purpose of these restrictions are to assure the lenders and funders that the premises will be retained as affordable housing for the long-term occupancy and use by low and very low-income families. Noncompliance with the affordable housing provisions of the various debt instruments may result in default.

REACH BEYOND DOMESTIC VIOLENCE, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 AND 2024

(Continued)

NOTE 6 (Continued)

City of Waltham:

The City of Waltham, through its Department of Planning and Development, loaned \$15,000 for de-leading the facility. The note, dated July 21, 2009, is secured by a third priority interest in the underlying real estate. This is an interest-free loan with no required payments. The note would become payable in full upon the sale or refinancing of the property. This note also imposes a deed restriction pursuant to affordable housing regulations.

The mortgages held by EOHLC and the City of Waltham have been reported as *Deferred Forgivable Debt* in the accompanying Statements of Financial Position. These obligations have deferred payment of interest and principal unless and until certain trigger events occur. The underlying properties are subject to heavy regulation, deed restrictions and the debts are not transferable on an open market. Management has concluded that the carrying value reflects the fair value of the debt instruments and, therefore, the Organization has not discounted the notes to reflect imputed interest.

NOTE 7 DESIGNATIONS AND RESTRICTIONS OF NET ASSETS

Net Assets Without Donor Restrictions:

As of June 30, 2025 and 2024, net assets without donor restrictions were designated by the Board of Directors for the following purposes:

<u>Nature and Type of Designation</u>	<u>Amount</u>
Board Designated Independence Fund	\$ 99,092
Board Designated Building Reserve	<u>85,000</u>
Total	<u>\$184,092</u>

Net Assets With Donor Restrictions:

As of June 30, 2025 and 2024, net assets with donor restrictions reflects donations restricted for the following donor-specified purposes:

<u>Nature and Type of Restriction</u>	<u>2025</u>	<u>2024</u>
Community Based Program	\$ 58,755	\$54,462
Shelter and Safe Home Program	38,056	1,500
Education and Prevention Program	30,000	250
Children's Program	4,924	-
GLBTQ Domestic Violence	12,359	12,359
Time Restricted	<u>67,225</u>	<u>20,000</u>
Total	<u>\$211,319</u>	<u>\$88,571</u>

REACH BEYOND DOMESTIC VIOLENCE, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 AND 2024

(Continued)

NOTE 7 (Continued)

For the years presented, net assets were released from restriction for the following programs and purposes:

<u>Nature and Type of Restriction</u>	<u>2025</u>	<u>2024</u>
Community Based Program	\$131,137	\$311,623
Shelter and Safe Home Program	24,500	49,700
Education and Prevention Program	33,250	17,850
Children's Program	13,076	-
Energy Assistance	-	8,500
Time Restricted	<u>10,750</u>	<u>4,952</u>
Total	<u>\$212,713</u>	<u>\$392,625</u>

NOTE 8 COMMITMENTS

Commonwealth of Massachusetts - Department of Public Health ("DPH"):

During each of the years presented, REACH has contracted with DPH in purchase-of-service arrangements under domestic violence programs for Community Based Services and Emergency Shelter programs. For the years ended June 30, 2025 and 2024, revenues from all DPH contracts amounted to \$1,359,625 and \$1,288,660, respectively, which represents approximately 45% and 43% of total support and revenues for each respective year. As of June 30, 2025 and 2024, the Organization was owed \$180,712 and \$115,655, respectively, on its DPH grants, which is included in *Grants Receivable, Government Contracts and Grants* in the Statements of Financial Position. These amounts represent approximately 52% and 62% of total receivables for the years ended June 30, 2025 and 2024, respectively.

Massachusetts Office for Victim Assistance ("MOVA"):

During each of the years presented, REACH was the recipient of grants from the Massachusetts Office for Victim Assistance Victim & Witness Assistance Board. Grants received during the years presented were sub-awards of federal funding through the Federal Victims of Crime Act ("VOCA"). The total awards under these grant agreements were \$290,377 for each of the years presented. The grants are administered on a cost-reimbursement basis and renew annually. VOCA funding was received in each of the years presented to fund REACH's Bilingual Advocacy Program and covers personnel costs and other direct program costs under the essential services for domestic violence program. Amounts owed to the Organization as of June 30, 2025 and 2024 amounted to \$74,357 and \$49,143, which is included in *Grants Receivable, Government Contracts and Grants* in the Statements of Financial Position, which represents 21% and 26% of total receivables, respectively.

Cities and Towns:

In addition to the above contracts, REACH receives annual funding from the City of Newton in the form of Emergency Shelter Grants and Community Development Block Grants, which are funded by the United States Department of Housing and Urban Development. The Organization received funding from the City of Newton Housing and Community Development under the Emergency Solutions Grant program totaling \$31,182 and \$25,060, for the years ended June 30, 2025 and 2024, respectively.

REACH BEYOND DOMESTIC VIOLENCE, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 AND 2024

(Continued)

NOTE 9 FUND RAISING ACTIVITIES

REACH hosts an annual gala, *Reach for the Stars*, which is a major fund raising event. The following table summarizes the event for the years presented:

	<u>2025</u>	<u>2024</u>
Gross Event Ticket Sales	\$ 6,050	\$ 17,083
Contributions and Sponsorships Received	<u>301,493</u>	<u>504,218</u>
Total Proceeds	307,543	521,301
Less: Direct Event Costs	<u>(174,948)</u>	<u>(152,226)</u>
Net Event Proceeds	<u>\$ 132,595</u>	<u>\$ 369,075</u>

NOTE 10 DONATED GOODS AND SERVICES

A summary of donated goods and services for the years presented is summarized below:

<u>Description</u>	<u>2025</u>	<u>2024</u>
Volunteer Services	<u>\$54,975</u>	<u>\$43,662</u>

The Organization's volunteer services include individuals trained specifically for the services provided. Volunteer services are used for programmatic purposes and range from reception to online chat to childcare to court advocacy. The hourly rate is the widely used rate for similar volunteers based on independent sources such as independent sector.org.

NOTE 11 LEASE COMMITMENTS

Finance Leases:

The Organization leases copier equipment under a finance lease that expires December 31, 2027.

For the years presented, the finance lease cost and other information related to the Organization's copier lease is as follows:

	<u>2025</u>	<u>2024</u>
Financing Lease Expense:		
Amortization of ROU Assets	\$6,121	\$6,121
Interest on Lease Liabilities	<u>739</u>	<u>970</u>
Total Finance Lease Cost	<u>\$6,860</u>	<u>\$7,091</u>
Other Finance Lease Information:		
Cash Paid for Amounts Included in the Measurement of Lease Liabilities		
Operating Cash Flows from Finance Lease (Interest)	\$ 759	\$ 989
Financing Cash Flows from Finance Lease (Principal Portion)	\$5,973	\$5,743
Remaining Lease Term in Years	2.5	3.5
Discount Rate	3.94%	3.94%

REACH BEYOND DOMESTIC VIOLENCE, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 AND 2024

(Continued)

NOTE 11 (Continued)

Operating Leases:

The Organization leases office space under an operating lease in Waltham, Massachusetts that expires June 30, 2027. The annual base rent is \$201,300 per year. The lease includes a five-year renewal option that Management is reasonably certain will be exercised.

The related operating lease cost and other information for the years ended June 30, 2025 and 2024 is as follows:

	<u>2025</u>	<u>2024</u>
Total Operating Lease Cost	\$201,300	\$201,300
Other Operating Lease Information:		
Cash Paid for Amounts Included in the Measurement of Lease Liabilities	\$201,300	\$201,300
Remaining Lease Term in Years	7	8
Discount Rate	2.88%	2.88%

The future minimum financial obligation arising from the above finance and operating lease commitments is scheduled below:

<u>Year Ending</u>	<u>Finance</u>	<u>Operating</u>	<u>Total</u>
June 30, 2026	\$ 6,732	\$ 201,300	\$ 208,032
June 30, 2027	6,732	201,300	208,032
June 30, 2028	3,366	201,300	204,666
June 30, 2029	-	201,300	201,300
June 30, 2030	-	201,300	201,300
Thereafter	-	402,600	402,600
Total Undiscounted Cash Flows	16,830	1,409,100	1,425,930
Less: Present Value Discount	(775)	(131,275)	(132,050)
Total Lease Liabilities	<u>\$16,055</u>	<u>\$1,277,825</u>	<u>\$1,293,880</u>

REACH BEYOND DOMESTIC VIOLENCE, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 AND 2024

(Continued)

NOTE 12 OCCUPANCY

Occupancy includes the costs of owning and operating a residential facility used to provide shelter to victims of domestic violence and the costs associated with space that is leased for its outreach office in Waltham, Massachusetts. For the years ended June 30, 2025 and 2024, the *Occupancy* category includes the following costs:

	<u>2025</u>	<u>2024</u>
<i>Shelter:</i>		
Mortgage Interest	\$ 13,873	\$ 14,716
Utilities	48,632	44,820
Repairs and Maintenance	<u>15,571</u>	<u>8,353</u>
Total Shelter	<u>78,076</u>	<u>67,889</u>
<i>Outreach Office:</i>		
Operating Lease Cost	201,300	201,300
Utilities	29,922	30,630
Repairs and Maintenance	<u>6,569</u>	<u>6,250</u>
Total Outreach Office	<u>237,791</u>	<u>238,180</u>
Total Occupancy Expense	<u>\$315,867</u>	<u>\$306,069</u>

NOTE 13 EMPLOYEE RETIREMENT PLAN

REACH maintains a Savings Incentive Match Plan (SIMPLE-IRA). Under the plan, any employee who earned \$5,000 or more in the previous year may participate in a tax-deferred salary reduction retirement plan to which they may contribute up to the annual maximum contribution limit during the years presented, excluding “catch-up” provisions, to their retirement account, and the Organization is required to match any contribution up to 3% of each participant’s salary (subject to statutory limitations on eligible earnings). For the years ended June 30, 2025 and 2024, total employer contributions to the plan amounted to \$25,669 and \$28,382, respectively, and is included in *Fringe Benefits* in the accompanying Statements of Functional Expenses.

NOTE 14 CONCENTRATION OF CREDIT RISK

Cash and Certificates of Deposit:

The Organization's cash and certificates of deposit are held at one financial institution. Deposits are insured by the Federal Deposit Insurance Corporation (“FDIC”) up to \$250,000 per institution. As of June 30, 2024, REACH had \$614,236 in excess of FDIC limits. In FY 2025, REACH invested its excess cash balance in U.S. Treasury Notes to mitigate this risk. As of June 30, 2025, the uninsured cash balance was \$32,723 and the Organization has not experienced any losses on such accounts.

NOTE 15 CONTINGENCIES

Surplus Revenue Retention:

The Commonwealth of Massachusetts Operational Services Division (“OSD”) regulates some aspects of programs that receive state funding, including components of REACH Beyond Domestic Violence, Inc.’s programs. Under OSD guidance, (808 CMR 1.19(3), *Not-for-Profit Surplus Revenue Retention*), REACH may not retain a surplus in excess of twenty percent of state funding in any given year. Management concludes that REACH is in compliance with OSD requirements.

REACH BEYOND DOMESTIC VIOLENCE, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 AND 2024

(Continued)

NOTE 15 (Continued)

Government Grants:

REACH is the recipient of government funded grants which are subject to an annual renewal process; therefore, while the Organization is a long-time grantee with anticipated continued funding, future funding is not guaranteed. These grants are subject to possible audit by the appropriate government agencies. In the opinion of Management, the results of such audits, if any, will not have a material effect on the financial position of REACH as of June 30, 2025 and 2024, or on its change in net assets for the years then ended.

NOTE 16 LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The following table reflects the Organization's financial assets as of June 30, 2025 and 2024, which are available for general expenditure within one year. Financial assets are considered unavailable when illiquid or not convertible to cash within one year of the Statements of Financial Position date or because the governing board has set aside the funds for a specific use or when restricted by donors for purposes more limited than general expenditures.

	<u>2025</u>	<u>2024</u>
Financial Assets:		
Cash	\$ 281,098	\$ 484,605
Certificates of Deposit	-	409,907
Investments	424,702	-
Grants Receivable, Government Contracts and Grants	261,331	164,798
Contributions and Pledges Receivable	85,225	10,750
Accounts Receivable, Program Services	<u>2,150</u>	<u>100</u>
Total Financial Assets as of June 30	1,054,506	1,070,160
Less Amounts Not Available for General Expenditures:		
Certificates of Deposits	-	(409,907)
Investments	<u>(424,702)</u>	<u>-</u>
Financial Assets Available to Meet General Expenditures Within One Year	<u>\$ 629,804</u>	<u>\$ 660,253</u>

As part of the Organization's liquidity management, the Board of Directors has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. The Organization's cash flows have seasonal variations during the year attributable to billing for program services, which are invoiced monthly, as well as the timing of its special fundraising event.

For purposes of analyzing resources available to meet general expenditures over a twelve-month period, the Organization considers all expenditures related to its ongoing activities of operating its program, as described in Note 2, as well as the conduct of services undertaken to support those activities to be general expenditures.

NOTE 17 SUBSEQUENT EVENTS

Management is required to consider events subsequent to the financial statement date for potential adjustment to or disclosure in the financial statements. Therefore, Management has evaluated subsequent events through October 27, 2025, the date which the financial statements were available for issue, and noted no events which met the recognition or disclosure criteria.