

WEAVE Inc.

Financial Statements and
Supplementary Information

September 30, 2022 and 2021

WEAVE Inc.

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September 30, 2022 and 2021

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Independent Auditors' Report

To the Board of Directors of
WEAVE Inc.

Opinion

We have audited the financial statements of WEAVE Inc. (a California nonprofit organization) (the Organization), which comprise the statements of financial position as September 30, 2022 and the related statements of activities, functional expenses and cash flows for the year then ended and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as of September 30, 2022 and the changes in its net assets and its cash flows for the year then ended, in accordance with accounting principles generally accepted in the United States of America (GAAP).

Basis for Opinion

We conducted our audit 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 the Organization 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.

Other Matter

The financial statements of the Organization, as of and for the year ended September 30, 2021, were audited by other auditors, whose report, dated March 30, 2022, expressed an unmodified opinion on those statements.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with GAAP 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 the Organization'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.

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 the Organization'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 the Organization'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.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated on March 16, 2023, our consideration of the Organization'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 the Organization'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 the Organization's internal control over financial reporting and compliance.

Baker Tilly US, LLP

San Francisco, California
March 16, 2023

WEAVE Inc.Statements of Financial Position
September 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Assets		
Current Assets		
Cash and cash equivalents	\$ 1,459,298	\$ 2,507,917
Grants receivable	2,052,039	1,488,786
Inventories	180,600	180,584
Prepaid expenses	126,864	93,089
Total current assets	<u>3,818,801</u>	<u>4,270,376</u>
Investments	1,503,172	1,583,459
Property and Equipment, Net	7,615,011	8,031,113
Deposits	<u>20,079</u>	<u>30,001</u>
Total assets	<u><u>\$ 12,957,063</u></u>	<u><u>\$ 13,914,949</u></u>
Liabilities and Net Assets		
Liabilities		
Accounts payable	\$ 83,569	\$ 305,680
Accrued liabilities	507,660	703,715
Unearned grant revenue	98,124	358,379
Current portion of long-term debt	<u>96,680</u>	<u>101,215</u>
Total current liabilities	786,033	1,468,989
Long-Term Debt, Net of Current Portion	2,719,029	2,815,818
Deferred Interest Payable	<u>583,726</u>	<u>523,726</u>
Total liabilities	<u>4,088,788</u>	<u>4,808,533</u>
Net Assets		
Without donor restrictions	8,274,926	8,380,014
With donor restrictions	<u>593,349</u>	<u>726,402</u>
Total net assets	<u>8,868,275</u>	<u>9,106,416</u>
Total liabilities and net assets	<u><u>\$ 12,957,063</u></u>	<u><u>\$ 13,914,949</u></u>

See notes to financial statements

WEAVE Inc.

Statement of Activities

Year Ended September 30, 2022

	2022		
	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Revenue			
Government grants	\$ 6,541,692	\$ -	\$ 6,541,692
Contributions	2,408,000	366,282	2,774,282
Thrift store income	1,101,461	-	1,101,461
Contributed nonfinancial assets	1,101,461	-	1,101,461
Interest and investment income (loss)	(140,253)	-	(140,253)
Service fees	338,728	-	338,728
Other income	143,644	-	143,644
	<u>11,494,733</u>	<u>366,282</u>	<u>11,861,015</u>
Total revenues before release from restrictions			
	<u>11,494,733</u>	<u>366,282</u>	<u>11,861,015</u>
Net assets released from restriction	<u>499,335</u>	<u>(499,335)</u>	<u>-</u>
Total revenues	<u>11,994,068</u>	<u>(133,053)</u>	<u>11,861,015</u>
Expenses			
Program services	10,949,139	-	10,949,139
Fund development	747,345	-	747,345
Management and general	402,672	-	402,672
	<u>12,099,156</u>	<u>-</u>	<u>12,099,156</u>
Total expenses	<u>12,099,156</u>	<u>-</u>	<u>12,099,156</u>
Change in net assets	(105,088)	(133,053)	(238,141)
Net Assets, Beginning	<u>8,380,014</u>	<u>726,402</u>	<u>9,106,416</u>
Net Assets, Ending	<u>\$ 8,274,926</u>	<u>\$ 593,349</u>	<u>\$ 8,868,275</u>

See notes to financial statements

WEAVE Inc.

Statement of Activities

Year Ended September 30, 2021

	2021		
	Without Donor Restrictions	With Donor Restrictions	Total
Revenue			
Government grants	\$ 6,842,977	\$ 2,744,700	\$ 9,587,677
Contributions	1,818,094	1,013,981	2,832,075
Thrift store income	981,209	-	981,209
Contributed nonfinancial assets	981,209	-	981,209
Interest and investment income, net	249,591	-	249,591
Service fees	384,359	-	384,359
Other income	3,854	-	3,854
Change in value of charitable remainder trust assets	-	(7,998)	(7,998)
	<u>11,261,293</u>	<u>3,750,683</u>	<u>15,011,976</u>
Total revenues before release from restrictions			
	<u>11,261,293</u>	<u>3,750,683</u>	<u>15,011,976</u>
Net assets released from restriction	<u>3,724,392</u>	<u>(3,724,392)</u>	<u>-</u>
Total revenues	<u>14,985,685</u>	<u>26,291</u>	<u>15,011,976</u>
Expenses			
Program services	9,842,536	-	9,842,536
Fund development	612,023	-	612,023
Management and general	321,933	-	321,933
	<u>10,776,492</u>	<u>-</u>	<u>10,776,492</u>
Total expenses			
	<u>10,776,492</u>	<u>-</u>	<u>10,776,492</u>
Change in net assets	4,209,193	26,291	4,235,484
Net Assets, Beginning	<u>4,170,821</u>	<u>700,111</u>	<u>4,870,932</u>
Net Assets, Ending	<u>\$ 8,380,014</u>	<u>\$ 726,402</u>	<u>\$ 9,106,416</u>

See notes to financial statements

WEAVE Inc.

Statement of Functional Expenses
Year Ended September 30, 2022

	Intervention	Housing	Counseling	Prevention and Education	Legal Services	Client Services	Thrift Stores	Total Program Services	Fund Development	Management and General	Total
Personnel	\$ 1,903,870	\$ 1,546,302	\$ 930,158	\$ 685,551	\$ 709,626	\$ 235,842	\$ 865,218	\$ 6,876,567	\$ 231,301	\$ 248,670	\$ 7,356,538
Cost of Sales	-	-	-	-	-	-	1,101,461	1,101,461	-	-	1,101,461
Professional services	388,742	344,763	38,041	30,027	26,591	10,420	27,187	865,771	97,041	35,098	997,910
Occupancy	66,492	281,277	28,787	19,589	19,156	8,416	179,605	603,322	8,626	20,087	632,035
Depreciation and amortization	27,919	311,519	18,091	11,527	12,807	4,803	24,272	410,938	5,123	25,078	441,139
Outreach	76	-	23	1,453	-	-	-	1,552	310,556	-	312,108
Client emergency expenses	69,787	87,598	804	225	1,426	94	600	160,534	139	489	161,162
Computer hardware/software	42,859	27,881	19,362	13,611	14,896	5,526	7,876	132,011	4,056	11,730	147,797
Supplies and materials	47,281	49,160	7,767	6,498	5,203	1,617	13,225	130,751	8,338	4,368	143,457
Business insurance and taxes	18,968	37,558	5,740	3,847	8,864	1,600	28,516	105,093	29,456	5,504	140,053
Telecommunications	39,744	34,571	16,279	9,948	7,774	3,923	13,466	125,705	2,987	2,948	131,640
Interest expense	9,431	63,901	6,111	3,894	4,326	1,622	627	89,912	1,731	8,472	100,115
Furniture and equipment	16,766	26,973	10,551	7,081	7,455	2,816	8,211	79,853	2,929	13,968	96,750
Seminar fees and related travel	33,691	14,359	6,144	10,939	5,419	1,545	3,468	75,565	3,056	8,066	86,687
Travel	14,431	6,645	3,636	9,714	2,277	1,642	9,354	47,699	2,579	1,025	51,303
Membership dues and subscriptions	4,093	3,325	3,987	10,102	5,209	619	6,608	33,943	14,012	3,232	51,187
Other	21,500	16,124	11,281	7,225	10,349	3,465	38,518	108,462	25,415	13,937	147,814
Total expenses on the statement of activities	\$ 2,705,650	\$ 2,851,956	\$ 1,106,762	\$ 831,231	\$ 841,378	\$ 283,950	\$ 2,328,212	\$ 10,949,139	\$ 747,345	\$ 402,672	\$ 12,099,156

See notes to financial statements

WEAVE Inc.Statement of Functional Expenses
Year Ended September 30, 2021

	<u>Intervention</u>	<u>Housing</u>	<u>Counseling</u>	<u>Prevention and Education</u>	<u>Legal Services</u>	<u>Client Services</u>	<u>Thrift Stores</u>	<u>Total Program Services</u>	<u>Fund Development</u>	<u>Management and General</u>	<u>Total</u>
Personnel	\$ 1,849,717	\$ 1,198,928	\$ 1,040,662	\$ 627,730	\$ 632,979	\$ 218,224	\$ 803,001	\$ 6,371,241	\$ 182,380	\$ 251,129	\$ 6,804,750
Cost of Sales	-	-	-	-	-	-	982,215	982,215	-	-	982,215
Professional services	371,103	80,139	36,787	35,486	36,290	9,192	29,371	598,368	113,058	25,637	737,063
Occupancy	26,732	225,221	7,940	4,519	4,669	1,838	179,893	450,812	3,238	(7,734)	446,316
Depreciation and amortization	26,833	202,440	17,387	11,078	12,309	4,616	21,463	296,126	4,924	24,102	325,152
Client emergency expenses	172,639	142,275	506	999	972	65	3,545	321,001	69	338	321,408
Outreach	210	-	-	7,000	-	-	495	7,705	206,159	-	213,864
Supplies and materials	101,468	18,322	8,615	16,970	19,126	58	13,479	178,038	3,560	(3,031)	178,567
Telecommunications	45,367	32,683	19,711	11,929	10,664	4,552	7,665	132,571	3,458	4,137	140,166
Business insurance and taxes	12,913	24,581	4,584	4,538	8,384	1,141	29,733	85,874	36,051	3,728	125,653
Computer hardware/software	34,101	18,335	20,672	9,129	11,675	3,836	3,879	101,627	2,756	10,233	114,616
Interest expense	10,526	64,449	6,820	4,346	4,828	1,811	766	93,546	1,931	9,454	104,931
Membership dues and subscriptions	6,712	1,131	3,666	17,918	19,166	509	6,579	55,681	17,052	1,155	73,888
Seminar fees and related travel	13,984	2,425	1,533	1,137	7,940	224	513	27,756	344	1,170	29,270
Travel	5,693	4,464	1,263	1,811	945	529	6,685	21,390	3,490	276	25,156
Furniture and equipment	1,090	14,806	(2,382)	(4,178)	(2,410)	(1,148)	20,156	25,934	645	(9,900)	16,679
Other	18,254	11,189	9,025	10,925	8,942	2,838	31,478	92,651	32,908	11,239	136,798
Total expenses on the statement of activities	<u>\$ 2,697,342</u>	<u>\$ 2,041,388</u>	<u>\$ 1,176,789</u>	<u>\$ 761,337</u>	<u>\$ 776,479</u>	<u>\$ 248,285</u>	<u>\$ 2,140,916</u>	<u>\$ 9,842,536</u>	<u>\$ 612,023</u>	<u>\$ 321,933</u>	<u>\$ 10,776,492</u>

See notes to financial statements

WEAVE Inc.Statements of Cash Flows
September 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Cash Flows From Operating Activities		
Change in net assets	\$ (238,141)	\$ 4,235,484
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Net realized and unrealized loss (gain) on investments	153,769	(234,373)
Depreciation and amortization	441,138	325,152
Change in charitable remainder trust asset value	-	7,998
Gain on disposal of assets	-	(2,531)
Contributed nonfinancial assets	-	(41,000)
Changes in operating assets and liabilities		
Receivables	(563,253)	119,933
Inventories	(16)	503
Prepaid expenses	(33,775)	(6,718)
Deposits	9,922	(21,224)
Accounts payable	(222,111)	20,197
Accrued liabilities	(196,055)	(146,439)
Unearned grant revenue	(260,255)	(441,802)
Accrued interest	60,000	60,000
Net cash (used in) provided by operating activities	<u>(848,777)</u>	<u>3,875,180</u>
Cash Flows From Investing Activities		
Purchase of investments	(1,270,752)	(740,572)
Proceeds from sale of investments	1,197,270	1,030,713
Purchase of property and equipment	(25,036)	(3,614,655)
Net cash used in investing activities	<u>(98,518)</u>	<u>(3,324,514)</u>
Cash Flows From Financing Activities		
Principal payments on long-term debt	(101,324)	(97,539)
Net (decrease) increase in cash and cash equivalents	(1,048,619)	453,127
Cash and Cash Equivalents, Beginning	<u>2,507,917</u>	<u>2,054,790</u>
Cash and Cash Equivalents, Ending	<u>\$ 1,459,298</u>	<u>\$ 2,507,917</u>
Supplemental Disclosure of Cash Flow Information		
Interest paid	<u>\$ 40,038</u>	<u>\$ 44,931</u>
Significant of Noncash Investing Activities		
Purchases of assets included in accounts payable	<u>\$ -</u>	<u>\$ 168,734</u>
Contribution of assets	<u>\$ -</u>	<u>\$ 41,000</u>

See notes to financial statements

1. Organization

WEAVE Inc. (the Organization) is a nonprofit corporation established in 1978 to promote safe and healthy relationships and support survivors of sexual assault, domestic violence, and sex trafficking. The Organization's vision is that when everyone acts, violence ends. The Organization's programs and services include the following:

Intervention

The Organization operates three response programs providing advocacy and intervention to victims. The 24/7 Sexual Assault Response Team dispatches an advocate to provide support to a victim of sexual assault during a forensic exam and ongoing advocacy and accompaniment services. The Violence Response Team includes advocates embedded at area law enforcement agencies. Advocates follow up with victims who have involvement with law enforcement and will respond to a domestic violence call when requested. The Anti-Trafficking Response Team provides support, advocacy, and intervention for Commercially Sexually Exploited Children and adult victims of sex trafficking.

Housing

The Organization provides emergency shelter and transitional housing at confidential locations. The Safehouse Campus is a three acre site with an 18 suite Safehouse, Children's Center, and six transitional housing cottages. Safehouse suites are spread over three wings with shared kitchens and bathrooms with each family having their own room. The Safehouse is accessible for survivors with disabilities including one wing that is compliant with the Americans with Disabilities Act of 1990 (ADA). Five of the Transitional Housing cottages are ADA compliant and have two bedrooms and one bathroom. The Open House facility is comprised of seven one bedroom, one bathroom apartments with five used for emergency shelter and two used for transitional housing. Creekside Village is the Organization's permanent supportive housing program for families that are survivors of domestic violence. Creekside Village is a small community with a total of nine two bedroom homes that are all ADA compliant.

Counseling

The Organization provides individual and group therapeutic counseling to help victims of sexual assault, domestic violence and sex trafficking to heal. Counseling is provided at the Organization's Midtown Services Center and through counselors at community partner locations throughout Sacramento County. Counseling is provided by licensed therapists and supervised MFT or MSW interns.

Prevention and Education

The Organization implements school and community-based prevention and education and training services throughout Sacramento County. Advocates are embedded at school sites to lead prevention education services and to refer children and parents for support and services when needed. The Organization provides community education and professional training for adults. Education focuses on understanding the types of violence, indicators, and how to safely intervene if abuse is expected. Professional trainings are tailored to the audience or workplace and address reporting obligations to victims, trauma-informed responses, and how to refer victims for services. The Organization also operates WEAVE Learn which is an online training program delivering education and training to educators and school administrators throughout the state and counties.

Legal Services

The Organization provides comprehensive legal assistance to victims of sexual assault, domestic violence and sex trafficking. Services include assistance in obtaining Domestic Violence or Civil Harassment Restraining Orders, Family Law matters, vacatur petitions, and housing and credit protections related to victimization.

Client Services

The Organization operates a 24 hour Support and Information Line and a 24/7 Online Chat to provide emotional support, safety planning, and referrals to victims of sexual assault, domestic violence, and sex trafficking; their family and friends; and community members seeking resources.

2. Summary of Significant Accounting Policies

A summary of significant accounting policies is as follows:

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 (GAAP).

Basis of Presentation

The net assets of the Organization are reported in groups as follows:

Without Donor Restrictions

Net assets that are not subject to donor-imposed restrictions.

With Donor Restrictions

Net assets received with donor restrictions consist of cash received or other assets with donor stipulations that limit their use. Donor restrictions are stipulated by either a time restriction or a purpose restriction. Upon expiration of a time restriction or completion of a purpose restriction, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as a net assets released from restriction.

Cash and Cash Equivalents

The Organization considers all investments with a maturity at purchase of three months or less to be cash equivalents.

Grants Receivable

Accounts receivable are reported net of an allowance for doubtful accounts. Management's estimate of the allowance is based on historical collection experience and a review of the current status of accounts receivable. It is reasonably possible that management's estimate of the allowance will change. As of September 30, 2022, allowance for doubtful accounts totaled \$21,154. There is no allowance for doubtful accounts for 2021.

Inventories

Inventories consist primarily of donated thrift store goods and are stated at estimated market value at time of donation.

Property and Equipment

Property and equipment are stated at cost or, if donated, at fair market value as of the date of donation and depreciated using the straight-line method over estimated useful lives of 5 to 30 years. Construction in progress will be depreciated upon the assets being placed in service. The Organization capitalizes all expenditures of property and equipment in excess of \$5,000.

Impairment of Long-Lived Assets

The Organization reviews its property and equipment for impairment whenever events or changes in circumstances indicate that the carrying value of an asset may not be recoverable. If the fair value is less than the carrying amount of the asset, an impairment loss is recognized for the difference. No impairment losses have been recognized during the years ended September 30, 2022 and 2021.

Unearned Grant Revenue

The Organization received grant proceeds from various funding sources which are subject to certain conditions as described in the grant agreements. These conditions include measurable performance requirements related to supporting the evaluation and implementation of the Strengths Model, a relationship based case management approach that focuses on healing, building resilience, and increasing protective factors to support two generation domestic violence prevention outcomes for Black and Lantinx parents and children. Due to the qualifying costs having not been incurred, the Organization has deferred recognition of the funds until those conditions have been met. As of September 30, 2022 and 2021, \$98,124 and \$358,379, respectively, is included in unearned grant revenue on the statements of financial position.

Revenue Recognition

Contributions, including fundraiser proceeds and private foundation grants, are recognized in full when received or unconditionally promised, in accordance with ASC No. 958-605, *Not-for-Profit Entities - Revenue Recognition*. Conditional promises to give, that is, those with a measurable performance or other barrier and a right of return, are not recognized until the conditions on which they depend have been substantially met. Donated goods and services, including thrift store contributions, are recorded at their estimated fair market value.

Contributions accompanied by donor restrictions are initially reported as increases in net assets with donor restriction. When a restriction expires (generally, as payments are made to fulfill the donor-imposed purpose of the contribution), net assets with donor restriction are reclassified to net assets without donor restriction and reported in the statements of activities as net assets released from restrictions.

A portion of the Organization's revenue is derived from cost-reimbursable federal and state contracts and grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as unearned grant revenue in the statements of financial position. No amounts have been received in advance under our federal and state contracts and grants. Grants with both restrictions and conditions are met simultaneously are reported as increases in net assets without donor restrictions.

Thrift store revenue and service fee revenue are accounted for as contracts with customers. Under the guidance for contracts with customers, an entity is required to (a) identify the contract(s) with a customer, (b) identify the performance obligations in the contract, (c) determine the transaction price, (d) allocate the transaction price to the performance obligations in the contract and (e) recognize revenue when (or as) the entity satisfies a performance obligation. In determining the transaction price, an entity may include variable considerations only to the extent that it is probable that a significant reversal in the amount of cumulative revenue recognized would not occur when the uncertainty associated with the variable consideration is resolved.

Thrift store revenue is recognized at the time of sale. Service fee revenue is recognized as the services are performed.

Income Taxes

The Organization has applied for and received a determination letter from the Internal Revenue Service (IRS) to be treated as a tax-exempt entity pursuant to Section 501(c)(3) of the Internal Revenue Code and did not have any unrelated business income for the years ended September 30, 2022 and 2021. Due to its tax-exempt status, the Organization is not subject to income taxes. The Organization is required to file tax returns with the IRS and other taxing authorities. Accordingly, these financial statements do not reflect a provision for income taxes and the organization has no other tax positions which must be considered for disclosure. Organization is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress. Management believes it is no longer subject to income tax examinations for years prior to 2019.

Functional Allocation of Expenses

Expenses have been summarized on a functional basis in the statements of functional expenses. Accordingly, certain costs have been allocated between the functional areas based on management estimates of employees' time incurred and on resource usage.

Use of Estimates

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

New Accounting Pronouncements

During February 2016, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) No. 2016-02, *Leases* (Topic 842). ASU No. 2016-02 requires lessees to recognize the assets and liabilities that arise from leases on the statement of financial position. A lessee should recognize in the statement of financial position a liability to make lease payments (the lease liability) and a right-of-use asset representing its right to use the underlying asset for the lease term. FASB has issued subsequent standards that deferred the implementation date. Topic 842 (as amended) is effective for annual periods beginning after December 15, 2021 and interim periods within fiscal years beginning after December 15, 2022. Early adoption is permitted. The Organization is currently assessing the effect that Topic 842 (as amended) will have on its results of operations, financial position and cash flows.

WEAVE Inc.

Notes to Financial Statements
September 30, 2022 and 2021

During June 2016, the FASB issued ASU No. 2016-13, *Measurement of Credit Losses on Financial Instruments*. ASU No. 2016-13 requires financial assets measured at amortized cost to be presented at the net amount expected to be collected, through an allowance for credit losses that is deducted from the amortized cost basis. The measurement of expected credit losses is based on relevant information about past events, including historical experience, current conditions and reasonable and supportable forecasts that affect the collectability of the reported amount. FASB has issued subsequent standards to clarify, correct errors in or improve the guidance. ASU No. 2016-13 (as amended) is effective for annual periods and interim periods within those annual periods beginning after December 15, 2022. Early adoption is permitted for annual and interim periods beginning after December 15, 2018. The Organization is currently assessing the effect that ASU No. 2016-13 (as amended) will have on its results of operations, financial position and cash flows.

Reclassifications

Certain amounts in the prior year financial statements have been reclassified to conform to current year presentation. Such reclassification had no effect on previously reported change in net asset.

Subsequent Events

Management has evaluated events and transactions for potential recognition or disclosure through March 16, 2023, which represents the date the financial statements were available to be issued.

3. Newly Adopted Accounting Standards

Effective October 1, 2021, the Organization adopted No. 2020-07, *Not-for-Profit Entities (Topic 958) Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*. ASU No. 2020-07 improves financial reporting by providing new presentation and disclosure requirements about contributed nonfinancial assets. The Organization adjusted the presentation of its financial statements accordingly.

4. Liquidity and Availability of Financial Assets

The following represents the Organization's financial assets at September 30:

	<u>2022</u>	<u>2021</u>
Cash and cash equivalents	\$ 1,459,298	\$ 2,507,917
Receivables	<u>2,052,039</u>	<u>1,488,786</u>
Financial assets available to meet general expenditures over the next twelve months	<u>\$ 3,511,337</u>	<u>\$ 3,996,703</u>

The Organizations' financial assets are intended to be sufficient to meet its general expenditures, liabilities, and other obligations as they become due. As part of its liquidity plan, excess cash is invested in short-term investments, including money market accounts and certificates of deposit, or used as part of income generating programs.

WEAVE Inc.

Notes to Financial Statements
September 30, 2022 and 2021

5. Grants Receivable

Grants receivable at September 30 consisted of the following:

	<u>2022</u>	<u>2021</u>
Government grants	\$ 1,903,310	\$ 1,474,435
Other services	148,729	14,351
	<u>\$ 2,052,039</u>	<u>\$ 1,488,786</u>

6. Property and Equipment

The cost and related accumulated depreciation and amortization of property and equipment at September 30 consisted of the following:

	<u>2022</u>	<u>2021</u>
Land	\$ 630,000	\$ 513,612
Building	7,895,187	5,529,938
Furniture, fixture & equipment	212,263	326,986
Vehicles	216,718	244,011
Land improvement	896,372	93,229
Building improvement	1,331,572	1,464,495
Total	11,182,112	8,172,271
Less accumulated depreciation	(3,567,101)	(3,519,344)
Construction in progress	-	3,378,186
Total	<u>\$ 7,615,011</u>	<u>\$ 8,031,113</u>

7. Investments

Investments recorded at fair value consist of the following at September 30:

	<u>2022</u>	<u>2021</u>
Sacramento Region Community Foundation	\$ 8,674	\$ 11,079
Corporate bonds	614,779	551,460
Equity securities	879,719	1,020,920
	<u>\$ 1,503,172</u>	<u>\$ 1,583,459</u>

8. Fair Value Measurements and Disclosures

The Organization measures the fair value of its investments and charitable remainder trust assets on a recurring basis in the financial statements. The following summarizes the three levels of inputs and hierarchy of fair value the Organization uses when measuring fair value:

Level 1 - inputs utilize quoted prices (unadjusted) in active markets for identical assets or liabilities that the Organization has the ability to access;

WEAVE Inc.

Notes to Financial Statements
September 30, 2022 and 2021

Level 2 - inputs may include quoted prices for similar assets and liabilities in active markets, as well as interest rates and yield curves that are observable at commonly quoted intervals: and

Level 3 - inputs are unobservable inputs for the asset or liability that are typically based on an entity's own assumptions as there is little, if any, related market activity. In instances where the determination of the fair value measurement is based on inputs from different levels of the fair value hierarchy, the fair value measurement will fall within the lowest level input that is significant to the fair value measurement in its entirety.

The Organization's assets subject to fair value measurements and disclosures are classified as follows:

	2022			
	<u>Level I</u>	<u>Level II</u>	<u>Level III</u>	<u>Total</u>
Stocks	\$ 798,896	\$ -	\$ -	\$ 798,896
Mutual funds	89,497	-	-	89,497
Corporate funds	-	614,779	-	614,779
	<u>\$ 888,393</u>	<u>\$ 614,779</u>	<u>\$ -</u>	<u>\$ 1,503,172</u>
	2021			
	<u>Level I</u>	<u>Level II</u>	<u>Level III</u>	<u>Total</u>
Stocks	\$ 896,150	\$ -	\$ -	\$ 896,150
Mutual funds	135,849	-	-	135,849
Corporate funds	-	551,460	-	551,460
	<u>\$ 1,031,999</u>	<u>\$ 551,460</u>	<u>\$ -</u>	<u>\$ 1,583,459</u>

During the year ended September 30, 2020, the Organization held a charitable remainder trust receivable from a third party, which was classified within Level 3 of the hierarchy because determination of the present value of future cash flows was based on little or no market data and required management to develop their own assumptions.

Changes in the Level 3 charitable remainder interest for the fiscal year end consist of the following:

	<u>2022</u>	<u>2021</u>
Beginning of period	\$ -	\$ 394,601
Unrealized decrease in fair value	-	(7,998)
Receipt of disbursed funds	-	(386,603)
Total	<u>\$ -</u>	<u>\$ -</u>

WEAVE Inc.

Notes to Financial Statements
September 30, 2022 and 2021

9. Long-Term Debt

Long term debt consists of the following at September 30:

	<u>2022</u>	<u>2021</u>
Fixed-rate mortgage payable in the amount of \$1,530,000, secured by the 1900 K Street building, payable in \$11,980 monthly installments including interest at 4.53% per annum, maturing June 18, 2029. For the years ended September 30, 2022 and 2021 and, interest expense was \$40,115 and \$43,823, respectively.	\$ 816,384	\$ 917,708
Mortgage note payable to EHAP in the amount of \$999,325, secured by the Open House Emergency Shelter, with simple interest of 3% per annum. No monthly payments through maturity in November 1, 2025, at which time all outstanding principal and accrued interest will be forgiven provided that WEAVE continues to operate the Open House Emergency Shelter as an emergency shelter, a transitional housing facility, or a safe haven throughout the term. For the years ended September 30, 2022 and 2021, interest expense totaled \$30,000 and \$30,000, respectively. Accrued interest as of September 30, 2022 and 2021 is \$313,726 and \$283,726, respectively.	1,000,000	1,000,000
Mortgage note payable in the amount of \$1,000,000 to EHAP, secured by the transitional housing cottages, with simple interest of 3% per annum. No monthly payments through maturity in November 27, 2022, at which time all outstanding principal and accrued interest will be forgiven provided that WEAVE continues to operate the Cottages as an emergency shelter, a transitional housing facility, or a safe haven throughout the term. For the years ended September 30, 2022 and 2021, interest expense totaled \$30,000 and \$30,000, respectively. Accrued interest as of September 30, 2022 and 2021 is \$270,000 and \$240,000, respectively.	<u>999,325</u>	<u>999,325</u>
Total	2,815,709	2,917,033
Less, current portion	<u>(96,680)</u>	<u>(101,215)</u>
Long-term debt, net	<u>\$ 2,719,029</u>	<u>\$ 2,815,818</u>

Future annual maturities of long-term debt over each of the next five years and thereafter subsequent to September 30, 2022 are as follows:

Years ending September 30,	
2023	\$ 102,815
2024	102,815
2025	102,815
2026	102,815
2027	102,815
Thereafter	<u>2,301,634</u>
	<u>\$ 2,815,709</u>

For the years ended September 30, 2022 and 2021, interest expense was \$100,115 and \$104,931, respectively.

WEAVE Inc.

Notes to Financial Statements
September 30, 2022 and 2021

10. Net Assets With Donor Restrictions

Net assets with time-based donor restrictions amounts to \$1,042,435 and \$726,402, and is included on the accompanying statement of activities. Releases from restrictions in 2022 and 2021 amounts to \$499,335 and \$3,724,392, respectively.

11. Operating Lease Obligations

The Organization leases its buildings and some office equipment under noncancelable operating lease agreements expiring through 2027. Rent expense for the years ended September 30, 2022 and 2021 was \$161,074 and \$159,450, respectively. Future minimum lease payments for each of the next five years subsequent to September 30, 2022 are as follows:

Years ending September 30,	
2023	\$ 129,927
2024	77,250
2025	8,650
2026	2,400
2027	200
	<hr/>
	\$ 218,427

12. Contributed Nonfinancial Assets

The Organization receives donated clothing and household items for resale or for use in the shelter. The value of inventory held at the thrift stores are estimated based on the nature of the item. At September 30, 2022 and 2021, total inventory that has not been sold amounts to \$180,600 and \$180,584, respectively. As of September 30, 2022 and 2021, corresponding estimated values of \$1,101,461 and \$981,712, respectively, are recognized as contributions at the point of sale and is recorded as thrift store income in the financial statements. Volunteers donated approximately 1,446 and 1,533 hours during the fiscal years ended September 30, 2022 and 2021, respectively, to the Organization to assist in administration, fundraising and program activities. The value of this donated time is not recognized in the accompanying financial statements because it does not meet the criteria for recognition under ASC No. 958-605.

13. Retirement Plan

The Organization sponsors an employee retirement plan under IRC §401(k). All employees of at least 21 years of age, who have completed at least one year of service, including at least 1,000 hours, are eligible to participate. Employer contributions are discretionary and vest at 20% per year beginning with completion of one year of service. Employee contributions are subject to limits by the IRC. Total plan costs were \$1,650 and \$3,217 for the years ended September 30, 2022 and 2021, respectively. Employer contributions to the employee retirement plan for the years ended September 30, 2022 and 2021 were \$71,612 and \$50,243, respectively.

14. Concentration of Credit Risk

The Organization maintains cash in bank deposit accounts which, at time, may exceed federally insured limits (currently \$250,000 per depositor). The Organization has not experienced any losses in such accounts.

Government contract revenue consists primarily of amounts from a limited number of federal, state and county agencies. During the year ended September 30, 2022, 69% of government grant revenue were from two agencies.

15. Contingencies

The Organization's government funding is subject to audit by granting agencies. Although such audits could generate expense disallowances under terms of the grants, management believes that any required reimbursements would not be material to the Organization's financial statements as a whole.

**Report on Internal Control
Over Financial Reporting and on Compliance
and Other Matters Based on an Audit of
Financial Statements Performed in Accordance
With *Government Auditing Standards***

Independent Auditors' Report

To the Board of Directors of
WEAVE Inc.

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of WEAVE Inc (the Organization), which comprise the statement of financial position as of September 30, 2022 and the related statements of activities, functional expenses and cash flows for the year then ended and the related notes to the financial statements and have issued our report thereon dated March 16, 2023.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Organization's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the Organization's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of the internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Organization's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing and not to provide an opinion on the effectiveness of the Organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Baker Tilly US, LLP

San Francisco, California
March 16, 2023

**Report on Compliance
for the Major Federal Program and
Report on Internal Control Over Compliance
Required by the Uniform Guidance**

Independent Auditors' Report

To the Board of Directors of
WEAVE Inc.

Opinion on the Major Federal Program

We have audited WEAVE Inc's (the Organization) compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on the Organization's major federal program for the year ended September 30, 2022. The Organization's major federal program is identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Organization complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended September 30, 2022.

Basis for Opinion on the Major Federal Program

We conducted our audit compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Costs Principles and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Organization and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for the major federal programs. Our audit does not provide a legal determination of the Organization's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation and maintenance of effective internal controls over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the Organization's federal programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error and express an opinion on the Organization's compliance based on our audit. 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, *Government Auditing Standards* and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgement made by a reasonable user of the report on compliance about the Organization's compliance with the requirements of the major federal programs as a whole.

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

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 Organization's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Organization's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal controls over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as described above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Baker Tilly US, LLP
San Francisco, California
March 16, 2023

WEAVE Inc.Schedule of Expenditures of Federal Awards
Year Ended September 30, 2022

Federal Grantor/Pass-through Grantor/Program	Assistance Listing Number	Pass-Through Identifying Number	Total Federal Expenditures
United States Department of Justice			
Passed through from the California Emergency Management Agency:			
Federal Victims of Crime Act	16.575	DV 20 35 1196	\$ 602,562
Federal Victims of Crime Act	16.575	RC 21 34 1196	751,769
Federal Victims of Crime Act	16.575	UV20 03 1196	55,732
Federal Victims of Crime Act	16.575	UV 21 04 1196	104,827
Federal Victims of Crime Act	16.575	XS 20 03 1196	16,931
Federal Victims of Crime Act	16.575	XS 21 04 1196	67,587
Federal Victims of Crime Act	16.575	XY 21 01 1196	139,905
Federal Victims of Crime Act	16.575	XL 20 03 1196	65,843
Federal Victims of Crime Act	16.575	XL 21 04 1196	165,735
Federal Victims of Crime Act	16.575	XD 20 03 1196	306,643
Federal Victims of Crime Act	16.575	KA 21 04 1196	244,334
Federal Victims of Crime Act	16.575	XE 20 03 1196	61,804
Federal Victims of Crime Act	16.575	XE 21 04 1196	163,360
Federal Victims of Crime Act	16.575	XH 20 03 1196	86,721
Federal Victims of Crime Act	16.575	XH 21 04 1196	178,429
Sub agreement with IRC	16.320	2018-VT-BX-K063	17,423
Sub agreement with IRC	95.938	XD 20 23 1231	10,628
Sub agreement with IRC	95.938	2020-VT-BX-0047	10,147
Total Crime Victim Assistance			<u>3,050,380</u>
Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program			
Passed through: City of Elk Grove			
Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program	16.590	C-13-473	<u>66,269</u>
Total Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program			<u>66,269</u>
Passed through from Office of Violence Against Women:			
Federal Victims of Crime Act	16.588	VA 20 04 1196	44,788
Federal Victims of Crime Act	16.588	VA 21 05 1196	<u>109,227</u>
Total Crime Victim Assistance			<u>154,015</u>
Transitional Housing Assistance	16.588	2015-WH-AX-0065	<u>126,511</u>
Total Transitional Housing Assistance			<u>126,511</u>
Legal Assistance for Victims	16.588	2015-WL-AX-0022	<u>34,401</u>
Total Legal Assistance for Victims			<u>34,401</u>
Training and Services to End Violence Against Women with Disabilities:			
Training and Services to End Violence Against Women with Disabilities	16.588	2017-FW-AX-K007	74,196
Training and Services to End Violence Against Women with Disabilities	16.588	15JOVW-21-GK-00666-DISA	<u>162,002</u>
Total Training and Services to End Violence Against Women with Disabilities			<u>236,198</u>
Consolidated Grant Program to Address Children and Youth Experiencing Domestic and Sexual Assault	16.588	2018-CY-AX-0006	<u>\$ 96,425</u>
Total Consolidated Grant Program to Address Children and Youth Experiencing Domestic and Sexual Assault			<u>96,425</u>

See notes to schedule of expenditures of federal awards

WEAVE Inc.

Schedule of Expenditures of Federal Awards
Year Ended September 30, 2022

Federal Grantor/Pass-through Grantor/Program	Assistance Listing Number	Pass-Through Identifying Number	Total Federal Expenditures
Prevent and Respond to Domestic Violence, Sexual Assault and Stalking Against Children and Youth	16.588	15JOVW-21-GG-00635-CY	<u>152,892</u>
Total Prevent and Respond to Domestic Violence, Sexual Assault and Stalking Against Children and Youth			<u>152,892</u>
Improving Criminal Justice Responses to Sexual Assault, Domestic Violence, Dating Violence and Stalking	16.588	2018-WE-AX-0006	<u>24,149</u>
Total Improving Criminal Justice Responses to Sexual Assault, Domestic Violence, Dating Violence and Stalking			<u>24,149</u>
Total United States Department of Justice			<u>3,941,240</u>
United States Department of Health and Human Services			
Passed through California Department of Public Health Prevention and Control Research	93.136	18-10730	<u>87,240</u>
Total Prevention and Control Research			<u>87,240</u>
Family Violence Prevention and Services, Grants for Battered Womens Shelters Discretionary Grants	93.592	90EV046802	<u>434,753</u>
Total Family Violence Prevention and Services, Grants for Battered Womens Shelters Discretionary Grants			<u>434,753</u>
Total United States Department of Health and Human Services			<u>521,993</u>
United States Department of Homeland Security			
Emergency Food and Shelter Program	97.024	32-0824-00-023	<u>50,539</u>
Total Emergency Food and Shelter Program			<u>50,539</u>
Total United States Department of Homeland Security			<u>50,539</u>
Total expenditures of federal awards			<u>\$ 4,513,772</u>

See notes to schedule of expenditures of federal awards

1. Basis of Presentation

The schedule of expenditures of federal awards (the Schedule) includes the federal award activity of WEAVE Inc. (the Organization) under programs of the federal government for the year ended September 30, 2022. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR), *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the Organization, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Organization.

2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Assistance listing numbers and pass-through entity identification numbers are presented where available.

3. Indirect Cost Rate

The Organization has not elected to use the 10% de minimis indirect cost rate as allowed under the Uniform Guidance.

WEAVE Inc.

Schedule of Findings and Questioned Costs
September 30, 2022

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued: Unmodified

Internal control over financial reporting:
Material weakness(es) identified? _____ yes X no
Significant deficiency(ies) identified? _____ yes X none reported

Noncompliance material to financial statements noted? _____ yes X no

Federal Awards

Internal control over major federal programs:
Material weakness(es) identified? _____ yes X no
Significant deficiency(ies) identified? _____ yes X none reported

Type of auditors' report issued on compliance for major federal programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? _____ yes X no

Identification of major federal programs:

<u>Assistance Listing Number(s)</u>	<u>Name of Federal Program or Cluster</u>
16.575	Federal Victims of Crime Act

Dollar threshold used to distinguish between Type A and Type B programs: \$750,000

Auditee qualified as low-risk auditee? X yes _____ no

Section II - Financial Statement Findings

None.

Section III - Federal Award Findings and Questioned Costs

None.

Summary of Prior Year Findings

None.