

WOMEN'S FUND OF GREATER MILWAUKEE, INC.

FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2006



RITZ, HOLMAN, BUTALA, FINE LLP
CERTIFIED PUBLIC ACCOUNTANTS

WOMEN'S FUND OF GREATER MILWAUKEE, INC.

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RITZ, HOLMAN, BUTALA, FINE LLP

TWO PLAZA EAST, SUITE 550
330 EAST KILBOURN AVENUE
MILWAUKEE, WI 53202-3144
(414) 271-1451
FAX (414) 271-7464

Independent Auditor's Report

Board of Directors
Women's Fund of Greater Milwaukee, Inc.

We have audited the accompanying balance sheet of Women's Fund of Greater Milwaukee, Inc. (a nonprofit organization) as of December 31, 2006, and the related statements of activities and cash flows for the year then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Women's Fund of Greater Milwaukee, Inc. as of December 31, 2006, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was performed for the purpose of forming an opinion on the basic financial statements of Women's Fund of Greater Milwaukee, Inc. taken as a whole. The accompanying schedule of functional expenses and schedule of distributions are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Ritz, Holman, Butala, Fine LLP
RITZ, HOLMAN, BUTALA, FINE LLP
Certified Public Accountants

Milwaukee, Wisconsin
March 8, 2007



America Counts on CPAs

**WOMEN'S FUND OF GREATER MILWAUKEE, INC.
BALANCE SHEET
DECEMBER 31, 2006**

ASSETS

CURRENT ASSETS

Cash in Bank and on Hand	\$ 118,393	
Grants Receivable - Net	73,438	
Accounts Receivable	2,249	
Prepaid Expenses	9,592	
Total Current Assets	\$ 203,672	

FIXED ASSETS

Furniture and Equipment	\$ 13,512	
Software	25,889	
Hardware	10,157	
Leasehold Improvements	4,200	
Website	5,981	
Total Fixed Assets	\$ 59,739	
Less: Accumulated Depreciation	(5,801)	
Net Fixed Assets	53,938	

OTHER ASSETS

Endowment Fund - Greater Milwaukee Foundation, Inc.	\$ 2,304,789	
Total Other Assets	2,304,789	
TOTAL ASSETS	\$ 2,562,399	

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Accounts Payable	\$ 8,534	
Total Current Liabilities	\$ 8,534	

NET ASSETS

Unrestricted	\$ 2,446,515	
Temporarily Restricted	107,350	
Total Net Assets	2,553,865	
TOTAL LIABILITIES AND NET ASSETS	\$ 2,562,399	

The accompanying notes are an integral part of these financial statements.

WOMEN'S FUND OF GREATER MILWAUKEE, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2006

	Unrestricted	Temporarily Restricted	Total
REVENUE			
Individual Contributions	\$ 216,195	\$ 25,349	\$ 241,544
Foundation Grants	170,493	82,001	252,494
Grants From Greater Milwaukee Foundation, Inc.			
Designated Funds	30,060	---	30,060
Net Special Events	136,059	---	136,059
In-Kind Goods and Services	55,345	---	55,345
Endowment Fund Donations	2,288,041	---	2,288,041
Investment Income	121,844	---	121,844
Other Revenue	3,227	---	3,227
Total Revenue	\$ 3,021,264	\$ 107,350	\$ 3,128,614
EXPENSES			
Program	\$ 317,605	\$ ---	\$ 317,605
Management and Administrative	111,577	---	111,577
Fund-Raising	145,567	---	145,567
Total Expenses	\$ 574,749	\$ ---	\$ 574,749
CHANGE IN NET ASSETS	\$ 2,446,515	\$ 107,350	\$ 2,553,865
Net Assets at Beginning of Year	---	---	---
NET ASSETS AT END OF YEAR	\$ 2,446,515	\$ 107,350	\$ 2,553,865

The accompanying notes are an integral part of these financial statements.

**WOMEN'S FUND OF GREATER MILWAUKEE, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2006**

CASH FLOWS FROM OPERATING ACTIVITIES	
Change in Net Assets	\$ 2,553,865
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities	
Depreciation	5,801
Endowment Fund Net Investment Income	(121,591)
(Increase) Decrease in Grants Receivable	(73,438)
(Increase) Decrease in Accounts Receivable	(2,249)
(Increase) Decrease in Prepaid Expenses	(9,592)
Increase (Decrease) in Accounts Payable	<u>8,534</u>
Net Cash Provided by Operating Activities	\$ 2,361,330
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchase of Fixed Assets	\$ (59,739)
Transfers to Endowment Fund	(2,261,038)
Distributions From Endowment Fund	<u>77,840</u>
Net Cash Used by Investing Activities	<u>(2,242,937)</u>
Net Increase in Cash and Cash Equivalents	\$ 118,393
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>---</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 118,393</u>

The accompanying notes are an integral part of these financial statements.

WOMEN'S FUND OF GREATER MILWAUKEE, INC.

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2006

WOMEN'S FUND OF GREATER MILWAUKEE, INC.
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2006

NOTE A - Summary of Significant Accounting Policies

Organization

Women's Fund of Greater Milwaukee, Inc. is organized and operated as a nonprofit organization under Section 501 (c)(3) of the Internal Revenue Code. The Organization is classified by the Internal Revenue Service as other than a private foundation. Women's Fund of Greater Milwaukee, Inc.'s mission advances access, equity and social justice through woman-focused philanthropy, grantmaking and advocacy.

Basis of Accounting

The accompanying financial statements of Women's Fund of Greater Milwaukee, Inc. have been prepared on the accrual basis of accounting.

Cash and Cash Equivalents

For purposes of the statement of cash flows, cash and cash equivalents include all highly liquid investments with original maturities of three months or less when purchased.

Basis of Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards SFAS No. 117, Financial Statements of Not-for-Profit Organizations. Under SFAS No. 117, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. Assets of the restricted classes are created only by donor-imposed restrictions.

Contributions

Women's Fund of Greater Milwaukee, Inc. accounts for contributions in accordance with the recommendations of the Financial Accounting Standards Board in SFAS No. 116, Accounting for Contributions Received and Contributions Made. In accordance with SFAS No. 116, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence or nature of any donor restrictions.

Restricted and Unrestricted Revenue

Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets, depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statement of Activities as net assets released from restrictions.

Estimates

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

**WOMEN'S FUND OF GREATER MILWAUKEE, INC.
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2006**

NOTE A - Summary of Significant Accounting Policies (continued)

Fixed Assets

Fixed Assets are recorded at cost. Depreciation is provided over the estimated useful lives of the assets using the straight-line method. The Organization capitalizes fixed assets with a value of \$500 or greater.

Allowance for Uncollectible Accounts

Management believes all receivables will be collected in accordance with the terms of the agreements. Thus, no allowance for uncollectible accounts is necessary at year end.

NOTE B - Concentration of Credit Risk Arising From Cash Deposits in Excess of Insurance Limits

The Organization maintains its cash in a financial institution located in Milwaukee, Wisconsin. The balances at that institution are insured by the Federal Deposit Insurance Corporation up to \$100,000. At December 31, 2006, the Organization's uninsured cash balances total \$108,193.

NOTE C - Grants Receivable - Net

The Organization received a multi-year grant from one foundation. It is expected that \$50,000 will be collected in 2007 and \$25,000 in 2008. The 2008 receivable has been discounted by the federal treasury rate of 6.25%.

Grants Receivable consists of the following amount at December 31, 2006:

<u>Source</u>	<u>Amount</u>
Foundation Grant	\$ 75,000
Less: Present Value Discount	<u>(1,562)</u>
Total	<u>\$ 73,438</u>

NOTE D - Greater Milwaukee Foundation, Inc. - Endowment Fund

The Organization has an endowment fund held at the Greater Milwaukee Foundation, Inc. (Foundation), a community foundation. The fund is known as the *Women's Fund Endowment Fund*. Distributions from the Fund shall be determined in accordance with the Foundation's distribution policy. The Organization reserves the right to recommend distributions greater than those set by the Foundation's distribution policy with a majority vote of Women's Fund of Greater Milwaukee, Inc.'s board of directors and with approval of the Foundation's board. The Foundation's minimum balance policy for agency endowment funds as in effect from time to time must be maintained unless it is determined the fund should be liquidated by a majority vote from both boards.

**WOMEN'S FUND OF GREATER MILWAUKEE, INC.
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2006**

NOTE D - Greater Milwaukee Foundation, Inc. - Endowment Fund (continued)

It is the desire that distributions be used for the support of Women's Fund of Greater Milwaukee, Inc. If Women's Fund of Greater Milwaukee, Inc. should cease to exist, it is Women's Fund of Greater Milwaukee, Inc.'s wish that distributions be made to benefit women's causes, as determined by the Foundation.

All assets of the Fund shall be assets of the Foundation and not a separate trust. The Fund shall be held and administered subject to provisions of the Foundation's Articles of Incorporation and Bylaws as presently in effect or as each may time to time be amended, including those provisions which may permit the Foundation to amend, modify or vary any of the purposes, directions, restrictions, or conditions set forth.

The Organization adopted Financial Accounting Standards Board Statement No. 136, Transfers of Assets to Not-for-Profit or Charitable Trust That Raises or Holds Contributions for Others. The Organization has designated itself as the sole beneficiary of the income from the investment of these funds. The Board of Trustees of the Foundation shall have the power to modify any restriction or condition on the distribution of funds for any specified charitable purposes or to a specified organization if, in the sole judgment of the Board, such restriction or condition becomes, in effect, unnecessary, incapable of fulfillment, or inconsistent with the charitable needs of the community served.

The fair market value of the endowment at December 31, 2006 was \$2,304,789.

Investment income for the year ended December 31, 2006 is comprised of the following:

Interest and Dividend Income	\$ 14,549
Realized Gain	50,512
Unrealized Gain	61,642
Administrative Fees	(4,592)
Fees	(623)
Change in Accrued Income	<u>103</u>
Total Increase in Value	<u>\$ 121,591</u>

Funds remaining as Greater Milwaukee Foundation, Inc. assets which are designated to the Women's Fund of Greater Milwaukee, Inc. have not been included on the accompanying financial statements. Funds that have been designated and would move balances to the Women's Fund of Greater Milwaukee, Inc. if the Women's Fund of Greater Milwaukee, Inc. managed its own assets had a fair market value of \$907,671 at December 31, 2006. Other funds which have designated income to be distributed to the Women's Fund of Greater Milwaukee, Inc. on an annual basis had a fair market value of \$834,066 at December 31, 2006. Funds controlled by other advisors with net income that will be distributed to organizations or funds other than the Women's Fund of Greater Milwaukee, Inc. had a fair market value of \$501,545 at December 31, 2006.

WOMEN'S FUND OF GREATER MILWAUKEE, INC.
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2006

NOTE E - Temporarily Restricted Net Assets

At December 31, 2006, the Organization had temporarily restricted net assets as follows:

Gifts to Grants Donations	\$ 33,912
Net Foundation Grants Receivable	<u>73,438</u>
 Total Temporarily Restricted Net Assets	 <u>\$107,350</u>

NOTE F - Net Special Events

The Organization held a luncheon event. The event resulted in joint costs of \$99,185 which were allocated using the ratio of direct costs. In the schedule of functional expenses 30% of joint costs are included as program expense and 70% are included as fund-raising expense.

Net Special Events is comprised of the following:

Donations - Cash	\$113,982
Donations - In-kind	<u>63,982</u>
 Total Income	 \$177,964
 Less: Direct Costs	 <u>(41,905)</u>
Net Special Events Income	\$136,059
Less: Joint Costs	<u>(99,185)</u>
 Special Events Income Generated	 <u>\$ 36,874</u>

NOTE G - Pension Plan

The Organization provides a 403(b) plan for employees. The Organization contributed \$8,099 to a simplified employee pension plan.

NOTE H - Office Lease

The Organization entered into a lease agreement for office space located in Milwaukee, Wisconsin. The lease commenced in April 2006 and extends through March 2009. The lease requires monthly payments of \$1,496. For an additional \$195 per month three parking spaces are leased from the landlord.

WOMEN'S FUND OF GREATER MILWAUKEE, INC.
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2006

NOTE 1 - Donated Goods and Services

The Organization received donated goods and services of \$119,327.

In-kind income and expense is comprised of the following:

IT Consulting	\$ 3,551
Computer Equipment	1,500
Space Design	500
Moving	3,257
Advertising - Special Events	52,982
Advertising - Other	2,750
Design	23,000
Janitorial	500
Conferences	1,000
Legal	15,787
Printing - Special Event	11,000
Printing - Other	<u>3,500</u>
Total	<u>\$119,327</u>

WOMEN'S FUND OF GREATER MILWAUKEE, INC.
SUPPLEMENTARY SCHEDULES
FOR THE YEAR ENDED DECEMBER 31, 2006

WOMEN'S FUND OF GREATER MILWAUKEE, INC.
SCHEDULE OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2006

	Program			Management and Administrative	Fund-Raising	Total
	Grantmaking and Scholarships	CARE				
EXPENSES						
Salaries and Wages	\$ 43,647	\$ 29,665	\$ 34,420	\$ 50,593	\$ 158,325	
Employee Benefits	4,769	5,326	8,423	11,063	29,581	
Payroll Taxes	3,289	2,295	1,852	4,308	11,744	
Professional Fees	10,306	7,267	14,867	8,666	41,106	
Grants to Other Organizations	105,000	14,000	---	---	119,000	
Supplies	1,821	1,043	2,360	1,316	6,540	
Telephone	382	245	470	284	1,381	
Website	691	445	851	514	2,501	
Computer Maintenance	9,719	6,248	13,942	10,173	40,082	
Postage	1,294	1,035	1,946	2,267	6,542	
Printing	4,492	7,193	4,988	10,716	27,389	
Advertising and Subscriptions	861	12,437	1,094	28,322	42,714	
Rent	4,240	2,726	5,219	3,154	15,339	
Maintenance	686	441	1,094	511	2,732	
Depreciation	1,603	1,031	1,974	1,193	5,801	
Events	3,655	950	3,094	2,589	10,288	
Design and Photo	8,815	6,956	9,606	6,471	31,848	
Travel	296	536	358	306	1,496	
Conferences and Meetings	1,486	3,272	1,102	674	6,534	
Community Events	110	614	---	---	724	
Insurance	183	118	226	136	663	
Membership Dues	840	935	1,034	626	3,435	
Training	290	2,005	357	850	3,502	
Miscellaneous Expenses	1,409	938	2,300	835	5,482	
TOTAL EXPENSES	\$ 209,884	\$ 107,721	\$ 111,577	\$ 145,567	\$ 574,749	

**WOMEN'S FUND OF GREATER MILWAUKEE, INC.
SCHEDULE OF DISTRIBUTIONS
FOR THE YEAR ENDED DECEMBER 31, 2006**

9to5, National Association of Working Women, Inc.	\$ 10,000
Alverno College	5,000
American Civil Liberties Union of Wisconsin Foundation, Inc.	5,000
The Benedict Center, Inc.	10,000
Citizen Action of Wisconsin, Inc.	10,000
CORE/El Centro, Inc.	5,000
Greater Milwaukee Foundation, Inc. - African American Women's Fund	5,000
Greater Milwaukee Foundation, Inc. - Latinas en Acción Fund	4,000
The Healing Center, Inc.	10,000
Hmong American Women's Association, Inc.	10,000
Legal Aid Society of Milwaukee, Inc.	5,000
Meta House, Inc.	10,000
Milwaukee Muslim Women's Coalition	10,000
Task Force on Family Violence of Milwaukee, Inc.	10,000
Wisconsin Apprentice Organizers Project, Inc.	<u>10,000</u>
 TOTAL DISTRIBUTIONS	 <u>\$ 119,000</u>