SAFE COMMUNITY COALITION OF MADISON AND DANE COUNTY, INC.

Statements of Financial Position

As of December 31, 2025 and 2024

	2025	2024
ASSETS		
Current Assets		
Cash	$ 222,817	$ 141,423
Accounts Receivable	145,979	146,808
Grants Receivable	48,042	93,695
Prepaid Expenses	37,009	36,982
Total Current Assets	453,847	418,908
Property and Equipment		
Leasehold	40,000	40,000
Furniture and Equipment	33,706	33,706
Total Property and Equipment	73,706	73,706
Less: Accumulated Depreciation	14,741	8,815
Net Property and Equipment	58,965	64,891
Right-of-Use Asset	382,946	423,210
TOTAL ASSETS	$ 895,758	$ 907,009
LIABILITIES		
Current Liabilities		
Accounts Payable	$ 137,536	$ 140,532
Line of Credit	50,307	-
Accrued Payroll and Related Liabilities	56,960	43,151
Deferred Revenue	51,000	50,000
Current Portion of Lease Liability	37,050	33,642
Total Current Liabilities	332,853	267,325
Long-Term Liability		
Lease Liability	362,665	399,715
TOTAL LIABILITIES	695,518	667,040
NET ASSETS		
Without Donor Restrictions	185,686	183,965
With Donor Restrictions	14,554	56,004
Total Net Assets	200,240	239,969
TOTAL LIABILITIES AND NET ASSETS	$ 895,758	$ 907,009

See Accompanying Notes

SAFE COMMUNITY COALITION OF MADISON AND DANE COUNTY, INC.
Statement of Activities
For the Year Ended December 31, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUES AND OTHER SUPPORT			
Government Grants	$ 993,980	$ -	$ 993,980
Contributions	481,598	20,000	501,598
Program Fees	603,252	-	603,252
Other	10,558	-	10,558
Net Assets Released from Restrictions	61,450	(61,450)	-
Total Revenues and Other Support	2,150,838	(41,450)	2,109,388
EXPENSES			
Program Services	1,756,612	-	1,756,612
Management and General	319,124	-	319,124
Fundraising	73,381	-	73,381
Total Expenses	2,149,117	-	2,149,117
CHANGE IN NET ASSETS	1,721	(41,450)	(39,729)
NET ASSETS - BEGINNING	183,965	56,004	239,969
NET ASSETS - ENDING	$ 185,686	$ 14,554	$ 200,240

See Accompanying Notes

SAFE COMMUNITY COALITION OF MADISON AND DANE COUNTY, INC.
Statement of Activities
For the Year Ended December 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUES AND OTHER SUPPORT			
Government Grants	$ 1,147,414	$ -	$ 1,147,414
Contributions	414,270	34,792	449,062
Special Events	10,894	-	10,894
Program Fees	664,864	-	664,864
Other	1,359	-	1,359
Net Assets Released from Restrictions	46,975	(46,975)	-
Total Revenues and Other Support	2,285,776	(12,183)	2,273,593
EXPENSES			
Program Services	1,983,539	-	1,983,539
Management and General	295,535	-	295,535
Fundraising	71,417	-	71,417
Total Expenses	2,350,491	-	2,350,491
CHANGE IN NET ASSETS	(64,715)	(12,183)	(76,898)
NET ASSETS - BEGINNING	248,680	68,187	316,867
NET ASSETS - ENDING	$ 183,965	$ 56,004	$ 239,969

See Accompanying Notes

SAFE COMMUNITY COALITION OF MADISON AND DANE COUNTY, INC.

Statement of Functional Expenses

For the Year Ended December 31, 2025

	Recovery Coaching	Drug Poisoning Prevention	Falls Prevention	Accident Prevention	Suicide Prevention	Traffic Safety	Total Program Services	Management and General	Fundraising	Total
EXPENSES										
Salaries and Benefits	$ 975,201	$ 264,842	$ 50,881	$ 25,666	$ 45,471	$ 23,375	$ 1,385,436	$ 96,221	$ 50,034	$ 1,531,691
Supplies and Travel	78,020	69,566	14,901	-	3,897	31,438	197,822	53,871	13,167	264,860
Service and Professional Fees	16,881	23,128	13,909	158	15,108	35,631	104,815	118,551	5,380	228,746
Office and Occupancy	12,301	5,400	600	600	3,900	900	23,701	31,502	4,800	60,003
Community Sponsorships	500	30,813	12,346	700	479	-	44,838	-	-	44,838
Miscellaneous Expenses	-	-	-	-	-	-	-	18,979	-	18,979
Total Expenses	$ 1,082,903	$ 393,749	$ 92,637	$ 27,124	$ 68,855	$ 91,344	$ 1,756,612	$ 319,124	$ 73,381	$ 2,149,117

See Accompanying Notes

SAFE COMMUNITY COALITION OF MADISON AND DANE COUNTY, INC.

Statement of Functional Expenses

For the Year Ended December 31, 2024

	Recovery Coaching	Drug Poisoning Prevention	Falls Prevention	Accident Prevention	Suicide Prevention	Traffic Safety	Total Program Services	Management and General	Fundraising	Total
EXPENSES										
Salaries and Benefits	$ 963,849	$ 254,189	$ 41,780	$ 25,115	$ 47,428	$ 33,354	$ 1,365,715	$ 92,721	$ 28,751	$ 1,487,187
Supplies and Travel	86,499	147,215	9,006	311	28,904	60,844	332,779	54,881	13,589	401,249
Service and Professional Fees	42,236	39,323	767	1,735	12,584	111,844	208,489	112,898	23,838	345,225
Office and Occupancy	13,752	5,566	-	-	4,584	1,310	25,212	35,035	5,239	65,486
Community Sponsorships	315	37,159	12,000	-	1,317	553	51,344	-	-	51,344
Total Expenses	$ 1,106,651	$ 483,452	$ 63,553	$ 27,161	$ 94,817	$ 207,905	$ 1,983,539	$ 295,535	$ 71,417	$ 2,350,491

See Accompanying Notes

SAFE COMMUNITY COALITION OF MADISON AND DANE COUNTY, INC.
Statements of Cash Flows
For the Years Ended December 31, 2025 and 2024

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	$ (39,729)	$ (76,898)
Adjustments to Reconcile Change in Net Assets to Net Cash Flows from Operating Activities:		
Depreciation	5,926	8,815
Loss on Disposal of Property and Equipment	-	10,147
Change in Operating Assets and Liabilities:		
Accounts Receivable	829	(17,999)
Grants Receivable	45,653	(22,706)
Prepaid Expenses	(27)	7,695
Accounts Payable	(2,996)	18,987
Accrued Payroll and Related Liabilities	13,809	(2,068)
Deferred Revenue	1,000	38,719
Lease Asset/Liability	6,622	-
Net Cash Flows from Operating Activities	31,087	(35,308)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Property and Equipment	-	(33,706)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from Line of Credit	50,307	
NET CHANGE IN CASH	81,394	(69,014)
CASH - BEGINNING OF YEAR	141,423	210,437
CASH - END OF YEAR	$ 222,817	$ 141,423

See Accompanying Notes

Note 1 - Summary of Significant Accounting Policies

This summary of significant accounting policies of Safe Community Coalition of Madison and Dane County, Inc (Organization) is presented to assist in understanding the Organization's financial statements. The financial statements and notes are representations of the Organization's management who is responsible for the integrity and objectivity of the financial statements. These accounting policies conform to accounting principles generally accepted in the United States of America and have been consistently applied in the preparation of the financial statements.

Nature of Activities

Safe Community Coalition of Madison and Dane County, Inc. (the Organization) is a nonprofit corporation organized under the laws of the State of Wisconsin for the purpose of building partnerships with people and organizations to save lives, prevent injuries and make communities safer. Through their programs of Recovery Coaching, Drug Poisoning Prevention, Falls Prevention, Accident Prevention, Traffic Safety and Suicide Prevention, the Organization's vision is to make Madison-Dane County the safest American community and a model of safety excellence.

Basis of Accounting

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

Cash

Cash is defined as highly liquid, short-term investments with maturity from the date of acquisition of three months or less. The Organization maintains its deposits at two financial institutions. Deposits at the institutions are insured by the Federal Deposit Insurance Corporation (FDIC) up to $250,000. Deposits held by credit unions are insured by the National Credit Union Administration (NCUA) up to $250,000. As of December 31, 2025, all the Organization's cash was insured.

Accounts Receivable and Credit Losses

Accounts receivable consist of amounts due from various organizations for services provided and are reported at the amount expected to be collected. The Organization estimates expected credit losses using information about historical loss experience, current conditions, and reasonable and supportable forecasts. As of December 31, 2025 and 2024, management determined that no allowance for expected credit losses was necessary.

Approximately 91% and 93% of total accounts receivable were due from five and three organizations at December 31, 2025 and 2024, respectively.

Grants Receivable

Grants receivable consist of amounts due from various granting agencies for services provided. Grants receivable are initially recorded at the amount management expects to collect based upon costs incurred. The carrying amount of grants receivable is reduced by a valuation allowance that reflects management's best estimate of amounts that will not be collected. No allowance for credit losses is considered necessary at December 31, 2025 and 2024. All grants receivable as of December 31, 2025 and 2024 are due from two grantors.

Note 1 - Summary of Significant Accounting Policies (Continued)

Leases

Right-of-use assets represent the Organization's right to use an underlying asset for the lease term, while lease liabilities represent the Organization's obligation to make lease payments arising from the lease. Right-of-use assets and lease liabilities are recognized at the commencement date of a lease based on the net present value of lease payments over the lease term.

The Organization's leases include options to renew or terminate the lease. The exercise of the lease renewal or early termination options is at the Organization's discretion. The Organization regularly evaluates the renewal and early termination options and when they are reasonably certain of exercise, the Organization includes such options in the lease term. The Organization made judgments regarding lease terms for its real property lease that contains renewal options. The Organization estimates a lease end date based on the required length of usage of the property.

The Organization made significant assumptions and judgments in applying current accounting guidance. In particular, the Organization:

- Evaluated whether a contract contains a lease, by considering factors such as whether the Organization obtained substantially all rights to control an identifiable underlying asset and whether the lessor has substantive substitution rights;
- Determined whether contracts contain embedded leases;
- Evaluated leases with similar commencement dates, lengths of term, renewal options or other contract terms, which therefore meet the definition of a portfolio of leases, whether to apply the portfolio approach to such leases;
- Elected the policy not to separate lease and non-lease components for its real property leases;
- When the rate implicit in the lease is not determinable, rather than use the Organization's incremental borrowing rate, the Organization elected to use a risk-free discount rate for the initial and subsequent measurement of lease liabilities; and
- Elected not to apply the recognition requirements for leases with an original term of 12 months or less, for which the Organization is not likely to exercise a renewal option or purchase the asset at the end of the lease; rather, short-term leases will be recorded on a straight-line basis over the lease term.

Right-of-use assets are assessed for impairment in accordance with the Organization's long-lived asset policy. The Organization reassesses lease classifications and remeasures right-of-use assets and lease liabilities when a lease is modified and that modification is not accounted for as a separate new lease or upon certain other events that require reassessment in accordance with Topic 842.

Property and Equipment

Purchased equipment is recorded at cost and depreciated on a straight-line basis over their estimated useful lives. Leasehold improvements are depreciated over the lesser of the useful life or the lease term. Expenditures which substantially increase the value or extend the useful life are capitalized. Expenditures for maintenance and repairs are charged to expense as incurred. When assets are retired or otherwise disposed of, their costs and related accumulated depreciation are removed from the accounts and resulting gains or losses are included in change in net assets. Depreciation is provided using the straight-line method over the following estimated useful lives:

	Years
Leasehold Improvements	10
Furniture & Fixtures	7

Note 1 - Summary of Significant Accounting Policies (Continued)

Impairment of Long-Lived Assets

The Organization reviews long-lived assets, including operating right-of-use assets, for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. If such assets are considered to be impaired, the impairment to be recognized is measured by the amount by which the carrying value of the assets exceeds the fair value of the assets. Assets to be disposed of are reported at the lower of carrying amount or the fair value less costs to sell. To date, there have been no such losses.

Net Assets

The Organization is required to report information regarding its net assets and its activities in the following two classes of net assets:

Net assets without donor restrictions: Net assets that are not subject to donor-imposed stipulations. The Organization's Board of Directors has the ability to designate net assets without donor restrictions to be used by management for specific future projects or activities. These designations can be modified or removed by the Board of Directors at any time. There are no board designated net assets at December 31, 2025 and 2024.

Net assets with donor restrictions: Net assets that are subject to donor-imposed restrictions. Some donor stipulations are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor stipulations are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity. Assets donated and contributions of cash that must be used to acquire property and equipment are reported as restricted support. The Organization reports expirations of donor stipulations when the donated or acquired assets are placed in service as instructed by the donor. Donor restricted contributions are reported as increases in net assets with donor restrictions.

Tax-Exempt Status

The Organization has received notification that it qualifies as a tax-exempt organization under Section 501(c)(3) of the U.S. Internal Revenue Code and corresponding provisions of State law and accordingly, is not subject to federal or state income taxes.

In order to account for any uncertain tax positions, the Organization determines whether it is more likely than not that a tax position will be sustained upon examination of the technical merits of the position, assuming the taxing authority has full knowledge of all information. If the tax position does not meet the more-likely-than-not recognition threshold, the benefit of that position is not recognized in the financial statements. The Organization recorded no assets or liabilities related to uncertain tax positions. The Organization has not identified any income it would consider to be unrelated business income.

Revenue and Revenue Recognition

Unconditional grants and contributions are recognized when cash, securities, other assets or promises to give are received. Conditional grants and contributions, that is, those with a measurable performance or other barriers and a right to return, are not recognized until the conditions on which they depend have been met. Most of the Organization's federal, state and other grants or contracts are conditioned upon certain performance requirements and the incurrence of allowance qualifying expenses. As of December 31, 2025 and 2024, $71,817 and $122,516, respectively, of conditional grants for existing programs are expected to be recognized the next year when the conditions are met. As of December 31, 2025 and 2024, there were $51,000 and $50,000, respectively, in contributions received in advance recorded in deferred revenue on the statements of financial position.

Unconditional grants and contributions are recorded as without donor restrictions or with donor restrictions, depending on the existence and nature of any donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified as net assets without donor restrictions and reported in the statement of activities as net assets released from restriction. Grant and contributions in which any conditions or restrictions are met in the same reporting period are reported as net assets without donor restrictions. Approximately 67% and 70% of grant revenues are from one grantor for the years ended December 31, 2025 and 2024, respectively.

Note 1 - Summary of Significant Accounting Policies (Continued)

Revenue and Revenue Recognition (Continued)

Special events revenue arises from fundraisers and events held by the Organization. Special events revenue is treated as nonexchange transactions and as a conditional contribution. Funds received in advance of the event are recorded as deferred revenue until the event is held, at which time management records the special events revenue. As of December 31, 2025 and 2024, there were no amounts of cash received which is expected to be recognized as revenue during the subsequent year when the event is held, recorded in deferred revenue on the statements of financial position.

Program fees revenue arises from the sale of peer support services under contract with other organizations. Each contract contains performance obligations, a performance period and a set transaction price, typically on a per unit of service basis. Revenue under these contracts is recognized monthly, in an amount equal to the number of service units that meet the performance obligations times the set transaction price.

A performance obligation is a distinct good, service or bundle of goods and services promised in a contract. The Organization identifies performance obligations at the inception of a contract and allocates the transaction price to individual performance obligations to appropriately depict the Organization's performance in transferring control of the promised goods or services to the customer. Contracts with customers do not include a significant financing component.

The Organization generates revenue from registration fees for training and conferences. Management determines the transaction price to perform the training or conference and bills in advance. Any cash received prior to the event being held is presented as deferred revenue on the statements of financial position. The performance obligation is satisfied upon completion of the training, and the revenue is recognized at that time.

Functional Allocation of Expenses

The costs of providing program and other activities have been summarized on a functional basis in the statements of activities. Management and general expenses include these expenses that are not directly identifiable with any other specific program but provide overall support to the Organization. Fundraising expenses include expenses derived from soliciting contributions and grants. Directly identifiable expenses are charged to programs, management and general, or fundraising. Accordingly, certain costs, related to more than one function, have been allocated among program, management and general, and fundraising on the basis of periodic time studies and full-time equivalents.

Advertising

Advertising costs are expensed as incurred. Advertising expense for the years ended December 31, 2025 and 2024 were $23,539 and $44,030, respectively.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires 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 revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Subsequent Events

The Organization has evaluated subsequent events through June 24, 2026, which is the date that the financial statements were approved and available to be issued.

Note 2 - Availability and Liquidity

The following represents Safe Community Coalition of Madison and Dane County, Inc's financial assets at December 31, 2025 and 2024:

	2025	2024
Financial Assets at Year End:		
Cash	$ 222,817	$ 141,423
Accounts Receivable	145,979	146,808
Grants Receivable	48,042	93,695
Financial assets available to meet general expenditures over the next twelve months	$ 416,838	$ 381,926

As part of the Organization's liquidity management, the Organization signs contracts with various grantors. The grantors are invoiced for expenses incurred on a monthly basis. Regular payments for services performed on the contracts provide sufficient funds as obligations become due. The Organization has $71,817, and $122,516 of grant awards committed by various funders for the next year at December 31, 2025 and 2024, respectively. All the Organization's donor restricted net assets at December 31, 2025 and 2024 are restricted for current programs and therefore did not reduce the amount of funds available. Additionally, the Organization has a line of credit, as described in Note 3.

Note 3 - Line of Credit

Prior to December 2025, the Organization has a $75,000 line of credit financing agreement with Summit Credit Union. Interest is payable monthly at the prime rate, plus a daily periodic rate based on the prime rate, plus 1% (8.75% at December 31, 2024). The line of credit matures on March 15, 2026.

In December 2025, the Organization entered into a $275,000 non-revolving line of credit agreement with Forward Community Investments, Inc. (FCI) to provide working capital for operations. The line of credit bears interest at a fixed rate of 8.58% and requires interest-only payments on outstanding balances, with all unpaid principal and interest due at maturity in December 2026. Proceeds from the FCI line of credit were used to pay off the Organization's prior line of credit with Summit Credit Union. As of December 31, 2025 and 2024, outstanding borrowings under the line of credit were $50,307 and $0, respectively.

Note 4 - Lease

On January 15, 2024, the Organization entered into a non-cancelable 10-year operating lease agreement for office space in Madison, Wisconsin, with two additional five-year renewal options that are not considered reasonably certain that the Organization will exercise and are excluded from the lease term. The lease requires monthly payments of base rent and common area maintenance (CAM), both of which escalate annually (base rent by 3% per year, CAM by 5% per year). Monthly base rent commenced at $2,943 and initial CAM at $1,080. The lease liability is measured based on fixed lease payments and common area maintenance amounts included in the lease payment schedule at commencement, including stated escalations. Differences between estimated or scheduled CAM and amounts billed by the landlord, including one-time CAM reconciliation adjustments, are recognized as lease expense in the period incurred unless the billing change modifies fixed payments under the lease or otherwise requires remeasurement under ASC 842. The Organization elected the practical expedients permitted by Accounting Standards Codification (ASC) 842, including not separating lease and non-lease components and applying the risk-free discount rate (3.90%) based on the 10-year U.S. Treasury rate at lease commencement.

Upon commencement, the Organization recognized a right-of-use asset and corresponding lease liability of $462,982, which represents the present value of the required lease payments over the 10-year term discounted at 3.90%.

Note 4 - Leases (Continued)

For the years ended December 31, 2025 and 2024, total lease expense incurred was $54,076 and $56,611, respectively. As of December 31, 2025 and 2024, there are 8 years and 9 years, respectively, left on the lease. The following is a schedule of future minimum lease payments for the years ending after December 31, 2025:

Years ending December 31	
2026	$ 51,608
2027	53,439
2028	55,341
2029	57,315
2030	59,361
Thereafter	196,697
Total	473,761
Less amount representing interest	(74,046)
Present value of lease liability	$ 399,715

Note 5 - Net Assets with Donor Restrictions

Net assets with donor restrictions at December 31, is as follows:

	2025	2024
Drug Poisoning Prevention	$ -	$ 19,792
IT Support	14,554	36,212
	$ 14,554	$ 56,004

Note 6 - Employee Benefit Plans

The Organization sponsors a Savings Incentive Match Plan for Employees (SIMPLE) retirement plan. Employees are eligible to participate in the plan if they received at least $5,000 in compensation in the prior year and are reasonably expected to receive at least $5,000 in compensation during the current year. The Organization matches the contributions made by employees up to 3% of their annual salaries. Employees are 100% vested in all contributions made on their behalf. The Organization's contributions to the plan were $24,482 and $23,515 in 2025 and 2024, respectively.

Note 7 - Contingencies

Financial awards from federal, state and local governments in the form of grants are subject to special audit. Such audits could result in claims against the Organization for disallowed costs or noncompliance with grantor restrictions. No provision has been made for any liabilities that may arise from such audits since the amounts, if any, cannot be determined at this time.

Note 8 - Related-Party Transactions

Certain members of the Organization's Board of Directors include employees, partners or owners of firms with which the Organization has business relationships. The Organization has a conflict-of-interest policy for members to disclose these relationships and the members abstain from voting when potential conflicts arise. During the years ended December 31, 2025 and 2024, there were no material related-party transactions.

Note 9 - Prior Period Adjustment

During 2025, the Organization recorded certain expenses related to prior periods that were identified subsequent to the issuance of the prior-year financial statements. Management determined these amounts were not material to the prior-year or the current-year financial statements, and the amounts were recorded in current-year operations.

ADDITIONAL REPORT

KerberRose

Independent Auditors' 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* and the *Department of Health Services Audit Guide*

To the Board of Directors
Safe Community Coalition of Madison and Dane County, Inc.
Madison, Wisconsin

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 and the *Department of Health Services Audit Guide*, issued by the Wisconsin Department of Health Services, the financial statements of Safe Community Coalition of Madison and Dane County, Inc. (Organization), which comprise the statement of financial position as of December 31, 2025, 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 June 24, 2026.

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) as a basis for designing 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 entity'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 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, and therefore, material weaknesses or significant deficiencies may exist that were not identified. 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 or significant deficiencies may exist that were not 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 financial statements. 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* or the *Department of Health Services Audit Guide*.

To the Board of Directors
Safe Community Coalition of Madison and Dane County, Inc.

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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and the *Department of Health Services Audit Guide* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

KerberRose SC

KerberRose SC
Certified Public Accountants
Green Bay, Wisconsin
June 24, 2026

SUPPLEMENTARY INFORMATION

SAFE COMMUNITY COALITION OF MADISON AND DANE COUNTY, INC.
Schedules of Expenditures of Federal Awards
For the Year Ended December 31, 2025

Federal Grantor Pass-Through Grantor/Program Title	Federal Assistance Listing Number	Pass through Entity Identifying Number	Federal Expenditures
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Passed through Dane County Department of Human Services:			
Special Programs for the Aging - Title III, Part D: Disease Prevention and Health Promotion Services	93.043	87578	$ 1,852
Block Grants for Prevention and Treatment of Substance Abuse	93.959	87647	94,445
Opioid State Targeted Response (STR) Grants	93.788	87647	92,983
Total U.S. Department of Health and Human Services			189,280
U.S. DEPARTMENT OF JUSTICE			
Passed through City of Madison Police Department:			
Comprehensive Opioid, Stimulant, and Substance Use Program (COSSUP)	16.838	15PBJA-24-GG-04442-COAP	134,042
U.S. DEPARTMENT OF TRANSPORTATION			
Passed through Wisconsin Bureau of Transportation Safety			
State and Community Highway Safety / Highway Safety Cluster	20.600	CFG-2025-00295	80,952
State and Community Highway Safety / Highway Safety Cluster	20.600	CFG-2026-00315	11,658
Total U.S. Department of Transportation			92,610
TOTAL FEDERAL AWARDS			$ 415,932

The accompanying notes are an integral part of these schedules
(These notes are on the following page)

Note 1 - Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of Safe Community Coalition of Madison and Dane County, Inc. (the Organization) under programs of the federal government for the year ended December 31, 2025. The information in this Schedule is presented in accordance with the requirements of the *Department of Health Services Audit Guide* issued by the Wisconsin Department of Health Services. 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.

Note 2 - Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following, as applicable, the cost principles contained in Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administration Requirements, Cost Principles and Audit Requirements for Federal Awards (Uniform Guidance)* or the State of Wisconsin *Allowable Cost Policy Manual*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

Note 3 - Indirect Cost Rate

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

Note 4 - Contractor Programs

The Wisconsin Department of Health Services also requires that contractor relationships are included within its audit requirements. During the year ended December 31, 2025, the Organization received $54,384 in contractor relationship programs funded through the Wisconsin Department of Health Services.

SAFE COMMUNITY COALITION OF MADISON AND DANE COUNTY, INC.
Schedule of Findings
For the Year Ended December 31, 2025

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued:	Unmodified
Internal control over financial reporting:	
Material weakness identified?	No
Significant deficiency identified?	None Reported
Noncompliance material to the financial statements?	No

Section II - Financial Statement Findings

There were no findings reported.

Section III - Other Issues

1. Does the auditors' report or the notes to the financial statements include disclosure with regard to substantial doubt as to the auditee's ability to continue as a going concern?	No
2. Does the audit report show audit issues (i.e. material noncompliance, nonmaterial noncompliance, questioned costs, material weaknesses or significant deficiencies) related to grants/contracts with funding agencies that require audits to be in accordance with the *Department of Health Services Audit Guide*?	No
3. Was a management letter or other document conveying audit comments issued as a result of this audit?	Yes
4. Name and signature of partner	Zachary Linsmeyer, CPA Zachary Linsmeyer, CPA
5. Date of the report	June 24, 2026

SAFE COMMUNITY COALITION OF MADISON AND DANE COUNTY, INC.

Schedule of Prior Year Findings
December 31, 2025

The prior year Department of Health Services audit disclosed no findings and, therefore, no uncorrected or unresolved findings exist from prior audits.

OTHER INFORMATION

SAFE COMMUNITY COALITION OF MADISON AND DANE COUNTY, INC.

Schedule of Revenues and Expenses by Program

For the Year Ended December 31, 2025

	Program #9149	Program #6728	Program #9183	Program #9106	Program #9320	Program #9408	Program #9409	Program #9410
Total Revenues	$ **6,686**	$ **581,566**	$ **23,902**	$ **56,548**	$ **40,000**	$ **101,712**	$ **59,900**	$ **37,779**
EXPENSES								
Personnel:								
Salaries	4,950	422,546	17,572	38,225	37,200	89,448	-	33,511
Taxes	358	29,075	1,278	2,905	2,800	7,107	-	2,645
Benefits	432	38,030	1,414	223	-	4,416	-	1,623
Operating:								
Professional Fees	-	-	120	7,233	-	-	-	-
Audit	283	20,000	900	2,047	-	-	-	-
Data Processing	-	3,492	72	120	-	-	59,900	-
Office Supplies	-	1,881	102	134	-	-	-	-
Telephone	18	11,822	269	-	-	-	-	-
Training/Conference	-	296	-	745	-	-	-	-
Other 1	645	4,013	-	4,845	-	-	-	-
Other 2	-	50,411	2,175	71	-	-	-	-
Total Expenses	6,686	581,566	23,902	56,548	40,000	100,971	59,900	37,779
NET PROGRAM REVENUE	$ -	$ -	$ -	$ -	$ -	$ 741	$ -	$ -

DANE COUNTY DEPARTMENT OF HUMAN SERVICES **PROVIDER AGENCY EXPENSE REPORT THROUGH:** December-25

Provider Name:	Safe Communities	**Contract #:**	87647	***Provider Certified By:**	1/24/2026
Program Name:	Recovery Coaching	**Program Group #:**	6728		**Date**

	1 Approved County-Funded Budget	2 YTD County-Funded Admin Expense	3 YTD County-Funded Program Expense	4 YTD County-Funded Expense Total (= Col. 2 + 3)	5 YTD County-Funded Budget	6 YTD % Variance from Budget
A. PERSONNEL						
Salaries	419,550	15,263	407,283	422,546	419,550	
Taxes	29,075	1,168	27,907	29,075	29,075	
Benefits	38,030	3,352	34,678	38,030	38,030	
Subtotal A	**486,655**	**19,783**	**469,868**	**489,651**	**486,655**	**-0.62%**
B. OPERATING						
Insurance	0			0	0	
Professional Fees	0			0	0	
Audit	20,000	20,000		20,000	20,000	
Data Processing Fees	2,500		3,492	3,492	2,500	
Postage, Office, and Program Sup	2,000		1,881	1,881	2,000	
Equipment/Furnishings	0			0	0	
Depreciation	0			0	0	
Telephone	10,000		11,822	11,822	10,000	
Training/Conference	5,000		296	296	5,000	
Food/Household Supplies	0			0	0	
Auto Allowance	0			0	0	
Vehicle Costs	0			0	0	
Other1:Travel	5,000		4,013	4,013	5,000	
Other2: Indirect Costs	50,411	50,411		50,411	50,411	
Subtotal B	**94,911**	**70,411**	**21,504**	**91,915**	**94,911**	**3.16%**
C. SPACE						
Rent				0		
Utilities				0		
Maintenance				0		
Mortgage Interest, Depreciation,				0		
Property Taxes				0		
Subtotal C	**0**	**0**	**0**	**0**	**0**	**#DIV/0!**
D. SPECIAL COSTS						
Assistance to Individuals				0		
Subtotal D	**0**	**0**	**0**	**0**	**0**	**#DIV/0!**
E. OTHER						
Other3:				0		
Other4:				0		
Subtotal E	**0**	**0**	**0**	**0**	**0**	**#DIV/0!**
This section for Adult - DD only. **F. OFF-SETTING REVENUE** **Show as negative numbers:**						
Government Benefits (SSI, SSDI, etc.)				0		
Private Pay (Trust Funds, etc.)				0		
Cost Share				0		
Other				0		
Subtotal F	**0**	**0**	**0**	**0**	**0**	**#DIV/0!**
TOTAL A THROUGH F	**581,566**	**90,194**	**491,372**	**581,566**	**581,566**	**0.00%**

***CERTIFICATION**: I certify the expenses listed above are true, correct, and allowable, in the amount stated and have not been reimbursed heretofore.

DANE COUNTY DEPARTMENT OF HUMAN SERVICES **PROVIDER AGENCY EXPENSE REPORT THROUGH:** December-25

Provider Name:	Safe Communities	**Contract #:**	87578	***Provider Certified By:**	1/24/2026
Program Name:	Falls Prevention	**Program Group #:**	9183		**Date**

	1 Approved County-Funded Budget	2 YTD County-Funded Admin Expense	3 YTD County-Funded Program Expense	4 YTD County-Funded Expense Total (= Col. 2 + 3)	5 YTD County-Funded Budget	6 YTD % Variance from Budget
A. PERSONNEL						
Salaries	17,000	455	17,117	17,572	17,000	
Taxes	1,277	38	1,240	1,278	1,277	
Benefits	1,920		1,414	1,414	1,920	
Subtotal A	**20,197**	**493**	**19,771**	**20,264**	**20,197**	**-0.33%**
B. OPERATING						
Insurance	0			0	0	
Professional Fees	0		120	120	0	
Audit	900	900		900	900	
Data Processing Fees	100		73	73	100	
Postage, Office, and Program Sup	500		102	102	500	
Equipment/Furnishings	0			0	0	
Depreciation	0			0	0	
Telephone	30		269	269	30	
Training/Conference	0			0	0	
Food/Household Supplies	0			0	0	
Auto Allowance	0			0	0	
Vehicle Costs	0			0	0	
Other1:	0			0	0	
Other2: Indirect Costs	2,175	2,175		2,175	2,175	
Subtotal B	**3,705**	**3,075**	**564**	**3,639**	**3,705**	**1.79%**
C. SPACE						
Rent				0	0	
Utilities				0	0	
Maintenance				0	0	
Mortgage Interest, Depreciation,				0	0	
Property Taxes				0	0	
Subtotal C	**0**	**0**	**0**	**0**	**0**	**#DIV/0!**
D. SPECIAL COSTS						
Assistance to Individuals				0	0	
Subtotal D	**0**	**0**	**0**	**0**	**0**	**#DIV/0!**
E. OTHER						
Other3:				0	0	
Other4:				0	0	
Subtotal E	**0**	**0**	**0**	**0**	**0**	**#DIV/0!**
This section for Adult - DD only. **F. OFF-SETTING REVENUE** **Show as negative numbers:**						
Government Benefits (SSI, SSDI, etc.)				0	0	
Private Pay (Trust Funds, etc.)				0	0	
Cost Share				0	0	
Other				0	0	
Subtotal F	**0**	**0**	**0**	**0**	**0**	**#DIV/0!**
TOTAL A THROUGH F	**23,902**	**3,568**	**20,335**	**23,903**	**23,902**	**0.00%**

***CERTIFICATION**: I certify the expenses listed above are true, correct, and allowable, in the amount stated and have not been reimbursed heretofore.

DANE COUNTY DEPARTMENT OF HUMAN SERVICES **PROVIDER AGENCY EXPENSE REPORT THROUGH:** December-25

Provider Name:	Safe Communities	**Contract #:**	87578	***Provider Certified By:**	1/24/2026
Program Name:	Accident Prevention	**Program Group #:**	9149		**Date**

	1 Approved County-Funded Budget	2 YTD County-Funded Admin Expense	3 YTD County-Funded Program Expense	4 YTD County-Funded Expense Total (= Col. 2 + 3)	5 YTD County-Funded Budget	6 YTD % Variance from Budget
A. PERSONNEL						
Salaries	4,950	72	4,878	4,950	4,950	
Taxes	359	0	359	359	359	
Benefits	432	0	432	432	432	
Subtotal A	**5,741**	**72**	**5,669**	**5,741**	**5,741**	**0.00%**
B. OPERATING						
Insurance	0			0	0	
Professional Fees	0		0	0	0	
Audit	300	283		283	300	
Data Processing Fees	0			0	0	
Postage, Office, and Program Sup	0			0	0	
Equipment/Furnishings	0			0	0	
Depreciation	0			0	0	
Telephone	0		18	17	0	
Training/Conference	0			0	0	
Food/Household Supplies	0			0	0	
Auto Allowance	0			0	0	
Vehicle Costs	0			0	0	
Other1: Indirect Costs	645	645		645	645	
Other2:	0			0	0	
Subtotal B	**945**	**928**	**18**	**945**	**945**	**-0.05%**
C. SPACE						
Rent				0	0	
Utilities				0	0	
Maintenance				0	0	
Mortgage Interest, Depreciation,				0	0	
Property Taxes				0	0	
Subtotal C	**0**	**0**	**0**	**0**	**0**	**#DIV/0!**
D. SPECIAL COSTS						
Assistance to Individuals				0		
Subtotal D	**0**	**0**	**0**	**0**	**0**	**#DIV/0!**
E. OTHER						
Other3:				0	0	
Other4:				0	0	
Subtotal E	**0**	**0**	**0**	**0**	**0**	**#DIV/0!**
This section for Adult - DD only. **F. OFF-SETTING REVENUE** **Show as negative numbers:**						
Government Benefits (SSI, SSDI, etc.)				0	0	
Private Pay (Trust Funds, etc.)				0	0	
Cost Share				0	0	
Other				0	0	
Subtotal F	**0**	**0**	**0**	**0**	**0**	**#DIV/0!**
TOTAL A THROUGH F	**6,686**	**1,000**	**5,687**	**6,686**	**6,686**	**-0.01%**

***CERTIFICATION**: I certify the expenses listed above are true, correct, and allowable, in the amount stated and have not been reimbursed heretofore.

DANE COUNTY DEPARTMENT OF HUMAN SERVICES **PROVIDER AGENCY EXPENSE REPORT THROUGH:** December-25

Provider Name:	Safe Communities	**Contract #:**	87647	***Provider Certified By:**	01/24/26
Program Name:	Suicide Prevention	**Program Group #:**	9106		**Date**

	1 Approved County-Funded Budget	2 YTD County-Funded Admin Expense	3 YTD County-Funded Program Expense	4 YTD County-Funded Expense Total (= Col. 2 + 3)	5 YTD County-Funded Budget	6 YTD % Variance from Budget
A. PERSONNEL						
Salaries	38,225	1,578	36,647	38,225	38,225	
Taxes	2,905		2,905	2,905	2,905	
Benefits	223		223	223	223	
Subtotal A	**41,353**	**1,578**	**39,775**	**41,353**	**41,353**	**0.00%**
B. OPERATING						
Insurance	0			0	0	
Professional Fees	7,200		7,233	7,233	7,200	
Audit	1,900	2,047		2,047	1,900	
Data Processing Fees	0		120	120	0	
Postage, Office, and Program Sup	500		134	134	500	
Equipment/Furnishings	0			0	0	
Depreciation	0			0	0	
Telephone	250			0	250	
Training/Conference	500		745	745	500	
Food/Household Supplies	0			0	0	
Auto Allowance	0			0	0	
Vehicle Costs	0			0	0	
Other1: Indirect Costs	4,845	4,845		4,845	4,845	
Other2: Mileage	0		71	71	0	
Subtotal B	**15,195**	**6,892**	**8,303**	**15,195**	**15,195**	**0.00%**
C. SPACE						
Rent				0	0	
Utilities				0	0	
Maintenance				0	0	
Mortgage Interest, Depreciation,				0	0	
Property Taxes				0	0	
Subtotal C	**0**	**0**	**0**	**0**	**0**	**#DIV/0!**
D. SPECIAL COSTS						
Assistance to Individuals				0	0	
Subtotal D	**0**	**0**	**0**	**0**	**0**	**#DIV/0!**
E. OTHER						
Other3:				0	0	
Other4:				0	0	
Subtotal E	**0**	**0**	**0**	**0**	**0**	**#DIV/0!**
This section for Adult - DD only. **F. OFF-SETTING REVENUE** **Show as negative numbers:**						
Government Benefits (SSI, SSDI, etc.)				0	0	
Private Pay (Trust Funds, etc.)				0	0	
Cost Share				0	0	
Other				0	0	
Subtotal F	**0**	**0**	**0**	**0**	**0**	**#DIV/0!**
TOTAL A THROUGH F	**56,548**	**8,470**	**48,078**	**56,548**	**56,548**	**0.00%**

***CERTIFICATION**: I certify the expenses listed above are true, correct, and allowable, in the amount stated and have not been reimbursed heretofore.

DANE COUNTY DEPARTMENT OF HUMAN SERVICES **PROVIDER AGENCY EXPENSE REPORT THROUGH:** December-25

Provider Name:	Safe Communities	**Contract #:**	87418	***Provider Certified By:**	1/24/2026
Program Name:	Harm Reduction Materials 2	**Program Group #:**	9409		**Date**

	1 Approved County-Funded Budget	2 YTD County-Funded Admin Expense	3 YTD County-Funded Program Expense	4 YTD County-Funded Expense Total (= Col. 2 + 3)	5 YTD County-Funded Budget	6 YTD % Variance from Budget
A PERSONNEL						
Salaries	0			0	0	
Taxes	0			0	0	
Benefits	0			0	0	
Subtotal A	**0**	**0**	**0**	**0**	**0**	**#DIV/0!**
B. OPERATING						
Insurance	0			0	0	
Professional Fees	0			0	0	
Audit	0			0	0	
Data Processing Fees	0			0	0	
Postage, Office, and Program Sup	205,000	18,075	102,422	120,497	205,000	
Equipment/Furnishings	0			0	0	
Depreciation	0			0	0	
Telephone	0			0	0	
Training/Conference	0			0	0	
Food/Household Supplies	0			0	0	
Auto Allowance	0			0	0	
Vehicle Costs	0			0	0	
Other1:	0			0	0	
Other2:	0			0	0	
Subtotal B	**205,000**	**18,075**	**102,422**	**120,497**	**205,000**	**41.22%**
C SPACE						
Rent				0	0	
Utilities				0	0	
Maintenance				0	0	
Mortgage Interest, Depreciation,				0	0	
Property Taxes				0	0	
Subtotal C	**0**	**0**	**0**	**0**	**0**	**#DIV/0!**
D SPECIAL COSTS						
Assistance to Individuals				0		
Subtotal D	**0**	**0**	**0**	**0**	**0**	**#DIV/0!**
E. OTHER						
Other3:				0	0	
Other4:				0	0	
Subtotal E	**0**	**0**	**0**	**0**	**0**	**#DIV/0!**
This section for Adult - DD only. **F. OFF-SETTING REVENUE** **Show as negative numbers:**						
Government Benefits (SSI, SSDI, etc.)				0	0	
Private Pay (Trust Funds, etc.)				0	0	
Cost Share				0	0	
Other				0	0	
Subtotal F	**0**	**0**	**0**	**0**	**0**	**#DIV/0!**
TOTAL A THROUGH F	**205,000**	**18,075**	**102,422**	**120,497**	**205,000**	**41.22%**

***CERTIFICATION**: I certify the expenses listed above are true, correct, and allowable, in the amount stated and have not been reimbursed heretofore.