

GOODLETTSVILLE HELP CENTER
Financial Statements
December 31, 2012

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Independent Auditors' Report

To the Board of Directors of
Goodlettsville Help Center

We have audited the accompanying financial statements of Goodlettsville Help Center (a nonprofit organization), which comprise the statements of financial position as of December 31, 2012 and 2011, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

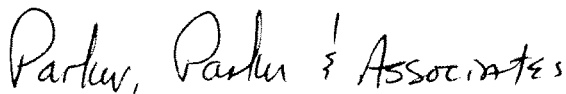
Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about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

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Goodlettsville Help Center as of December 31, 2012 and 2011, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.



Goodlettsville, Tennessee
June 26, 2013

GOODLETTSVILLE HELP CENTER
Statements of Cash Flows
For the Years Ended December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Cash Flows From Operating Activities		
Increase in Net Assets	\$ 13,996	\$ 19,171
Adjustments to Reconcile Increase in Net Assets to Net Cash Provided by Operating Activities:		
Depreciation	9,387	8,746
(Increase) Decrease in:		
Grants Receivable	-	2,833
Other Accounts Receivable	303	787
Prepaid Expenses	(71)	(6,805)
Increase (Decrease) in:		
Payroll Taxes Payable	(38)	(326)
Sales Taxes Payable	333	352
	<u>9,914</u>	<u>5,587</u>
Total Adjustments		
	<u>23,910</u>	<u>24,758</u>
Cash Flows From Investing Activities		
Purchase of Fixed Assets	(27,485)	(13,851)
Net Cash Used by Investing Activities	<u>(27,485)</u>	<u>(13,851)</u>
Net Increase In Cash	(3,575)	10,907
Cash - Beginning of Year	<u>114,386</u>	<u>103,479</u>
Cash - End of Year	<u><u>\$ 110,811</u></u>	<u><u>\$ 114,386</u></u>

See notes to financial statements.

GOODLETTSVILLE HELP CENTER
Statements of Financial Position
December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Assets		
Current Assets		
Cash	\$ 110,811	\$ 114,386
Other Accounts Receivable	-	303
Prepaid Expenses	6,876	6,805
Total Current Assets	<u>117,687</u>	<u>121,494</u>
Property and Equipment		
Land	100,000	100,000
Building	142,195	142,195
Equipment	14,964	14,964
Improvements	78,352	50,867
Vehicles	7,338	7,338
Accumulated Depreciation	(68,675)	(59,288)
Net Property and Equipment	<u>274,174</u>	<u>256,076</u>
Other Assets		
Utility Deposits	<u>993</u>	<u>993</u>
Total Assets	<u><u>\$ 392,854</u></u>	<u><u>\$ 378,563</u></u>
Liabilities and Net Assets		
Current Liabilities		
Payroll Taxes Payable	\$ 1,613	\$ 1,651
Sales Taxes Payable	2,276	1,943
Total Current Liabilities	<u>3,889</u>	<u>3,594</u>
Net Assets		
Unrestricted Net Assets	<u>388,965</u>	<u>374,969</u>
Total Liabilities and Net Assets	<u><u>\$ 392,854</u></u>	<u><u>\$ 378,563</u></u>

See notes to financial statements.

GOODLETTSVILLE HELP CENTER
Statements of Activities
For the Years Ended December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Support and Income		
Community Projects		
Fundraisers	\$ 33,642	\$ 41,623
Contributions and Grants		
Contributions	58,616	46,912
Grants	6,499	7,041
In-Kind Donations	478,645	531,010
United Way	3,106	121
Total Contributions	<u>546,866</u>	<u>585,084</u>
Other Income		
Interest Income	530	405
Thrift Store Sales	147,982	126,639
Total Other Income	<u>148,512</u>	<u>127,044</u>
Total Support and Income	<u>729,020</u>	<u>753,751</u>
Expenses		
Program Expenses		
Clothing and Merchandise	105,850	107,286
Computer Lab	107	592
Education	135	166
Food	384,605	431,413
Lodging	7,948	9,022
Medical	1,593	2,193
Payroll	56,544	35,168
Payroll Taxes	4,326	2,690
Transportation	2,828	8,781
Utilities	25,694	25,336
Vehicle Expense	1,928	2,375
Other	169	-
Total Program Expenses	<u>591,727</u>	<u>625,022</u>
Supporting Services		
General and Administrative Expenses		
Advertising	4,864	1,766
Audit	7,433	7,094
Copier Expenses	2,340	2,925
Depreciation	9,387	8,746
Dues	115	128
Insurance	7,099	6,591
Janitorial	2,600	2,200
Merchant Fees	1,928	1,529
Other Expenses	735	55
Payroll	41,685	42,540
Payroll Taxes	4,577	4,231
Pest Control	466	1,061
Postage	571	378
Registration Fees	-	100
Repairs & Maintenance	6,353	669
Supplies	4,146	2,239
Taxes	362	345
Utilities	14,559	11,689
Vehicle	1,971	1,475
Volunteer Recognition	1,980	1,572
Total General and Administrative Expenses	<u>113,171</u>	<u>97,333</u>

See notes to financial statements.

GOODLETTSVILLE HELP CENTER
Statements of Activities - Continued
For the Years Ended December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Fundraising Expenses	10,126	12,225
Total Supporting Services	<u>123,297</u>	<u>109,558</u>
Total Expenses	<u>715,024</u>	<u>734,580</u>
Increase in Net Assets	13,996	19,171
Net Assets - Beginning of Year	<u>374,969</u>	<u>355,798</u>
Net Assets - End of Year	<u><u>\$ 388,965</u></u>	<u><u>\$ 374,969</u></u>

See notes to financial statements.

GOODLETTSVILLE HELP CENTER
Notes to Financial Statements
December 31, 2012

Note 1. Summary of Significant Accounting Policies

A. Organization and Nature of Activities

Goodlettsville Help Center ("GHC") is a nonprofit organization whose purpose is to help churches, businesses, and the community eliminate duplicate requests from needy families by providing a central location to meet their basic needs. Their needs can be assistance for utilities, food, shelter, prescriptions, transportation and education. GHC also acts as a liaison to the local Police Department for persons seeking assistance. A thrift store is open to the public with reduced rates to support the entire community. All clients receiving direct assistance live in the Goodlettsville, Tennessee area, which encompasses portions of Davidson, Robertson and Sumner counties.

B. Basis of Accounting

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

C. Financial Statement Presentation

Financial statement presentation is reported in accordance with the FASB Accounting Standards Codification for *Presentation of Financial Statements, Not-For-Profit Entities*. Under those provisions, net assets and revenues, gains, and losses are classified based on the absence or existence and nature of donor-imposed restrictions as follows:

Unrestricted net assets - Net assets that are not subject to donor-imposed stipulations.

Temporarily restricted net assets - Net assets subject to donor-imposed restrictions that can be fulfilled by actions of GHC pursuant to those restrictions or that expire by the passage of time.

Permanently restricted net assets - Net assets subject to donor-imposed restrictions that may be maintained permanently by GHC.

D. Estimates

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

E. Cash and Cash Equivalents

For purposes of the statement of cash flows, cash includes cash on hand and amounts in banks. GHC has no cash equivalents.

F. Property and Equipment

Equipment is recorded at cost or at the estimated fair market value at the date of donation. Depreciation is calculated using the straight-line method over an estimated useful life of 5 - 39 years. Expenditures for repairs and maintenance are charged to expense as incurred.

Donations of property and equipment are reported at their estimated fair value. Such donations are reported as unrestricted contributions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted contributions. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Organization reclassifies temporarily restricted net assets to unrestricted net assets at that time.

GOODLETTSVILLE HELP CENTER
Notes to Financial Statements
December 31, 2012

Note 1. Summary of Significant Accounting Policies – Continued

G. Contributions

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. All donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. If donor-restricted support is given and the restriction is released in the same accounting period, the contribution is considered as unrestricted.

H. Contributed Services

Contributions of services are recognized only if the services received (a) create or enhance non-financial assets or (b) require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not donated.

I. Income Taxes

GHC is a nonprofit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code.

GHC's 2010, 2011, and 2012 Forms 990, Return of Organization Exempt from Income Tax, are subject to examination by the Internal Revenue Service, generally for three years from the date filed.

J. Advertising Costs

GHC expenses advertising costs as incurred. Advertising expenses for the year ended December 31, 2012 and 2011 were \$4,864 and \$1,766.

K. Reclassifications

Certain reclassifications have made to the 2011 financial statements to conform to the 2012 presentation.

Note 2. In-Kind Donations

GHC receives donated food and clothing that is either sold in the thrift store or distributed to needy families. The value of donated food and clothing included in the financial statements and the corresponding expenses for the years ended December 31, 2012 and 2011 are as follows:

Revenues		
	2012	2011
In-Kind Donations	<u>\$ 478,645</u>	<u>\$ 531,010</u>
	<u>\$ 478,645</u>	<u>\$ 531,010</u>
Expenses		
	2012	2011
Clothing and Merchandise	105,850	107,286
Food	369,295	417,543
Transportation	-	2,681
Audit	3,500	3,500
	<u>\$ 478,645</u>	<u>\$ 531,010</u>

Note 3. Subsequent Events

GHC has evaluated events and transactions for subsequent events that would impact the financial statements for the year ended December 31, 2012 through June 26, 2013, the date the financial statements were available to be issued. There were no subsequent events that required recognition or disclosure in the financial statements.