

**THE KING'S DAUGHTERS DAY HOME  
d/b/a THE KING'S DAUGHTERS DEVELOPMENT CENTER**

**Financial Statements**

**June 30, 2017 and 2016**

**THE KING'S DAUGHTERS DAY HOME**  
**d/b/a THE KING'S DAUGHTERS DEVELOPMENT CENTER**  
**Financial Statements**  
**June 30, 2017 and 2016**

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## **Independent Auditors' Report**

To the Board of Directors of  
The King's Daughters Day Home  
d/b/a The King's Daughters Development Center

### **Report on the Financial Statements**

We have audited the accompanying financial statements of The King's Daughters Day Home d/b/a The King's Daughters Development Center (a not-for-profit organization), which comprise the statement of financial position as of June 30, 2017, and the related statements of activities, functional expenses, and cash flows for the year 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.

### **Auditors' Responsibility**

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 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 auditors' 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 The King's Daughters Day Home d/b/a The King's Daughters Development Center as of June 30, 2017, and the results of its operations and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### **Report on Supplementary Information**

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedules of support, revenues and expenses – budget to actual on page 12 are presented for purposes of additional analysis and are 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 information is fairly stated in all material respects in relation to the financial statements as a whole.

### **Other Matter**

The financial statements of The King's Daughters Day Home d/b/a The King's Daughters Development Center, as of and for the year ended June 30, 2016, were audited by other auditors, whose report, dated October 20, 2016, expressed an unmodified opinion on those statements.

**THE KING'S DAUGHTERS DAY HOME**  
**d/b/a THE KING'S DAUGHTERS DEVELOPMENT CENTER**  
**Statements of Financial Position**  
**June 30, 2017 and 2016**

	<u>2017</u>	<u>2016</u>
<b>Assets</b>		
<b>Current Assets</b>		
Cash	\$ 49,734	\$ 235,137
Investments	201,253	190,072
Accounts Receivable - Fees	3,280	2,356
Accounts Receivable - Government Assistance	6,596	9,237
Contributions Receivable	-	11,321
Prepaid Expenses	2,141	3,889
Total Current Assets	<u>263,004</u>	<u>452,012</u>
<b>Property and Equipment</b>		
Land	207,476	207,476
Buildings and Improvements	1,911,098	1,751,486
Equipment	95,108	90,663
Accumulated Depreciation	(344,111)	(290,761)
Total Property and Equipment	<u>1,869,571</u>	<u>1,758,864</u>
<b>Other Assets</b>		
Loan Costs (Net of Amortization of \$1,289 for 2016)	-	3,865
Total Other Assets	<u>-</u>	<u>3,865</u>
Total Assets	<u><u>\$ 2,132,575</u></u>	<u><u>\$ 2,214,741</u></u>
<b>Liabilities and Net Assets</b>		
<b>Current Liabilities</b>		
Accounts Payable	\$ 23,416	\$ 19,168
Payroll Deductions Payable	6,314	6,196
Total Current Liabilities	<u>29,730</u>	<u>25,364</u>
<b>Net Assets</b>		
Unrestricted	2,087,580	2,035,140
Temporarily Restricted	15,265	154,236
Total Net Assets	<u>2,102,845</u>	<u>2,189,376</u>
Total Liabilities and Net Assets	<u><u>\$ 2,132,575</u></u>	<u><u>\$ 2,214,740</u></u>

See notes to financial statements.

**THE KING'S DAUGHTERS DAY HOME**  
**d/b/a THE KING'S DAUGHTERS DEVELOPMENT CENTER**  
**Statements of Activities**  
**For the Years Ended June 30, 2017 and 2016**

	<u>2017</u>	<u>2016</u>
<b>Unrestricted Net Assets</b>		
<b>Public Support</b>		
Contributions	\$ 59,140	\$ 135,339
United Way	108,073	108,073
Government Fees and Grants	82,972	59,403
Other Grants	209,907	35,719
Fundraising Events	34,887	23,592
In-Kind Donations	4,700	4,735
Total Public Support	<u>499,679</u>	<u>366,861</u>
<b>Revenues</b>		
Program Service Fees	370,269	234,587
Interest and Dividend Income	5,911	13,045
Realized Gain (Loss) on Investments	2,788	(18,483)
Unrealized Gain on Investments	6,331	4,798
Total Revenues	<u>385,299</u>	<u>233,947</u>
Total Public Support and Revenues	<u>884,978</u>	<u>600,808</u>
<b>Net Assets Released from Restrictions</b>		
Restrictions Satisfied by Payments	<u>164,555</u>	<u>1,172,737</u>
Total Public Support, Revenue and Reclassifications	<u>1,049,533</u>	<u>1,773,545</u>
<b>Functional Expenses</b>		
Program Services	873,547	692,384
Management and General	112,990	99,397
Fundraising	10,556	7,931
Total Functional Expenses	<u>997,093</u>	<u>799,712</u>
<b>Increase in Unrestricted Net Assets</b>	<u>52,440</u>	<u>973,833</u>
<b>Temporarily Restricted Net Assets</b>		
Contributions	25,584	571,237
Net Assets Released from Restrictions	<u>(164,555)</u>	<u>(1,172,737)</u>
<b>Decrease in Temporarily Restricted Net Assets</b>	<u>(138,971)</u>	<u>(601,500)</u>
<b>(Decrease) Increase in Net Assets</b>	(86,531)	372,333
<b>Net Assets - Beginning of Year</b>	<u>2,189,376</u>	<u>1,817,043</u>
<b>Net Assets - End of Year</b>	<u><u>\$ 2,102,845</u></u>	<u><u>\$ 2,189,376</u></u>

See notes to financial statements.

**THE KING'S DAUGHTERS DAY HOME**  
**d/b/a THE KING'S DAUGHTERS DEVELOPMENT CENTER**  
**Statement of Functional Expenses**  
**For the Year Ended June 30, 2017**

	2017						
	Program Services			Supporting Services			
	Infant and Toddler	Pre- School	Total Program Services	Management and General	Fundraising	Total Supporting Services	Total
Center Development	\$ -	\$ 21,102	\$ 21,102	\$ -	\$ -	\$ -	\$ 21,102
Communication	-	2,010	2,010	1,005	335	1,340	3,350
Conferences and Meetings	-	7,583	7,583	-	-	-	7,583
Depreciation and Amortization	29,159	22,334	51,493	5,722	-	5,722	57,215
Dues and Subscriptions	-	1,083	1,083	-	-	-	1,083
Employee Benefits	5,737	7,386	13,123	5,167	-	5,167	18,290
Fees and Licenses	-	758	758	-	-	-	758
Insurance	6,404	11,298	17,702	1,967	-	1,967	19,669
Maintenance and Repairs	22,476	42,704	65,180	7,242	-	7,242	72,422
Miscellaneous	500	2,620	3,120	291	-	291	3,411
Payroll Taxes	8,707	30,706	39,413	5,719	-	5,719	45,132
Printing	-	-	-	-	2,142	2,142	2,142
Professional Fees	-	20,418	20,418	2,552	2,552	5,104	25,522
Salaries	114,301	391,091	505,392	74,915	-	74,915	580,307
Special Events	-	-	-	-	5,527	5,527	5,527
Supplies and General Expenses	20,442	59,375	79,817	8,410	-	8,410	88,227
Teacher Appreciation	35	413	448	-	-	-	448
Travel	-	49	49	-	-	-	49
United Way Grant Expenses	-	44,856	44,856	-	-	-	44,856
Totals	<u>\$ 207,761</u>	<u>\$ 665,786</u>	<u>\$ 873,547</u>	<u>\$ 112,990</u>	<u>\$ 10,556</u>	<u>\$ 123,546</u>	<u>\$ 997,093</u>

See notes to financial statements.

**THE KING'S DAUGHTERS DAY HOME**  
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**Statement of Functional Expenses**  
**For the Year Ended June 30, 2016**

	2016						
	Program Services			Supporting Services			
	Infant and Toddler	Pre- School	Total Program Services	Management and General	Fundraising	Total Supporting Services	Total
Center Development	\$ -	\$ 17,842	\$ 17,842	\$ -	\$ -	\$ -	\$ 17,842
Communication	-	2,083	2,083	1,042	347	1,389	3,472
Conferences and Meetings	-	11,290	11,290	-	-	-	11,290
Depreciation and Amortization	-	27,996	27,996	3,111	-	3,111	31,107
Dues and Subscriptions	-	350	350	-	-	-	350
Employee Benefits	2,851	3,873	6,724	5,030	-	5,030	11,754
Fees and Licenses	-	597	597	-	-	-	597
Insurance	1,659	12,809	14,468	1,608	-	1,608	16,076
Maintenance and Repairs	5,574	39,527	45,101	5,011	-	5,011	50,112
Miscellaneous	310	2,941	3,251	296	-	296	3,547
Payroll Taxes	1,676	29,498	31,174	5,501	-	5,501	36,675
Printing	-	-	-	-	1,440	1,440	1,440
Professional Fees	-	14,538	14,538	1,817	1,817	3,634	18,172
Salaries	21,772	379,266	401,038	68,962	-	68,962	470,000
Special Events	-	-	-	-	4,327	4,327	4,327
Supplies and General Expenses	2,896	72,957	75,853	7,019	-	7,019	82,872
Teacher Appreciation	45	716	761	-	-	-	761
Travel	-	55	55	-	-	-	55
United Way Grant Expenses	-	39,263	39,263	-	-	-	39,263
Totals	<u>\$ 36,783</u>	<u>\$ 655,601</u>	<u>\$ 692,384</u>	<u>\$ 99,397</u>	<u>\$ 7,931</u>	<u>\$ 107,328</u>	<u>\$ 799,712</u>

See notes to financial statements.

**THE KING'S DAUGHTERS DAY HOME**  
**d/b/a THE KING'S DAUGHTERS DEVELOPMENT CENTER**  
**Statements of Cash Flows**  
**For the Years Ended June 30, 2017 and 2016**

	<u>2017</u>	<u>2016</u>
<b>Cash Flows from Operating Activities</b>		
(Decrease) Increase in Net Assets	\$ (86,531)	\$ 372,333
Adjustments to Reconcile (Decrease) Increase in Net Assets to Net Cash (Used) Provided by Operating Activities:		
Depreciation and Amortization	57,215	31,107
Realized (Gain) on Investments	(2,788)	18,483
Unrealized (Gain) on Investments	(6,331)	(4,798)
Reinvested Dividends and Interest, Net of Fees	(3,217)	(10,450)
(Increase) Decrease in:		
Accounts Receivable - Fees	(924)	1,141
Accounts Receivable - Government Assistance	2,641	(1,524)
Contributions Receivable	11,321	(5,069)
Prepaid Expenses	1,748	4,820
Increase (Decrease) in:		
Accounts Payable	4,247	9,780
Payroll Deductions Payable	118	933
Total Adjustments	<u>64,030</u>	<u>44,423</u>
Net Cash (Used) Provided by Operating Activities	<u>(22,501)</u>	<u>416,756</u>
<b>Cash Flows from Investing Activities</b>		
Transfers from Investments	1,155	134,012
Payments for the Purchase of Property	<u>(164,057)</u>	<u>(903,675)</u>
Net Cash Used by Investing Activities	<u>(162,902)</u>	<u>(769,663)</u>
<b>Cash Flows from Financing Activities</b>		
Payments for Loan Costs	<u>-</u>	<u>(5,154)</u>
Net Cash Used by Financing Activities	<u>-</u>	<u>(5,154)</u>
<b>Net Decrease in Cash</b>	(185,403)	(358,061)
<b>Cash - Beginning of Year</b>	235,137	593,198
<b>Cash - End of Year</b>	<u>\$ 49,734</u>	<u>\$ 235,137</u>
<b>Supplemental Cash Flow Disclosures:</b>		
<b>Non-Cash Investing Transactions:</b>		
Reinvested Dividends on Investments	<u>\$ 578</u>	<u>\$ 7,898</u>

See notes to financial statements.



**THE KING'S DAUGHTERS DAY HOME**  
**d/b/a THE KING'S DAUGHTERS DEVELOPMENT CENTER**  
**Notes to Financial Statements**  
**June 30, 2017 and 2016**

**Note 1. Summary of Significant Accounting Policies**

**A. Organization and Nature of Activities**

The King's Daughters Day Home d/b/a The King's Daughters Development Center (the "Day Home") is a United Way supported, not-for-profit child care facility for working parents residing in the community of Madison, Tennessee. The children served are primarily from low income families who depend on public and private agencies to help with the cost of day care service. The Day Home's support comes from individual and corporate contributions, various government and foundation grants, and fees charged for providing child care services.

**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**

The net assets of the Day Home and changes therein are classified and reported as follows:

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

Temporarily Restricted Net Assets - Net assets subject to donor-imposed stipulations that may or will be met, either by actions of the Day Home and/or the passage of time.

**D. Estimates**

The preparation of the 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 and disclosures. Accordingly, actual results could differ from those estimates.

**E. Cash and Cash Equivalents**

For purposes of the statements of cash flows, the Day Home defines cash and cash equivalents to include only cash on hand and amounts in banks. Money funds held with investment brokers are considered investments in the financial statements.

**F. Accounts Receivable**

Accounts receivable result from billings for tuition and fees. Accounts receivable is stated at the amount expected to be collected from outstanding balances. Management provides for probable uncollectible amounts through a charge to earnings and a credit to a valuation allowance based on its assessment of the current status of individual accounts. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance and a credit to accounts receivable. At June 30, 2017 and 2016, the Day Home had no allowance for doubtful accounts receivable.

**G. Accrued Compensated Absences**

Employees at the Day Home accrue ten sick days per year. All unused days carry forward to a maximum of 30 days. Employees with over 30 sick days at year-end are compensated for the excess. At termination of employment there is no compensation for any unused sick days. The Day Home does not consider the liability for accrued compensated absences to be material and therefore has not recognized a liability at June 30, 2017 and 2016.

**H. 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. If a restriction is fulfilled in the same time period in which the contribution is received, the Day Home reports the support as unrestricted. Otherwise, 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 statements of activities as net

**THE KING'S DAUGHTERS DAY HOME**  
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**Notes to Financial Statements – Continued**  
**June 30, 2017 and 2016**

**Note 1. Summary of Significant Accounting Policies – Continued**

**H. Contributions- Continued**

assets released from restrictions. Contributions of donated services that create or enhance non-financial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation, are recorded at their fair values in the period received.

**I. Income Taxes**

The Day Home is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code.

The Day Home's 2013, 2014 and 2015 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. Functional Expenses**

Expenses are charged directly to program, management and general, or fundraising based on both specific identification and allocation by management.

**K. Investments**

Investments are stated at their readily determinable fair market value in accordance with the *Certain Investments Held by Not-for-Profit Organizations* topic of the FASB Accounting Standards Codification.

**L. Fair Value Measurements**

The Day Home determines the fair market value of financial assets and liabilities that are required to be carried at such amounts in accordance with the *Fair Value Measurements and Disclosures* topic of the FASB Accounting Standards Codification. Fair value is required to be evaluated and adjusted according to the following valuation techniques.

Level 1 – Fair value is determined using quoted market prices in active markets for identical assets and liabilities.

Level 2 – Fair value is determined using quoted market prices in active markets for similar assets and liabilities.

Level 3 – Fair value is determined using unobservable market prices in a market that is typically inactive.

**M. Property and Equipment**

Donations of property and equipment are recorded as support at their estimated fair value on the date donated. Such donations are reported as unrestricted support 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 support. Absent donor stipulations regarding how long those donated assets must be maintained, the Day Home reports expirations of donor restrictions when the donated or acquired assets are placed in service. Purchased property, plant and equipment with cost greater than \$500 and useful lives greater than one year are carried at cost. Depreciation is calculated on the straight-line method over the estimated useful lives of the assets as follows:

Buildings and Improvements	10 - 40 Years
Equipment	3 - 7 Years
Vehicles	5 Years

Depreciation expense for the years ending June 30, 2017 and 2016 was \$53,350 and \$29,818.

**The King's Daughters Day Home  
d/b/a THE KING'S DAUGHTERS DEVELOPMENT CENTER  
Notes to Financial Statements – Continued  
June 30, 2017 and 2016**

**Note 2. Investments**

The Day Home holds investments in various accounts. These investments are carried at the fair market value determined on June 30, 2017 and 2016, using quoted market prices. The various types of investments are listed below:

<b>2017</b>			
	<b>Fair Market Value</b>	<b>Cost</b>	<b>Cumulative Unrealized Gain</b>
Interest-Bearing Cash	\$ 11,921	\$ 11,921	\$ -
Mutual Funds	189,332	177,637	11,695
	<u>\$ 201,253</u>	<u>\$ 189,558</u>	<u>\$ 11,695</u>

  

<b>2016</b>			
	<b>Fair Market Value</b>	<b>Cost</b>	<b>Cumulative Unrealized Gain</b>
Interest-Bearing Cash	\$ 17,510	\$ 17,510	\$ -
Mutual Funds	172,562	167,198	5,364
	<u>\$ 190,072</u>	<u>\$ 184,708</u>	<u>\$ 5,364</u>

Investment fees for the years ending June 30, 2017 and 2016 were \$2,623 and \$2,013 .

**Note 3. Fair Value Measurements**

The following assets carried at fair value are reviewed and adjusted on a recurring basis based on quoted market prices. Fair value at June 30, 2017 and 2016 is as follows:

<b>Asset</b>	<b>Fair Value June 30, 2017</b>	<b>Quoted Prices in Active Markets for Identical Assets (Level 1)</b>
Mutual Funds	\$ 189,332	\$ 189,332

  

<b>Asset</b>	<b>Fair Value June 30, 2016</b>	<b>Quoted Prices in Active Markets for Identical Assets (Level 1)</b>
Mutual Funds	\$ 172,562	\$ 172,562

**Note 4. Temporarily Restricted Net Assets**

Temporarily restricted net assets as of June 30, 2017 and 2016 include the following:

	<b>2017</b>	<b>2016</b>
Capital Projects	\$ -	\$ 140,275
Playground Equipment	3,812	-
Building Repairs	11,453	-
Technology Upgrades	-	13,961
Total Temporarily Restricted	<u>\$ 15,265</u>	<u>\$ 154,236</u>

**The King's Daughters Day Home**  
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**Notes to Financial Statements – Continued**  
**June 30, 2017 and 2016**

**Note 5. Concentration of Risk**

The Day Home is exposed to concentrations of risk regarding grants received from the United Way. During the years ended June 30, 2017 and 2016, the United Way grant represented 12% and 9% of total revenue.

For the years ended June 30, 2017 and 2016, 11% and 43% of total revenues were contributions received from one donor.

**Note 6. Donated Facilities, Services and Supplies**

The value of donated facilities and services included as in kind donations in the financial statements and the corresponding expenses for the years ended June 30, 2017 and 2016 are as follows:

<b>Revenues:</b>		
	<b>2017</b>	<b>2016</b>
Professional Services	\$ 4,700	\$ 4,500
Supplies	-	235
Total	<u>\$ 4,700</u>	<u>\$ 4,735</u>
<b>Expenses:</b>		
	<b>2017</b>	<b>2016</b>
Professional Fees	\$ 4,700	\$ 4,500
Supplies and General Expenses	-	235
Total	<u>\$ 4,700</u>	<u>\$ 4,735</u>

**Note 7. Leases**

The Day Home leases equipment in accordance with the following agreements:

The dishwashing equipment lease is a one year lease that automatically renews each year upon expiration. Monthly lease payments are \$182.

The Xerox copier lease is a sixty month lease that will terminate in October 2017. Monthly lease payments are \$141.

The PODS portable storage unit is a month-to-month lease with monthly payments of \$129.

The following is a schedule by year, of future year's minimum rental payments as of June 30, 2017:

<b>Year Ending</b>	<b>Annual Lease</b>
<b>June 30,</b>	<b>Payments</b>
2018	423

Rental expense was \$7,183 and \$6,688 for the years ended June 30, 2017 and 2016.

**Note 8. SEP Plan**

The Day Home maintains a Simplified Employee Pension (SEP) Plan. Eligible employees must have worked two of the previous three years to be covered under the plan. The Day Home contributes 2% to the plan for each eligible employee. For the years ended June 30, 2017 and 2016, \$2,586 and \$3,039 in contributions were made to the SEP plan.

**The King's Daughters Day Home**  
**d/b/a THE KING'S DAUGHTERS DEVELOPMENT CENTER**  
**Notes to Financial Statements – Continued**  
**June 30, 2017 and 2016**

**Note 9. Line of Credit**

The Day Home has a \$100,000 line of credit with a financial institution. The line is secured by real property. The terms of the line of credit allow the Day Home to borrow funds until October 6, 2026. At that time, any balance plus interest of 4.5% will be due. The balance for the line of credit as of June 30, 2017 was \$0.

**Note 10. Subsequent Events**

The Day Home has evaluated events and transactions for subsequent events that would impact the financial statements for the year ended June 30, 2017 through November 7, 2017, the date the financial statements were available to be issued.

## **Supplementary Information**

**THE KING'S DAUGHTERS DAY HOME**  
**d/b/a THE KING'S DAUGHTERS DEVELOPMENT CENTER**  
**Schedules of Support, Revenues and Expenses - Budget to Actual**  
**For the Years Ended June 30, 2017 and 2016**

	<b>2017</b>			<b>2016</b>		
	<b>Actual</b>	<b>Budget</b>	<b>Variance Favorable (Unfavorable)</b>	<b>Actual</b>	<b>Budget</b>	<b>Variance Favorable (Unfavorable)</b>
<b>Support and Revenues</b>						
Contributions	\$ 84,724	\$ 150,500	\$ (65,776)	\$ 706,576	\$ 95,000	\$ 611,576
United Way	108,073	108,072	1	108,073	108,072	1
Government Fees and Grants	82,972	138,600	(55,628)	59,403	88,400	(28,997)
Other Grants	209,907	229,861	(19,954)	35,719	205,000	(169,281)
Fundraising Events	34,887	25,000	9,887	23,592	45,000	(21,408)
In-Kind Donations	4,700	-	4,700	4,735	-	4,735
Program Service Fees	370,269	283,426	86,843	234,587	186,500	48,087
Interest and Dividend Income	5,911	10,300	(4,389)	13,045	10,300	2,745
Realized Gain on Investments	2,788	-	2,788	(18,483)	-	(18,483)
Unrealized Gain/(Loss) on Investments	6,331	-	6,331	4,798	-	4,798
Total Support and Revenues	<u>910,562</u>	<u>945,759</u>	<u>(35,197)</u>	<u>1,172,045</u>	<u>738,272</u>	<u>433,773</u>
<b>Expenses</b>						
Center Development	21,102	23,000	1,898	17,842	12,500	(5,342)
Communication	3,350	3,450	100	3,472	2,600	(872)
Conferences and Meetings	7,583	7,500	(83)	11,290	6,000	(5,290)
Depreciation and Amortization	57,215	-	(57,215)	31,107	-	(31,107)
Dues and Subscriptions	1,083	1,225	142	350	850	500
Employee Benefits	18,290	24,000	5,710	11,754	12,700	946
Fees and Licenses	758	800	42	597	800	203
Insurance	19,669	17,101	(2,568)	16,076	12,239	(3,837)
Maintenance and Repairs	72,422	45,029	(27,393)	50,112	36,021	(14,091)
Miscellaneous	3,411	800	(2,611)	3,547	800	(2,747)
Payroll Taxes	45,132	51,557	6,425	36,675	36,638	(37)
Printing	2,142	1,500	(642)	1,440	2,000	560
Professional Fees	25,522	17,500	(8,022)	18,172	16,000	(2,172)
Salaries	580,307	627,774	47,467	470,000	482,702	12,702
Special Events	5,527	6,000	473	4,327	7,000	2,673
Supplies and General Expenses	88,227	84,385	(3,842)	82,872	76,747	(6,125)
Teacher Appreciation	448	1,500	1,052	761	1,000	239
Travel	49	600	551	55	750	695
United Way Grant Expenses	44,856	24,800	(20,056)	39,263	27,000	(12,263)
Total Expenses	<u>997,093</u>	<u>938,521</u>	<u>(58,572)</u>	<u>799,712</u>	<u>734,347</u>	<u>(65,365)</u>
<b>(Deficiency) Excess of Revenues over Expenses</b>	<u>\$ (86,531)</u>	<u>\$ 7,238</u>	<u>\$ (93,769)</u>	<u>\$ 372,333</u>	<u>\$ 3,925</u>	<u>\$ 368,408</u>

See independent auditors' report.