

**SUMNER COUNTY CASA, INC.
COMPILED FINANCIAL STATEMENTS
FOR THE YEAR ENDED
JUNE 30, 2011**

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To the Board of Directors
Sumner County CASA, Inc.
Gallatin, TN 37066

We have compiled the accompanying statement of financial position of Sumner County CASA, Inc. (a nonprofit corporation) as of June 30, 2011, and the related statements of activities, functional expenses, and cash flows for the year then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements, information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

We are independent in regards to Sumner County CASA, Inc.

Carl A. Davis & Company, CPAs

Hendersonville, TN
August 9, 2011

Member

SUMNER COUNTY CASA, INC.
COMPILED FINANCIAL STATEMENTS
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2011

ASSETS

Current Assets

Cash	\$ 25,630
Accounts Receivable - Other	<u>1,050</u>
Total Current Assets	<u>26,680</u>

Property and Equipment

Equipment	20,672
Less: Accumulated depreciation	<u>(20,672)</u>
Net Property and Equipment	<u>0</u>
Total Assets	<u>\$ 26,680</u>

LIABILITIES AND NET ASSETS

<u>Current Liabilities</u>	<u>\$ 7,416</u>
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Net Assets

Unrestricted	18,351
Temporarily Restricted	<u>913</u>
Total Liabilities and Net Assets	<u>\$ 26,680</u>

**SUMNER COUNTY CASA, INC.
COMPILED FINANCIAL STATEMENTS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011**

UNRESTRICTED NET ASSETS

Unrestricted support:

City of Gallatin	\$ 5,500
City of Hendersonville	1,500
Fund Raising and Special Events, Net of \$14,571 Direct Costs	37,316
Contributions	46,081
Interest Income	547

Net restricted assets satisfied by payments:

Satisfaction of program restrictions	<u>68,562</u>
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TOTAL UNRESTRICTED SUPPORT	<u>159,506</u>
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Net assets released from restrictions:

Restrictions released by donor	9,842
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**TOTAL UNRESTRICTED SUPPORT AND NET
ASSETS RELEASED FROM RESTRICTION**

169,348

EXPENSES

Program services:

Financial assistance	124,990
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Supporting services:

Management and general	<u>23,856</u>
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TOTAL EXPENSES	<u>148,846</u>
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INCREASE IN UNRESTRICTED NET ASSETS	<u>20,502</u>
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CHANGES IN TEMPORARILY RESTRICTED NET ASSETS

Contributions	5,500
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Net assets released from restriction	(14,432)
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**DECREASE IN TEMPORARILY RESTRICTED
NET ASSETS**

(8,932)

INCREASE IN NET ASSETS	11,570
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NET ASSETS AT BEGINNING OF YEAR	<u>7,694</u>
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NET ASSETS AT END OF YEAR	<u>\$ 19,264</u>
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See accountants compilation report and notes to financial statements.

SUMNER COUNTY CASA, INC.
COMPILED FINANCIAL STATEMENTS
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2011

	<u>Program Services</u>	<u>Supporting Services Management and General</u>	<u>Fund- Raising</u>	<u>Total</u>
Salaries	\$ 86,677	\$10,678		\$ 97,355
Payroll Taxes	<u>6,341</u>	<u>766</u>		<u>7,107</u>
Total Salaries and Related Expenses	93,018	11,444		104,462
Accounting		850		850
Advertising	50			50
Bank Fees		332		332
Criminal Checks	400			400
Insurance	9,719	1,874		11,593
License and Fees		2,518		2,518
Occupancy	12,882	4,294		17,176
Postage	664	35		699
Printing	428	428		856
Repairs & Maintenance	1,447	482		1,929
Supplies	952	509		1,461
Telephone	3,924	206		4,130
Training	300			300
Volunteer and Children Expenses	1,206			1,206
Volunteer Recognition	<u> </u>	<u>884</u>	<u> </u>	<u>884</u>
Total Expenses Before Depreciation	124,990	23,856		148,846
Depreciation of Furniture and Equipment	<u> </u>	<u>-0-</u>	<u> </u>	<u>-0-</u>
Total Expenses	<u>\$124,990</u>	<u>\$ 23,856</u>	<u>\$</u>	<u>\$148,846</u>

See accountants compilation report and notes to financial statements.

SUMNER COUNTY CASA, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2011

<u>Cash Flows From Operating Activities</u>	
Increase (Decrease) in Net Assets	\$ 11,570
Adjustments to reconcile increase in net assets to net cash used by operating activities	
Depreciation	0
Increase (Decrease) in Accounts Receivable	(1,050)
Increase (Decrease) in Accounts Payable	<u>7,416</u>
Cash Flows Provided By Operating Activities	<u>17,936</u>
<u>Cash Flows from Investing Activities</u>	<u>-0-</u>
<u>Cash Flows from Financing Activities</u>	<u>-0-</u>
Net Increase (Decrease) in Cash and Cash Equivalents	17,936
Beginning Cash and Cash Equivalents	<u>7,694</u>
Ending Cash and Cash Equivalents	<u>\$ 25,630</u>

See accountants compilation report and notes to financial statements.

SUMNER COUNTY CASA, INC.
COMPILED FINANCIAL STATEMENTS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Sumner County CASA, Inc. trains and supervises volunteers who act as advocates for children involved in court proceedings primarily as a result of abuse and/or neglect.

The Board of Directors and management employees of the Organization acknowledge that, to the best of their ability, all assets received have been used for the purpose for which they were contributed, or have been accumulated to allow management to conduct the operations of the Organization as effectively and efficiently as possible.

Estimates

The preparation of 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 these estimates.

Income Taxes

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

Cash and Cash Equivalents

For purposes of the statements of cash flows, the Organization considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalent.

Basis of Accounting

The financial statements of the organization have been prepared on the accrual basis.

SUMNER COUNTY CASA, INC.
COMPILED FINANCIAL STATEMENTS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011
(CONTINUED)

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.

Property and Equipment

Property and equipment are carried at cost or, if donated, at the approximate fair value at the date of donation. Depreciation is computed using the straight-line method over the estimated useful lives of the assets.

Revenue Recognition

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions.

Donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction, unless the restriction is met in the same reporting period as the contribution. 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. When restrictions are met in the same reporting period as the contribution, the contribution is classified as unrestricted support.

Advertising Costs

All advertising costs are expensed as incurred.

Donated Materials

The basis of valuation of donated materials received is fair value, which is determined by communication with the organization that donated the materials.

SUMNER COUNTY CASA, INC.
COMPILED FINANCIAL STATEMENTS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011
(CONTINUED)

Donated Services

During the year ended June 30, 2011, the value of contributed services meeting the requirement for recognition in the financial statements was not material, and has not been recorded. In addition, many individuals volunteer their time and perform a variety of tasks that assist the Organization with their assistance programs.

NOTE B - FUNCTIONAL ALLOCATION OF EXPENSES

The costs of providing the various programs and activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the program and supporting services benefited.

NOTE C - RENTAL AGREEMENT

The organization leases office space for \$1,250 per month under a three year agreement. There is an option to renew upon the expiration of the lease.

NOTE D - TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets consists of amounts donated to be used for training and support of the volunteer staff.