

THE KING'S DAUGHTERS DAY HOME
Financial Statements
June 30, 2011

Contents

| | <u>Page</u> |
|---|--------------------|
| Independent Auditors' Report | 1 |
| Financial Statements | |
| Statements of Financial Position | 2 |
| Statements of Activities | 3 |
| Statements of Functional Expenses | 4 |
| Statements of Cash Flows | 5 |
| Notes to Financial Statements | 6 - 10 |
| Supplementary Information | |
| Statements of Support, Revenues and Expenses - Budget to Actual | 11 |

Parker, Parker & Associates, PLC

Certified Public Accountants

1000 NORTHCHASE DRIVE - SUITE 260
GOODLETTSVILLE, TN 37072

STEVEN B. PARKER, CPA
CHARLES N. PARKER, CPA
KAREN R. STEPHENS, CPA
CATHY D. FISHER, CPA
LAUREN S. ALLEN, CPA
CARRIE E. DAWSON, CPA

TELEPHONE: 615-859-8800
FAX: 615-859-8188
WWW.PARKERCPA.NET

Independent Auditors' Report

To the Board of Directors of
The King's Daughters Day Home

We have audited the accompanying statements of financial position of The King's Daughters Day Home (a nonprofit organization) as of June 30, 2011 and 2010, and the related statements of activities, functional expenses and cash flows for the years then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The King's Daughters Day Home as of June 30, 2011 and 2010, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The statements of support, revenues, and expenses – budget to actual on page 11 are presented for the purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audits of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Parker, Parker & Associates

October 28, 2011

THE KING'S DAUGHTERS DAY HOME
Statements of Financial Position
June 30, 2011 and 2010

| | <u>2011</u> | <u>2010</u> |
|---|-----------------------|-----------------------|
| Assets | | |
| Current Assets | | |
| Cash | \$ 38,038 | \$ 60,897 |
| Investments | 296,117 | 282,879 |
| Accounts Receivable - Fees, Less Allowance for Doubtful | | |
| Accounts of \$0 in 2011 and 2010 | 1,638 | 894 |
| Accounts Receivable - Government Assistance | 10,457 | 10,141 |
| Accounts Receivable - Other | - | 85 |
| Prepaid Expenses | 1,954 | 2,149 |
| Total Current Assets | <u>348,204</u> | <u>357,045</u> |
| Property and Equipment | | |
| Land | 30,000 | 30,000 |
| Buildings and Improvements | 556,461 | 550,401 |
| Equipment | 127,607 | 115,147 |
| Accumulated Depreciation | (212,953) | (177,494) |
| Total Property and Equipment | <u>501,115</u> | <u>518,054</u> |
| Total Assets | <u>\$ 849,319</u> | <u>\$ 875,099</u> |
| Liabilities and Net Assets | | |
| Current Liabilities | | |
| Accounts Payable | \$ 17,846 | \$ 7,903 |
| Payroll Deductions Payable | 4,708 | 3,647 |
| Total Current Liabilities | <u>22,554</u> | <u>11,550</u> |
| Net Assets | | |
| Unrestricted Net Assets | | |
| Undesignated | 807,656 | 850,365 |
| Total Unrestricted Net Assets | <u>807,656</u> | <u>850,365</u> |
| Temporarily Restricted Net Assets | 19,109 | 13,184 |
| Total Net Assets | <u>826,765</u> | <u>863,549</u> |
| Total Liabilities and Net Assets | <u>\$ 849,319</u> | <u>\$ 875,099</u> |

See notes to financial statements.

THE KING'S DAUGHTERS DAY HOME
Statements of Activities
For the Years Ended June 30, 2011 and 2010

| | <u>2011</u> | <u>2010</u> |
|---|--------------------------|--------------------------|
| Unrestricted Net Assets | | |
| Public Support and Revenue | | |
| Public Support: | | |
| Contributions | \$ 62,094 | \$ 131,901 |
| United Way | 108,072 | 108,072 |
| Government Fees and Grants | 85,925 | 126,145 |
| Other Grants | 85,000 | - |
| Fundraising Events | 55,530 | 41,431 |
| Donated Facilities | - | 22,254 |
| Donated Property, Equipment, Services, and Supplies | 1,700 | 427,131 |
| Total Public Support | <u>398,321</u> | <u>856,934</u> |
| Revenue: | | |
| Program Service Fees | 142,262 | 121,853 |
| Interest and Dividend Income | 9,892 | 14,722 |
| Realized Gain/(Loss) on Investments | (4,360) | 8 |
| Unrealized Gain on Investments | 27,971 | 18,907 |
| Loss on Disposal of Equipment | - | (647) |
| Total Revenue | <u>175,765</u> | <u>154,843</u> |
| Total Public Support and Revenue | <u>574,086</u> | <u>1,011,777</u> |
| Net Assets Released from Restrictions | | |
| Restrictions Satisfied by Payments | <u>54,575</u> | <u>11,856</u> |
| Total Public Support, Revenue and Reclassifications | <u>628,661</u> | <u>1,023,633</u> |
| Expenses | | |
| Program Services | 489,240 | 505,543 |
| Management and General | 157,183 | 110,418 |
| Fundraising | 24,946 | 18,104 |
| Total Expenses | <u>671,370</u> | <u>634,065</u> |
| Increase (Decrease) in Unrestricted Net Assets | <u>(42,709)</u> | <u>389,568</u> |
| Temporarily Restricted Net Assets | | |
| Contributions | 60,500 | 25,040 |
| Net Assets Released from Restrictions | <u>(54,575)</u> | <u>(11,856)</u> |
| Increase in Temporarily Restricted Net Assets | <u>5,925</u> | <u>13,184</u> |
| Increase (Decrease) in Net Assets | (36,784) | 402,752 |
| Net Assets - Beginning of Year | <u>863,549</u> | <u>460,797</u> |
| Net Assets - End of Year | <u><u>\$ 826,765</u></u> | <u><u>\$ 863,549</u></u> |

See notes to financial statements.

THE KING'S DAUGHTERS DAY HOME
Statements of Functional Expenses
For the Years Ended June 30, 2011 and 2010

| | 2011 | | | | 2010 | | | |
|-----------------------------|---------------------|---------------------------|---------------------|-----------|---------------------|---------------------------|---------------------|-----------|
| | Supporting Services | | Supporting Services | | Supporting Services | | Supporting Services | |
| | Program Services | Management and General | Fundraising | Total | Program Services | Management and General | Fundraising | Total |
| | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Bad Debt Expense | - | 1,689 | - | 1,689 | - | - | - | - |
| Center Development | 4,061 | - | - | 4,061 | 3,395 | - | - | 3,395 |
| Communication | 855 | 592 | 82 | 1,529 | 1,865 | 1,277 | 125 | 3,267 |
| Conferences and Meetings | 5,389 | - | - | 5,389 | 4,504 | - | - | 4,504 |
| Depreciation | - | 36,400 | - | 36,400 | - | 13,261 | - | 13,261 |
| Employee Benefits | 6,775 | 1,652 | - | 8,427 | 6,533 | 10,219 | - | 16,752 |
| Fees and Licenses | 297 | 388 | - | 685 | 282 | 368 | - | 650 |
| Special Events | - | - | 20,699 | 20,699 | - | - | 12,642 | 12,642 |
| Insurance | 13,164 | 208 | - | 13,372 | 12,406 | 196 | - | 12,602 |
| Maintenance & Repairs | 17,934 | 1,697 | - | 19,631 | 17,646 | 1,073 | - | 18,718 |
| Dues & Subscriptions | 536 | 319 | - | 855 | 272 | 163 | - | 435 |
| Miscellaneous | 868 | 927 | - | 1,795 | 1,335 | 1,309 | - | 2,644 |
| Occupancy | - | - | - | - | 22,254 | - | - | 22,254 |
| Payroll Taxes | 30,111 | 6,279 | - | 36,390 | 25,481 | 4,297 | - | 29,778 |
| Printing | - | - | 3,165 | 3,165 | - | - | 2,837 | 2,837 |
| Professional Fees | - | - | 1,000 | 1,358 | - | - | 2,500 | 15,123 |
| Salaries | 299,285 | 12,358 | - | 383,011 | 286,435 | 12,623 | - | 343,700 |
| Supplies & General Expenses | 53,747 | 83,726 | - | 64,687 | 63,929 | 57,265 | - | 72,276 |
| Teacher Appreciation | 171 | 10,940 | - | 171 | 118 | 8,348 | - | 118 |
| Travel | 103 | - | - | 111 | 260 | - | - | 280 |
| United Way Grant Expenses | 55,943 | - | - | 55,943 | 58,829 | 20 | - | 58,829 |
| Totals | \$489,240 | \$157,183 | \$24,946 | \$671,370 | \$505,543 | \$110,418 | \$18,104 | \$634,065 |

See notes to the financial statements.

THE KING'S DAUGHTERS DAY HOME
Statements of Cash Flows
For the Years Ended June 30, 2011 and 2010

| | <u>2011</u> | <u>2010</u> |
|---|------------------|------------------|
| Cash Flows from Operating Activities | | |
| Increase (Decrease) in Net Assets | \$ (36,784) | \$ 402,752 |
| Adjustments to Reconcile Increase (Decrease) in Net Assets to Net Cash Used by Operating Activities: | | |
| Depreciation | 36,400 | 13,261 |
| Realized (Gain)/Loss on Investments | 4,360 | (8) |
| Unrealized (Gain) on Investments | (27,971) | (18,907) |
| Loss on Disposal of Equipment | - | 647 |
| Reinvested Dividends and Interest, Net of Fees | (9,627) | (12,336) |
| Donated Property and Equipment | - | (413,157) |
| (Increase) Decrease in Accounts Receivable - Fees | (744) | 100 |
| (Increase) in Accounts Receivable - Government Assistance | (316) | (3,012) |
| Decrease in Accounts Receivable - Other | 85 | 140 |
| (Increase) Decrease in Prepaid Items | 195 | (308) |
| Increase in Accounts Payable | 9,943 | 4,498 |
| Increase in Payroll Deductions Payable | 1,061 | 3,289 |
| (Decrease) in Deferred Revenue | - | (500) |
| Total Adjustments | <u>13,386</u> | <u>(426,293)</u> |
| Net Cash (Used) by Operating Activities | <u>(23,398)</u> | <u>(23,541)</u> |
| Cash Flows from Investing Activities | | |
| Transfers from Investments | 20,000 | 53,000 |
| Payments for the Purchase of Property | (19,461) | (5,086) |
| Payments for the Purchase of Investments | - | (1,106) |
| Net Cash Provided by Investing Activities | <u>539</u> | <u>46,808</u> |
| Net Increase (Decrease) in Cash | (22,859) | 23,267 |
| Cash - Beginning of Year | 60,897 | 37,630 |
| Cash - End of Year | <u>\$ 38,038</u> | <u>\$ 60,897</u> |

Supplemental Cash Flow Disclosures:

Non-Cash Investing Transactions:

| | | |
|-------------------------------------|----------|------------|
| Donated Property and Equipment | \$ - | \$ 413,157 |
| Reinvested Dividends on Investments | \$ 9,627 | \$ 12,336 |

See notes to financial statements.

The King's Daughters Day Home
Notes to Financial Statements
June 30, 2011 and 2010

Note 1. Summary of Significant Accounting Policies

A. Organization and Nature of Activities

The King's Daughters Day Home (the Day Home) is a United Way supported, nonprofit 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 statement 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.

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, 2011 and 2010.

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 organization 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 statement of activities as net 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

The King's Daughters Day Home
Notes to Financial Statements
June 30, 2011 and 2010

Note 1. Summary of Significant Accounting Policies – Continued

H. Contributions- Continued

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

The Center's 2009, 2010 and 2011 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

Property, plant and equipment with cost greater than \$500 and useful lives greater than one year are carried at cost if purchased or fair market value if donated. Depreciation is calculated on the straight-line method over the estimated useful lives of the assets as follows:

| | |
|---------------------------|---------------|
| Building and Improvements | 10 - 40 Years |
| Equipment | 3 - 7 Years |
| Vehicles | 5 Years |

Depreciation expense for the years ending June 30, 2011 and 2010 was \$36,400 and \$13,261.

N. Reclassifications

Certain reclassifications have been made to the 2010 financial statements to conform to 2011 presentation.

Note 2. Investments

The Organization holds investments in various short-term accounts. These investments are carried at the fair market value determined on June 30, 2011 and 2010, using quoted market prices. The various types of investments are listed below:

The King's Daughters Day Home
Notes to Financial Statements
June 30, 2011 and 2010

Note 2. Investments – Continued

| <u>2011</u> | <u>Fair Market Value</u> | <u>Cost</u> | <u>Cumulative Unrealized Gain(Loss)</u> |
|-----------------|--------------------------|-------------------|---|
| Money Funds | \$ 58,747 | \$ 58,747 | \$ - |
| Mutual Funds | 155,500 | 176,899 | (21,398) |
| Corporate Bonds | 81,870 | 75,180 | 6,690 |
| | <u>\$ 296,117</u> | <u>\$ 310,825</u> | <u>\$ (14,708)</u> |

| <u>2010</u> | <u>Fair Market Value</u> | <u>Cost</u> | <u>Cumulative Unrealized Gain(Loss)</u> |
|-----------------|--------------------------|-------------------|---|
| Money Funds | \$ 47,829 | \$ 47,829 | \$ - |
| Mutual Funds | 155,359 | 202,549 | (47,189) |
| Corporate Bonds | 79,690 | 75,180 | 4,510 |
| | <u>\$ 282,879</u> | <u>\$ 325,558</u> | <u>\$ (42,679)</u> |

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, 2011 and 2010 is as follows:

| <u>Asset</u> | <u>Fair Value June 30, 2011</u> | <u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u> |
|--------------|---------------------------------|---|
| Investments | \$ 296,117 | \$ 296,117 |

| <u>Asset</u> | <u>Fair Value June 30, 2010</u> | <u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u> |
|--------------|---------------------------------|---|
| Investments | \$ 282,879 | \$ 282,879 |

Note 4. Temporarily Restricted Net Assets

Temporarily restricted net assets as of June 30, 2011 and 2010 include the following:

| | <u>2011</u> | <u>2010</u> |
|------------------------------|------------------|------------------|
| Bike Track and Tricycles | \$ - | \$ 4,109 |
| Learning Centers | - | 3,096 |
| Fashion Show | - | 5,000 |
| Read to Succeed Program | - | 979 |
| Garden | 555 | - |
| Pre-K Classrooms | 16,955 | - |
| Dollar General | 1,599 | - |
| Total Temporarily Restricted | <u>\$ 19,109</u> | <u>\$ 13,184</u> |

The King's Daughters Day Home
Notes to Financial Statements
June 30, 2011 and 2010

Note 5. Conditional Promise to Give

During 2011, a donor made a conditional promise to give the Day Home \$50,000 to be used for expansion of the current facility to begin an infant and toddler program. The following conditions must be satisfied before March 15, 2012 in order for the Day Home to receive this contribution:

- 1) Enter into a contract to purchase the adjacent facility,
- 2) Secure at least \$50,000 in gifts or pledges from other donors towards the purchase
- 3) Secure additional donations or financing to complete the purchase and renovation of the facility.

The \$50,000 contribution has not been recognized in the accompanying financial statements since all three conditions had not been met as of June 30, 2011.

Note 6. Concentration of Risk

The Day Home is exposed to concentrations of risk regarding grants received from the United Way and the Tennessee Department of Human Services (DHS). During the year ended June 30, 2011, the United Way grant represented 16% of total revenues and the DHS grant represented 13% of total revenues. For the year ended June 30, 2010 the United Way grant represented 10% of total revenues and the DHS grants represented 12% of total revenues.

At June 30, 2011 the Day Home's cash accounts did not exceed the Federal Deposit Insurance Corporation insurance coverage.

Note 7. Donated Facilities, Services and Supplies

The value of donated facilities and services included in the financial statements and the corresponding property and equipment and expenses for the years ended June 30, 2011 and 2010 are as follows. Refer to Note 9 for related party donations.

| Revenues: | | |
|---|-----------------|-------------------|
| | 2011 | 2010 |
| Donated Facilities | \$ - | \$ 22,254 |
| Building | - | 378,222 |
| Land | - | 30,000 |
| Donated Capital Items | - | 4,935 |
| Fundraising Events | 6,430 | 3,375 |
| Donated Services | 342 | 250 |
| Donated Administrative Expense | 1,357 | 13,724 |
| Total | <u>\$ 8,130</u> | <u>\$ 452,760</u> |
| Property, Equipment and Expense: | | |
| | 2011 | 2010 |
| Occupancy | \$ - | \$ 22,254 |
| Building | - | 378,222 |
| Land | - | 30,000 |
| Improvements and Equipment | - | 4,935 |
| Professional Fees | - | 250 |
| Salaries | - | 250 |
| Fundraising Events Expenses | 6,430 | 3,375 |
| Supplies and General Expenses | 1,700 | 13,474 |
| Total Expenditures | <u>\$ 8,130</u> | <u>\$ 452,760</u> |

The King's Daughters Day Home
Notes to Financial Statements
June 30, 2011 and 2010

Note 8. Leases

The Day Home leases dishwashing equipment under a twenty-four month lease that expired January 2011 for a monthly lease payment of \$165. The lease is automatically renewed for another year upon expiration. The following is a schedule by year, of future year's minimum rental payments as of June 30, 2011:

| <u>Year Ending June 30,</u> | <u>Annual Lease Payments</u> |
|---------------------------------|----------------------------------|
| 2011 | 1,155 |
| | <u>\$ 1,155</u> |

Rental expense was \$2,235 for the years ended June 30, 2011 and 2010.

Note 9. Pension Plan

The Day Home has a Simplified Employee Pension (SEP) Plan. Eligible employees must have worked two of the previous three years to be covered under the plan. For the years ended June 30, 2011 and 2010, \$4,533 and \$0 in contributions were made to the SEP plan.

Note 10. Related Party

The Davidson County Union of King's Daughters and Sons ("County Union") is a related entity that founded the Day Home. The County Union also owned the building and land in which the Day Home operates and donated the use of this facility until June 29, 2010. The County Union transferred title of the building and land to the Day Home on this date. The value of the donated use of facilities was \$22,254, and the fair market value of the donated building and land was \$408,222. The County Union also made operating contributions of \$921 and \$7,125 for the years ended June 30, 2011 and 2010.

Note 11. 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, 2011 through October 28, 2011, the date the financial statements were available to be issued. At year-end, the Day Home was under a contract to purchase an adjacent facility for \$179,000 to start an infant and toddler program. This contract was contingent upon approval of the facility for such use and securing financing to complete the purchase. Subsequent to year-end, all conditions were satisfied, and the Day Home is scheduled to close on the property November 15, 2011. There were no other subsequent events that require recognition or disclosure in the financial statements.

Supplementary Information

THE KING'S DAUGHTERS DAY HOME
Statements of Support, Revenue and Expenses - Budget to Actual
For the Years Ended June 30, 2011 and 2010

| | 2011 | | | 2010 | | |
|---|--------------------|-----------------|--|-------------------|-----------------|--|
| | Actual | Budget | Variance Favorable (Unfavorable) | Actual | Budget | Variance Favorable (Unfavorable) |
| Support and Revenue | | | | | | |
| Contributions | \$ 122,594 | \$ 220,000 | \$ (97,406) | \$ 156,941 | \$ 245,000 | \$ (88,059) |
| United Way | 108,072 | 108,000 | 72 | 108,072 | 108,000 | 72 |
| Government Fees and Grants | 85,925 | 83,000 | 2,925 | 126,145 | 73,000 | 53,145 |
| Other Grants | 85,000 | 25,000 | 60,000 | - | - | - |
| Fundraising Events | 55,530 | 50,000 | 5,530 | 41,431 | 32,500 | 8,931 |
| Donated Facilities, Services & Supplies | 1,700 | - | 1,700 | 449,385 | 22,254 | 427,131 |
| Program Service Fees | 142,262 | 150,000 | (7,738) | 121,853 | 135,000 | (13,147) |
| Interest/Investment Income | 9,892 | 17,400 | (7,508) | 14,722 | 6,000 | 8,722 |
| Realized Gain on Investments | (4,360) | - | (4,360) | 8 | - | 8 |
| Unrealized Gain/(Loss) on Investments | 27,971 | - | 27,971 | 18,907 | - | 18,907 |
| Gain (Loss) on Disposal of Equipment | - | - | - | (647) | - | (647) |
| Total Support and Revenue | 634,586 | 653,400 | (18,814) | 1,036,817 | 621,754 | 415,062 |
| Expenses | | | | | | |
| Bad Debt Expense | 1,689 | - | (1,689) | - | - | - |
| Center Development | 4,061 | 7,000 | 2,939 | 3,395 | 14,018 | 10,623 |
| Communication | 1,529 | 3,302 | 1,772 | 3,267 | 7,300 | 4,033 |
| Conferences and Meetings | 5,389 | 2,700 | (2,689) | 4,504 | 3,500 | (1,004) |
| Depreciation | 36,400 | - | (36,400) | 13,261 | - | (13,261) |
| Employee Benefits | 8,427 | 29,675 | 21,248 | 16,752 | 20,000 | 3,248 |
| Fees and Licenses | 685 | 633 | (52) | 650 | 1,000 | 350 |
| Special Events | 20,699 | 10,000 | (10,699) | 12,642 | - | (12,642) |
| Insurance | 13,372 | 13,339 | (34) | 12,602 | 5,699 | (6,903) |
| Maintenance & Repairs | 19,631 | 17,412 | (2,219) | 18,718 | 15,300 | (3,418) |
| Dues & Subscriptions | 855 | 300 | (555) | 435 | 2,000 | 1,565 |
| Miscellaneous | 1,795 | 9,071 | 7,276 | 2,644 | 1,100 | (1,544) |
| Occupancy | - | - | - | 22,254 | 22,254 | - |
| Payroll Taxes | 36,390 | 33,154 | (3,237) | 29,778 | 35,418 | 5,640 |
| Printing | 3,165 | 2,182 | (983) | 2,837 | 500 | (2,337) |
| Professional Fees | 13,358 | 11,298 | (2,060) | 15,123 | 11,850 | (3,273) |
| Salaries | 383,011 | 398,450 | 15,439 | 343,700 | 349,468 | 5,768 |
| Supplies and General Expenses | 64,687 | 62,054 | (2,633) | 72,276 | 64,900 | (7,376) |
| Teacher Appreciation | 171 | - | (171) | 118 | - | (118) |
| Travel | 111 | 340 | 229 | 280 | 50 | (230) |
| United Way Grant Expenses | 55,943 | 47,800 | (8,143) | 58,829 | 62,531 | 3,703 |
| Total Expenses | 671,370 | 648,710 | (22,660) | 634,065 | 616,888 | (17,177) |
| Excess (Deficit) of Revenues over Expenses | \$ (36,784) | \$ 4,690 | \$ (41,475) | \$ 402,752 | \$ 4,866 | \$ 397,885 |

See independent auditors' report.