

**SUMNER COUNTY CASA, INC.  
COMPILED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
JUNE 30, 2010**

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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, 2010, 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.

*Carl A. Davis & Company*

Hendersonville, TN  
July 22, 2010

*Member*

**SUMNER COUNTY CASA, INC.**  
**COMPILED FINANCIAL STATEMENTS**  
**STATEMENT OF FINANCIAL POSITION**  
**JUNE 30, 2010**

ASSETS

Current Assets

Cash \$ 7,694

Total Current Assets 7,694

Property and Equipment

Equipment 20,672

Less: Accumulated depreciation (20,672)

Net Property and Equipment 0

Total Assets \$ 7,694

LIABILITIES AND NET ASSETS

Current Liabilities \$ 0

Net Assets

Unrestricted (2,148)

Temporarily Restricted 9,842

Total Liabilities and Net Assets \$ 7,694

See accountants compilation report and notes to financial statements.

**SUMNER COUNTY CASA, INC.**  
**COMPILED FINANCIAL STATEMENTS**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2010**

**UNRESTRICTED NET ASSETS**

Unrestricted support:

City of Gallatin	\$ 5,500
City of Hendersonville	1,500
Fund Raising and Special Events, Net of \$14,443 Direct Costs	39,932
Contributions	20,195
Interest Income	820

Net restricted assets satisfied by payments:

Tennessee Children's Services Commission	12,692
Tennessee Bar Foundation	3,000
United Way of Sumner County	18,200
Individual Contributions	<u>6,062</u>

TOTAL UNRESTRICTED SUPPORT	<u>107,901</u>
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**EXPENSES**

Program services:

Financial assistance	120,436
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Supporting services:

Management and general	<u>21,561</u>
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TOTAL EXPENSES	<u>141,997</u>
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DECREASE IN UNRESTRICTED NET ASSETS	<u>(34,096)</u>
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**TEMPORARILY RESTRICTED NET ASSETS**

Support

Individual Contributions	<u>3,938</u>
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INCREASE IN TEMPORARILY RESTRICTED NET ASSETS	<u>3,938</u>
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DECREASE IN NET ASSETS	(30,158)
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NET ASSETS AT BEGINNING OF YEAR	<u>37,852</u>
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NET ASSETS AT END OF YEAR	<u>\$ 7,694</u>
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**SUMNER COUNTY CASA, INC.**  
**COMPILED FINANCIAL STATEMENTS**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED JUNE 30, 2010**

	<u>Program Services</u>	<u>Supporting Services Management and General</u>	<u>Fund- Raising</u>	<u>Total</u>
Salaries	\$ 88,151	\$10,574		\$ 98,725
Payroll Taxes	<u>5,760</u>	<u>697</u>		<u>6,457</u>
Total Salaries and Related Expenses	93,911	11,271		105,182
Accounting		850		850
Advertising	381			381
Bank Fees		755		755
Criminal Checks	713			713
Dues and Subscriptions	91	29		120
Insurance	899	300		1,199
License and Fees		349		349
Occupancy	11,905	3,968		15,873
Online	174			174
Postage	758	41		799
Printing	339	335		674
Repairs & Maintenance	1,107	369		1,476
Supplies	1,553	82		1,635
Telephone	4,218	222		4,440
Training	448			448
Volunteer and Children Expenses	3,939			3,939
Volunteer Recognition	<u>          </u>	<u>2,151</u>	<u>          </u>	<u>2,151</u>
Total Expenses Before Depreciation	120,436	20,722		141,158
Depreciation of Furniture and Equipment	<u>          </u>	<u>839</u>	<u>          </u>	<u>839</u>
Total Expenses	<u>\$120,436</u>	<u>\$ 21,561</u>	<u>\$</u>	<u>\$141,997</u>

See accountants compilation report and notes to financial statements.

**SUMNER COUNTY CASA, INC.  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2010**

<u>Cash Flows From Operating Activities</u>	
Increase (Decrease) in Net Assets	\$ (30,158)
Adjustments to reconcile increase in net assets to net cash used by operating activities	
Depreciation	<u>839</u>
Cash Flows Provided By Operating Activities	<u>(29,319)</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	(29,319)
Beginning Cash and Cash Equivalents	<u>37,013</u>
Ending Cash and Cash Equivalents	<u>\$ 7,694</u>

See accountants compilation report and notes to financial statements.

**SUMNER COUNTY CASA, INC.**  
**COMPILED FINANCIAL STATEMENTS**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**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, 2010**  
**(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, 2010**  
**(CONTINUED)**

Donated Services

During the year ended June 30, 2010, 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 to purchase gifts and supplies for the children served by the organization and for the volunteer staff.