

GOODLETTSVILLE HELP CENTER
Financial Statements
December 31, 2007

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Independent Auditors' Report

To the Board of Directors of
Goodlettsville Help Center
Goodlettsville, Tennessee

We have audited the accompanying statement of financial position of Goodlettsville Help Center (a nonprofit organization) as of December 31, 2007, and the related statements of activities and cash flows for the year 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 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 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 audit provides 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 Goodlettsville Help Center as of December 31, 2007, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Parker, Parker & Associates

February 6, 2009

GOODLETTSVILLE HELP CENTER
Statement of Financial Position
December 31, 2007

ASSETS

Current Assets	
Cash	\$ 84,463
Prepaid Expenses	4,448
Total Current Assets	<u>88,911</u>
Property and Equipment	
Land	100,000
Building	142,195
Equipment	7,295
Accumulated Depreciation	(33,090)
Net Property and Equipment	<u>216,400</u>
Other Assets	
Utility Deposits	<u>493</u>
Total Assets	<u><u>\$ 305,804</u></u>

LIABILITIES AND NET ASSETS

Current Liabilities	
Payroll Taxes Payable	\$ 875
Sales Taxes Payable	439
Current Portion of Note Payable	14,650
Total Current Liabilities	<u>15,964</u>
Long-Term Liabilities	
Note Payable	<u>12,409</u>
Net Assets	
Unrestricted Net Assets	<u>277,431</u>
Total Liabilities and Net Assets	<u><u>\$ 305,804</u></u>

See notes to financial statements.

Income**Community Projects**

Fundraisers	\$ 37,839	
Ministerial Association	1,832	
Expressways to Learning Fees	500	
Total Community Projects		\$ 40,171

Contributions

Community Businesses	10,326	
Community Organizations	35,193	
Individuals	11,217	
City of Goodlettsville	10,000	
AWG Salvage Food	79,500	
DG Sample Merchandise	6,000	
Total Contributions		152,236

Other Income

Sales - Taxable	16,170	
Sales - Nontaxable	23,039	
Rent	6,000	
United Way	5,262	
Grant - Allstate Foundation	500	
Grant - Memorial Foundation	30,000	
Interest Income	2	
Total Other Income		80,973

Total Income		273,380
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Expenses**Client Services Expenses**

Christmas Food Boxes and Store	3,361	
Client Consultant	7,623	
Client Goods Coordinator - Food	13,006	
Expressways to Learning	1,261	
Lodging	6,906	
Medical	737	
Transportation	519	
Utilities	39,995	
AWG Food Distributed	79,500	
DG Merchandise Distributed	6,000	
Tornado Expenses	53,994	
Total Client Services Expenses		212,902

See notes to financial statements.

GOODLETTSVILLE HELP CENTER
Statement of Activities - Continued
For the Year Ended December 31, 2007

Operating Expenses		
Depreciation	\$	4,376
Executive Director		12,150
Insurance		245
Interest		2,486
Internet		375
Janitorial		2,000
Payroll Taxes		3,578
Pest Control		993
Postage		281
Repairs & Maintenance		2,062
Staff Workers		17,409
Supplies		1,484
Other Expenses		761
Taxes		5,223
Utilities		9,541
Vehicle		2,246
Copier Expenses		353
Dues		824
Volunteer Recognition		213
Total Operating Expenses		<u>\$ 66,600</u>
Total Expenses		<u>279,502</u>
Net Loss		(6,122)
Net Assets - Beginning of Year		<u>283,553</u>
Net Assets - End of Year		<u><u>\$ 277,431</u></u>

See notes to financial statements.

GOODLETTSVILLE HELP CENTER
Cash Flows Statement
For the Year Ended December 31, 2007

Cash Flows From Operating Activities

Operating Loss	<u>\$ (6,122)</u>
Adjustments to Reconcile Operating Loss to Net Cash Used by Operating Activities:	
Depreciation	4,376
Increase in Prepaid Expenses	(4,448)
Decrease in Payroll Taxes Payable	455
Decrease in Sales Taxes Payable	<u>115</u>
Total Adjustments	<u>498</u>
Net Cash Used by Operating Activities	<u>(5,624)</u>

Cash Flows from Financing Activities

Principal Repayments on Note Payable	<u>(13,538)</u>
Net Decrease in Cash	(19,162)
Cash - Beginning of Year	<u>103,625</u>
Cash - End of Year	<u><u>\$ 84,463</u></u>

Supplemental Disclosures

Cash Paid During the Year for Interest	<u><u>\$ 2,486</u></u>
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See notes to financial statements.

GOODLETTSVILLE HELP CENTER
Notes to Financial Statements
December 31, 2007

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 first help churches, businesses and the community as a whole 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 of their clients live in the Goodlettsville, Tennessee, 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

The net assets of the Organization 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 restrictions that may or will be met, either by actions of the organization and/or the passage of time.

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. The Organization 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 10 - 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.

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.

GOODLETTSVILLE HELP CENTER
Notes to Financial Statements
December 31, 2007

Note 1. Summary of Significant Accounting Policies – Continued

K. Income Taxes

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

L. 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.

Note 2. Risk Concentrations

The Organization has cash deposits in one financial institution in excess of the amount insured by the Federal Depository Insurance Corporation (FDIC). For the year ended December 31, 2007, the amount of deposits in excess of FDIC limits totaled \$34,442. The Organization believes it is not exposed to any significant credit risk on cash.

Note 3. Note Payable

The office building occupied by GHC has a note payable in monthly installments of \$1,335, including interest at 7%, due September 2009. The total outstanding balance at December 31, 2007 was as follows:

Total Note Payable	\$ 27,059
Less: Current Portion	(14,650)
Long-Term Note Payable	<u>\$ 12,409</u>

The annual principal maturities at December 31 are as follows:

<u>Year Ending</u>	<u>Amount</u>
2008	14,650
2009	12,409