

FINANCIAL STATEMENTS
AND
INDEPENDENT ACCOUNTANTS' REVIEW REPORT
THE REFUGE CENTER FOR COUNSELING, INC.



THE REFUGE CENTER
FOR COUNSELING

December 31, 2007

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Independent Accountants' Review Report

Board of Directors
The Refuge Center for Counseling, Inc.

We have reviewed the accompanying statement of financial position of The Refuge Center for Counseling, Inc. (the Center) as of December 31, 2007 and the related statements of activities and changes in net assets and of cash flows for the year then ended, in accordance with the Statement on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. All information included in these financial statements is the representation of the management of The Refuge Center for Counseling, Inc.

A review consists principally of inquiries of Center personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with auditing standards generally accepted in the United States of America, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America.

Our review was made for the purpose of expressing limited assurance that there are no material modifications that should be made to the financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America. The schedule of functional expenses on page 10 is presented only for supplementary analysis purposes. Such information has been subjected to the inquiry and analytical procedures applied in the review of the basic financial statements, and we are not aware of any material modifications that should be made thereto.

Kerber, Eck & Braeckel, LLP

Springfield, Illinois
October 28, 2008

The Refuge Center for Counseling, Inc.
STATEMENT OF FINANCIAL POSITION

December 31, 2007

See Accountants' Review Report

ASSETS

Cash	\$ 8,582
Accounts receivable	<u>79</u>
Total assets	<u>\$ 8,661</u>

LIABILITIES AND NET ASSETS

Liabilities	
Accrued payroll	\$ 2,027
Unrestricted net assets	<u>6,634</u>
Total liabilities and net assets	<u>\$ 8,661</u>

The accompanying notes are an integral part of this statement.

The Refuge Center for Counseling, Inc.

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

Year ended December 31, 2007

See Accountants' Review Report

Revenue		
Counseling services	\$	45,394
Special events		1,491
Contributions		29,713
Grant income		20,500
Other		900
		<hr/>
Total revenue and other support		97,998
Expenses		
Program services		
Counseling		81,357
Supporting services		
Administration and general		17,016
Fundraising		2,921
		<hr/>
Total supporting services		19,937
		<hr/>
Total expenses		101,294
Change in net assets		(3,296)
Net assets at beginning of year		<hr/> 9,930
Net assets at end of year	\$	<hr/> <hr/> 6,634

The accompanying notes are an integral part of this statement.

The Refuge Center for Counseling, Inc.

STATEMENT OF CASH FLOWS

Year ended December 31, 2007

See Accountants' Review Report

Cash flows from operating activities	
Change in net assets	\$ (3,296)
Adjustments to reconcile change in net assets to net cash used in operating activities	
Decrease in accounts receivable	212
Decrease in accrued payroll	<u>(1,794)</u>
Net cash used in operating activities	(4,878)
Cash at beginning of year	<u>13,460</u>
Cash at end of year	<u><u>\$ 8,582</u></u>

The accompanying notes are an integral part of this statement.

The Refuge Center for Counseling, Inc.

NOTES TO FINANCIAL STATEMENTS

December 31, 2007

See Accountants' Review Report

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. Nature of Operations

The Refuge Center for Counseling, Inc. (the Center) is a center which offers counseling service on a sliding scale basis. The mission of the Center is to offer affordable professional counseling services in order to empower, educate and support individuals, couples and families in need. The Center operates in Middle Tennessee serving clients in Williamson and Davidson counties.

2. Contributions

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence or nature of any donor restrictions. The Center has not received any funds from donors with restrictions.

3. Cash and Cash Equivalents

For purposes of the statements of cash flows, the Center considers cash on hand and on deposit with banks to be cash.

4. Accounts Receivable

The Center considers all receivables to be fully collectible; accordingly, no allowance for doubtful accounts is considered necessary. If amounts become uncollectible, they will be charged to operations when that determination is made.

5. Income Taxes

The Center is a not-for-profit corporation under Section 501(c)(3) of the Internal Revenue Code and is exempt from Federal income taxes on related income under Section 501(a) of the Code.

6. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Although these estimates are based on management's knowledge of current events and actions it may undertake in the future, they may ultimately differ from actual results.

SUPPLEMENTARY INFORMATION

The Refuge Center for Counseling, Inc.

SCHEDULE OF FUNCTIONAL EXPENSES

Year ended December 31, 2007

See Accountants' Review Report

	<u>Supporting Services</u>			<u>Total</u>
	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>	
Administrative	\$ -	\$ 6,497	\$ -	\$ 6,497
Rent	10,228	538	-	10,766
Salaries and wages	47,221	8,349	2,783	58,353
Contract fees	21,590	-	-	21,590
Advertising	96	64	-	160
Education and development	1,779	-	-	1,779
Meals and entertainment	-	173	-	173
Furniture and equipment	-	788	-	788
Other operating expenses	443	607	-	1,050
Fundraising	-	-	138	138
	<u>\$ 81,357</u>	<u>\$ 17,016</u>	<u>\$ 2,921</u>	<u>\$ 101,294</u>