

CENTRAL CALIFORNIA FAMILY  
CRISIS CENTER, INC.

(NOT FOR PROFIT CORPORATION)

AUDITED FINANCIAL STATEMENTS

Years Ended June 30, 2016 and 2015

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To the Board of Directors  
Central California Family Crisis Center, Inc.  
Porterville, California

I have audited the accompanying financial statements of Central California Family Crisis Center, Inc., a not for profit corporation, which comprise the statements of financial position as of June 30, 2016 and 2015, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements.

#### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United State of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

#### **Auditor's Responsibility**

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, I express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion

**Opinion**

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Central California Family Crisis Center, Inc. as of June 30, 2016 and 2015, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

**Report on Summarized Comparative Information**

I have previously audited the Central California Family Crisis Center, Inc.'s 2015 financial statements, and I expressed an unmodified audit opinion on those audited financial statements in my report dated December 16, 2015. In my opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2015, is consistent, in all material respects with the audited financial statements from which it has been derived.



Paul E. Klippenstein

Porterville, California  
January 9, 2017

CENTRAL CALIFORNIA FAMILY CRISIS CENTER, INC.  
 STATEMENTS OF FINANCIAL POSITION  
 June 30, 2016 and 2015

	<u>2016</u>	<u>2015</u>
<b>ASSETS</b>		
CURRENT ASSETS		
Cash	\$ 252,701	\$ 138,276
Grants Receivable	242,370	222,258
Other Receivables	7,103	4,174
Prepaid Expenses	---	9,000
TOTAL CURRENT ASSETS	<u>502,174</u>	<u>373,708</u>
PROPERTY, PLANT & EQUIPMENT, NET	<u>615,250</u>	<u>628,646</u>
<b>TOTAL ASSETS</b>	<u>\$ 1,117,424</u>	<u>\$ 1,002,354</u>
<b>LIABILITIES</b>		
CURRENT LIABILITIES		
Accounts Payable	\$ 54,882	\$ 941
Compensated Absences	19,918	13,798
Deferred Income	---	12,500
TOTAL CURRENT LIABILITIES	<u>74,800</u>	<u>27,239</u>
<b>NET ASSETS</b>		
Unrestricted	1,028,516	971,284
Temporarily Restricted-Bathroom Renovation at Shelter	---	3,831
Temporarily Restricted-Building Needs at Shelter	3,831	---
Temporarily Restricted-Kitchen Remodel at Shelter	10,277	---
TOTAL NET ASSETS	<u>1,042,624</u>	<u>975,115</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u>\$ 1,117,424</u>	<u>\$ 1,002,354</u>

See accompanying notes and accountant's report.

CENTRAL CALIFORNIA FAMILY CRISIS CENTER, INC.  
 STATEMENTS OF ACTIVITIES  
 For the Years Ended June 30, 2016 and 2015

	<u>2016</u>	<u>2015</u>
<b>CHANGES IN UNRESTRICTED NET ASSETS</b>		
<b>SUPPORT</b>		
Contributions	\$ 87,899	\$ 120,308
Indirect Support	57,055	26,296
<b>REVENUE</b>		
Thrift Shop Sales	247,401	223,149
Program Service Fees	156,375	108,933
Federal, State and Other Program	1,011,903	869,051
Gain (Loss) on Disposal of Assets	(5,774)	(10,710)
Interest	196	90
Other Revenues	189	9,743
<b>TOTAL SUPPORT AND REVENUE</b>	<u>1,555,244</u>	<u>1,346,860</u>
Prior Year Net Assets Released from Restrictions	---	6,169
	<u>1,555,244</u>	<u>1,353,029</u>
<b>EXPENSES AND LOSSES</b>		
Program Services	1,228,760	952,640
Supporting Services		
Management and General	269,252	289,272
<b>TOTAL EXPENSES AND LOSSES</b>	<u>1,498,012</u>	<u>1,241,912</u>
<b>CHANGES IN UNRESTRICTED NET ASSETS</b>	<u>57,232</u>	<u>111,117</u>
<b>CHANGES IN TEMPORARILY RESTRICTED NET ASSETS</b>		
Contribution – Kitchen Remodel at Shelter	10,277	---
Net Assets Released from Restrictions	---	(6,169)
<b>CHANGES IN TEMPORARILY RESTRICTED NET ASSETS</b>	<u>10,277</u>	<u>(6,169)</u>
<b>CHANGE IN NET ASSETS</b>	67,509	104,948
<b>NET ASSETS, BEGINNING OF YEAR</b>	<u>975,115</u>	<u>870,167</u>
<b>NET ASSETS, END OF YEAR</b>	<u>\$ 1,042,624</u>	<u>\$ 975,115</u>

See accompanying notes and accountant's report.

CENTRAL CALIFORNIA FAMILY CRISIS CENTER, INC.  
 STATEMENTS OF CASH FLOWS  
 For the Years Ended June 30, 2016 and 2015

	2016	2015
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in Net Assets	\$ 67,509	\$ 104,948
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation	20,909	19,653
(Gain) Loss on Sale of Assets	5,774	10,710
(Increase) Decrease in Receivables	(23,041)	(142,181)
(Increase) Decrease in Prepaid Expenses	9,000	625
Increase (Decrease) in Accounts Payable	53,941	(2,480)
Increase (Decrease) in Compensated Absences	6,120	(1,964)
Increase (Decrease) in Deferred Income	(12,500)	12,500
<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<u>127,712</u>	<u>1,811</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of Property, Plant & Equipment	(13,287)	(74,344)
<b>NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES</b>	<u>(13,287)</u>	<u>(74,344)</u>
<b>NET INCREASE (DECREASE) IN CASH</b>	114,425	(72,533)
<b>CASH, BEGINNING OF YEAR</b>	<u>138,276</u>	<u>210,809</u>
<b>CASH, END OF YEAR</b>	<u>\$ 252,701</u>	<u>\$ 138,276</u>
<b>SUPPLEMENTARY DISCLOSURES</b>		
Cash paid for Interest	\$ ---	\$ ---

See accompanying notes and accountant's report.

CENTRAL CALIFORNIA FAMILY CRISIS CENTER, INC.  
 STATEMENTS OF FUNCTIONAL EXPENSES  
 For the Year Ended June 30, 2016  
 (With Summarized Comparative Information for Fiscal Year Ended June 30, 2015)

	Program Services											Mgmt and General	Total 2016	Total 2015
	Cal OES Grants	ESG Grants	FTSS Grants	Differential Response Grants	HUD 1 Grants	Tulare County Grants	Other Grants	Thrift Store	Batterers' Program	Other Programs	Total			
Salaries	270,113	100,844	46,627	48,798	25,690	86,935	17,933	104,299	58,220	8,049	767,508	122,486	\$ 889,994	\$ 702,817
Employee Benefits	49,339	23,399	5,491	5,247	5,372	9,389	3,846	18,765	6,991	1,184	129,023	23,727	152,750	141,286
Conference & Training	1,014	---	135	224	399	250	1,050	---	295	---	3,367	1,676	5,043	4,071
Depreciation	---	---	---	---	---	---	---	---	---	---	---	20,909	20,909	19,653
Food	10,443	16,109	---	---	1,200	---	20	---	---	---	27,772	149	27,921	22,043
Program	418	---	5	54	---	---	663	---	3,771	464	5,375	1,223	6,598	---
Insurance	4,558	10,000	500	500	3,500	500	300	---	---	---	19,858	509	20,367	23,660
Repairs & Maintenance	29,146	6,400	---	---	26	---	---	1,818	---	---	37,390	984	38,374	16,862
Occupancy	26,961	18,245	1,485	1,485	13,405	1,201	1,638	6,463	---	---	70,883	23,090	93,973	90,312
Postage	1,955	---	---	---	---	---	---	20	---	---	1,975	351	2,326	1,686
Professional Fees	6,506	---	500	500	---	5,781	---	---	---	---	13,287	---	13,287	7,940
Taxes	---	---	---	---	---	---	---	1,371	---	---	1,371	3,018	4,389	2,987
Printing	16,610	---	330	330	---	460	---	---	---	---	17,730	5,071	22,801	12,037
Non-capitalized Asset	17,756	14,747	---	---	10,489	---	---	119	---	---	43,111	1,244	44,355	69,179
Advertising	---	---	---	---	---	---	---	---	---	---	---	1,862	1,862	11,113
Supplies	14,711	5,677	1,206	671	12,740	1,496	235	2,605	---	---	39,341	---	39,341	33,563
Telephone	13,936	---	160	270	---	2,497	---	1,310	---	---	18,173	1,166	19,339	14,742
Transportation & Travel	14,883	---	3,494	2,857	1,200	3,401	102	---	---	---	25,937	5,300	31,237	23,573
Youth Summit	---	---	---	---	---	---	---	---	---	---	---	11,483	11,483	14,146
Fundraising Expense	---	---	---	---	---	---	---	---	---	---	---	23,473	23,473	---
Other Expenses	---	---	30	---	---	---	3,013	3,631	15	---	6,659	21,531	28,190	30,242
	478,349	195,421	59,963	60,936	74,021	111,910	28,800	140,401	69,292	9,697	1,228,760	269,252	\$ 1,498,012	\$ 1,241,912

See accompanying notes and accountant's report.



CENTRAL CALIFORNIA FAMILY CRISIS CENTER, INC.  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2016

NOTE A – NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

The Central California Family Crisis Center, Inc. is a not for profit corporation formed on July 14, 1977. The Center provides shelter, meals, clothing and counseling for women and children who are victims of domestic violence, housing crisis, or poverty. Revenues are derived principally from the Center's programs and from contributions.

Basis of Accounting

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

Income Taxes

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

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 those estimates.

Furniture, Fixtures and Equipment

Furniture, fixtures, and equipment which the Organization has purchased are carried at historical cost. Furniture, fixtures, and equipment which have been contributed to the Organization are carried at fair value at the date contributed. The cost of furniture, fixtures, and equipment are charged against income using the straight-line method of depreciation based upon the estimated useful lives of the assets, generally estimated as follows: buildings, 10-40 years and vehicles and equipment, 5-10 years. Repairs and maintenance, which are considered betterments and do not extend the useful life of property and equipment, are charged to expense as incurred.

Revenue Recognition

Grant revenue is earned when expended and is reported as an increase in the unrestricted class of net assets. Service fees are recognized in the period in which the services are rendered. Deferred revenue is recorded to the extent that it has not been earned.

Cash

For financial statement purposes, the Center considers all cash held on hand and in checking or savings accounts to be cash.

CENTRAL CALIFORNIA FAMILY CRISIS CENTER, INC.  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2016

NOTE A – NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES (Continued)

Accounting for Contributions

Generally accepted accounting principles require that the Organization present information about its financial position and activities in three classes of net assets: unrestricted, temporarily restricted, and permanently restricted.

The Organization reports contributions as restricted if they are received with donor stipulations that limit the use of the donated asset. When a donor-imposed restriction expires, that is, when the time restriction ends or the purpose restriction is accomplished, then 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 on contributions are satisfied in the same period as the receipt of the contribution, the Organization reports both the contribution revenue and the related expense in unrestricted net assets.

Prior Period Comparative Financial Information

The basic financial statements include prior year summarized comparative information in total but not at the level of detail required for presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Center's financial statements for the year ended June 30, 2015, from which the summarized information was derived.

Grants Receivable

Grants Receivable are considered by management to be fully collectible.

Accounts Receivable

Accounts receivable consist of amounts due from participants in the Center's Batterers' Program. Accounts determined to be uncollectible have been written off from this account.

Investments

Generally accepted accounting principles require that not for profit organizations report certain investments at fair value. In accordance with that guidance, the Center accounts for its securities that have readily determinable market values by recording and reporting those securities at fair value.

Compensated Absences

Accumulated unpaid employee vacation benefits are recognized as liabilities of the Center. Accumulated employee sick leave benefits are not recognized as liabilities since payment of such benefits is not probable. Sick leave benefits are recorded as expenditures in the period that sick leave is taken.

CENTRAL CALIFORNIA FAMILY CRISIS CENTER, INC.  
 NOTES TO FINANCIAL STATEMENTS  
 June 30, 2016

NOTE A – NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES (Continued)

Functional Expenses

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

NOTE B – CASH

Cash is classified as follows:

	<u>2016</u>	<u>2015</u>
Petty Cash	\$ 200	\$ 200
Bank of the Sierra – Checking	81,767	---
Bank of the Sierra – Savings	115,457	---
Bank of the Sierra – Certificate of Deposit	50,000	---
Citizens Business Bank – Checking	---	2,321
Citizens Business Bank – Savings	---	81,924
Citizens Business Bank – Certificate of Deposit	---	50,000
Krase Trust Account	3,831	3,831
Undeposited Funds	1,446	---
	<u>\$ 252,701</u>	<u>\$ 138,276</u>

The Center maintains its demand deposit accounts with Bank of the Sierra and these funds are covered by FDIC insurance up to \$250,000. Cash balances on deposit at June 30, 2016 were over the FDIC insurance limit by \$15,179 at June 30, 2016 and were fully insured by FDIC insurance at June 30, 2015.

NOTE C – GRANTS RECEIVABLE

As of June 30, 2016 and 2015, Grants Receivable consists of the following:

	<u>2016</u>	<u>2015</u>
Tulare County	\$ 28,732	\$ 34,965
United Way of Tulare County	---	6,782
Emergency Solutions Grant Program	60,432	105,354
California Office of Emergency Services	153,206	70,119
Housing and Urban Development	---	5,038
	<u>\$ 242,370</u>	<u>\$ 222,258</u>

CENTRAL CALIFORNIA FAMILY CRISIS CENTER, INC.  
 NOTES TO FINANCIAL STATEMENTS  
 June 30, 2016

NOTE D – PROPERTY, PLANT & EQUIPMENT

Property, Plant, and Equipment as of June 30, 2016 consists of the following:

	June 30, <u>2015</u>	<u>Additions</u>	<u>Deletions</u>	June 30, <u>2016</u>
Land	\$ 386,661	\$ ---	\$ ---	\$ 386,661
Buildings	454,029	20,714	12,001	462,742
Vehicles	62,588	---	8,499	54,089
Furniture and Fixtures	31,865	---	17,324	14,541
Construction in Progress	12,150	4,723	12,150	4,723
Total Cost	<u>947,293</u>	<u>25,437</u>	<u>49,974</u>	<u>922,756</u>
Less: Accumulated Depreciation	(318,647)	(20,909)	32,050	(307,506)
Total Property, Plant & Equipment, Net	<u>\$ 628,646</u>	<u>\$ 4,528</u>	<u>\$ 17,924</u>	<u>\$ 615,250</u>

Property, Plant, and Equipment as of June 30, 2015 consists of the following:

	June 30, <u>2014</u>	<u>Additions</u>	<u>Deletions</u>	June 30, <u>2015</u>
Land	\$ 386,661	\$ ---	\$ ---	\$ 386,661
Buildings	444,157	29,760	19,888	454,029
Vehicles	41,761	20,827	---	62,588
Furniture and Fixtures	20,258	11,607	---	31,865
Construction in Progress	---	12,150	---	12,150
Total Cost	<u>892,837</u>	<u>74,344</u>	<u>19,888</u>	<u>947,293</u>
Less: Accumulated Depreciation	(308,172)	(19,653)	9,178	(318,647)
Total Property, Plant & Equipment, Net	<u>\$ 584,665</u>	<u>\$ 54,691</u>	<u>\$ 10,710</u>	<u>\$ 628,646</u>

Depreciation expense for the years ended June 30, 2016 and 2015 was \$20,909 and \$19,653 respectively.

NOTE E – RELATED PARTY TRANSACTIONS

The Center maintained a checking account, savings account, and certificate of deposit account with Citizens Business Bank for a portion of the fiscal year ended June 30, 2016. The vice president of the bank served on the Center's governing board. The accounts have the same terms and conditions as with any other unrelated depositor.