



FINANCIAL REPORT
(Audited)

Year Ended June 30, 2018

FAMILY ADVOCACY AND COMMUNITY TRAINING, INC.
FINANCIAL REPORT

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Hecksehl, Bloom & Company LLP
Certified Public Accountants
Consultants and Advisers

INDEPENDENT AUDITOR'S REPORT

October 31, 2018

The Board of Directors
FAMILY ADVOCACY AND COMMUNITY TRAINING, INC.

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of the **FAMILY ADVOCACY AND COMMUNITY TRAINING, INC.** (the Organization), a nonprofit organization, which are comprised of the statement of financial position as of June 30, 2018, and the related statements of activities, functional expenses, and cash flows for the year 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 States 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 of material misstatement, whether due to fraud or error.

Auditor's Responsibility

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 audits 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 Organization'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 Organization's internal control. Accordingly, we 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Organization as of June 30, 2018, and the changes in its net assets and its cash flows for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

Supplemental Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedule of program expenses/unit cost calculations presented on page 19 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audits of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Other Matter

The financial statements of the Organization as of June 30, 2017 were audited by other auditors whose report dated December 21, 2017, expressed an unmodified opinion on those statements.

Hirschfeld, Bloom + Company LLP

CERTIFIED PUBLIC ACCOUNTANTS

Chesterfield, Missouri

FAMILY ADVOCACY AND COMMUNITY TRAINING, INC.
STATEMENTS OF FINANCIAL POSITION

	June 30	
	2018	2017
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 329,617	293,525
Investments	248,578	246,066
Accounts receivable	219,757	214,397
Prepaid expenses	37,513	34,242
Total Current Assets	835,465	788,230
Other Assets		
Restricted cash	22,599	22,599
Fixed Assets, net of accumulated depreciation		
	11,773	21,010
Total Assets	\$ 869,837	831,839
 LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts payable	\$ 24,501	9,487
Accrued expenses	83,622	89,176
Total Current Liabilities	108,123	98,663
Net Assets		
Unrestricted	731,541	698,912
Temporarily restricted	7,574	11,665
Permanently restricted	22,599	22,599
Total Net Assets	761,714	733,176
Total Liabilities And Net Assets	\$ 869,837	831,839

See notes to financial statements

FAMILY ADVOCACY AND COMMUNITY TRAINING, INC.**STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2018**

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
REVENUE, SUPPORT, AND GAINS				
Program service fees	\$ 2,009,303	-	-	2,009,303
Contributions	1,525	16,550	-	18,075
Special events revenue (less costs of direct benefits to donors of \$32,951)	43,997	-	-	43,997
Interest income	489	47	-	536
Investment income	2,513	-	-	2,513
Miscellaneous	7,000	-	-	7,000
Net assets released from restrictions	20,688	(20,688)	-	-
Total Revenues	<u>2,085,515</u>	<u>(4,091)</u>	<u>-</u>	<u>2,081,424</u>
EXPENSES				
Program services:				
Educational advocacy	388,675	-	-	388,675
Family support	995,949	-	-	995,949
Parent partner pilot	379,532	-	-	379,532
People first	56,466	-	-	56,466
Other	22,334	-	-	22,334
Total Program Services	<u>1,842,956</u>	<u>-</u>	<u>-</u>	<u>1,842,956</u>
Supporting services:				
Management and general	206,365	-	-	206,365
Fundraising and development	3,565	-	-	3,565
Total Supporting Services	<u>209,930</u>	<u>-</u>	<u>-</u>	<u>209,930</u>
Total Expenses	<u>2,052,886</u>	<u>-</u>	<u>-</u>	<u>2,052,886</u>
CHANGE IN NET ASSETS	32,629	(4,091)	-	28,538
NET ASSETS, JULY 1	<u>698,912</u>	<u>11,665</u>	<u>22,599</u>	<u>733,176</u>
NET ASSETS, JUNE 30	<u><u>\$ 731,541</u></u>	<u><u>7,574</u></u>	<u><u>22,599</u></u>	<u><u>761,714</u></u>

FAMILY ADVOCACY AND COMMUNITY TRAINING, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2017

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
REVENUE, SUPPORT, AND GAINS				
Program service fees	\$ 1,966,742	-	-	1,966,742
Contributions	10,763	13,000	-	23,763
Special events revenue (less costs of direct benefits to donors of \$29,760)	57,214	-	-	57,214
Interest income	308	47	-	355
Investment income	21,387	-	-	21,387
Miscellaneous	6,569	-	-	6,569
Net assets released from restrictions	10,482	(10,482)	-	-
Total Revenues	<u>2,073,465</u>	<u>2,565</u>	<u>-</u>	<u>2,076,030</u>
EXPENSES				
Program services:				
Educational advocacy	432,959	-	-	432,959
Family support	920,503	-	-	920,503
Parent partner pilot	384,913	-	-	384,913
People first	52,659	-	-	52,659
Other	11,220	-	-	11,220
Total Program Services	<u>1,802,254</u>	<u>-</u>	<u>-</u>	<u>1,802,254</u>
Supporting services:				
Management and general	224,517	-	-	224,517
Fundraising and development	3,803	-	-	3,803
Total Supporting Services	<u>228,320</u>	<u>-</u>	<u>-</u>	<u>228,320</u>
Total Expenses	<u>2,030,574</u>	<u>-</u>	<u>-</u>	<u>2,030,574</u>
CHANGE IN NET ASSETS	42,891	2,565	-	45,456
NET ASSETS, JULY 1	<u>656,021</u>	<u>9,100</u>	<u>22,599</u>	<u>687,720</u>
NET ASSETS, JUNE 30	<u>\$ 698,912</u>	<u>11,665</u>	<u>22,599</u>	<u>733,176</u>

FAMILY ADVOCACY AND COMMUNITY TRAINING, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2018

	Program Services						Supporting Services			
	DDRB- Educational Advocacy	DDRB- Parent Partner Pilot	DDRB People First	CCRB- Family Support	PLB- Family Support	Other	Total Program	Management And General	Fundraising And Development	Total
Personnel costs:										
Salaries	\$ 246,471	234,456	32,948	572,011	3,877	4,452	1,094,215	115,512	2,326	1,212,053
Employee benefits	43,271	49,157	7,705	117,336	211	200	217,880	14,557	329	232,766
Payroll taxes	19,682	18,307	2,583	44,433	248	341	85,594	9,009	184	94,787
Total Personnel Costs	<u>309,424</u>	<u>301,920</u>	<u>43,236</u>	<u>733,780</u>	<u>4,336</u>	<u>4,993</u>	<u>1,397,689</u>	<u>139,078</u>	<u>2,839</u>	<u>1,539,606</u>
Advertising	159	150	14	393	-	-	716	117	-	833
Building maintenance	1,291	1,197	115	3,112	-	-	5,715	935	-	6,650
Client Services	80	75	7	4,988	-	16,841	21,991	93	-	22,084
Communications	8,664	7,590	729	22,487	169	-	39,639	5,901	-	45,540
Contractual	18,594	16,664	2,660	51,856	-	-	89,774	13,622	-	103,396
Depreciation	1,303	1,734	118	3,720	-	-	6,875	2,363	-	9,238
Dues and subscriptions	1,238	1,146	165	3,055	-	-	5,604	907	-	6,511
Equipment rental	1,850	1,631	301	4,577	-	-	8,359	1,356	-	9,715
Family empowerment	12	386	1	30	-	-	429	9	-	438
Fundraising/development	88	-	-	-	-	-	88	-	726	814
Insurance	2,112	1,990	191	5,211	-	-	9,504	1,547	-	11,051
Interest	-	-	-	-	-	-	-	-	-	-
Mileage	3,363	17,971	1,737	83,031	35	-	106,137	2,081	-	108,218
Miscellaneous	-	-	-	-	-	-	-	-	-	-
Office	9,634	8,804	1,267	23,099	2,314	-	45,118	23,996	-	69,114
Rent	14,496	13,661	1,312	35,765	-	-	65,234	10,620	-	75,854
Scholarships	-	-	-	-	-	500	500	-	-	500
Seminars and conferences	16,367	4,613	4,613	13,991	-	-	39,584	3,740	-	43,324
Total Expenses	<u>\$ 388,675</u>	<u>379,532</u>	<u>56,466</u>	<u>989,095</u>	<u>6,854</u>	<u>22,334</u>	<u>1,842,956</u>	<u>206,365</u>	<u>3,565</u>	<u>2,052,886</u>

FAMILY ADVOCACY AND COMMUNITY TRAINING, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2017

	Program Services						Supporting Services				
	DDR- Educational Advocacy	DDR- Parent Partner Pilot	DDR- People First	CCR- Family Support	FCCR- Family Support	LCR- Family Support	Other	Total Program	Management And General	Fundraising And Development	Total
Personnel costs:											
Salaries	\$ 269,284	230,944	29,743	352,260	111,092	67,435	4,110	1,064,868	130,323	2,692	1,197,883
Employee benefits	40,349	44,075	6,458	74,621	17,899	10,925	575	194,902	16,882	313	212,097
Payroll taxes	21,707	18,454	2,384	28,225	8,882	5,423	315	85,390	10,557	215	96,162
Total Pers- sonnel Costs	331,340	293,473	38,585	455,106	137,873	83,783	5,000	1,345,160	157,762	3,220	1,506,142
Advertising	160	112	12	273	72	25	-	654	615	-	1,269
Building maintenance	422	296	30	708	182	67	-	1,705	301	-	2,006
Client services	1,602	82	8	930	1,524	478	6,220	10,844	309	-	11,153
Communications	8,367	5,874	603	14,301	6,841	1,287	-	37,273	6,031	-	43,304
Contractual	18,610	13,065	1,341	31,798	8,321	2,863	-	75,998	13,326	-	89,324
Depreciation	2,863	1,527	105	2,992	651	224	-	8,362	1,048	-	9,410
Dues and subscriptions	654	459	46	1,086	277	105	-	2,627	522	-	3,149
Equipment rental	2,891	2,034	259	5,019	1,303	463	-	11,969	2,072	-	14,041
Family empowerment	-	-	-	-	270	-	-	270	-	-	270
Fundraising/development	114	80	8	196	51	18	-	467	-	583	1,050
Insurance	2,247	1,578	162	3,841	1,005	346	-	9,179	1,620	-	10,799
Interest	-	-	-	-	-	-	-	-	27	-	27
Mileage	4,677	11,047	2,550	64,171	11,649	10,766	-	104,860	2,575	-	107,435
Miscellaneous	-	35,000	-	-	-	-	-	35,000	-	-	35,000
Office	21,718	3,870	1,765	9,366	2,439	860	-	40,018	20,955	-	60,973
Rent	15,698	11,021	1,131	26,832	7,023	2,414	-	64,119	11,315	-	75,434
Scholarships	-	-	-	-	-	-	-	-	500	-	500
Seminars and conferences	21,596	5,395	6,054	15,884	3,638	1,182	-	53,749	5,539	-	59,288
Total Expenses	\$ 432,959	384,913	52,659	632,503	183,119	104,881	11,220	1,802,254	224,517	3,803	2,030,574

FAMILY ADVOCACY AND COMMUNITY TRAINING, INC.
STATEMENTS OF CASH FLOWS

	For The Years Ended June 30	
	2018	2017
INCREASE IN CASH AND CASH EQUIVALENTS		
Cash flows from operating activities:		
Change in net assets	\$ 28,538	45,456
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	9,238	9,410
Net unrealized (gain) or loss on investments	8,384	(11,378)
(Increase) decrease in:		
Accounts receivable	(5,360)	135,894
Prepaid expenses	(3,271)	4,642
Increase (decrease) in:		
Accounts payable	15,014	(22,749)
Accrued expenses	(5,554)	(23,504)
Total Adjustments	18,451	92,315
Net Cash Provided By Operating Activities	46,989	137,771
 Cash flows used by investing activities:		
Purchases of investments	(10,897)	(10,010)
 INCREASE IN CASH AND CASH EQUIVALENTS	36,092	127,761
 CASH AND CASH EQUIVALENTS, JULY 1	293,525	165,764
 CASH AND CASH EQUIVALENTS, JUNE 30	\$ 329,617	293,525
 Supplemental disclosure of cash flow information:		
Interest paid	\$ -	27

FAMILY ADVOCACY AND COMMUNITY TRAINING, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies consistently applied by **FAMILY ADVOCACY AND COMMUNITY TRAINING, INC.** (the Organization) in the preparation of the accompanying financial statements are summarized below:

1. Nature of Operations

The Organization is a nonprofit organization incorporated May 1987 whose purpose is to enhance the opportunities and quality of life for children and youth with disabilities. The Organization achieves this objective through parent training, direct advocacy, community education, mediation, self-advocacy and referral for those families in need in St. Charles County, Missouri and surrounding counties.

Program services are provided in the following principal areas:

Educational Advocacy - The Organization helps with an individualized education plan, 504 Plan, and other school related issues. All advocates are certified by Special Education Advocates Training.

Family Support Program and Parent Partner Pilot - The Organization provides a parent support partner who will work with a family in the home to alleviate isolation and other support problems in the home or provide emotional support. This is a peer to peer model and all of its parent support partners are certified by the National Federation for Families.

People First - This is an organization run by, and for, people who have a developmental disability and who want to affect positive change in society.

2. Basis of Accounting

These financial statements are prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables, and other liabilities. Revenues and expenses are recognized in the period in which they are earned or incurred.

3. Basis of Presentation

Under FASB codified statements for *Financial Statements of Not-for-Profit Organizations*, the Organization is required to report information regarding its financial position and activities according to three classes of net assets -- unrestricted, temporarily restricted, and permanently restricted.

Unrestricted Net Assets - Net assets that are not subject to donor-imposed stipulations. Board designated funds are established by the Board of Directors and represent unrestricted net assets that have been set aside for a particular purpose.

FAMILY ADVOCACY AND COMMUNITY TRAINING, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Basis of Presentation (Continued)

Temporarily Restricted Net Assets - Net assets subject to donor-imposed stipulations that may or will be met, either by actions of the Organization and/or the passage of time.

Permanently Restricted Net Assets - Net assets that consist of endowment fund assets to be held indefinitely. However, the income from the assets is generated for the purpose of awarding scholarships.

4. 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 reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates.

5. 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 equivalents, except for investments held in money market funds. All money market funds are recorded as investments.

6. Investments

The Organization records its marketable securities at fair value.

7. Accounts Receivable

Accounts receivable are considered fully collectible by the Organization's management. At June 30, 2018 and 2017, an allowance for doubtful accounts was not deemed necessary.

8. Fixed Assets

Fixed assets are carried at cost if purchased or at acquisition value if donated, less accumulated depreciation, computed using the straight-line method over lives ranging from 5 to 10 years.

9. Compensated Absences

Vacation is accrued per pay period and may be used with supervisor's approval after the accrual pay period is closed. Full-time staff accrue vacation time according to the following schedule:

FAMILY ADVOCACY AND COMMUNITY TRAINING, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

9. Compensated Absences (Continued)

<u>Years Of Service</u>	<u>Annual Vacation Time</u>
0 - 10	15 days
11 - 14	20 days
15+	25 days

Part-time staff accrue vacation days on a pro-rated basis, based on hours worked and length of service. Vacation time may be accrued and/or carried from one year to the next a maximum of 1½ times your annual accrual. Once you meet the maximum accrual you will automatically cease to accrue additional vacation time until the total is below the maximum accrual.

10. Unrestricted and Restricted Revenues and Support

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions. The Organization reports donations of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets or in a particular future period. When the satisfaction of a restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of activities as net assets released from restrictions. When donor-restricted contributions are received and used for the purpose and/or time-period intended during the same year, they are reported as increases in unrestricted net assets.

11. Functional Expenses

The Organization allocates its expenses on a functional basis among its various program and support services. Expenses that can be identified with specific program and support services are allocated directly according to their natural expenditure classification. Other expenses that are common to several functions are allocated on a statistical basis.

12. Fundraising

The Organization follows the policy of charging the cost of fundraising to expense as incurred. Fundraising expenses for special events amounted to \$32,951 and \$29,760 for the years ended June 30, 2018 and 2017, respectively.

13. Income Tax Uncertainties

The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for income taxes has been included in the accompanying financial statements.

FAMILY ADVOCACY AND COMMUNITY TRAINING, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

13. Income Tax Uncertainties (Continued)

The Organization follows FASB accounting standards for uncertainty in income taxes. These standards require that uncertain income tax positions be “more likely than not” before the amounts are recognized in the financial statements. Further, the standards require the benefit or expense be recorded in the financial statements as the amount most likely to be realized assuming a review by tax authorities having all relevant information and applying current conventions. The Organization has assessed its federal and state tax positions and determined there were no uncertainties or possible related effects that need to be recorded as of and for the years ended June 30, 2018 and 2017.

Open Years -- The federal and state income tax returns of the Organization are subject to examination by the respective taxing authorities generally for three years after they were filed.

Income Tax Penalties and Interest Policy -- Penalties and interest assessed by income taxing authorities are included in operating expenses. The Organization did not incur income tax penalties or interest for the years ended June 30, 2018 and 2017.

14. Concentrations of Credit Risk

The Organization maintains cash balances at financial institutions, which are insured by the Federal Deposit Insurance Corporation up to \$250,000. At June 30, 2018, and 2017 the Organization’s balances exceeded the federal insured limit by \$5,583 and \$72,733, respectively.

The CCRB grant and DDRB advocacy grant represent 55% and 20%, respectively, of total support for the year, and 44% and 47%, respectively, of the receivable balance at June 30, 2018.

15. Fair Value of Financial Instruments

The Organization’s financial instruments are cash and cash equivalents, investments, accounts receivable, prepaid expenses, accrued expenses, and accounts payable. The recorded values of cash and cash equivalents, accounts receivable, prepaid expenses, accrued expenses, and accounts payable approximate their fair values based on their short-term nature. See Note B for discussion of fair value measurements of investments.

NOTE B - INVESTMENTS AND FAIR VALUE MEASUREMENTS

The Organization carries investments in mutual funds at their fair values in the Statement of Financial Position. Unrealized gains and losses are included in the change in net assets in the accompanying Statement of Activities. Investment activity is as follows:

FAMILY ADVOCACY AND COMMUNITY TRAINING, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE B - INVESTMENTS AND FAIR VALUE MEASUREMENTS (Continued)

<u>Investments</u>	June 30, 2018		
	Fair Value	Cost	Unrealized Loss
Mutual funds	\$ 248,578	269,200	(20,622)

<u>Investments</u>	June 30, 2017		
	Fair Value	Cost	Unrealized Loss
Mutual funds	\$ 246,066	258,304	(12,238)

Investment income consist of the following:

	For The Years Ended June 30	
	2018	2017
Interest and dividends	\$ 10,897	10,009
Investment gains/losses	(8,384)	11,378
Total	\$ 2,513	21,387

Fair value is defined as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. The Organization determines the fair values of its financial instruments based on the fair value hierarchy established which requires an entity to maximize the use of the observable inputs and minimize the use of unobservable inputs when measuring fair value. The standard describes three levels of inputs that may be used to measure fair value.

Financial instruments are considered Level 1 when valuation can be based on quoted prices in active markets for identical assets or liabilities. Level 2 financial instruments are valued using quoted prices for similar assets or liabilities, quoted prices in markets that are not active, or other inputs that are observable or can be corroborated by observable market data of substantially the full term of the assets or liabilities. Financial instruments are considered Level 3 when their values are determined using pricing models, discounted cash flow methodologies, or similar techniques and at least one significant model assumption or input is unobservable and when determination of the fair value requires significant management judgment or estimation.

All the Organization's investments are classified as Level 2 at June 30, 2018 and 2017.

Investments valued at fair value are as follows:

FAMILY ADVOCACY AND COMMUNITY TRAINING, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE B - INVESTMENTS AND FAIR VALUE MEASUREMENTS (Continued)

<u>Investments</u>	<u>June 30, 2018</u>			
	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Investments by fair value level:				
Mutual funds:				
Franklin High Income FD CL A	\$ 50,981	-	50,981	-
Franklin Income Class A	69,913	-	69,913	-
Lord Abbett Short Duration Income CL A	70,155	-	70,155	-
Templeton Global Bond Class A	57,526	-	57,526	-
Total Investments By Fair Value Level	<u>248,575</u>	<u>-</u>	<u>248,575</u>	<u>-</u>
Investments not subject to fair value level classification:				
Money market funds				<u>3</u>
Total Investments	<u>\$ 248,578</u>			

NOTE C - FIXED ASSETS

Fixed assets consist of the following:

	<u>June 30</u>	
	<u>2018</u>	<u>2017</u>
Office furniture	\$ 89,487	89,487
Leasehold improvements	<u>136,511</u>	<u>136,511</u>
	225,998	225,998
Less - Accumulated depreciation	<u>214,225</u>	<u>204,988</u>
Total Fixed Assets, Net Of Accumulated Depreciation	<u>\$ 11,773</u>	<u>21,010</u>

Depreciation expense is \$9,238 and \$9,410 for the years ended June 30, 2018 and 2017, respectively.

NOTE D - TEMPORARILY AND PERMANENTLY RESTRICTED NET ASSETS

Permanently restricted net assets consist of two donor-restricted endowment funds set up for the purpose of generating income for awarding scholarships. The endowment fund is invested in certificates of deposit and money market funds only. The Scholarship Fund is available for the purpose of granting scholarships to students with learning disabilities and behavioral disabilities who are planning to participate in post high school training or education.

FAMILY ADVOCACY AND COMMUNITY TRAINING, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE D - TEMPORARILY AND PERMANENTLY RESTRICTED NET ASSETS (Continued)

The temporarily restricted net assets consists of donations for scholarships and interest earned on both the permanently and temporarily restricted funds, less scholarships awarded. Interest earned on these funds of \$47 per year during June 30, 2018 and 2017, is available for scholarships and is added to the temporarily restricted fund balance. The temporarily restricted net assets consist of amounts from the Harmon Charitable Foundation at June 30, 2018 and 2017 of \$7,574 and \$11,665, respectively.

NOTE E - OPERATING LEASES

The Organization leases building space, office equipment, and vehicles under operating leases.

The future minimum lease payments on these leases at June 30, 2018 are as follows:

For The Years Ending June 30	
2019	\$ 156,260
2020	85,970
2021	52,598
2022	46,415
2023	<u>7,279</u>
Total	<u>\$ 348,522</u>

Lease expense included in the financial statements related to the above operating leases was \$181,824 and \$180,987 for the years ended June 30, 2018 and 2017, respectively.

NOTE F - BENEFIT PLAN

In 2017, the Organization had a 403(b) tax deferred annuity plan for its employees. Employees could elect to contribute a portion of their salary to the tax-sheltered annuity. This plan was discontinued in 2018 when the Organization began offering a SIMPLE IRA plan in which the Organization matches up to 3% of the employee's salary. The Organization matched \$27,752 during the year ended June 30, 2018.

NOTE G - PROGRAM AND PRIVATE REIMBURSEMENTS

The Organization receives funding from Crider Heath Center, Inc. (Crider) and the Developmental Disabilities Resource Board of St. Charles County (DDRB). Crider has contracted with the Organization to provide Family Support Services to families in the counties receiving services under the Community and Children's Resource Board of St. Charles County (CCRB), the Lincoln County Resource Board (LCRB), and the Franklin County Children and Families Community Resource Board (FCCRB) Partnership with Families program. The DDRB

FAMILY ADVOCACY AND COMMUNITY TRAINING, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE G - PROGRAM AND PRIVATE REIMBURSEMENTS (Continued)

grants are reimbursement-type grants for Educational Advocacy, People First, and Parent Partner Pilot programs. The Organization also receives service fees from various other sources, such as parents and outside contracts.

Since the Organization receives a substantial amount of its support from government agencies, a reduction in the level of this support, if this were to occur, may have an effect on the Organization's programs and activities.

NOTE H - CONDITIONAL PROMISES TO GIVE

DDRB has awarded up to \$439,220 for Advocacy, \$53,998 for People First, and \$235,309 for Parent Support Partner for the period July 1, 2018 to June 30, 2019 for certain services and reimbursements. Crider contracts with CCRB, which continues until December 31, 2018.

DDRB has awarded up to \$501,427 for Advocacy, \$52,425 for People First, and \$109,309 for Parent Support Partner for the period July 1, 2017 to June 30, 2018 for certain services and reimbursements. Crider contracts with CCRB, which continued until December 31, 2017.

As of June 30, 2018 and 2017, the conditions on which the grant was made had not been met; accordingly, the Organization has not recognized these promises to give on the statement of financial position.

NOTE I - DONATED SERVICES AND IN-KIND CONTRIBUTIONS

Contributed goods are recorded at fair value at the date of donation. Donated professional services are recorded at the respective fair values of the services received. No significant contributions of such goods or services were received during the years ended June 30, 2018 and 2017, respectively.

NOTE J - RECLASSIFICATION

Certain balances have been reclassified in the 2017 financial statements to conform with the current year presentation.

NOTE K - COMMITMENTS

The Organization receives amounts from several funding agencies to provide services. The contracts specify rates of payment based upon budgeted cost information submitted by the Organization. The agencies retain the right to request reimbursement for overpayments in cases where they determine that the Organization failed to fulfill the conditions of the contract.

FAMILY ADVOCACY AND COMMUNITY TRAINING, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE K - COMMITMENTS (Continued)

Certain grant funds have been expended for purposes specified in the applicable grant agreements. The grantor has retained the right to require repayment of these funds if the Organization ceases to perform its services over a stipulated period of time as specified in the grant agreements.

NOTE L - SUBSEQUENT EVENTS

Management has evaluated subsequent events through October 31, 2018, the date which the financial statements were available for issue.

SUPPLEMENTAL INFORMATION SECTION

FAMILY ADVOCACY AND COMMUNITY TRAINING, INC.
SUPPLEMENTAL INFORMATION -
SCHEDULE OF PROGRAM EXPENSES/UNIT COST CALCULATIONS
FOR THE YEAR ENDED JUNE 30,2018

	<u>Total Expenses</u>	<u>Support/ Indirect</u>	<u>CCRB - Family Support</u>	<u>DDRB - Educational Advocacy</u>	<u>DDRB - Parent Partner Pilot</u>	<u>DDRB - People First</u>	<u>PLB - Family Support</u>	<u>Other Programs</u>
Personnel	\$ 1,536,767	139,078	733,780	309,424	301,920	43,236	4,336	4,993
Advertising	833	117	393	159	150	14	-	-
Building maintenance	6,650	935	3,112	1,291	1,197	115	-	-
Client services	22,084	93	4,988	80	75	7	-	16,841
Communications	45,540	5,901	22,487	8,664	7,590	729	169	-
Contractual	103,396	13,622	51,856	18,594	16,664	2,660	-	-
Depreciation	9,238	2,363	3,720	1,303	1,734	118	-	-
Dues and subscriptions	6,511	907	3,055	1,238	1,146	165	-	-
Equipment rental	9,715	1,356	4,577	1,850	1,631	301	-	-
Family empowerment	438	9	30	12	386	1	-	-
Fundraising/development	88	-	-	88	-	-	-	-
Insurance	11,051	1,547	5,211	2,112	1,990	191	-	-
Interest	-	-	-	-	-	-	-	-
Mileage	108,218	2,081	83,031	3,363	17,971	1,737	35	-
Miscellaneous	-	-	-	-	-	-	-	-
Office	69,114	23,996	23,099	9,634	8,804	1,267	2,314	-
Rent	75,854	10,620	35,765	14,496	13,661	1,312	-	-
Seminars and conferences	43,324	3,740	13,991	16,367	4,613	4,613	-	-
Subtotal	<u>2,048,821</u>	<u>206,365</u>	<u>989,095</u>	<u>388,675</u>	<u>379,532</u>	<u>56,466</u>	<u>6,854</u>	<u>21,834</u>
Support and administration costs allocation	-	(206,365)	110,754	43,522	42,498	6,323	767	2,501
Total Program Expenses	<u>2,048,821</u>	<u>-</u>	<u>1,099,849</u>	<u>432,197</u>	<u>422,030</u>	<u>62,789</u>	<u>7,621</u>	<u>24,335</u>
Development expense	3,565							
Scholarships	<u>500</u>							
Total Agency Expenses	<u>\$ 2,052,886</u>							
Units provided			<u>22,024</u>					
Unit Cost - Actual			<u>\$ 49.94</u>					