



**FAMILY SUPPORT NETWORK**

**Financial Statements**

**Year Ended June 30, 2017**

**(With Summarized Comparative Information as of and for the Year Ended June 30, 2016)**

**(With Independent Auditor's Report Thereon)**

**TABLE OF CONTENTS****PAGE NO.**

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Independent Auditor's Report.....	1 - 2
Statements of Financial Position - June 30, 2017 and 2016 .....	3
Statements of Activities and Changes in Net Assets - Years Ended June 30, 2017 and 2016 (Summarized).....	4
Statements of Functional Expenses - Years Ended June 30, 2017 and 2016 (Summarized) .....	5
Statements of Cash Flows - Years Ended June 30, 2017 and 2016.....	6
Notes to Financial Statements - June 30, 2017 and 2016 .....	7 - 15

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of  
Family Support Network  
(A nonprofit organization)

We have audited the accompanying financial statements of Family Support Network, a nonprofit organization, (the "Organization), which comprise the statement of financial position as of June 30, 2017, and the related statements of activities and changes in net assets, 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 from 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 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, 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.

**INDEPENDENT AUDITOR'S REPORT**  
(Continued)

**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, 2017, and the changes in their net assets and their cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

**Report on Summarized Comparative Information**

We have previously audited the Organization's financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated October 3, 2016. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2016 is consistent, in all material respects, with the audited financial statements from which it has been derived.

 : *Kushner, Smith, Joanou, and Gregson, LLP*

October 9, 2017

**Kushner, Smith, Joanou, and Gregson, LLP**  
100 Spectrum Center Drive, Suite 1000, Irvine, California 92618

**FAMILY SUPPORT NETWORK**

**Statements of Financial Position  
June 30, 2017 and 2016**

**ASSETS**

	<u>2017</u>	<u>2016</u>
Current assets:		
Cash and cash equivalents	\$ 553,342	\$ 489,074
Investments (Note 2)	50,251	50,125
Grants and accounts receivable (Note 3)	96,855	143,955
Prepaid expenses	8,973	7,670
Other current assets	3,434	9,816
Total current assets	<u>712,855</u>	<u>700,640</u>
Office equipment, net of accumulated depreciation of \$6,756 and \$4,882, respectively	<u>8,802</u>	<u>6,044</u>
Total assets	<u>\$ 721,657</u>	<u>\$ 706,684</u>

**LIABILITIES AND NET ASSETS**

Liabilities:		
Accounts payable	\$ 25,627	\$ 17,374
Accrued liabilities (Note 4)	19,717	23,552
Total liabilities	<u>45,344</u>	<u>40,926</u>
Commitments (Note 5)		
Net assets:		
Unrestricted:		
Undesignated	165,507	204,939
Board designated (Note 7)	180,000	180,000
Total unrestricted	<u>345,507</u>	<u>384,939</u>
Temporarily restricted (Note 6)	<u>330,806</u>	<u>280,819</u>
	<u>676,313</u>	<u>665,758</u>
Total liabilities and net assets	<u>\$ 721,657</u>	<u>\$ 706,684</u>

See accompanying notes to financial statements

## FAMILY SUPPORT NETWORK

### Statements of Activities and Changes in Net Assets Years Ended June 30, 2017

(With summarized comparative information for the year ended June 30, 2016)

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>	
			<u>2017</u>	<u>2016</u>
Revenues and support:				
Contributions	\$ 53,356	\$ --	\$ 53,356	\$ 117,810
Grants	607,512	132,833	740,345	695,008
Interest income	1,112	--	1,112	125
Other income	7,068	--	7,068	2,091
Net assets released from restrictions (Note 6)	82,846	(82,846)	--	--
Total revenues and support	<u>751,894</u>	<u>49,987</u>	<u>801,881</u>	<u>815,034</u>
Expenses:				
Program services	670,855	--	670,855	688,621
General and administrative	113,965	--	113,965	116,229
Fundraising	6,506	--	6,506	--
Total expenses	<u>791,326</u>	<u>--</u>	<u>791,326</u>	<u>804,850</u>
Change in net assets	(39,432)	49,987	10,555	10,184
Net assets, beginning of year	<u>384,939</u>	<u>280,819</u>	<u>665,758</u>	<u>655,574</u>
Net assets, end of year	<u>\$ 345,507</u>	<u>\$ 330,806</u>	<u>\$ 676,313</u>	<u>\$ 665,758</u>

See accompanying notes to financial statements

**FAMILY SUPPORT NETWORK**

**Statements of Functional Expenses  
Year Ended June 30, 2017**

**(With summarized comparative information for the year ended June 30, 2016)**

	Program Services											General and Administrative	Fundraising	Total	
	Camp TLC	Prop. 10 - Development Screenings	Wraparound	Individual Grant Program	Parent Leadership	ENF	Parent to Parent	Startegies	Oser	Subtotal				2017	2016
Salaries	\$ 41	\$ 114,080	\$ 84,280	\$ --	\$ 141,521	\$ --	\$ 25,818	\$ 2,163	\$ 7,906	\$ 375,809	\$ 38,330	\$ --	\$ 414,139	\$ 436,489	
Payroll taxes	3	10,482	7,734	--	13,161	--	2,700	204	840	35,124	6,948	--	42,072	42,276	
Insurance - W/C	--	899	727	--	1,158	--	213	16	68	3,081	458	--	3,539	4,343	
Insurance - Medical	--	3,088	7,640	--	890	--	221	--	78	11,917	68	--	11,985	14,390	
Mileage	27	1,721	2,143	--	2,090	--	369	--	--	6,350	3,833	--	10,183	12,955	
Director's salary and benefits	--	6,681	14,799	--	15,869	--	3,341	--	1,331	42,021	24,539	--	66,560	66,559	
Subcontractor	--	57,900	--	--	--	--	--	--	--	57,900	--	--	57,900	66,130	
Program specific	26,183	--	--	11,273	--	5,727	--	--	--	43,183	--	--	43,183	43,858	
Gift cards	--	--	2,600	--	--	--	--	--	--	2,600	34	--	2,634	2,576	
Advertising and marketing	--	--	280	--	--	--	--	--	--	280	--	--	280	800	
Computer	--	--	--	--	--	--	--	--	--	--	--	--	--	2,130	
Training	--	--	8,074	--	--	--	--	--	--	8,074	--	--	8,074	8,664	
Liability insurance	--	2,537	2,060	--	3,266	--	590	--	185	8,638	1,209	--	9,847	9,595	
Legal and accounting	--	5,067	3,821	--	6,012	--	1,068	--	339	16,307	2,666	--	18,973	18,551	
Office	57	1,379	--	--	--	--	291	61	--	1,788	7,829	--	9,617	9,412	
Office supplies	37	1,884	967	--	1,820	--	--	--	58	4,766	743	--	5,509	6,943	
Postage and delivery	--	285	202	--	94	--	--	--	10	591	150	--	741	1,144	
Rent	8,640	8,724	7,032	--	11,261	--	--	--	757	36,414	3,948	--	40,362	36,071	
Utilities	751	2,173	1,755	--	2,811	--	--	--	162	7,652	993	--	8,645	8,339	
Janitorial	--	990	797	--	1,278	--	--	--	68	3,133	467	--	3,600	3,599	
Waste removal	--	--	--	--	--	--	--	--	--	--	1,654	--	1,654	1,618	
Telephone	--	1,172	723	--	2,981	--	240	--	111	5,227	373	--	5,600	6,307	
Licenses and fees	--	--	--	--	--	--	--	--	--	--	11	--	11	101	
Property taxes	--	--	--	--	--	--	--	--	--	--	225	--	225	127	
Depreciation	--	--	--	--	--	--	--	--	--	--	1,874	--	1,874	1,873	
Grant writing	--	--	--	--	--	--	--	--	--	--	--	6,506	6,506	--	
VISTA - Volunteer	--	--	--	--	--	--	--	--	--	--	17,613	--	17,613	--	
<b>Total expenses</b>	<b>\$ 35,739</b>	<b>\$ 219,062</b>	<b>\$ 145,634</b>	<b>\$ 11,273</b>	<b>\$ 204,212</b>	<b>\$ 5,727</b>	<b>\$ 34,851</b>	<b>\$ 2,444</b>	<b>\$ 11,913</b>	<b>\$ 670,855</b>	<b>\$ 113,965</b>	<b>\$ 6,506</b>	<b>\$ 791,326</b>	<b>\$ 804,850</b>	

**FAMILY SUPPORT NETWORK**

**Statements of Cash Flows**  
**Years Ended June 30, 2017 and 2016**

	<u>2017</u>	<u>2016</u>
<b>Cash flows from operating activities:</b>		
Change in net assets	\$ 10,555	\$ 10,184
Adjustments to reconcile change in net assets to net cash provided by (applied to) operating activities:		
Depreciation	1,874	1,873
Interest income	(126)	(125)
(Increase) decrease in:		
Grants and accounts receivable	47,100	(2,381)
Prepaid expenses	(1,303)	531
Other current assets	6,382	(3,409)
(Decrease) increase in:		
Accounts payable	8,253	(5,395)
Accrued liabilities	(3,835)	(13,060)
Net cash provided by (applied to) operating activities	<u>68,900</u>	<u>(11,782)</u>
<b>Cash flows from investing activities:</b>		
Purchase of property and equipment	<u>(4,632)</u>	<u>--</u>
Net cash (applied to) investing activities	<u>(4,632)</u>	<u>--</u>
Net increase (decrease) in cash and cash equivalents	64,268	(11,782)
Cash and cash equivalents:		
Beginning of year	<u>489,074</u>	<u>500,856</u>
End of year	<u>\$ 553,342</u>	<u>\$ 489,074</u>

See accompanying notes to financial statements



## FAMILY SUPPORT NETWORK

### Notes to Financial Statements June 30, 2017 and 2016

#### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

**Nature of Organization** - Family Support Network (the “Organization”) is organized as a nonprofit voluntary health and welfare organization under Section 501(c)(3) of the Internal Revenue Code. The Organization provides services and resources that help children with special needs and their families reach their full potential. The Organization is supported primarily through donor contributions and grants.

**Basis of Presentation** - The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America. The Organization summarizes the costs of providing its various programs and other activities on a functional basis in the accompanying statements of activities and changes in net assets. Accordingly, certain costs are allocated among program and supporting services based on specific identification or allocation methodologies.

Net assets and changes in net assets are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization are classified and reported as follows:

- Unrestricted net assets are not subject to donor-imposed stipulations and include amounts designated for a specific purpose by the Board of Directors.
- Temporarily restricted net assets are classified as such based on donor stipulations that they be used in a later period, be used for a specific purpose, or both. As donor restrictions are satisfied, amounts are reclassified to the unrestricted class as net assets released from restrictions.
- Permanently restricted net assets represent an endowment to be held in perpetuity. Investment income earned on this endowment is generally unrestricted. The Organization had no permanently restricted net assets as of June 30, 2017 and 2016.

The Organization’s policy is to record temporarily restricted gifts that are received and spent in the same year as unrestricted support.

**Comparative Data** - The financial statements include prior-year summarized comparative information in total, but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Organization’s financial statements for the year ended June 30, 2016 from which the summarized information was derived.

(Note 1 continued on the following page)

**FAMILY SUPPORT NETWORK****Notes to Financial Statements  
(Continued)  
June 30, 2017 and 2016****NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Functional Allocation of Expenses** - The cost of providing various programs and other activities have been summarized on a functional basis in the statement of activities and changes in net assets based on estimates made by the Organization's management.

The Organization allocates fixed overhead at a rate of 10% of total expenditures to each program that contractually accepts this policy. If the Organization obtains more programs than originally expected where an overhead allocation exists, the existing programs may pay the Organization more overhead than the Organization actually incurred. Amounts billed to the programs for overhead charges are included in grants revenue and actual overhead expenses incurred by the Organization are included in general and administrative services expense in the accompanying statements of activities and changes in net assets.

**Income Taxes** - The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code (the Code), and is exempt from state income taxes under the comparable state tax code, as a charitable organization whereby only unrelated business income, as defined by Section 512(a)(1) of the Code, is subject to federal income tax.

The Organization has adopted the provisions of the accounting standard relating to accounting and reporting for uncertainty in income taxes. For the Organization, these provisions could be applicable to the incurrence of any unrelated business income attributable to the Organization. Because of the Organization's general tax-exempt status, the adopted standard does not have a material impact on the Organization's financial statements.

**Concentrations of Credit Risks** - The Organization maintains bank accounts with a major banking institution in which the deposits are guaranteed by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. At times, throughout the year, the Organization may maintain bank account balances in excess of the FDIC insurance limits.

**Use of Estimates** - The preparation of financial statements in accordance 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 those estimates.

(Note 1 continued on the following page)

**FAMILY SUPPORT NETWORK****Notes to Financial Statements****(Continued)****June 30, 2017 and 2016****NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Contributed Services and Gifts In-Kind** - Contributed services are recognized if the services (a) create or enhance long-lived assets or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. For the years ended June 30, 2017 and 2016, approximately 135 and 130 nonspecialized volunteers contributed a total of 7,036 and 7,680 hours, respectively, the value of which has not been recorded in the accompanying financial statements. Such volunteers include board members who support the vision and mission of the Organization, Camp TLC volunteers, and numerous other volunteers who assist with monthly food drives and the Organization's Christmas program. Only amounts that meet the criteria above are recorded in the accompanying financial statements.

**Cash and Cash Equivalents** - The Organization considers all highly liquid investments with maturity dates of three months or less to be cash equivalents.

**Investments** - Investments represent monies invested in certificates of deposit. Investments in all certificates of deposit are reported at fair market value with realized and unrealized gains and losses being reported in the statements of activities and changes in net assets.

**Fair Value Measurements** - The carrying value of financial instruments in the financial statements approximates fair value.

For fair value measurements of financial assets and financial liabilities (Note 2), and for fair value measurements of non-financial items that are recognized and disclosed at fair value in the financial statements on a recurring basis, the Organization has adopted the provisions of the Accounting Standards Codification that define fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

GAAP establishes a three-level fair value hierarchy that describes the inputs that are used to measure the fair values of respective assets and liabilities:

- Level 1: Fair values are based on quoted prices in active markets for identical assets and liabilities. The Organization's Level 1 assets include certificates of deposit.

(Note 1 continued on the following page)

**FAMILY SUPPORT NETWORK****Notes to Financial Statements  
(Continued)  
June 30, 2017 and 2016****NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

- Level 2: Fair values are based on observable inputs that include: quoted market prices for similar assets or liabilities; quoted market prices that are not in an active market; or other inputs that are observable in the market and can be corroborated by observable market data for substantially the full term of the asset. The Organization does not currently hold any Level 2 assets.
- Level 3: Fair values are calculated by the use of pricing models and/or discounted cash flow methodologies, and may require significant management judgment or estimation. These methodologies may result in a significant portion of the fair value being derived from unobservable data. The Organization does not currently hold any Level 3 assets.

Fair value estimates are made at a specific point in time, based on available market information and judgments about the financial asset, including estimates of timing, amount of expected future cash flows, and the credit standing of the issuer. In some cases, the fair value estimates cannot be substantiated by comparison to independent markets. In addition, the disclosed fair values may not be realized in the immediate settlement of the financial asset. In addition, the disclosed fair values do not reflect any premium or discount that could result from offering for sale at one time an entire holding of a particular financial asset. Potential taxes and other expenses that would be incurred in an actual sale or settlement are not reflected in amounts disclosed.

**Grants and Accounts Receivable** - The Organization does not maintain an allowance for estimated uncollectible accounts. When an account is determined uncollectible it is deducted from the grants and accounts receivable and charged to uncollectible fees. No accounts have been deemed uncollectible at June 30, 2017 and 2016 due to historical and projected collections.

**Office Equipment** - Office equipment is stated at cost. Depreciation expense is calculated on the straight-line method. The depreciation method is designed to amortize the cost of the assets over their estimated useful lives, which range from 3 to 5 years. Leasehold improvements are amortized over the life of the lease or the estimated life of the asset, whichever is shorter. The Organization capitalizes all purchases of equipment with a cost basis that exceeds \$500.

Maintenance and repairs are charged to expense as incurred. Renewals and improvements of a major nature are capitalized. At the time of retirement or other disposition of property and equipment, the cost and accumulated depreciation are removed from the accounts and any gains or losses are reflected in income.

(Note 1 continued on the following page)

**FAMILY SUPPORT NETWORK****Notes to Financial Statements  
(Continued)  
June 30, 2017 and 2016****NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Long-Lived Assets** - The Organization reviews the carrying values of its long-lived assets for possible impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. If such assets are considered to be impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the assets exceeds the fair value of the assets. Any long-lived assets held for disposal are reported at the lower of their carrying amounts or fair value less costs to sell. No impairments were identified during the years ended June 30, 2017 and 2016.

**Contributions** - Contributions, including unconditional promises to give, are recognized when received or pledged by the donor. All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Contributions that are restricted by the donor for a specific time or purpose are reported as temporarily or permanently restricted contributions based on the nature of the restriction. When a donor 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 are reported in the statement of activities as net assets released from restrictions. In the event a donor makes changes to the nature of a restricted gift which affects its classification among the net asset categories, such amounts are reflected as reclassifications in the statement of activities and changes in net assets.

Unconditional promises to give are reported at their net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of the amounts expected to be collected.

**Vacation Expense** - Hourly and salary employees earn credits during the year for future vacation benefits. The expense and corresponding liability are accrued when vacations are earned rather than when vacations are paid.

**Recent Accounting Pronouncements** - In August 2016, the Financial Accounting Standards Board (“FASB”) issued Accounting Standards Update (“ASU”) No. 2016-14, *Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities*. This update is meant to simplify and improve how a not-for-profit organization classifies its net assets, presents its cash flows, and reports its investment returns. In addition, the update provides for enhanced disclosures about the liquidity and availability of an organization’s assets, the classification of its expenses by both nature and function, and the methodology of allocating such expenses to programs and supporting services. The new standard will be effective for reporting periods beginning after December 15, 2017, with early adoption permitted.

(Note 1 continued on the following page)

## FAMILY SUPPORT NETWORK

### Notes to Financial Statements (Continued) June 30, 2017 and 2016

#### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

In February 2016, the Financial Accounting Standards Board issued Accounting Standards Update (ASU) No. 2016-02, *Leases (Topic 842)*. Under ASU No. 2016-02, lessees will be required to recognize the following for all leases (with the exception of short-term leases) at the commencement date:

- A lease liability, which is a lessee's obligation to make lease payments arising from a lease, measured on a discounted basis; and
- A right-of-use asset, which is an asset that represents the lessee's right to use, or control the use of, a specified asset for the lease term.

ASU No. 2016-02 is effective for fiscal years beginning after December 15, 2019. Management is currently evaluating the impact of the adoption of these standards.

**Subsequent Events** - The Organization evaluated subsequent events through October 9, 2017, the date these financial statements were issued. There were no material subsequent events that required recognition or additional disclosure in these financial statements.

#### NOTE 2 - INVESTMENTS

Investments at June 30, 2017 and 2016 consisted of the following:

	<b>2017</b>	<b>2016</b>
Certificates of deposit	\$ 50,251	\$ 50,125

Investment income at June 30, 2017 and 2016 is summarized as follows:

	<b>2017</b>	<b>2016</b>
Interest income	\$ 126	\$ 125

(Note 2 continued on the following page)

## FAMILY SUPPORT NETWORK

### Notes to Financial Statements (Continued)

**June 30, 2017 and 2016**

#### NOTE 2 – INVESTMENTS (Continued)

The following table sets forth by level, within the fair value hierarchy, the Organization's assets at fair value as of June 30, 2017 and 2016:

	<i>Assets at Fair Value as of June 30, 2017</i>			<i>Total</i>
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	
Certificates of deposit	\$ <u>50,251</u>	\$ <u>--</u>	\$ <u>--</u>	\$ <u>50,251</u>
Total assets at fair value	\$ <u><u>50,251</u></u>	\$ <u><u>--</u></u>	\$ <u><u>--</u></u>	\$ <u><u>50,251</u></u>

	<i>Assets at Fair Value as of June 30, 2016</i>			<i>Total</i>
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	
Certificates of deposit	\$ <u>50,125</u>	\$ <u>--</u>	\$ <u>--</u>	\$ <u>50,125</u>
Total assets at fair value	\$ <u><u>50,125</u></u>	\$ <u><u>--</u></u>	\$ <u><u>--</u></u>	\$ <u><u>50,125</u></u>

#### NOTE 3 - GRANTS AND ACCOUNTS RECEIVABLE

The Organization has secured funding through various private and public grants that support the programs administered by the Organization. Grants and accounts receivable as of June 30, 2017 and 2016 are expected to be received as follows:

	<u>2017</u>	<u>2016</u>
Amounts due in less than one year	\$ <u><u>96,855</u></u>	\$ <u><u>143,955</u></u>

## FAMILY SUPPORT NETWORK

### Notes to Financial Statements (Continued) June 30, 2017 and 2016

#### NOTE 4 - ACCRUED LIABILITIES

Accrued liabilities at June 30, 2017 and 2016 are summarized as follows:

	2017	2016
Payroll	\$ 7,485	\$ 7,726
Payroll taxes	2,511	5,343
Vacation	9,721	10,483
	\$ 19,717	\$ 23,552

#### NOTE 5 - COMMITMENTS

The Organization conducts its operations from a facility that is leased under a non-cancelable operating lease that is set to expire in October 2018. Total rent expense for the aforementioned lease was \$40,362 and \$36,071 for the years ended June 30, 2017 and 2016, respectively.

The expected future minimum lease payments for the aforementioned leases are as follows:

Years ending June 30:	
2018	\$ 40,736
2019	13,624
	\$ 54,360



## FAMILY SUPPORT NETWORK

### Notes to Financial Statements (Continued) June 30, 2017 and 2016

#### NOTE 6 - TEMPORARILY RESTRICTED NET ASSETS

Temporarily Restricted Net Assets as of June 30, 2017 and 2016 are available for the following purposes:

	<u>2017</u>	<u>2016</u>
Camp TLC - Weekend support camp for parents with children having severe disabilities.	\$ --	\$ 55,405
Development screenings - Provides increased access to early screening assessment and intervention for development, behavioral, emotional, social, or other at-risk issues.	317,714	212,914
Other programs	<u>13,092</u>	<u>12,500</u>
	<u>\$ 330,806</u>	<u>\$ 280,819</u>

Temporarily Restricted Net Assets were released during the years ended June 30, 2017 and 2016 for the following purposes:

	<u>2017</u>	<u>2016</u>
Camp TLC	\$ 55,405	\$ 31,755
ENF	--	12,736
Development screenings	14,941	3,478
Parent leadership	--	39,494
Other programs	<u>12,500</u>	<u>--</u>
	<u>\$ 82,846</u>	<u>\$ 87,463</u>

#### NOTE 7 - BOARD DESIGNATED RESERVE

As of June 30, 2017 and 2016, the Board of Directors designated \$180,000 of the Unrestricted Net Assets to be set aside as an operating contingency reserve.