



FINANCIAL STATEMENTS

**FOR THE YEARS ENDED
DECEMBER 31, 2015 (Unaudited)
AND 2014 (Audited)**

CENTER OF HELP, INC.

FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2015 (Unaudited) AND 2014 (Audited)

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Independent Accountant's Review Report

Board of Directors
Center of Help, Inc.

We have reviewed the accompanying financial statements of Center of Help, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2015, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of company management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion

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.

Accountant's Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

Accountant's Conclusion

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 accordance with accounting principles generally accepted in the United States of America.

Prior Year Financial Statements

The 2014 financial statements were audited by us, and we expressed an unmodified opinion on them in our report dated October 28, 2015, but we have not performed any auditing procedures since that date.

Toal, Griffith + Ragula, LLC

May 10, 2016

CENTER OF HELP, INC.
STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2015 (UNAUDITED) AND 2014 (AUDITED)

	<u>2015</u> <u>(Unaudited)</u>	<u>2014</u> <u>(Audited)</u>
<u>ASSETS</u>		
Current Assets:		
Cash and Cash Equivalents	\$ 82,460	\$ 56,911
Grants Receivable	<u>-</u>	<u>10,000</u>
Total Current Assets	82,460	66,911
Property and Equipment, Net of Accumulated Depreciation of \$2,644 and \$2,109 Respectively	8,566	152
Other Assets:		
Security Deposit	<u>1,400</u>	<u>1,400</u>
Total Other Assets	<u>1,400</u>	<u>1,400</u>
Total Assets	<u>\$ 92,426</u>	<u>\$ 68,463</u>
<u>LIABILITIES AND NET ASSETS</u>		
Current Liabilities	\$ -	\$ -
Net Assets:		
Unrestricted	69,378	58,463
Temporarily Restricted	<u>23,048</u>	<u>10,000</u>
Total Net Assets	<u>92,426</u>	<u>68,463</u>
Total Liabilities and Net Assets	<u>\$ 92,426</u>	<u>\$ 68,463</u>

See independent accountant's review report and accompanying notes to financial statements.

CENTER OF HELP, INC.
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED DECEMBER 31, 2015 (UNAUDITED) AND 2014 (AUDITED)

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>2015 (Unaudited)</u>	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>2014 (Audited)</u>
REVENUE						
Contributions	\$ 17,305	\$ -	\$ 17,305	\$ 18,607	\$ -	\$ 18,607
Grants	100,351	35,804	136,155	112,301	10,000	122,301
Service Fees	35,232	-	35,232	21,360	-	21,360
Other Income	760	-	760	586	-	586
Released from Restrictions	<u>22,756</u>	<u>(22,756)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenue	176,404	13,048	189,452	152,854	10,000	162,854
EXPENSES						
Program Expenses:						
Rent	17,539	-	17,539	16,256	-	16,256
Salaries and Employee Benefits	81,360	-	81,360	70,062	-	70,062
Contract Services	5,645	-	5,645	11,373	-	11,373
Special Events	14,363	-	14,363	7,534	-	7,534
Supplies	<u>7,917</u>	<u>-</u>	<u>7,917</u>	<u>3,619</u>	<u>-</u>	<u>3,619</u>
Total Program Expenses	126,824	-	126,824	108,844	-	108,844
Management and General Expenses:						
Advertising	1,974	-	1,974	148	-	148
Depreciation	535	-	535	453	-	453
Insurance	1,625	-	1,625	1,535	-	1,535
Professional Fees	5,000	-	5,000	2,860	-	2,860
Office Expense	10,851	-	10,851	6,464	-	6,464
Rent	2,974	-	2,974	2,757	-	2,757
Salaries and Employee Benefits	13,690	-	13,690	12,944	-	12,944
Utilities	<u>2,016</u>	<u>-</u>	<u>2,016</u>	<u>1,905</u>	<u>-</u>	<u>1,905</u>
Total Administrative Expenses	38,665	-	38,665	29,066	-	29,066
Total Expenses	<u>165,489</u>	<u>-</u>	<u>165,489</u>	<u>137,910</u>	<u>-</u>	<u>137,910</u>
CHANGE IN NET ASSETS	10,915	13,048	23,963	14,944	10,000	24,944
NET ASSETS						
Beginning of Year	<u>58,463</u>	<u>10,000</u>	<u>68,463</u>	<u>43,519</u>	<u>-</u>	<u>43,519</u>
End of Year	<u>\$ 69,378</u>	<u>\$ 23,048</u>	<u>\$ 92,426</u>	<u>\$ 58,463</u>	<u>\$ 10,000</u>	<u>\$ 58,463</u>

See independent accountant's review report and accompanying notes to financial statements.

CENTER OF HELP, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2015 (UNAUDITED) AND 2014 (AUDITED)

	<u>2015</u> <u>(Unaudited)</u>	<u>2014</u> <u>(Audited)</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ 23,963	\$ 24,944
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
Depreciation Expense	535	453
(Increase) Decrease in Grant Receivable	<u>10,000</u>	<u>(10,000)</u>
Net Cash Provided by Operating Activities	34,498	15,397
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Property and Equipment	<u>(8,949)</u>	<u>(190)</u>
Net Cash Used by Investing Activities	(8,949)	(190)
CASH FLOWS FROM FINANCING ACTIVITIES	<u>-</u>	<u>-</u>
Net Increase in Cash and Cash Equivalents	25,549	15,207
Cash and Cash Equivalents, Beginning of Year	<u>56,911</u>	<u>41,704</u>
Cash and Cash Equivalents, End of Year	<u>\$ 82,460</u>	<u>\$ 56,911</u>

See independent accountant's review report and accompanying notes to financial statements.

CENTER OF HELP, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2015 (Unaudited) AND 2014 (Audited)

NOTE 1 - SUMMARY OF ACCOUNTING POLICIES

Organization

Center of Help, Inc. was organized under the laws of the State of Maryland. The primary business of the Organization is to provide community support, educational and training services to at-risk adults and children, predominantly from the Hispanic community. The Organization is primarily supported by a combination of donations from individuals, grants, and program service fees.

Basis of Accounting

The financial statements of Center of Help, Inc. have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities.

Basis of Presentation

The Organization's financial reporting classifies resources, for accounting and reporting purposes, into three net asset categories according to externally (donor) imposed restrictions. The Organization records unconditional promises to give (pledges) as receivables and revenues and distinguishes between contributions received for each net asset category in accordance with donor-imposed restrictions. A description of the three net asset categories follows.

- Permanently Restricted - the portion of the net assets resulting from contributions and other inflows of assets whose use is limited by donor-imposed stipulations that neither expire by passage of time nor can be fulfilled and removed by actions of the Organization pursuant to those stipulations.
- Temporarily Restricted - the portion of the net assets resulting from contributions or other inflows of assets whose use by the Organization is limited by donor-imposed stipulations that either expire by passage of time or can be fulfilled and removed by actions of the Organization pursuant to those stipulations.
- Unrestricted - the portion of the net assets that is neither permanently restricted nor temporarily restricted by donor-imposed stipulations.

When contributions are received and the restrictions met within the same fiscal year, the amounts are reported as unrestricted contributions.

Use of Estimates

Management uses estimates and assumptions in preparing financial statements in accordance with accounting principles generally accepted in the United States of America. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities and the reported revenues and expenses. Actual results could vary from the estimates that were used.

CENTER OF HELP, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2015 (Unaudited) AND 2014 (Audited)

NOTE 1 - SUMMARY OF ACCOUNTING POLICIES (CONTINUED)

Cash and Cash Equivalents

For the purposes of the statements of cash flows, the Organization considers all investments in checking and savings accounts to be cash and cash equivalents.

Grants Receivable

Grants receivable consist of unconditional promises to give at December 31, 2014. All pledges are expected to be fully collected within one year. Management uses the allowance method to determine doubtful accounts; doubtful accounts are identified based on historical collection experience, general economic conditions, and donor history. There is no allowance for doubtful accounts at December 31, 2014.

Concentration of Credit Risk

The Organization maintains its cash balances at financial institutions. Accounts at the institutions are insured by the Federal Deposit Insurance Corporation up to \$250,000. All balances were fully insured at December 31, 2015.

Property and Equipment

Property and equipment are recorded at cost, or fair market value at the date of acquisition or donation, if the useful life of the asset exceeds one year. Additions and renewals are capitalized and depreciated using the straight line method of depreciation over their estimated useful lives, generally from five to forty years.

Donated Services

Center of Help, Inc. programs are furthered through the contribution of time by a significant number of unpaid volunteers. Center of Help, Inc. would have to purchase these services if volunteers could not be found. The value of these contributed services is not reflected in the accompanying financial statements in accordance with accounting principles generally accepted in the United States of America, as they are for non-specialized services.

Fundraising Expense

Immaterial amounts of fundraising expense are included in program services and management and general expense.

Advertising

All advertising costs are expensed as incurred.

CENTER OF HELP, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2015 (Unaudited) AND 2014 (Audited)

NOTE 1 - SUMMARY OF ACCOUNTING POLICIES (CONTINUED)

Income Taxes

The Organization is exempt from federal taxes as described in Section 501(c)(3) of the Internal Revenue Code. The Federal Form 990, Return of Organization Exempt from Income Tax, is subject to examination by the Internal Revenue Service, generally for the three years after it is filed.

Subsequent Events

The Organization evaluated subsequent events through the date that the financial statements were available to be issued. The Organization is not aware of any significant events that occurred subsequent to the statement of financial position date but prior to May 10, 2015 that would have a material impact on the financial statements.

NOTE 2 - TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets are available for the following purposes:

	<u>2015</u>	<u>2014</u>
Homework Help	\$ 16,723	\$ ---
Strengthening Families	6,325	---
Time Restrictions	<u>---</u>	<u>10,000</u>
Total	\$ <u>23,048</u>	\$ <u>10,000</u>

NOTE 3 - OPERATING LEASES

The Organization entered into a one year lease agreement on September 1, 2004 for the use of office space. The Organization has the option to renew the lease on an annual basis. Rent expense for the years ended December 31, 2015 and 2014 was \$20,513 and \$19,013, respectively.