

**Children's Advocacy Center
of Comal County, Inc.**

Financial Statements

Year Ended August 31, 2009

James A. Robertson Certified
Public Accountant

JAMES A. ROBERTSON
Certified Public Accountant 352
Landa Street
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Independent Auditor's Report

To the Board of Directors
Children's Advocacy Center of Comal County, Inc.

I have audited the accompanying statements of financial position of Children's Advocacy Center of Comal County, Inc. (the Center) as of August 31, 2009, and the related statements of activities, functional expenses and cash flows for the year then ended. These financial statements are the responsibility of the Center's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with U.S. generally accepted auditing standards. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Children's Advocacy Center of Comal County, Inc. as of August 31, 2009 and the results of its operations and cash flows for the year then ended in conformity with U.S. generally accepted accounting principles.

December 14, 2009

Children's Advocacy Center of Comal County, Inc.
Statement of Financial Position
August 31, 2009

Assets	
Cash	\$ 94,826
Prepaid expenses	1,473
Accounts receivable	24,366
Property and equipment	34,493
	500
Other assets - deposits	—
	—
Total Assets	\$ <u>155,658</u>
Liabilities	
Payroll	\$ 2,458
Net Assets	
Unrestricted	<u>153,200</u>
Total Liabilities and Net Assets	\$ 155,658

See accompanying notes to financial statements.

Children's Advocacy Center of Comal County, Inc.
Statement of Activities Year
Ended August 31, 2009

Revenues

Contributions - Individuals and corporate	\$ 45,009
- Governments and foundations	94,825
Government contracts	100,995
Special events/Fund - raising	26,156
Dividend and investment income	<u>323</u>
 Total Revenues	 267,308

Expenses

Program services	198,899
Supporting services	
Management and general	30,164
Fund-raising	11,851
 Total Expenses	 240,914
 Increase in Net Assets	 26,394
Net Assets at beginning of year	<u>126,806</u>
 Net Assets at end of year	 \$ 153,200

See accompanying notes to financial statements.

Children's Advocacy Center of Comal County, Inc.
Statement of Functional Expenses Year
Ended August 31, 2009

	Program Services	<u>Supporting Services</u>		Total
		<u>Management & General</u>	<u>Fund-raising</u>	
Compensation	\$ 115,826	\$ 16,725	\$ 5,575	\$ 138,126
Payroll taxes	8,664	1,237	412	10,313
Health insurance	7,607	1,087	363	9,057
Professional services	-	4,348	-	4,348
Conferences & conventions	7,933	-	-	7,933
Travel and meals	3,432	933	-	4,365
Office supplies	6,560	302	-	6,862
Maintenance	1,807	80	-	1,887
Rent	9,990	1,110	-	11,100
Utilities	3,251	361	-	3,612
Insurance	609	1,879	-	2,488
Telephone and internet	3,997	414	138	4,549
Printing and postage	2,090	232	-	2,322
Memberships & subscriptions	1,915	640	-	2,555
Community awareness	2,254	178	377	2,809
In kind expense	17,025	-	-	17,025
Miscellaneous	200	-	4,986	5,186
	5,739	638	-	
Depreciation			-	6,377
	\$ 198,899	\$ 30,164	\$ 11,851	\$ 240,914

See accompanying notes to financial statements.

Children's Advocacy Center of Comal County, Inc.
Statement of Cash Flows Year
Ended August 31, 2009

Cash Flows from Operating Activities	
Increase in net assets	\$ 26,394
Adjustments to reconcile increase in net assets to net cash provided by operating activities:	
Depreciation	6,377
(Increase) Decrease in operating assets:	
Accounts receivable and other	(7,579)
Increase (Decrease) in operating liabilities:	
Accounts payable and payroll	<u>(222)</u>
Net Cash Provided by Operating Activities	24,970
Investing activities - purchase of fixed assets	<u>(20,976)</u>
Net Increase in Cash	<u>3,994</u>
Beginning Cash	90,832
Ending Cash	- \$ 94,826

See accompanying notes to financial statements.

Children's Advocacy Center of Comal County, Inc.
Notes to Financial Statements
August 31,2009

Note 1 - Nature of Activities and Significant Accounting Policies

Nature of Activities

Children's Advocacy Center of Comal County, Inc. (the Center) is a non-profit corporation whose mission is to help protect victims of child abuse from further trauma and to enhance the investigation and prosecution of child abuse cases through the collaborative efforts of the community. The Center operates in Comal County, Texas. The Center is supported primarily through contributions, several government contracts, and special events.

Contributed Services and Materials

The Center reports contributed services and materials received at fair value. Approximately \$17,025 in contributed materials were received in 2009. In addition, many individuals volunteer their time and perform a variety of tasks that assist the Center, but these services do not meet the criteria for recognition as contributed services.

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.

Property and Equipment

It is the Center's policy to capitalize property and equipment over \$500. Purchased property and equipment is capitalized at cost. Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as unrestricted contributions. Property and equipment are depreciated using the straight-line method over the estimated useful lives, which is generally five to ten years.

Financial Statement Presentation

The Center is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and temporarily restricted net assets. As permitted by the statement, the Center does not use fund accounting. To date the Center has only used unrestricted net assets.

Children's Advocacy Center of Comal County, Inc.
Notes to Financial Statements
August 31, 2009

Note 1 - Nature of Activities and Significant Accounting Policies (continued)

Contributions

Under SF AS No. 116, *Accounting for Contributions Received and Contributions Made*, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence or nature of any donor restrictions. To date the Center has only used unrestricted.

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 and classified by the Internal Revenue Service as other than a private foundation.

Cash and Cash Equivalents

For purposes of the statements of cash flows, the Center considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

Concentration of Credit Risk

Financial instruments that potentially subject the Center to concentrations of credit risk consist principally of accounts receivable. Accounts receivable are due from several governmental units and have been 100% collectible to date.

Date of Management's Review

Subsequent events have been evaluated through December 14, 2009, which is the date the financial statements were available to be issued.

Note 2 - Property and Equipment

Property and equipment as of August 31, 2009 consisted of the following:

Leasehold improvements	\$ 18,652
Equipment and furniture	<u>34,325</u>
	52,977
Accumulated depreciation	<u>18,484</u>
	<u>\$ 34,493</u>

Children's Advocacy Center of Comal County, Inc.
Notes to Financial Statements
August 31,2009

Note 3 - Leased Facility

The Center leases a building under a month to month operating lease. Rent expense under this lease was \$11,100 for 2009.

Note 4 - Fair Value of Financial Instruments

Cash, prepaid expenses, accounts receivable and payroll taxes:

The carrying amounts reported in the statement of assets, liabilities and net assets approximate fair values because of the short-term maturities of those instruments.