THE GRAPEVINE
FAMILY & COMMUNITY RESOURCE CENTER

FINANCIAL STATEMENTS
JUNE 30, 2016
AND
INDEPENDENT ACCOUNTANTS' REVIEW REPORT

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INDEPENDENT ACCOUNTANTS' REVIEW REPORT

To the Board of Directors of
The Grapevine Family & Community Resource Center:

We have reviewed the accompanying financial statements of The Grapevine Family & Community Resource Center (a New Hampshire not-for-profit organization) which comprise the statement of assets, liabilities, and net assets—cash basis as of June 30, 2016 and the related statements of cash receipts and disbursements and changes in net assets—cash basis and statement of functional expenses – cash basis 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 the cash basis of accounting; this includes determining that the cash basis of accounting the company uses is an acceptable basis for the preparation of financial statements in the circumstances. Management is also responsible for 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.

Accountants' 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 the cash basis of accounting. We believe that the results of our procedures provide a reasonable basis for our conclusion.

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Accountants' 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 the cash basis of accounting.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared in accordance with the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our conclusion is not modified with respect to this matter.

Other Matter

We previously reviewed The Grapevine Family & Community Resource June 30, 2015 financial statements and in our report dated January 13, 2016 stated that based on our procedures, we were not aware of any material modifications that should be made to the June 30, 2015 financial statements in order for them to be in accordance with the cash basis of accounting. We are not aware of any material modifications that should be made to the summarized comparative information presented herein as of and for the year ended June 30, 2015 for it to be consistent with the reviewed financial statements from which it has been derived.

Oster & Wheeler, P.C.

Keene, New Hampshire
November 9, 2016

THE GRAPEVINE FAMILY COMMUNITY RESOURCE CENTER
STATEMENT OF ASSETS, LIABILITIES AND NET ASSETS - CASH BASIS
JUNE 30, 2016
(WITH COMPARATIVE TOTALS AS OF JUNE 30, 2015)
(See Independent Accountants' Review Report)

ASSETS	2016	2015
CURRENT ASSETS:		
Cash	$ 69,737	$ 79,496
Investments	2,624	2,267
Total current assets	72,361	81,763
Total assets	$ 72,361	$ 81,763

LIABILITIES AND NET ASSETS

	2016	2015
CURRENT LIABILITIES:		
Payroll liabilities	$ 2,221	$ 2,129
Total current liabilities	2,221	2,129
Total liabilities	2,221	2,129
NET ASSETS:		
Unrestricted net assets	70,140	79,634
Total net assets	70,140	79,634
Total liabilities and net assets	$ 72,361	$ 81,763

THE GRAPEVINE FAMILY COMMUNITY RESOURCE CENTER
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS
AND CHANGE IN NET ASSETS - CASH BASIS
FOR THE YEAR ENDED JUNE 30, 2016
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2015)
(See Independent Accountants' Review Report)

	2016	2015
SUPPORT & REVENUE:		
Contributions	$ 59,285	$ 55,536
Programs	60,005	57,027
Grants	66,222	59,400
Fundraising	33,476	38,438
Rental	2,290	4,858
Investment income	357	238
Total revenue	221,635	215,497
EXPENSES:		
Program services	190,903	165,863
General and administrative	34,984	31,143
Fundraising	5,242	3,534
Total expenses	231,129	200,540
CHANGE IN NET ASSETS	(9,494)	14,957
Net assets, beginning of year	79,634	64,677
Net assets, end of year	$ 70,140	$ 79,634

THE GRAPEVINE FAMILY COMMUNITY RESOURCE CENTER
STATEMENT OF FUNCTIONAL EXPENSES - CASH BASIS
FOR THE YEAR ENDED JUNE 30, 2016
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2015)
(See Independent Accountants' Review Report)

	2016				2015
	PROGRAM SERVICES	GENERAL AND ADMINISTRATIVE	FUNDRAISING	TOTAL	TOTAL
EXPENSES:					
Officers' compensation	$ 29,234	$ 4,386	$ 2,923	$ 36,543	$ 34,831
Wages	97,515	24,379	-	121,894	94,691
Payroll taxes	10,494	2,048	256	12,798	11,614
Occupancy costs	20,438	-	-	20,438	22,479
Program expenses	12,479	-	-	12,479	10,849
Insurance	5,848	-	-	5,848	5,100
Office expenses	2,718	893	272	3,883	4,848
Telephone	1,868	622	-	2,490	2,945
Professional fees	3,713	1,237	-	4,950	4,919
Postage and shipping	855	281	85	1,221	1,712
Miscellaneous	76	-	-	76	120
Other expenses	3,443	-	-	3,443	2,694
Repairs and maintenance	1,981	-	-	1,981	696
Training and development	-	1,138	-	1,138	2,352
Fundraising Expenses	-	-	1,706	1,706	396
Travel	241	-	-	241	294
Total expenses	$ 190,903	$ 34,984	$ 5,242	$ 231,129	$ 200,540

THE GRAPEVINE FAMILY & COMMUNITY RESOURCE CENTER
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016
(See Independent Accountants' Review Report)

1. Purpose and summary of significant accounting policies:

Purpose – The Grapevine Family & Community Resource Center (the Center) is a nonprofit organization providing support, education, and resources to families, children and the community to promote health and well-being.

Basis of accounting – The Center's policy is to prepare its financial statements on the cash basis of accounting; consequently, contributions and other revenues are recognized when received rather than when promised or earned, and certain expenses and purchases of assets are recognized when cash is disbursed rather than when the obligation is incurred. Net assets are classified as permanently restricted, temporarily restricted, or unrestricted.

Permanently restricted net assets have been restricted by donors to be maintained permanently. Generally, donors of these assets permit the Center to use the income earned for general or restricted purposes.

Temporarily restricted net assets are those whose use has been limited by donors for a specific purpose. When the donor restriction has been accomplished, temporarily restricted net assets are reclassified as unrestricted net assets in the statements of activities and changes in net assets. If a restriction is fulfilled in the same time period in which the contribution is received, the contribution is reported as unrestricted.

Unrestricted net assets result from normal operating activities, gifts and bequests on which the donor has placed no restrictions, and (unless donor-imposed restrictions or state laws preclude) gains and losses on permanently restricted net assets.

Investments – The Center carries investments in marketable securities with readily determinable fair values at the fair market values in the Statement of Assets, Liabilities and Net Assets – Cash Basis. Unrealized gains and losses are included in the change in net assets in the accompanying Statement of Revenues, Expenses and Other Changes in Net Assets – Cash Basis.

Use of estimates – The preparation of financial statements in conformity with generally accepted accounting principles 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.

1. Purpose and summary of significant accounting policies (continued):

Income taxes – The Center qualifies as an organization exempt from income tax under Section 501(c)(3) of the Internal Revenue Code. The Center has evaluated its significant tax positions, including their tax exempt status, and determined that they do not need to recognize a liability for any uncertain tax positions for interest, penalties or potential taxes. Accordingly, no provision for income taxes is required. The Organization's annual return filing (Form 990) and state filing (Form NHCT-2A) remain subject to examination by major tax jurisdictions for the standard three-year statute of limitations.

Functional allocation of expense – Expenses are charged to programs and supporting services on the basis of periodic expense reviews and management estimates. General and administrative expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Center.

2. Fair value measurements:

FASB ASC 820 establishes a framework for measuring fair value. The framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under FASB ASC 820 are described below.

Level 1 - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Center has the ability to access.

Level 2 - Inputs to the valuation methodology include quoted prices of similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in inactive markets, inputs other than quoted prices that are observable for that asset or liability, inputs that are derived principally from or corroborated for the asset or liability, or if the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 - Inputs to the valuation methodology are unobservable and significant to the fair value.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Center believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

2. Fair value measurements (continued):

The following table sets forth, by level, the fair value hierarchy of the Center's financial assets as of June 30, 2016 and 2015:

	2016		2015	
	Fair Value	Level I Inputs	Fair Value	Level I Inputs
Mutual Funds	$ 2,624	$ 2,624	$ 2,267	$ 2,267

The Center has recognized investment income of $357 and $238 for the years ended June 30, 2016 and 2015, respectively.

3. Operating leases:

The Center leases a portion of a building located in Antrim, New Hampshire under an annual lease agreement, spanning November 1 to October 31. This space is intended to be used as general office space and a recreational center for teens (known as the "Teen Center"). In the event that the Center does not receive funding for the Teen Center from the town of Antrim, the lease is void and there are no additional termination penalties. Current monthly lease payments are $1,200. Rent expense for this space was $14,400 for the years ended June 30, 2016 and 2015 respectively.

The Center also leases premises in Antrim, New Hampshire, which is a Community Development Block Grant building. Terms of the grant require an organization such as the Center to occupy the building. Lease payments are $200 per month, on a 20 year lease, with a lease renewal option every 5 years. The current lease is up for renewal December 31, 2019 and the lease expires on December 31, 2023. The leased premises are used for office work, meeting facilities and program services. Rent expense for this space was $2,400 for the years ended June 30, 2016 and 2015 respectively.

The Center leases a photocopier from Konica Minolta Business Solutions under a lease expiring in February 2017. The base monthly lease payment of $236 covers a maximum of 5,000 pages per month. Overages are billed at a rate of $0.01979 per page. The total expense for this photocopier was $3,211 and $3,120 for the years ended June 30, 2016 and 2015, respectively.

3. Operating leases (continued):

Future minimum payments for these leases are as follows:

Year ending June 30:

2017 (current portion)	$	9,088
2018		2,400
2019		2,400
2020		1,200
Total	$	15,088

4. Endowment funds:

Certain gifts have been deposited into "The Grapevine Family and Community Fund" established with the New Hampshire Charitable Foundation (NHCF) in September 2002. These gifts have not been recorded in the financial statements as NHCF, by agreement, is the property owner. There were distributions from this fund of $1,772 and $1,734 during the year ended June 30, 2016 and 2015, respectively. The estimated fair market values of the fund as of June 30, 2016 and 2015 were approximately $41,285, and $42,122, respectively. There were no contributions to the fund for the years ended June 30, 2016 and 2015.

5. Subsequent events:

In preparing these financial statements, the Center has evaluated events and transactions for potential recognition or disclosure through November 9, 2016, the date the financial statements were available to be issued. No items for disclosure were noted.

6. Reclassifications:

Certain amounts on the prior year financial statements have been reclassified to conform to the current year presentation.