

***TLC FAMILY  
RESOURCE CENTER, INC.***

**Financial Statements  
June 30, 2015**

**FINANCIAL STATEMENTS**

**TLC FAMILY RESOURCE CENTER, INC.**

**June 30, 2015**

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**LAWRENCE E. REED, CPA, PC**

*Professional Corporation*

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**INDEPENDENT ACCOUNTANT'S REVIEW REPORT**

To the Board of Directors of  
TLC Family Resource Center, Inc.

We have reviewed the accompanying statement of financial position of TLC Family Resource Center, Inc. (a non-profit corporation) as of June 30, 2015, and the related statements of activities, cash flows, and functional expenses for the year then ended. A review includes primarily applying analytical procedures to management's financial data and making inquiries of Organization 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 is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the review in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. We believe that the results of our procedures provide a reasonable basis for our report.

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

*Lawrence E. Reed, CPA, PC*

October 23, 2015  
Vermont License No. 1039

**STATEMENT OF FINANCIAL POSITION**  
**TLC FAMILY RESOURCE CENTER, INC.**  
**June 30, 2015**  
**(With Comparative Totals for June 30, 2014)**

	<u>June 30, 2015</u>			As of June 30, 2014
	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>	<u>Totals (Memorandum)</u>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 9,714	\$ 9,093	\$ 18,807	\$ 18,655
Cash, restricted	-	-	-	168
Due from unrestricted funds	-	-	-	1,884
Grants and accounts receivable	46,998	-	46,998	29,442
Equipment and furniture	51,678	-	51,678	63,738
Accumulated depreciation	<u>(37,028)</u>	<u>-</u>	<u>(37,028)</u>	<u>(47,185)</u>
<b>TOTAL ASSETS</b>	<u>\$ 71,362</u>	<u>\$ 9,093</u>	<u>\$ 80,455</u>	<u>\$ 66,702</u>
<b>LIABILITIES AND NET ASSETS</b>				
<b>LIABILITIES</b>				
Accounts payable	\$ 2,172	\$ -	\$ 2,172	\$ 3,881
Accrued expenses	28,188	-	28,188	26,638
Note payable to bank	13,051	-	13,051	-
Due to temporarily rest. funds	-	-	-	1,884
Fiscal agency funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>168</u>
<b>TOTAL LIABILITIES</b>	43,411	-	43,411	32,571
<b>NET ASSETS</b>	<u>27,951</u>	<u>9,093</u>	<u>37,044</u>	<u>34,131</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u>\$ 71,362</u>	<u>\$ 9,093</u>	<u>\$ 80,455</u>	<u>\$ 66,702</u>

See independent accountant's review report and accompanying notes.

**STATEMENT OF FINANCIAL ACTIVITIES**  
**TLC FAMILY RESOURCE CENTER, INC.**  
**Year Ended June 30, 2015**  
**(With Comparative Totals for the Year Ended June 30, 2014)**

	<u>Year Ended June 30, 2015</u>			<b>Year Ended June 30, 2014</b>
	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>	<u>Totals (Memorandum)</u>
<b>SUPPORT AND REVENUE</b>				
Governmental support	\$ 387,658	\$ -	\$ 387,658	\$ 331,513
Foundations and trusts	36,742	26,500	63,242	91,000
Program fees	72,861	-	72,861	75,730
Contributions	33,326	-	33,326	38,814
Donated inventory	19,616	-	19,616	20,775
Fundraising	13,663	-	13,663	10,651
Net assets released from restrictions	<u>57,946</u>	<u>(57,946)</u>	<u>-</u>	<u>-</u>
<b>TOTAL SUPPORT AND REVENUE</b>	621,812	(31,446)	590,366	568,483
<b>EXPENSES</b>				
<b>Program services</b>				
Comprehensive Family Support	182,921	-	182,921	171,678
Healthy Families	177,669	-	177,669	194,252
PREP	71,121	-	71,121	87,678
Parent Aide	55,884	-	55,884	47,301
Second Beginnings	<u>25,426</u>	<u>-</u>	<u>25,426</u>	<u>37,317</u>
	513,021	-	513,021	538,226
<b>Management and general</b>	<u>74,432</u>	<u>-</u>	<u>74,432</u>	<u>62,147</u>
<b>TOTAL EXPENSES</b>	<u>587,453</u>	<u>-</u>	<u>587,453</u>	<u>600,373</u>
<b>CHANGE IN NET ASSETS</b>	34,359	(31,446)	2,913	(31,890)
Net assets at Beginning of Year	<u>(6,408)</u>	<u>40,539</u>	<u>34,131</u>	<u>66,021</u>
<b>NET ASSETS AT END OF YEAR</b>	<u>\$ 27,951</u>	<u>\$ 9,093</u>	<u>\$ 37,044</u>	<u>\$ 34,131</u>

See independent accountant's review report and accompanying notes.

**STATEMENT OF CASH FLOWS**  
**TLC FAMILY RESOURCE CENTER, INC.**  
**Year Ended June 30, 2015**  
**(With Comparative Totals for the Year Ended June 30, 2014)**

	<u>Year Ended June 30, 2015</u>			<u>Year Ended June 30, 2014</u>
	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>	<u>Totals (Memorandum)</u>
<b>OPERATING ACTIVITIES</b>				
Change in net assets	\$ 34,359	\$ (31,446)	\$ 2,913	\$ (31,890)
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities				
Depreciation	1,903	-	1,903	1,409
(Increase) decrease in operating assets:				
Grants and accounts receivable	(37,556)	20,000	(17,556)	36,818
Increase (decrease) in operating liabilities:				
Accounts payable	(1,709)	-	(1,709)	1,149
Accrued expenses	1,550	-	1,550	(5,133)
Advances refundable	-	-	-	(4,232)
Fiscal sponsor funds	(168)	-	(168)	-
	<u>(168)</u>	<u>-</u>	<u>(168)</u>	<u>-</u>
<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	(1,621)	(11,446)	(13,067)	(1,879)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Leasehold improvements	-	-	-	(13,498)
<b>NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES</b>	-	-	-	(13,498)
<b>FINANCING ACTIVITIES</b>				
Temporarily restricted funds expended for unrestricted operations	(1,884)	1,884	-	-
Proceeds from bank LOC	113,051	-	113,051	36,000
Principle payments on bank LOC	(100,000)	-	(100,000)	(36,000)
<b>NET CASH PROVIDED (USED) BY FINANCING ACTIVITIES</b>	<u>11,167</u>	<u>1,884</u>	<u>13,051</u>	<u>-</u>
<b>INCREASE (DECREASE) IN CASH</b>	9,546	(9,562)	(16)	(15,377)
Beginning cash and cash equivalents	<u>168</u>	<u>18,655</u>	<u>18,823</u>	<u>34,200</u>
<b>ENDING CASH AND CASH EQUIVALENTS</b>	<u>\$ 9,714</u>	<u>\$ 9,093</u>	<u>\$ 18,807</u>	<u>\$ 18,823</u>
<b>SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION</b>				
Interest paid			<u>\$ 1,561</u>	<u>\$ 172</u>

See independent accountant's review report and accompanying notes.

**STATEMENT OF FINANCIAL POSITION**  
**TLC FAMILY RESOURCE CENTER, INC.**  
**June 30, 2015**  
**(With Comparative Totals for June 30, 2014)**

	<u>June 30, 2015</u>			<b>As of</b> <b>June 30, 2014</b>
	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>	<b>Totals</b> <b>(Memorandum)</b>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 9,714	\$ 9,093	\$ 18,807	\$ 18,655
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Accumulated depreciation	<u>(37,028)</u>	<u>-</u>	<u>(37,028)</u>	<u>(47,185)</u>
<b>TOTAL ASSETS</b>	<u>\$ 71,362</u>	<u>\$ 9,093</u>	<u>\$ 80,455</u>	<u>\$ 66,702</u>
<b>LIABILITIES AND NET ASSETS</b>				
<b>LIABILITIES</b>				
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<b>TOTAL LIABILITIES</b>	43,411	-	43,411	32,571
<b>NET ASSETS</b>	<u>27,951</u>	<u>9,093</u>	<u>37,044</u>	<u>34,131</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u>\$ 71,362</u>	<u>\$ 9,093</u>	<u>\$ 80,455</u>	<u>\$ 66,702</u>

See independent accountant's review report and accompanying notes.

**STATEMENT OF FINANCIAL ACTIVITIES**  
**TLC FAMILY RESOURCE CENTER, INC.**  
**Year Ended June 30, 2015**  
**(With Comparative Totals for the Year Ended June 30, 2014)**

	<u>Year Ended June 30, 2015</u>			<b>Year Ended</b>
	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>	<b>June 30, 2014</b>
				<b>Totals</b>
				<b>(Memorandum)</b>
<b>SUPPORT AND REVENUE</b>				
Governmental support	\$ 387,658	\$ -	\$ 387,658	\$ 331,513
Foundations and trusts	36,742	26,500	63,242	91,000
Program fees	72,861	-	72,861	75,730
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Net assets released from restrictions	<u>57,946</u>	<u>(57,946)</u>	<u>-</u>	<u>-</u>
<b>TOTAL SUPPORT AND REVENUE</b>	<b>621,812</b>	<b>(31,446)</b>	<b>590,366</b>	<b>568,483</b>
<b>EXPENSES</b>				
<b>Program services</b>				
Comprehensive Family Support	182,921	-	182,921	171,678
Healthy Families	177,669	-	177,669	194,252
PREP	71,121	-	71,121	87,678
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	513,021	-	513,021	538,226
<b>Management and general</b>	<u>74,432</u>	<u>-</u>	<u>74,432</u>	<u>62,147</u>
<b>TOTAL EXPENSES</b>	<u>587,453</u>	<u>-</u>	<u>587,453</u>	<u>600,373</u>
<b>CHANGE IN NET ASSETS</b>	<b>34,359</b>	<b>(31,446)</b>	<b>2,913</b>	<b>(31,890)</b>
Net assets at Beginning of Year	<u>(6,408)</u>	<u>40,539</u>	<u>34,131</u>	<u>66,021</u>
<b>NET ASSETS AT END OF YEAR</b>	<u>\$ 27,951</u>	<u>\$ 9,093</u>	<u>\$ 37,044</u>	<u>\$ 34,131</u>

See independent accountant's review report and accompanying notes.

**STATEMENT OF CASH FLOWS**  
**TLC FAMILY RESOURCE CENTER, INC.**  
**Year Ended June 30, 2015**  
**(With Comparative Totals for the Year Ended June 30, 2014)**

	<u>Year Ended June 30, 2015</u>			<u>Year Ended</u> <u>June 30, 2014</u>
	<u>Unrestricted</u>	<u>Temporarily</u> <u>Restricted</u>	<u>Total</u>	<u>Totals</u> <u>(Memorandum)</u>
<b>OPERATING ACTIVITIES</b>				
Change in net assets	\$ 34,359	\$ (31,446)	\$ 2,913	\$ (31,890)
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities				
Depreciation	1,903	-	1,903	1,409
(Increase) decrease in operating assets:				
Grants and accounts receivable	(37,556)	20,000	(17,556)	36,818
Increase (decrease) in operating liabilities:				
Accounts payable	(1,709)	-	(1,709)	1,149
Accrued expenses	1,550	-	1,550	(5,133)
Advances refundable	-	-	-	(4,232)
Fiscal sponsor funds	(168)	-	(168)	-
	<u>(168)</u>	<u>-</u>	<u>(168)</u>	<u>-</u>
<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<b>(1,621)</b>	<b>(11,446)</b>	<b>(13,067)</b>	<b>(1,879)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Leasehold improvements	-	-	-	(13,498)
<b>NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(13,498)</b>
<b>FINANCING ACTIVITIES</b>				
Temporarily restricted funds expended for unrestricted operations	(1,884)	1,884	-	-
Proceeds from bank LOC	113,051	-	113,051	36,000
Principle payments on bank LOC	(100,000)	-	(100,000)	(36,000)
<b>NET CASH PROVIDED (USED) BY FINANCING ACTIVITIES</b>	<b>11,167</b>	<b>1,884</b>	<b>13,051</b>	<b>-</b>
<b>INCREASE (DECREASE) IN CASH</b>	<b>9,546</b>	<b>(9,562)</b>	<b>(16)</b>	<b>(15,377)</b>
Beginning cash and cash equivalents	<u>168</u>	<u>18,655</u>	<u>18,823</u>	<u>34,200</u>
<b>ENDING CASH AND CASH EQUIVALENTS</b>	<b><u>\$ 9,714</u></b>	<b><u>\$ 9,093</u></b>	<b><u>\$ 18,807</u></b>	<b><u>\$ 18,823</u></b>
<b>SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION</b>				
Interest paid			<u>\$ 1,561</u>	<u>\$ 172</u>

See independent accountant's review report and accompanying notes.

**SCHEDULE OF FUNCTIONAL EXPENSES**  
**TLC FAMILY RESOURCE CENTER, INC.**  
**Year Ended June 30, 2015**  
**(With Comparative Totals for the Year Ended June 30, 2014)**

	<u>Total All Services</u>	<u>Mgt. &amp; General</u>	<u>Program Services</u>					<u>Second Beginnings</u>	<u>Year Ended June 30, 2014</u>
			<u>Total</u>	<u>Healthy Families</u>	<u>Family Support</u>	<u>PREP</u>	<u>Parent Aide</u>		<u>Totals (Memorandum)</u>
Salaries and wages	\$ 440,987	\$ 60,264	\$ 380,723	\$ 134,666	\$ 134,950	\$ 49,734	\$ 42,733	\$ 18,640	\$ 426,137
Occupancy	40,319	-	40,319	14,707	13,624	5,040	4,959	1,989	41,452
Payroll taxes	33,589	4,515	29,074	10,272	10,294	3,808	3,273	1,427	32,295
Supplies	14,319	3,120	11,199	4,114	2,703	1,908	448	2,026	19,160
Mileage reimb.	11,779	-	11,779	3,723	5,031	1,384	1,435	206	14,026
Employee benefits	9,853	1,306	8,547	3,212	2,804	1,021	1,087	423	25,157
Advertising	7,931	1,027	6,904	-	1,312	5,592	-	-	9,600
Professional fees	7,070	-	7,070	1,575	5,340	-	155	-	7,810
Telephone	5,405	-	5,405	1,966	1,834	673	666	266	5,158
Insurance	5,085	964	4,121	1,510	1,384	499	525	203	4,913
Printing	3,974	952	3,022	1,133	994	374	373	148	4,641
Training & dev.	2,841	-	2,841	77	1,936	828	-	-	7,341
Depreciation	1,903	261	1,642	581	582	215	184	80	1,409
Interest	1,561	1,561	-	-	-	-	-	-	172
Postage	837	462	375	133	133	45	46	18	1,102
<b>TOTAL EXPENSES</b>	<u>\$ 587,453</u>	<u>\$ 74,432</u>	<u>\$ 513,021</u>	<u>\$ 177,669</u>	<u>\$ 182,921</u>	<u>\$ 71,121</u>	<u>\$ 55,884</u>	<u>\$ 25,426</u>	<u>\$ 600,373</u>

See independent accountant's review report and accompanying notes.

**NOTES TO FINANCIAL STATEMENTS**  
**TLC FAMILY RESOURCE CENTER, INC.**  
**June 30, 2015**

**NOTE A -- ORGANIZATION**

TLC Family Resource Center, Inc., formerly Good Beginnings of Sullivan County, Inc., (the "Organization") is a non-profit organization established in 2004 for the purpose of promoting the physical and emotional health and safety of women and families expecting infants or with young children. The organization serves individuals in New Hampshire's Sullivan and lower Grafton Counties and is funded primarily through governmental financial assistance and program fees. A Board of Directors sets policy for the Organization and an Executive Director has the responsibility of direct management. During the year-ended June 30, 2015, the Organization's revenue sources as a percentage of total revenue were federal, state and municipal grants 66%, and contributions and special event proceeds 22%.

**NOTE B -- SIGNIFICANT ACCOUNTING POLICIES**

**Financial Statement Presentation:** In accordance with Financial Accounting Standards Board (FASB) ASC 958-200, *Financial Statements of Not-for-Profit Organizations*, the Organization reports information regarding its financial position and activities according to three classes of net assets as follows:

**Unrestricted net assets:** includes assets for which no restrictions as to use or program period have been imposed by the donor; unrestricted contributions, including service contracts, and unconditional promises to give are recorded as increases in the period received; expenses are recorded as decreases to unrestricted net assets when incurred.

**Temporarily restricted net assets:** includes assets for which restrictions have been imposed as to use or program period; support and revenue is recognized as an increase when the restricted award or contribution is received; when the temporary restriction has expired the amount is reported as a separate reclassification which decreases temporarily restricted net assets and increases unrestricted net assets.

**Permanently restricted net assets:** includes assets for which the donor has imposed a permanent restriction on the use of the funds. As of June 30, 2015, the organization had no permanently restricted net assets.

**Estimates:** The preparation of financial statements in conformity with U.S. 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.

**Cash and Cash Equivalents:** The Organization considers all highly liquid investments with maturities of three months or less when purchased to be cash equivalents.

**Advertising Costs:** The Organization uses advertising to promote its programs and to fill positions. The costs of advertising are expensed as incurred. During the year ended June 30, 2015 advertising costs totaled \$7,931.

**NOTE B -- SIGNIFICANT ACCOUNTING POLICIES - Continued**

**Property and Equipment:** Property, equipment, and improvements with costs greater than \$500 are carried at cost. Major maintenance activities are capitalized if they extend the life of the property or equipment. Donations of property and equipment are recorded as support at their estimated fair value and recorded as unrestricted support or restricted support if the donor has restricted the donated asset for a specific purpose. Property, equipment, and improvements are depreciated using the straight-line method over the estimated useful lives of the assets. Depreciation expense for the year ended June 30, 2015 totaled \$1,903. Obsolete and fully depreciated telephone and computer equipment with a cost basis of \$12,060 was removed from the statement of financial position as of June 30, 2015.

**Revenue Recognition:** The Organization accounts for contributions in accordance with FASB ASC 958-605, *Accounting for Contributions Received and Contributions Made*. Under such statement, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions. Unrestricted contributions, and restricted contributions for which the restrictions expire in the fiscal year in which the contributions are recognized, are reported as increases in unrestricted net assets. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction expires, temporarily restricted assets are reclassified to unrestricted assets.

**Contributed Services, Facilities and Materials:** During the year ended June 30, 2015 the Organization received direct and indirect contributions of services, facilities and materials related to its programs and fundraising efforts. The Organization operates two thrift stores which sells donated clothing and housing goods. Because of the difficulty of valuing the donated inventory when it is received, the inventory donation is recognized as income on the statement of activities when the inventory is sold. No other amounts for donated services have been recognized in the accompanying statement of activities because the criteria for recognition under FASB ASC 958-605 have not been satisfied.

**Functional Allocation of Expenses:** The costs of providing program activities have been summarized on a functional basis in the statement of activities. Support expenses not directly chargeable to program costs are allocated based on direct program expenses, units of service, or other program related methods. Accordingly, certain costs have been allocated between program services and supporting services.

**Income Taxes:** The Organization is exempt from federal and state taxes under section 501(c)(3) of the Internal Revenue Code and has been classified as an entity that is not a private foundation within the meaning of Section 509 (a) and qualifies for deductible contributions as provided in Section 170(b)(1)(A)(vi). The Center's Forms 990, Return of Organization Exempt from Income Tax, for the years ending June 30, 2015, 2014 and 2013 are subject to examination by the IRS, generally for three years after they were filed.

**NOTES TO FINANCIAL STATEMENTS**  
**TLC FAMILY RESOURCE CENTER, INC.**  
**June 30, 2015**

**NOTE C -- GRANTS AND ACCOUNTS RECEIVABLE**

The Organization is awarded cost reimbursement grants by various organizations. Revenues associated with these grants are recorded as the associated expenses are incurred. Receivables are considered impaired if full principal payments are not received in accordance with the contractual terms. It is the Organization's policy to charge off uncollectible receivables when management determines the receivable will not be collected. Grants and accounts receivable totaling \$46,998 as of June 30, 2015 are composed of the following balances and are deemed by management to be fully collectible:

Accounts receivable	\$ 5,074
County funding	17,500
State cost reimbursements	<u>24,424</u>
	<u>\$46,998</u>

**NOTE D -- CONTINGENT LIABILITIES**

The Organization receives funds under various state and federal programs. Under the terms of these programs, the Organization is required to expend the funds within the designated period for purposes specified in the grant proposal. If expenditures of the funds were found to not have been made in compliance with the proposal, the Organization might be required to return this portion of funds to the grantor. As of June 30, 2015, there were no known disallowed expenditures and, therefore, no provision has been made for this contingency.

**NOTE E -- SUPPORT FROM GOVERNMENTAL UNITS**

The Organization receives a substantial amount of its support from federal and state governments. A significant reduction in the level of this support, if this were to occur, may have an effect on the Organization's ability to continue its programs and activities.

**NOTE F -- BANK LINE OF CREDIT**

The Organization has a bank line of credit in the amount of \$80,000 which was renewed in March 2015. The bank holds a security interest in all the assets of the Organization. The terms of the credit line include monthly payments of interest, based on the New York Prime rate adjusted monthly, and full payment of the outstanding balance for a minimum period of 30 days each year. As of June 30, 2015, the outstanding balance was \$13,000.

**NOTE G -- RESTRICTIONS ON ASSETS**

Temporarily restricted net assets totaling \$9,093 are available for the year ended June 30, 2015 from the Boyle Fund for the We Can program.

**NOTES TO FINANCIAL STATEMENTS**  
**TLC FAMILY RESOURCE CENTER, INC.**  
**June 30, 2015**

**NOTE H -- OPERATING LEASE ARRANGEMENTS**

The Organization leases its facility under a lease agreement, signed on December 1, 2011, which provides for twelve-month renewal periods based on a stipulated monthly rental payment plus utilities and a real estate tax escalation clause. Lease payments on this facility for the year ended June 30, 2015 totaled \$22,800. This lease was extended for another year beginning July 1, 2015 at a monthly rent payment of \$1,900, for a total lease commitment of \$22,800. Additionally, the Organization leases a photocopier with a minimum monthly rent of \$188 based on a maximum of 7,500 copies at 2.5 cents per copy plus an additional amount for copies in excess of 7,500. Lease expense for the year-ended June 30, 2015 totaled \$1,851. On January 1, 2015 a new four year lease was signed with monthly rent of \$136. Future minimum lease payments are as follows:

Fiscal 2016	\$24,432
Fiscal 2017	1,632
Fiscal 2018	<u>1,632</u>
Total	<u>\$27,696</u>

**NOTE I -- FAIR VALUE OF FINANCIAL INSTRUMENTS**

In accordance with FASB ASC 820, *Fair Value Measurements and Disclosures*, the Organization is required to disclose certain information about its financial assets and liabilities. As of June 30, 2015 the Organization has no financial instruments subject to the disclosure requirements. Cash and cash equivalents, grants and accounts receivable, accounts payable, accrued expenses, advances refundable, and fiscal agency funds are reported in the statement of financial position approximate fair values because of the short maturities of those instruments or because of the fixed rate of interest required to be paid.

**NOTE J -- SUBSEQUENT EVENTS**

Management considered subsequent events through October 23, 2015, the date the financial statements were available to be issued. On August 19, 2015 the Organization's board of directors voted to change the name of Good Beginnings of Sullivan County to TLC Family Resource Center.