

SMOKY MOUNTAIN CHILDREN'S HOME

Financial Statements

August 31, 2016 and 2015

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Smoky Mountain Children's Home

We have audited the accompanying financial statements of Smoky Mountain Children's Home (a nonprofit organization) which comprise the statements of financial position as of August 31, 2016 and 2015, and the related statements of activities and cash flows for the years 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.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Smoky Mountain Children's Home as of August 31, 2016 and 2015, and the changes in its net assets and its cash flow for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The Statements of Functional Expenses on page 13 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Report on Summarized Comparative Information

We have previously audited Smoky Mountain Children's Home's 2015 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated February 4, 2016. In our opinion, the summarized comparative information presented herein as of and for the year ended August 31, 2015, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Arnett, Kirksey, Kimsey, Sullivan, Lay & Hall
ARNETT, KIRKSEY, KIMSEY, SULLIVAN, LAY & HALL, PLLC
Certified Public Accountants

February 3, 2017

SMOKY MOUNTAIN CHILDREN'S HOME*Statements of Financial Position**August 31, 2016 and 2015*

	<u>2016</u>	<u>2015</u>
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 956,207	\$ 1,229,738
Accounts receivable	557,978	535,061
Total Current Assets	<u>\$ 1,514,185</u>	<u>\$ 1,764,799</u>
NON-CURRENT ASSETS:		
Property and equipment, net	\$ 5,241,552	\$ 5,561,175
Investments	1,021,190	1,126,259
Total Non-Current Assets	<u>\$ 6,262,742</u>	<u>\$ 6,687,434</u>
OTHER ASSETS:		
Donated land - held for sale	\$ 349,000	\$ 349,000
Restricted cash - custodial funds	11,911	6,339
Total Other Assets	<u>\$ 360,911</u>	<u>\$ 355,339</u>
TOTAL ASSETS	<u><u>\$ 8,137,838</u></u>	<u><u>\$ 8,807,572</u></u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES:		
Accounts payable	\$ 127,147	\$ 101,249
Due to foster parents	104,035	115,366
Custodial funds	11,911	6,339
Other liabilities	0	19,907
Accrued payroll	332,676	335,637
Total Current Liabilities	<u>\$ 575,769</u>	<u>\$ 578,498</u>
NET ASSETS:		
Unrestricted	\$ 7,321,254	\$ 8,048,661
Temporarily restricted	240,815	180,413
Total Net Assets	<u>\$ 7,562,069</u>	<u>\$ 8,229,074</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 8,137,838</u></u>	<u><u>\$ 8,807,572</u></u>

The accompanying notes are an integral part of these financial statements.

SMOKY MOUNTAIN CHILDREN'S HOME

Statements of Activities

For the Years Ended August 31, 2016 and 2015

	Unrestricted	Temporarily Restricted	2016 Total	2015 Total
REVENUES, GAINS AND OTHER SUPPORT				
Contributions	\$ 1,512,638	\$ 233,125	\$ 1,745,763	\$ 1,399,932
Foster Program	5,909,502	0	5,909,502	5,994,438
Widows Ministry Center	0	547,981	547,981	405,307
Gifts-in-kind	57,795	0	57,795	150,383
Investment income	68,864	0	68,864	8,172
Other	15,621	0	15,621	27,206
Total Revenues, Gains and Other Support	\$ 7,564,420	\$ 781,106	\$ 8,345,526	\$ 7,985,438
Net assets released from restrictions:				
Satisfaction of program restrictions	\$ 720,704	\$ (720,704)	\$ 0	\$ 0
Total Revenue and Support	\$ 8,285,124	\$ 60,402	\$ 8,345,526	\$ 7,985,438
EXPENDITURES				
Program services	\$ 7,878,477	\$ 0	\$ 7,878,477	\$ 7,645,472
Management and general	977,316	0	977,316	945,479
Fundraising	156,738	0	156,738	144,560
Total Expenditures	\$ 9,012,531	\$ 0	\$ 9,012,531	\$ 8,735,511
CHANGE IN NET ASSETS	\$ (727,407)	\$ 60,402	\$ (667,005)	\$ (750,073)
NET ASSETS - BEGINNING OF YEAR	8,048,661	180,413	8,229,074	8,979,147
NET ASSETS - END OF YEAR	\$ 7,321,254	\$ 240,815	\$ 7,562,069	\$ 8,229,074

SMOKY MOUNTAIN CHILDREN'S HOME*Statements of Cash Flows**For the Years Ended August 31, 2016 and 2015*

	<u>2016</u>	<u>2015</u>
Cash flows from operating activities:		
Change in net assets	\$ (667,005)	\$ (750,073)
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Depreciation	\$ 362,202	\$ 354,015
Change in assets and liabilities affecting cash flows:		
Change in accounts receivable	(22,917)	18,389
(Gain)/Loss on sale of asset	(2,300)	12,350
Increase in accounts payable	25,898	38,742
Change in accrued payroll	(2,961)	17,152
Decrease in due to foster parents	(11,331)	(8,234)
Change in other liabilities	(19,907)	19,907
Change in due to State of Tennessee	0	(337,721)
Total adjustments	\$ 328,684	\$ 114,600
Net cash used in operating activities	\$ (338,321)	\$ (635,473)
Cash flows from investing activities:		
Proceeds from sale of asset	\$ 2,300	\$ 0
Purchase of property and equipment	(42,579)	(392,750)
Decrease in investments	105,069	243,250
Net cash provided by (used in) investing activities	\$ 64,790	\$ (149,500)
Net decrease in cash and cash equivalents	\$ (273,531)	\$ (784,973)
Cash and cash equivalents at beginning of year	1,229,738	2,014,711
Cash and cash equivalents at end of year	<u>\$ 956,207</u>	<u>\$ 1,229,738</u>
Supplemental disclosure of cash flow information:		
Cash paid during the year for:		
Interest	\$ 0	\$ 0

SMOKY MOUNTAIN CHILDREN'S HOME

Notes to Financial Statements

For the Years Ended August 31, 2016 and 2015

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Smoky Mountain Children's Home ("the Home") is a nonprofit organization that was chartered in the State of Tennessee in 1946. The Home's mission is to provide professional care and treatment for boys and girls referred for services due to emotional, behavioral, and life situations. The Home primarily serves at-risk children and teens, ages 5 to 17, through its residential and foster care programs. Further, the Home also provides residential facilities for widows at the Widows Ministry Center in Sevierville, Tennessee.

Basis of Accounting

The accounts of the Home are maintained on the accrual basis of accounting. Accordingly, revenues are recognized when earned and expenses are recorded when the obligation is incurred.

Financial Statement Presentation

Net assets, revenues, gains and losses are classified based on donor imposed restrictions. Accordingly, net assets of the Home and changes therein are classified and reported as follows:

Unrestricted - Resources over which the Board of Directors had discretionary control.

Temporarily Restricted - Those resources subject to donor imposed restrictions which will be satisfied by actions of the Home or passage of time. The home had \$240,815 at August 31, 2016. See note 7 for further details.

Permanently Restricted - Those resources subject to donor imposed restriction that they be maintained permanently by the Home. No such assets existed at August 31, 2016.

Liquidity

Assets are presented in the accompanying Statement of Financial Position according to their nearness of conversion to cash and liabilities according to the nearness of their maturity and resulting use of cash.

Cash and Cash Equivalents

For purposes of the Statement of Cash Flows, the Home considers all unrestricted bank and similar deposits, demand accounts, money market funds and short-term investments with an original maturity of three months or less to be cash equivalents, except those held for long-term investment. The Home maintains bank accounts with balances, which, at times may exceed federally insured limits. The Home has not experienced any losses to date.

Support and Revenue

Contributions are recorded as support when cash or other assets are received. Contributions are considered available for unrestricted use unless specifically restricted by the donor. Gifts of cash and other assets that are restricted by the donor for specific purposes are reported as temporarily restricted or permanently restricted support, depending on the nature of the restriction. When a donor restriction expires, that is, when a purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. Restricted grants and contributions whose restrictions are met in the same reporting period as they are received are reported as unrestricted support. Revenue from services is recognized when the service is rendered.

Contributions of property and equipment and other long-lived assets with explicit restrictions that specify how the assets are to be used, including cash contributed to acquire such assets, are recorded as restricted support. Absent explicit donor stipulations about how long those long-lived assets must be maintained, the expiration of donor restrictions is reported when the donated or acquired assets are placed in service.

SMOKY MOUNTAIN CHILDREN'S HOME

Notes to Financial Statements

For the Years Ended August 31, 2016 and 2015

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Investments

Investments are initially recorded at cost, if purchased, or, if donated, at fair market value on the date received. Investment securities are reflected at market value and realized and unrealized gains and losses are recognized as changes in unrestricted net assets, unless restricted by the donor, in which case the amounts are reflected as temporarily restricted until expended according to the donors' stipulations.

Property and Equipment

Property and equipment are recorded at cost or estimated cost if actual cost is not available. Donated property and equipment are recorded at the estimated fair value at the date of receipt. Depreciation is calculated using the straight-line method over the estimated useful lives of the assets, which range from five to thirty-nine years. Depreciation expense for the year ended August 31, 2016 was \$362,202. The Home generally capitalizes all expenditures for property and equipment in excess of \$2,500. Costs of maintenance and repair are expensed as incurred.

Functional Allocation of Expenses

The costs of providing various programs and other activities have been summarized on a functional basis in the statement of activities. Costs are charged to program services, management and general and fundraising functions based on direct expenses incurred. Indirect expenses are allocated among the program and supporting services benefited.

Income Taxes

The Home is exempt from federal income taxes under section 501(c)(3) of the U.S. Internal Revenue Code, except on unrelated business income. The Home had no unrelated business income for the year ended August 31, 2016. The Home's Return of Organization Exempt from Income Tax, Form 990, is open and subject to audit by the Internal Revenue Service generally for three years after the form is filed. In 2015, the IRS audited the 2013 and 2014 Form 990's, both years were found to be free from error and cleared by the IRS. The Home believes it has appropriate support for any tax positions taken, and as such, does not have any uncertain tax positions that are material to the financial statements. As of August 31, 2016, its 2015 Form 990 tax return is open for examination by the IRS.

Estimates

The preparation of financial statements in conformity 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, 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.

Advertising Costs

Advertising costs are charged to fundraising when incurred. There were no advertising expenses incurred for the year ended August 31, 2016.

Subsequent Events

In preparing these financial statements, the Home has evaluated events and transactions for potential recognition or disclosure through February 3, 2017, the date the financial statements were available to be issued.

Note 2 - DONATED GOODS AND SERVICES

Donated goods and services are recorded in the financial statements at the fair value of the goods and services received. Donated goods and services for the year ended August 31, 2016, were as follows:

Supplies	<u>\$ 57,795</u>
Total	<u><u>\$ 57,795</u></u>

SMOKY MOUNTAIN CHILDREN'S HOME

Notes to Financial Statements

For the Years Ended August 31, 2016 and 2015

Note 3 - PROPERTY AND EQUIPMENT, NET

The cost and related accumulated depreciation of property and equipment as of August 31, 2016 and 2015, consisted of the following:

	Balance 8/31/2015	Additions & (Deletions)	Balance 8/31/2016
Land and building	\$ 5,633,167	\$ -	\$ 5,633,167
Furniture and equipment	498,761	42,579	541,340
Vehicles	480,861	(14,389)	466,472
Widows Ministry Center - Building and equipment	4,743,871	-	4,743,871
	<u>\$ 11,356,660</u>	<u>\$ 28,190</u>	<u>\$ 11,384,850</u>
Less: Accumulated Depreciation	<u>(5,795,485)</u>	<u>(347,813)</u>	<u>(6,143,298)</u>
Property and Equipment, net	<u>\$ 5,561,175</u>	<u>\$ (319,623)</u>	<u>\$ 5,241,552</u>

For the years ended August 31, 2016 and 2015, depreciation expense was \$362,202 and \$354,015, respectively.

Note 4 - CONCENTRATION OF CREDIT RISK

The Home maintains its cash balances in several local financial institutions located in Tennessee. The balances at these financial institutions are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. As of August 31, 2016, cash balances exceeded FDIC limits by \$186,979. Significant concentration credit risk may result from the fact that the Home has cash in excess of the FDIC coverage; however, the Home has not experienced any losses in such accounts.

Note 5 - INVESTMENTS

The Home has a single investment that is valued at fair market value. Accounting Standards Codification 820, *Fair Value Measurements*, requires that assets and liabilities are stated at their fair value, which is 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, be classified into one of three levels. The levels are determined by the inputs used to measure the fair value. They are as follows:

- Level 1 - Quoted prices in active markets for identical assets or liabilities.
- Level 2 - Observable input other than Level 1 prices, such as quoted prices, for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities.
- Level 3 - Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities.

Below is a description of the inputs and valuation methodologies used for assets of the Home.

Investments

Investments in equity securities and debt securities with readily determinable fair values are carried at fair value based on quoted prices in active markets (all Level 1 measurements). Investments at August 31, 2016, consisted of the following:

<u>Investment Description</u>	<u>Level 1</u>
Equity Securities	\$ 603,284
Debt Securities	417,906
Total	<u>\$ 1,021,190</u>

SMOKY MOUNTAIN CHILDREN'S HOME

Notes to Financial Statements

For the Years Ended August 31, 2016 and 2015

Note 6 - ACCRUED LEAVE

Employees accrue between 40 and 160 hours of vacation leave, depending on length of service, with each full year of employment. Employees may accrue only the maximum days for which they are eligible based on their length of service. Any vacation leave over the maximum at August 31 expires. Upon resignation or termination, employees are entitled to any unused vacation leave that they have accumulated. Accrued vacation leave was \$3,000 at August 31, 2016.

Employees accrue 4 hours of sick leave with each full month of employment and may accumulate up to 240 hours. Employees are not paid for unused sick leave upon resignation or termination.

Employees accrue 24 hours of personal leave with each full year of employment. Personal leave does not accrue and all unused personal leave at August 31 is lost. Employees are not paid for unused personal leave upon resignation or termination.

Note 7 - TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets are available for the following activities as of August 31, 2016:

	Amount
Cottage #2	\$ 6,786
Cottage #3	4,607
Cottage #4	7,460
Cottage #5	23,452
Cottage #6	15,453
Cottage #7	5,545
Cottage #8	8,612
Cottage #9	(1,607)
Cottage #10	38,154
Cottage #11	71,724
Yellow Rose Cottage - Cottage #1	28,743
Choir and drama	162
Sara Bolt Scholarship Fund	505
Max Brandt Scholarship Fund	2,657
Margarette Catha Scholarship Fund	11,726
Scholarships	179
Stan Price Memorial Fund	6,488
Building Projects	1,006
Miscellaneous special projects	69,690
WMC - Special Projects	39,058
WMC - Operations	(107,059)
WMC - Miller Fund	7,474
	<u>\$ 240,815</u>

SMOKY MOUNTAIN CHILDREN'S HOME

Notes to Financial Statements

For the Years Ended August 31, 2016 and 2015

Note 8 - NET ASSETS RELEASED FROM RESTRICTIONS

Net assets were released from donor restrictions by incurring expenses that satisfied the restricted purposes during the year ended August 31, 2016:

	Amount
Cottage #2	\$ 14,382
Cottage #3	3,474
Cottage #4	14,411
Cottage #5	22,572
Cottage #6	14,154
Cottage #7	4,851
Cottage #8	14,321
Cottage #9	16,811
Cottage #10	21,021
Cottage #11	23,286
Yellow Rose Cottage - Cottage #1	8,011
Margarette Catha Scholarship Fund	33,087
Opal Levenia Springer Project	5,655
Miscellaneous special projects	44,608
WMC - Miller Fund	19,510
WMC - Special Projects	31,903
WMC - Operations	428,647
	<u>\$ 720,704</u>

Note 9 - CUSTODIAL FUNDS

For the benefit of the children, the Home maintains an account with funds received for children allowances. The funds in this account belong to the children and children can make withdrawals at their discretion, but under specific guidelines. The balance as of August 31, 2016, was \$11,911.

Note 10 - MINERAL RIGHTS

The Home previously received a gift of land for property located in Bottineau County, North Dakota. The property was sold during the year ended August 31, 2012; however, the Home retained certain mineral rights on the property. The Home has entered into oil and gas leases with a petroleum company granting the petroleum company exploration and mining rights. The Home did not receive a lease bonus in the year ended August 31, 2016, related to the oil and gas leases but will receive a percentage of proceeds should oil, gas or other sellable resources be found on the property. No such discoveries had been made as of August 31, 2016. No value has been reported in the accompanying financial statements for the Home's mineral rights.

Note 11 - RETIREMENT PLAN

The Home sponsors, through the Church of God Benefits Board, a 403(b) retirement savings plan for its employees. Reporting on a calendar year, this defined contribution plan allows eligible, non-management employees to contribute a percentage of their compensation on a tax-deferred basis, subject to a limit of \$18,000 per employee in 2016. These contributions are not matched by the Home. Under the same plan, the Home provides the 403(b) contributions for certain members of management on their behalf subject to IRS limitations.

SMOKY MOUNTAIN CHILDREN'S HOME

Notes to Financial Statements

For the Years Ended August 31, 2016 and 2015

Note 12 - LEASE DISCLOSURES

The Home leases various equipment (data equipment and copiers) used in the normal course of business operations. The original terms of the leases are for five years and the leases are classified as operating leases. The minimum future obligations under these leases as of August 31, 2016, are as follows:

<u>August 31,</u>	<u>Amount</u>
2017	\$ 12,742
2018	6,850
2019	6,850
2020	6,850
2021	<u>5,137</u>
Total	<u>\$ 38,429</u>

Note 13 - RECLASSIFICATION

Certain items have been reclassified in order to present more clearly the financial statements at August 31, 2016.

Note 14 - CONTINGENCIES - LITIGATION

In December 2016, two lawsuits against the Home were settled as to all claimants and attorney's fees. The total settlement was \$235,000. The Home is planning to pay this entire amount in the subsequent year.

The Home is party to a third legal action that arose in the ordinary course of its operations. In management and internal legal counsel's opinion, the Home has adequate legal defenses and/or insurance coverage for this action and does not believe it will materially affect the Home's activities or financial position.

Note 15 - EXECUTIVE DIRECTOR COMPENSATION

The compensation process for top official directors' wages are set by the Church of God International Offices in Cleveland, Tennessee. The top paid director's salary is funded by the Church of God International Offices and paid monthly to the Home.

SMOKY MOUNTAIN CHILDREN'S HOME

Notes to Financial Statements

For the Years Ended August 31, 2016 and 2015

Note 16 - INTERNAL FUND ACCOUNTING

The accounts of the Home are maintained on a fund accounting basis for internal purposes. This allows the home to account for funds with donor imposed restrictions. The beginning fund balances, the results of each fund operations, and the ending balances as reported internally are shown below:

Funds	2015 Ending Fund Balance	Revenues	Expenses	Revenues Over (Under) Expenses	2016 Ending Fund Balance
General Fund -					
Unrestricted	\$ 8,048,661	\$ 7,564,420	\$ (8,291,827)	\$ (727,407)	\$ 7,321,254
Cottage #2	(1,420)	22,588	(14,382)	8,206	6,786
Cottage #3	7,831	250	(3,474)	(3,224)	4,607
Cottage #4	7,897	13,974	(14,411)	(437)	7,460
Cottage #5	41,341	4,683	(22,572)	(17,889)	23,452
Cottage #6	4,418	25,189	(14,154)	11,035	15,453
Cottage #7	2,761	7,635	(4,851)	2,784	5,545
Cottage #8	20,348	2,585	(14,321)	(11,736)	8,612
Cottage #9	3,092	12,112	(16,811)	(4,699)	(1,607)
Cottage #10	13,989	45,186	(21,021)	24,165	38,154
Cottage #11	58,328	36,682	(23,286)	13,396	71,724
Yellow Rose Cottage -					
Cottage #1	20,072	16,682	(8,011)	8,671	28,743
Choir and drama	162	0	0	0	162
Sara Bolt Scholarship Fund	505	0	0	0	505
Max Brandt Scholarship Fund	2,657	0	0	0	2,657
Margarette Catha Scholarship Fund	44,813	0	(33,087)	(33,087)	11,726
Scholarships	179	0	0	0	179
Opal Levenia Springer Project	633	5,022	(5,655)	(633)	0
Stan Price Memorial Fund	6,488	0	0	0	6,488
Building Projects	(1,194)	2,200	0	2,200	1,006
Miscellaneous special projects	75,961	38,337	(44,608)	(6,271)	69,690
WMC - Special Projects	7,461	63,500	(31,903)	31,597	39,058
WMC - Operations	(152,056)	473,644	(428,647)	44,997	(107,059)
WMC - Miller Fund	16,147	10,837	(19,510)	(8,673)	7,474
Total	\$ 8,229,074	\$ 8,345,526	\$ (9,012,531)	\$ (667,005)	\$ 7,562,069

SMOKY MOUNTAIN CHILDREN'S HOME

Statements of Functional Expenses

For the Year Ended August 31, 2016 (with comparative totals for 2015)

	<u>Program Services</u>	<u>Management and General</u>	<u>Fund Raising</u>	<u>2016 Total</u>	<u>2015 Total</u>
Salaries	\$ 2,600,433	\$ 585,097	\$ 65,011	\$ 3,250,541	\$ 3,198,070
Health insurance	386,650	86,996	9,668	483,314	437,375
Supplies	229,939	51,736	5,747	287,422	171,612
Telephone, utilities and cable	193,377	43,510	4,834	241,721	247,576
Insurance	68,548	17,137	0	85,685	91,723
Automobile	35,261	8,815	0	44,076	28,225
General Assembly	0	26,309	0	26,309	0
Repairs and maintenance	41,612	0	0	41,612	53,399
Landscaping and grounds	38,416	0	0	38,416	38,521
Depreciation	362,202	0	0	362,202	354,015
Professional fees	11,481	144,653	0	156,134	77,896
Board and committee	0	13,063	0	13,063	24,576
Promotion	0	0	71,478	71,478	63,469
Foster family care	3,052,327	0	0	3,052,327	3,140,421
Widows Ministry Center	480,060	0	0	480,060	473,991
Special projects	240,644	0	0	240,644	220,468
Miscellaneous	137,527	0	0	137,527	114,174
TOTALS	<u>\$ 7,878,477</u>	<u>\$ 977,316</u>	<u>\$ 156,738</u>	<u>\$ 9,012,531</u>	<u>\$ 8,735,511</u>