

**CASA OF THE CONTINENTAL DIVIDE
FINANCIAL STATEMENTS
TABLE OF CONTENTS
June 30, 2010**

	<u>Page</u>
Independent Auditor's Report	2
Financial Statements	
Statement of Financial Position	3
Statement of Activities	4
Statement of Cash Flow	5
Notes of Financial Statements	6-8

Independent Auditor's Report

Board of Directors
CASA of The Continental Divide

I have audited the accompanying statement of financial position of CASA of the Continental Divide (a nonprofit organization) as of June 30, 2010, and the related statements of activities and the cash flows for the year then ended. These financial statements are the responsibility of CASA of The Continental Divide's management. Our responsibility is to express an opinion of these financial statements based on our audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America. 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 the test basis, evidence supporting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe 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 CASA of The Continental Divide, as of June 30, 2008, and the changes in its net assets and its cash flows for the year then ended, in conformity with accounting principles accepted in the United States America.

John J. Stefanich
Littleton, Colorado
August 25, 2010

CASA OF THE CONTINENTAL DIVIDE
STATEMENT OF FINANCIAL POSITION
June 30, 2010

ASSETS

Current Assets		
Cash	\$	1,576
Savings Account		190,944
Prepaid Expenses		<u>135</u>
Total Current Assets		192,655
Property and Equipment		
Office Furniture and Equipment		21,633
Less: Accumulated Depreciation		<u>(18,687)</u>
Total Property and Equipment		<u>2,946</u>
TOTAL ASSETS	\$	<u>195,601</u>

LIABILITIES AND NET ASSETS

Current Liabilities		
Accounts Payable	\$	2,801
Accrued Payroll Liabilities		2,234
Deferred Revenue		-
Accrued Vacations Payable		<u>6,731</u>
Total Current Liabilities		<u>11,766</u>
Net Assets		
Unrestricted		<u>183,835</u>
Total Net Assets		<u>183,835</u>
TOTAL LIABILITES AND NET ASSETS	\$	<u>195,601</u>

See accompanying notes to financial statements.

CASA OF THE CONTINENTAL DIVIDE
STATEMENT OF ACTIVITIES
Year Ended June 30, 2010

Support and Revenue	
Foundations	\$ 42,000
Governmental	46,607
Community	28,283
Fund raising	74,802
Contributions	5,415
Domestic relation fees	9,120
Investment income	<u>2,223</u>
 Total support revenue	 <u>208,450</u>
 Expenses	
Salaries	118,007
Payroll taxes	8,101
Employee benefits	495
Computer expenses	3,339
Depreciation	1,450
Professional Fees	1,500
Health Insurance	17,430
Insurance	3,353
Membership dues	1,094
Fundraising Expense	10,375
Occupancy	10,327
Office supplies and expenses	8,294
Parent Class	650
Phone	3,420
Printing/copying	511
Public relations/marketing	664
Recognition	2,603
Training	3,164
Travel	<u>5,982</u>
Total expenses	<u>200,527</u>
Change in net assets	7,923
 Net assets, beginning of year	 168,936
Reclassification of Restricted Funds	<u>6,976</u>
Net assets, end of year	<u>\$ 183,835</u>

See accompanying notes to financial statements.

**CASA OF THE CONTINENTAL DIVIDE
STATEMENT OF CASH FLOWS
Year Ended June 30, 2010**

CASH FLOWS FROM OPERATING ACTIVITIES	
Increase (decrease) in net assets	\$ 7,923
Adjustments to reconcile increase in net assets to net cash provided by operating activities:	
Depreciation	1,218
Increase (Decrease) in Restricted Funds	-
Increase (Decrease) in Prepaid Expenses	(35)
Increase (Decrease) in Accounts Payable	2,378
Increase (Decrease) in Accrued Liabilities	<u>(603)</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>10,881</u>
 CASH FLOWS FROM INVESTING ACTIVITIES	
Transfer from to Short-Term Investments	<u>99,043</u>
NET CASH FROM INVESTING ACTIVITIES	<u>99,043</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	<u>109,924</u>
BEGINNING CASH AND CASH EQUIVALENTS	82,596
ENDING CASH AND CASH EQUIVALENTS	<u><u>\$ 192,520</u></u>

See accompanying notes financial statements.

CASA OF THE CONTINENTAL DIVIDE
NOTES TO FINANCIAL STATEMENTS
June 30, 2010

Note 1. Summary of Significant Accounting Policies.

CASA of The Continental Divide is a nonprofit corporation formed in 1998 pursuant to the laws of the State of Colorado, for the purpose of providing a voice for the best interest of children who are victims of abuse, neglect or domestic conflict. Trained CASA volunteers work with children in an effort to assure them safe and permanent homes. The agency's business office is located at 330 Fiedler Avenue, Dillon, Colorado. The agency is supported primarily by grants and contributions.

The accompanying financial statements have been prepared on the accrual basis of accounting, in conformity with U.S. generally accepted accounting principles, as they apply to not-for-profit organizations.

The preparation of financial statements requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

The agency presents the financial statements pursuant to Statement of Financial Accounting Standards (SFAS) No. 117, Financial Statements of Not-for-Profit Organizations. Accordingly, the agency is required to report information regarding its financial position according to three classes of net assets (unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets) based upon the existence or absence of donor-imposed restrictions.

Unrestricted net assets represent resources over which the board of directors has discretionary control and are used to carry out the operations of the agency in accordance with its bylaws.

Net assets of the restricted classes are created by donor-imposed restrictions on their use.

The agency also complies with Statement of Financial Accounting Standards (SFAS) No. 116, Accounting for Contributions Received and Contributions Made. In accordance with SFAS No. 116, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions.

CASA OF THE CONTINENTAL DIVIDE
NOTES TO FINANCIAL STATEMENTS
June 30, 2010

Note 1. Summary of Significant Accounting Policies (continued)

Cash and cash equivalents – for the purpose of the Statement of Cash Flows, cash consists of cash on hand, plus on deposit checking and savings accounts.

Short term investments include a time savings account with a maturity of one year or more when purchased, and are stated at fair market value, which equals cost.

Property and equipment are stated at cost (or fair market value at time of donation for donated items) less accumulated depreciation. Expenditures for maintenance, repairs and minor replacements are charged to operations, and expenditures for additions or major replacements exceeding \$1,000.00 in cost are capitalized.

All depreciation is computed using the straight-line method with estimated useful lives of 3-5 years. Depreciation expense of \$1,218 was recorded for the year ended June 30, 2010.

Vacation wages are recognized in the year ended by the employer rather than at the time the vacation pay is actually taken.

Note 2. Income Taxes

The agency is exempt from income taxes under Internal Revenue Code Section 501(c)(3) and is classified as a public charity (not a private foundation). The agency undertook no unrelated business activities and therefore no provision has been made for income taxes in these financial statements.

Note 3. Savings

Savings consist of time deposits and savings accounts. At June 30, 2010 the agency's time deposits were due to expire in less than one year or less, therefore Savings deposits have been classified as cash equivalents.

One-year time deposit due 08/25/ 2010, Interest Rate 1.750%	\$100,946
Six month deposit due 08/25/2010, Earning .800%	14,531
Money Market account earning .250% at June 30, 2010	14,051
Savings Account, earning .20%	<u>61,416</u>
	<u>\$190,944</u>

CASA OF THE CONTINENTAL DIVIDE
NOTES TO FINANCIAL STATEMENTS
June 30, 2010

Note 3. Savings (continued)

Total earnings of these investments for the year ended June 30, 2010 equaled \$2,223.

Note 4. Net Assets Restricted Funds – Temporary

Restricted Funds – Temporary, represented the remaining balance of a grant to provide independent living skills to abused and neglected children. The grant was in the amount of \$15,000 and \$8,024 was used for the purchase of computers and supplies to be used by the children by agreement the balance of the funds were transferred to the general fund in fiscal year 2010.

Note 5. Risk Management and Fair Value

Financial risk is the risk to the Agency that arise from fluctuations in interest and foreign exchange rates and the degree of volatility of these rates. The Agency does not use derivative instruments to reduce its exposure to interest rate and foreign exchange risk. The fair value of the Agency's financial assets and liabilities approximate amounts for which instruments could be exchanged in a transaction between knowledgeable and willing parties based on public market information.

Note 6. Financial Instruments

The Agency invests in various financial institutions which are backed by the Federal Deposit Insurance Corporation or other insurance agencies. The level and extent of insurance for funds invested with any one agency can and often due change. Amount deposited with any one institution in excess of insured amounts are at risk of loss in the case of failure of the institution.

