

COLORADO CROSS-DISABILITY COALITION

Financial Statements

December 31, 2015

(Together with Independent Auditors' Report)



Colorado
Cross-Disability
Coalition

COLORADO CROSS-DISABILITY COALITION
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CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Colorado Cross-Disability Coalition
Denver, Colorado

We have audited the accompanying financial statements of Colorado Cross-Disability Coalition (a Colorado nonprofit corporation), which comprise the statement of financial position as of December 31, 2015, and the related statements of activities, functional expenses, and cash flows for the year 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.

Auditors' 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 of 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 statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

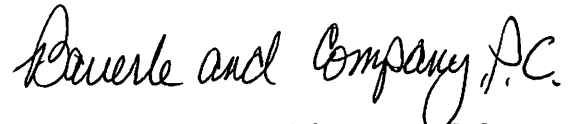
To the Board of Directors
Colorado Cross-Disability Coalition

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Colorado Cross-Disability Coalition, as of December 31, 2015, and the changes in its net assets and its cash flows for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited Colorado Cross-Disability Coalition's 2014 financial statements, and our report dated March 26, 2015, expressed an unmodified opinion on those audited financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2014, is consistent, in all material respects, with the audited financial statements from which it has been derived.



Bauerle and Company, P.C.
Denver, Colorado

April 14, 2016

COLORADO CROSS-DISABILITY COALITION

Statement of Financial Position December 31, 2015 (With Summarized Totals for December 31, 2014)

ASSETS

	<u>2015</u>	<u>2014</u>
<u>Current Assets</u>		
Cash and cash equivalents	\$ 369,474	\$ 340,893
Grants and contributions receivable	159,000	122,900
Accounts receivable	9,417	14,024
Prepaid and other	4,380	4,771
Total Current Assets	<u>542,271</u>	<u>482,588</u>
<u>Property and Equipment, at cost</u>		
Office furniture and equipment	70,386	70,386
Leasehold improvements	1,265	1,265
	<u>71,651</u>	<u>71,651</u>
Less: accumulated depreciation	66,153	61,735
Net Property and Equipment	<u>5,498</u>	<u>9,916</u>
<u>Deposits</u>	<u>5,334</u>	<u>2,575</u>
Total Assets	<u>\$ 553,103</u>	<u>\$ 495,079</u>

LIABILITIES AND NET ASSETS

<u>Current Liabilities</u>		
Accounts payable	\$ 6,027	\$ 9,380
Accrued salaries and wages	33,258	27,758
Total Current Liabilities	<u>39,285</u>	<u>37,138</u>
<u>Net Assets</u>		
Unrestricted	428,516	276,881
Temporarily restricted	85,302	181,060
Total Net Assets	<u>513,818</u>	<u>457,941</u>
Total Liabilities and Net Assets	<u>\$ 553,103</u>	<u>\$ 495,079</u>

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

COLORADO CROSS-DISABILITY COALITION

Statement of Activities Year Ended December 31, 2015 (With Summarized Totals for the Year Ended December 31, 2014)

	2015			2014
	Unrestricted	Temporarily Restricted	Total	Total
Revenue, Gains, and Other Support				
Program fees and settlement revenues	\$ 370,505	\$ -	\$ 370,505	\$ 414,851
Foundation contributions	213,050	76,760	289,810	345,879
Corporate and individual contributions	43,130	-	43,130	18,951
Event sponsorships and donations	82,686	-	82,686	42,998
Other	1,764	-	1,764	244
In-kind	97,144	-	97,144	111,078
Released from restrictions	172,518	(172,518)	-	-
Total Revenue, Gains, and Other Support	980,797	(95,758)	885,039	934,001
Expenses				
Program Services				
Advocacy	329,772	-	329,772	306,759
Legal	325,704	-	325,704	240,409
Outreach	67,842	-	67,842	37,235
Total Program Services	723,318	-	723,318	584,403
Supporting Services				
Management and general	79,580	-	79,580	68,440
Fundraising	26,264	-	26,264	37,899
Total Supporting Services	105,844	-	105,844	106,339
Total Expenses	829,162	-	829,162	690,742
Change in Net Assets	151,635	(95,758)	55,877	243,259
NET ASSETS, Beginning of Year	276,881	181,060	457,941	214,682
NET ASSETS, End of Year	\$ 428,516	\$ 85,302	\$ 513,818	\$ 457,941

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

COLORADO CROSS-DISABILITY COALITION

STATEMENT OF FUNCTIONAL EXPENSES

Year Ended December 31, 2015

(With Summarized Totals for the Year Ended December 31, 2014)

	2015							2014	
	Program Services				Supporting Services			Total	Total
	Advocacy	Legal	Outreach	Program Services Total	Management and General	Fund-Raising	Supporting Services Total		
Salary and wages	\$ 183,133	\$ 124,345	\$ 14,497	\$ 321,975	\$ 22,657	\$ 9,728	\$ 32,385	\$ 354,360	\$ 312,725
Payroll taxes	15,277	10,820	1,509	27,606	2,045	934	2,979	30,585	34,831
Total Employee Costs	198,410	135,165	16,006	349,581	24,702	10,662	35,364	384,945	347,556
Professional services	7,233	151,114	580	158,927	8,995	-	8,995	167,922	39,125
Travel, meals, and meetings	16,950	1,246	43,758	61,954	195	115	310	62,264	31,210
Rent	12,890	12,502	1,319	26,711	3,406	1,839	5,245	31,956	32,154
All other	4,037	1,112	119	5,268	3,379	11,034	14,413	19,681	32,249
Telephone	10,951	2,601	1,184	14,736	2,241	1,313	3,554	18,290	15,829
Plaintiff award payments	-	11,000	-	11,000	-	-	-	11,000	48,435
Equipment costs	6,447	1,262	191	7,900	504	170	674	8,574	4,203
Research materials	4,474	945	80	5,499	426	571	997	6,496	5,855
Contract services	4,660	-	-	4,660	1,790	-	1,790	6,450	4,640
Depreciation	441	2,210	441	3,092	1,326	-	1,326	4,418	5,173
Insurance	980	1,532	398	2,910	250	200	450	3,360	2,532
Supplies	534	673	179	1,386	1,038	11	1,049	2,435	3,574
Printing	1,147	401	107	1,655	-	117	117	1,772	5,173
Postage	363	575	147	1,085	349	232	581	1,666	1,259
Interest and bank charges	-	-	-	-	789	-	789	789	697
In-kind	60,255	3,366	3,333	66,954	30,190	-	30,190	97,144	111,078
Total Expenses	<u>\$ 329,772</u>	<u>\$ 325,704</u>	<u>\$ 67,842</u>	<u>\$ 723,318</u>	<u>\$ 79,580</u>	<u>\$ 26,264</u>	<u>\$ 105,844</u>	<u>\$ 829,162</u>	<u>\$ 690,742</u>

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

COLORADO CROSS-DISABILITY COALITION

Statement of Cash Flows Year Ended December 31, 2015 (With Summarized Totals for the Year Ended December 31, 2014)

	2015	2014
<u>Cash Flows From Operating Activities</u>		
Change in net assets	\$ 55,877	\$ 243,259
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	4,418	5,173
(Increase) decrease in:		
Grants and contributions receivable	(36,100)	(51,754)
Accounts receivable	4,607	(12,724)
Prepaid expenses and other	391	(708)
Deposits	(2,759)	-
Increase (decrease) in:		
Accounts payable	(3,353)	7,935
Accrued salaries and wages	5,500	5,646
Net Cash Provided by Operating Activities	28,581	196,827
<u>Cash Flows From Investing Activities</u>		
Purchase of property and equipment	-	(8,776)
Net Cash (Used in) Investing Activities	-	(8,776)
<u>Net Increase in Cash and Cash Equivalents</u>	28,581	188,051
<u>CASH AND CASH EQUIVALENTS, beginning of year</u>	340,893	152,842
<u>CASH AND CASH EQUIVALENTS, end of year</u>	\$ 369,474	\$ 340,893
<u>Supplemental disclosures of cash flow information:</u>		
Cash paid for interest and bank charges	\$ 789	\$ 697

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

COLORADO CROSS-DISABILITY COALITION

Notes to Financial Statements

December 31, 2015

1. Organization and Summary of Significant Accounting Policies

Organization

Colorado Cross-Disability Coalition (the Organization) was founded in 1990 to implement the Americans with Disabilities Act (ADA) throughout Colorado. The Organization is the leading disability civil rights organization in Colorado, staffed by people with disabilities and serving the cross-disability (all disabilities) community. The Organization's mission is to advocate for social justice for people with all types of disabilities. The Organization is supported primarily through in-kind donations, program fees, and foundations. The Organization operates the following major programs:

Legal – The legal program brings lawsuits on behalf of the Organization and its members to enforce the ADA and other statutes that protect the civil rights of persons with disabilities.

Advocacy – The advocacy program is focused on creating independence and equality for people with disabilities.

- Individual Advocacy is the process of assisting a member to correct a problem with the system.
- Systematic Advocacy is the process of changing rules or laws that interfere with the rights of people with disabilities.
 - The Organization takes an active role in addressing policy matters that affect people with disabilities. This includes working on state legislation.
 - Legislative – the Organization has a team of volunteer lobbyists who work at the State Capitol to make sure that the Organization's interests are represented.
 - Policy – the Organization is active in promoting policy that affects people with disabilities in the various areas of Medicaid and in matters affecting development disability services, mental health services, and the Organization is working on a program to redesign primary care.

Outreach – Outreach involves efforts by the Organization to let people know about both the Organization itself and disability rights. Outreach occurs when staff and volunteers attend or host community events, as well as through the Organization's social media efforts.

Training and Consulting – Training and education about disability issues, including specialized training on specific topics such as effective communication, ADA, and disability cultural competency. The Organization makes information available to the public via social media and its website and presence at community events.

Basis of Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

1. Organization and Summary of Significant Accounting Policies (continued)

Basis of Presentation (continued)

The accompanying financial statements include a statement of financial position that presents amounts for each of the three classes of net assets: unrestricted, temporarily restricted, and permanently restricted. Temporarily restricted net assets include those assets whose use by the Organization has been limited by donors to later periods of time or for specified purposes. Permanently restricted net assets include those net assets that must (to the extent required by donor restrictions) be maintained in perpetuity. At December 31, 2015, the Organization has no permanently restricted net assets.

Use of 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 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.

Concentration of Credit Risk

Financial instruments, which potentially subject the Organization to concentrations of credit risk, include cash and cash equivalents, grants and contributions receivable and accounts receivable. The Organization places its cash and temporary cash investments with high quality financial institutions insured by the Federal Deposit Insurance Corporation (FDIC). Although at times the balances in these accounts may exceed the federally insured limit, the Organization has never experienced any losses.

Credit risk with respect to grants, contributions, and accounts receivable is limited due to the credit worthiness of the entities making up the receivable balance.

During 2015, the Organization received approximately 45% of its contributions from one Foundation. Receivables from this Foundation total \$75,000 at December 31, 2015.

Income Taxes

The Organization is a nonprofit corporation exempt from income tax under Section 501(c)(3) of the Internal Revenue Code and is not a private foundation under Section 509(a) of the Code. Accordingly, donors are entitled to a charitable deduction for their contributions to the organization. The financial statements do not include a provision for income taxes.

The Organization has adopted the authoritative guidance relating to accounting for uncertain tax positions which requires that it recognize the financial statement benefit of a tax position attributed to the entity only after determining that the relevant tax authority would more likely than not sustain the position following an audit. The Organization has concluded that there were no material uncertain tax positions nor does the Organization expect the total amount of unrecognized tax benefits to significantly change in the next 12 months. There are no on-going federal, state or local tax audits; however, the Organization's tax returns for 2013 and subsequent years remain open to examination.

1. Organization and Summary of Significant Accounting Policies (continued)

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Organization considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents.

Receivables

The Organization states accounts, grants and contributions receivable at the amount management expects to collect from outstanding balances. Management periodically reviews accounts to determine uncollectible amounts. Accounts deemed uncollectible are written-off in the period they are deemed uncollectible. At December 31, 2015, management determined that no allowance for bad debts was necessary.

Property and Equipment

Property and equipment is recorded at cost or, if donated, at estimated fair value at the date of donation. Assets are depreciated using the straight-line method over the estimated useful lives of the assets, ranging from 3 to 10 years. All assets with a useful life of more than 1 year and a cost of more than \$1,000 are capitalized.

Recognition of Revenue, Gains, and Other Support

All contributions are considered available for unrestricted use unless specifically restricted by the donor. Unrestricted gift support is reflected as revenue in the year of receipt.

Operating funds restricted by the donor, grantor, or other outside party for particular operating purposes are reported as temporarily restricted support. When a donor restriction expires, that is, when a stipulated time restriction ends or 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. Pledges for support of future operations and fundraising activities are recorded as temporarily restricted support in the year the pledge is made.

In-Kind Contributions

Donated goods and equipment are recorded at their estimated fair value as revenues and expenses or capitalized assets, depending on the nature of the donation.

The contribution of services is recognized if the services received either create or enhance nonfinancial assets or require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation.

A substantial number of volunteers have contributed significant amounts of time to the Organization; however, no amounts have been reflected in the accompanying financial statements for such contributed services as these services do not meet the criteria for recognition as contributions under generally accepted accounting principles.

COLORADO CROSS-DISABILITY COALITION

Notes to Financial Statements

December 31, 2015

1. Organization and Summary of Significant Accounting Policies (continued)

Functional Allocation of Expenses

The costs of providing the various programs and supporting services have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Summarized Financial Information

The financial statements include certain prior year summarized comparative information in total. Such information does not include sufficient details to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended December 31, 2014, from which the summarized information was derived.

Subsequent Events

Subsequent events have been evaluated through April 14, 2016, which is the date the financial statements were available to be issued. Through that date, management has determined that there were no material subsequent events that required recognition or additional disclosure in these financial statements.

2. Temporarily Restricted Net Assets

Temporarily restricted net assets consist of the following at December 31, 2015:

	<u>Amount</u>
Healthcare advocacy	\$ 76,251
Transportation	<u>9,051</u>
Total	<u>\$ 85,302</u>

3. In-Kind Contributions

Donated materials and services are important to the Organization's operations and, accordingly, are reflected as contributions in the accompanying statements at their estimated values at date of receipt. Donated materials and services consist of the following for the year ended December 31, 2015:

	<u>Amount</u>
Executive Director services	\$ 55,000
Professional advocates services	40,000
Materials and supplies	<u>2,144</u>
Total	<u>\$ 97,144</u>

COLORADO CROSS-DISABILITY COALITION

Notes to Financial Statements

December 31, 2015

4. Operating Leases

Effective December 1, 2015, the Organization entered into a sublease agreement for its office facility that expires in February 2018. Rental expense for all operating leases totaled approximately \$32,000 for the year ended December 31, 2015.

Future minimum lease payments under operating leases that have remaining terms in excess of one year as of December 31, 2015, are as follows:

<u>Year</u>	<u>Amount</u>
2016	\$ 33,600
2017	34,200
2018	<u>4,300</u>
Total	<u>\$ 72,100</u>