

Audited Consolidated Financial Statements
and Other Supplementary Information

Home Repair Services of Kent
County, Inc. and Subsidiary
(A Not-For-Profit Organization)

*Years Ended June 30, 2018 and 2017
with Report of Independent Auditors*

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Audited Consolidated Financial Statements
and Other Supplementary Information

Years Ended June 30, 2018 and 2017

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Report of Independent Auditors

Board of Directors
Home Repair Services of Kent County, Inc. and Subsidiary
Grand Rapids, Michigan

We have audited the accompanying consolidated financial statements of Home Repair Services of Kent County, Inc. and Subsidiary (a not-for-profit organization), which comprise the consolidated statements of financial position as of June 30, 2018 and 2017, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated 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 consolidated financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the consolidated financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated 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 consolidated 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 consolidated 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 consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of Home Repair Services of Kent County, Inc. and Subsidiary as of June 30, 2018 and 2017, and the changes in their net assets and their cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Andrews Hooper Paulik PLC

Grand Rapids, Michigan
October 31, 2018

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Consolidated Statements of Financial Position

	June 30	
	2018	2017
Assets		
Current assets:		
Cash and cash equivalents	\$ 167,853	\$ 255,679
Cash and cash equivalents held in investments	11,026	47,335
Accounts receivable:		
Short-term pledges receivable	-	70,000
Trade	330,306	85,000
Grants	179,172	307,641
Spendable balance – agency endowment	33,751	25,764
Inventory:		
Work-in-process	70,719	93,410
Material	4,369	2,551
Remodeling Together material	10,953	7,288
Food	17,077	20,700
Prepaid expenses	43,238	49,633
Certificates of deposit	127,269	61,703
Total current assets	995,733	1,026,704
Long-term investments, at market value	526,159	866,996
Property and equipment	3,184,239	3,184,239
Accumulated depreciation	(1,859,700)	(1,733,164)
Net property and equipment	1,324,539	1,451,075
Other assets:		
Beneficial interest in assets held by Community Foundation	177,105	172,830
Total other assets	177,105	172,830
Total assets	\$ 3,023,536	\$ 3,517,605
Liabilities and net assets		
Liabilities:		
Accounts payable	\$ 110,179	\$ 198,334
Deferred agency income	19,717	23,072
Other accrued expenses	118,334	100,060
Total liabilities	248,230	321,466
Net assets:		
Unrestricted	2,498,921	2,905,809
Temporarily restricted	99,280	117,500
Permanently restricted	177,105	172,830
Total net assets	2,775,306	3,196,139
Total liabilities and net assets	\$ 3,023,536	\$ 3,517,605

See accompanying notes.

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Consolidated Statement of Activities

Year Ended June 30, 2018

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Support and other revenue				
HUD Community Development Block Grant	\$ 658,438	\$ -	\$ -	\$ 658,438
Contracts	805,785	-	-	805,785
Contributions	403,553	8,480	-	412,033
DTE rebates	96,050	-	-	96,050
Donated goods and services	86,849	-	-	86,849
Remodeling Together sales	59,296	-	-	59,296
Client copays and member fees	267,063	-	-	267,063
Program income returned to local municipalities	(61,017)	-	-	(61,017)
Other grants	211,500	90,800	-	302,300
Investment income	21,293	-	-	21,293
Gain on investment sales	23,590	-	-	23,590
Unrealized loss on investments	(45,955)	-	-	(45,955)
Other income	295	-	-	295
Transfers from agency endowment	7,987	-	-	7,987
Lease revenue	12,264	-	-	12,264
Change in beneficial interest	-	-	4,275	4,275
Net assets released from restrictions	117,500	(117,500)	-	-
Total support and other revenue	<u>2,664,491</u>	<u>(18,220)</u>	<u>4,275</u>	<u>2,650,546</u>
Expenses				
Program services	2,345,293	-	-	2,345,293
Support services:				
Management and general	544,911	-	-	544,911
Fundraising	181,175	-	-	181,175
Total support services	<u>726,086</u>	<u>-</u>	<u>-</u>	<u>726,086</u>
Total expenses	<u>3,071,379</u>	<u>-</u>	<u>-</u>	<u>3,071,379</u>
Change in net assets	(406,888)	(18,220)	4,275	(420,833)
Net assets – beginning of year	2,905,809	117,500	172,830	3,196,139
Net assets – end of year	<u>\$ 2,498,921</u>	<u>\$ 99,280</u>	<u>\$ 177,105</u>	<u>\$ 2,775,306</u>

See accompanying notes.

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Consolidated Statement of Activities

Year Ended June 30, 2017

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Support and other revenue				
HUD Community Development Block Grant	\$ 868,973	\$ -	\$ -	\$ 868,973
Contracts	768,571	-	-	768,571
Contributions	463,549	5,000	-	468,549
DTE rebates	75,550	-	-	75,550
Donated goods and services	46,976	-	-	46,976
Remodeling Together sales	57,622	-	-	57,622
Client copays and member fees	242,911	-	-	242,911
Program income returned to local municipalities	(67,900)	-	-	(67,900)
Other grants	145,867	131,215	-	277,082
Investment income	25,909	-	-	25,909
Gain on investment sales	7,138	-	-	7,138
Unrealized loss on investments	(15,326)	-	-	(15,326)
Other income	1,836	-	-	1,836
Transfers from agency endowment	49,049	-	-	49,049
Lease revenue	17,844	-	-	17,844
Change in beneficial interest	-	-	14,208	14,208
Net assets released from restrictions	310,118	(310,118)	-	-
Total support and other revenue	2,998,687	(173,903)	14,208	2,838,992
Expenses				
Program services	2,245,039	-	-	2,245,039
Support services:				
Management and general	540,111	-	-	540,111
Fundraising	141,634	-	-	141,634
Total support services	681,745	-	-	681,745
Total expenses	2,926,784	-	-	2,926,784
Change in net assets	71,903	(173,903)	14,208	(87,792)
Net assets – beginning of year	2,833,906	291,403	158,622	3,283,931
Net assets – end of year	\$ 2,905,809	\$ 117,500	\$ 172,830	\$ 3,196,139

Home Repair Services of Kent County, Inc. and Subsidiary
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Consolidated Statement of Functional Expenses

Year Ended June 30, 2018

	Program Services	Support Services		Total
		Management and General	Fundraising	
Personnel expenses	\$ 963,208	\$ 302,931	\$ 123,262	\$ 1,389,401
Materials, subcontractors, and supplies	1,230,667	-	-	1,230,667
Vehicle, insurance, and other program expenses	105,702	-	-	105,702
Depreciation	45,716	80,820	-	126,536
Utilities	-	43,179	-	43,179
Administrative expenses	-	48,360	29,908	78,268
Repairs and maintenance	-	50,132	-	50,132
Special events	-	2,035	23,090	25,125
Other support services	-	17,454	4,915	22,369
Total expenses	<u>\$ 2,345,293</u>	<u>\$ 544,911</u>	<u>\$ 181,175</u>	<u>\$ 3,071,379</u>

Home Repair Services of Kent County, Inc. and Subsidiary
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Consolidated Statement of Functional Expenses

Year Ended June 30, 2017

	Program Services	Support Services		Total
		Management and General	Fundraising	
Personnel expenses	\$ 850,709	\$ 291,978	\$ 89,101	\$ 1,231,788
Materials, subcontractors, and supplies	1,239,704	-	-	1,239,704
Vehicle, insurance, and other program expenses	104,931	-	-	104,931
Depreciation	49,695	81,404	-	131,099
Utilities	-	39,328	-	39,328
Administrative expenses	-	58,984	31,578	90,562
Repairs and maintenance	-	51,686	-	51,686
Special events	-	-	17,338	17,338
Other support services	-	16,731	3,617	20,348
Total expenses	\$ 2,245,039	\$ 540,111	\$ 141,634	\$ 2,926,784

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Consolidated Statements of Cash Flows

	Year Ended June 30	
	2018	2017
Operating activities		
Change in net assets	\$ (420,833)	\$ (87,792)
Adjustments to reconcile change in net assets to net cash from operating activities:		
Depreciation	126,536	131,099
Change in beneficial interest in assets held by Community Foundation	(4,275)	(14,208)
Change in long-term pledges receivable	-	20,000
Gain on sale of long-term investments	(23,590)	(7,138)
Gain on sale of property and equipment	-	(1,650)
Unrealized loss on long-term investments	45,955	15,326
Change in assets and liabilities:		
Accounts receivable	(54,824)	(84,204)
Inventory	20,831	(24,388)
Prepaid expenses	6,395	(18,086)
Accounts payable	(88,155)	70,549
Deferred agency income	(3,355)	5,197
Other accrued expenses	18,274	12,296
Net cash from operating activities	(377,041)	17,001
Investing activities		
(Purchases) maturities of certificates of deposit, net of reinvestment	(65,566)	14,998
Purchases of property and equipment	-	(47,548)
Purchases of long-term investments	(107,125)	(167,141)
Proceeds from sale of long-term investments	425,597	138,785
Proceeds from sale of property and equipment	-	1,750
Net cash from investing activities	252,906	(59,156)
Net change in cash and cash equivalents	(124,135)	(42,155)
Cash and cash equivalents – beginning of year	303,014	345,169
Cash and cash equivalents – end of year	\$ 178,879	\$ 303,014
Cash balances per Consolidated Statements of Financial Position		
Cash and cash equivalents	\$ 167,853	\$ 255,679
Cash and cash equivalents held in investments	11,026	47,335
Cash and cash equivalents – end of year	\$ 178,879	\$ 303,014
Non-cash transactions:		
Donated goods and services	\$ 86,849	\$ 46,976

See accompanying notes.

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Notes to Consolidated Financial Statements

June 30, 2018

1. Nature of Consolidated Organization and Summary of Significant Accounting Policies

Nature of Consolidated Organization and Programs

Home Repair Services of Kent County, Inc. (Home Repair Services or Organization) was incorporated as a not-for-profit organization on June 28, 1979. The Organization defines its purpose in its mission statement: “Home Repair Services strengthens homeowners because strong homeowners build strong communities.”

Current programming is categorized into five major areas, including: Repairs, Access Modifications, Self-Help, Homeowner Counseling, and Weatherization.

The largest source of ongoing funding is the Federal Community Development Block Grant (CDBG), which is administered locally by the City of Grand Rapids, Michigan; the City of Wyoming, Michigan; and Kent County, Michigan. In addition, the Organization utilizes funds from a variety of sources including utility companies, service recipients, the State of Michigan Department of Health and Human Services, Kent County Senior Millage, other contracts, and contributions from organizations and individuals.

Community Food Club of Greater Grand Rapids, L3C (Community Food Club) was formed as a collaboration between seven area not-for-profit entities on December 16, 2013 as a low-profit limited liability company, or L3C. Its purpose, as outlined in its mission statement, is to be “a collaborative systemic response to hunger, promoting food security, consumer choice, and dignity for low-income member households.” The Community Food Club corporate structure is a limited liability company consisting of a single member, the Organization.

The Community Food Club conducted fundraising and startup activities during the year ended June 30, 2014. Operations of the Community Food Club began on January 27, 2015. As of July 1, 2018, the Community Food Club became a separate 501(c)(3).

The Organization and the Community Food Club are collectively referred to as the Consolidated Organization.

Principles of Consolidation

The consolidated financial statements include the consolidation of the accounts of the Community Food Club, which is a low-profit limited liability company consisting of a single member, the Organization. The separate financial statements are presented for both the Organization and the Community Food Club in the other supplementary information, and the consolidated financial

Home Repair Services of Kent County, Inc. and Subsidiary
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Notes to Consolidated Financial Statements

June 30, 2018

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

Principles of Consolidation (continued)

statements include both entities (Consolidated Organization). Inter-organization balances and transactions have been eliminated.

Method of Accounting

The records of the Consolidated Organization are maintained on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP). Accounting records are maintained in such a manner that common operating expenses are allocated to each program based on the percentage of related salaries and wages to total salaries and wages.

Cash and Cash Equivalents

The Consolidated Organization considers all highly liquid investments with original maturities of three months or less to be cash equivalents. The first \$250,000 of deposits at each institution is insured by the Federal Deposit Insurance Corporation (FDIC). Cash deposits, at times, may exceed the FDIC insured limits.

Cash and Cash Equivalents Held in Investments

The Consolidated Organization holds cash and bank deposit sweep amounts in its long-term investment account. The bank deposit sweep consists of money market mutual funds.

Certificates of Deposit

Certificates of deposit are held at three local financial institutions. The deposits are protected by the Securities Investor Protection Corporation (SIPC). The SIPC provides up to \$500,000 of protection per investor. No certificates of deposit held at a single institution exceeded \$500,000 as of June 30, 2018 or 2017.

Investments

Investments with amounts maturing within one year are classified as short-term investments. Long-term investments consist of corporate bond funds and equity securities. Such investments are carried at fair value, which is determined using published exchange market quotations where available.

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Notes to Consolidated Financial Statements

June 30, 2018

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

Property and Equipment

All acquisitions of property and equipment in excess of \$5,000 are capitalized. Property and equipment are carried at cost or estimated fair value on the date received. Property and equipment are depreciated using the straight-line method over the estimated useful lives of the related assets, which generally range from 3 to 33 years.

Title to assets purchased using CDBG funds in excess of \$5,000 would revert back to the government provider should the Organization change its business entity, purpose, or become insolvent. As of June 30, 2018 and 2017, there were no individual assets in excess of \$5,000 purchased with grant funds.

Accounts Receivable

Accounts receivable consist primarily of trade receivables associated with program services performed and grant receivables associated with expenses incurred, but not yet reimbursed, by the grantor (CDBG). Accounts and grants receivable are stated at the outstanding principal balance, which management believes approximates net realizable value.

Inventories

Inventories are valued at the lower of cost (first-in, first-out) or net realizable value. Maintenance, operating, and office supplies are not recorded as inventory. Work-in-process inventory related to the Repairs and Access Modifications programs includes materials, labor, and subcontractor costs. Remodeling Together and Community Food Club inventory is valued at the lower of cost or fair value.

Net Asset Classifications

Unrestricted net assets represent the Consolidated Organization's resources available for operations. The use of portions of the assets has been designated by the Board of Directors for specific purposes as shown in Note 7.

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Notes to Consolidated Financial Statements

June 30, 2018

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

Net Asset Classifications (continued)

Temporarily restricted net assets represent net contributions that contain donor-imposed restrictions that require the Consolidated Organization to use or expend the assets as specified. Temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions when the restrictions are satisfied either by passage of time or by actions of the Consolidated Organization. However, if a restriction is fulfilled in the same time period in which the contribution is received, the Consolidated Organization reports the support as unrestricted.

Permanently restricted net assets represent contributions that contain donor-imposed restrictions that stipulate the resources be maintained permanently, but permit the Consolidated Organization to use or expend part or all of the income derived from the donated assets for specified purposes. Investment earnings are recorded as unrestricted net assets.

Deferred Agency Income

The Consolidated Organization records unearned revenue from programs as deferred income.

Contributions and Donations of Long-Lived Assets

Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized. All other restricted contributions are reported as increases to temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

The Consolidated Organization reports donations of land, buildings, and equipment as unrestricted support at their estimated fair value on the date received unless explicit donor stipulations specify how the donated assets must be used. Donations of long-lived assets with explicit restrictions that specify how the assets are to be used and donations of cash or other assets that must be used to acquire long-lived assets are reported as restricted support at estimated fair value. Absent explicit donor stipulations about how long those long-lived assets must be maintained, the Consolidated Organization reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

Home Repair Services of Kent County, Inc. and Subsidiary
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Notes to Consolidated Financial Statements

June 30, 2018

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

Donated Goods and Services

The Consolidated Organization receives donated services from a variety of unpaid volunteers assisting in program services. U.S. GAAP requires the fair value of donated services to be recognized in the financial statements if the services either (a) create or enhance a non-financial asset, or (b) require specialized skills, are provided by entities or persons possessing those skills, and would need to be purchased if they were not donated. Services that do not meet either of the preceding criteria are not recognized. Donated services are recorded for volunteers at fair value.

Donated materials consist of building supplies and are valued at the Remodeling Together sales value. Items that did not individually exceed the Consolidated Organization's capitalization policy of \$5,000 have been expensed in the statements of activities.

Expense Allocation

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

Fair Value Measurements

Fair value is the exchange price that would be received for an asset or paid to transfer a liability (exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. There are three levels of inputs that may be used to measure fair values:

Level 1 – Quoted prices (unadjusted) for identical assets or liabilities in active markets that the entity has the ability to access as of the measurement date.

Level 2 – Significant other observable inputs 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.

Level 3 – Significant unobservable inputs that reflect a company's own assumptions about the assumptions that market participants would use in pricing an asset or liability.

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Notes to Consolidated Financial Statements

June 30, 2018

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

Income Taxes

The Consolidated Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. However, income from certain activities not directly related to the Consolidated Organization's tax-exempt purpose may be subject to taxation as unrelated business income (UBI). Since the Consolidated Organization is exempt from federal income taxes, no provision for income taxes is included in the accompanying financial statements.

Generally, tax years from 2014 through the current year remain open to examination. The Consolidated Organization does not believe that the results from any examination of these open years would have a material adverse effect on the Consolidated Organization.

Use of Estimates

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

Reclassification

Certain prior year Community Food Club amounts have been reclassified to conform to the current year presentation.

Subsequent Events

Management has evaluated subsequent events for potential recognition or disclosure in the financial statements through October 31, 2018, which is the date the financial statements were available to be issued.

2. Pledges Receivable

There were no pledges receivable as of June 30, 2018 and \$70,000 of pledges receivable were due in less than one year as of June 30, 2017.

Home Repair Services of Kent County, Inc. and Subsidiary
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Notes to Consolidated Financial Statements

June 30, 2018

3. Net Property and Equipment

Home Repair Services property and equipment consisted of the following as of June 30:

	2018	2017
Building	\$ 344,524	\$ 344,524
Building improvements	2,008,150	2,008,150
Land	88,165	88,165
Office equipment	92,607	92,607
Vehicles	232,135	232,135
Operating equipment	6,313	6,313
Total property and equipment	2,771,894	2,771,894
Accumulated depreciation	(1,720,730)	(1,629,138)
Net property and equipment	\$ 1,051,164	\$ 1,142,756

Community Food Club property and equipment consisted of the following as of June 30:

	2018	2017
Leasehold improvements	\$ 354,012	\$ 354,012
Store and operating equipment	44,752	44,752
Office equipment	13,581	13,581
Total property and equipment	412,345	412,345
Accumulated depreciation	(138,970)	(104,026)
Net property and equipment	\$ 273,375	\$ 308,319

4. Investments

Long-term investments at fair value as of June 30 consisted of the following:

	2018	2017
Equity securities	\$ 312,683	\$ 525,876
Equity funds	-	5,368
Corporate bonds	210,644	331,659
Accrued interest	2,832	4,093
Total long-term investments	\$ 526,159	\$ 866,996

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Notes to Consolidated Financial Statements

June 30, 2018

4. Investments (continued)

Long-term investments and cash held in investments are held at the same financial institution and comprise total assets available for investment purposes. These amounts consisted of the following as of June 30:

	2018	2017
Total long-term investments	\$ 526,159	\$ 866,996
Cash and cash equivalents held in investments	11,026	47,335
Assets available for investment purposes	\$ 537,185	\$ 914,331

Net investment income as reported on the statement of activities consisted of the following for the year ended June 30:

	2018	2017
Interest and dividends	\$ 28,980	\$ 35,295
Net realized gain	23,590	7,138
Net unrealized loss	(45,955)	(15,326)
Investment management fees	(7,687)	(9,386)
Net investment income (loss)	\$ (1,072)	\$ 17,721

5. Line of Credit

The Consolidated Organization has a \$25,000 line of credit available with interest calculated at 6% as of June 30, 2018. Substantially all assets are pledged as security. There was no balance on the line as of June 30, 2018 or 2017.

6. Concentrations

Approximately 25% of the Consolidated Organization's funding was provided from the CDBG for the year ended June 30, 2018 and 31% for the year ended June 30, 2017.

Home Repair Services of Kent County, Inc. and Subsidiary
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Notes to Consolidated Financial Statements

June 30, 2018

7. Net Assets

Consolidated net assets consisted of the following for Home Repair Services (HRS) and the Community Food Club (CFC) as of June 30:

	2018	2017
Unrestricted:		
Equity in HRS property & equipment	\$ 1,051,164	\$ 1,142,756
Equity in CFC property & equipment	273,375	308,319
Other HRS unrestricted	92,067	319,563
Board designated funds:		
HRS program operations	9,566	35,948
HRS operating reserves	969,884	942,725
HRS capital/strategic projects	15,000	-
CFC program operations	87,865	156,498
Total unrestricted	\$ 2,498,921	\$ 2,905,809
Temporarily restricted:		
HRS repair grants	\$ 95,280	\$ 5,000
HRS 2019 event sponsorship	2,500	-
CFC IT grant	1,500	-
CFC time restricted program operations	-	112,500
Total temporarily restricted	\$ 99,280	\$ 117,500
Permanently restricted:		
HRS beneficial interest in assets held by Community Foundation	\$ 177,105	\$ 172,830

8. Related Party Transactions

The Community Food Club paid Feeding America approximately \$108,000 for food inventory during the year ended June 30, 2018 and approximately \$118,000 during the year ended June 30, 2017. Feeding America is one of the founding agencies of the Community Food Club.

Home Repair Services of Kent County, Inc. purchased approximately \$18,000 of materials inventory from Williams Distributing during the years ended June 30, 2018 and June 30, 2017. The Vice President of Builder Sales at Williams Distributing was on the Home Repair Services of Kent County, Inc. Board of Directors through December 31, 2017.

Home Repair Services of Kent County, Inc. and Subsidiary
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Notes to Consolidated Financial Statements

June 30, 2018

9. Retirement Plan

The Consolidated Organization has established a qualified retirement plan under the provisions of Section 403(b) of the Internal Revenue Code. The plan provides for voluntary employee contributions of up to the maximum allowed by the Internal Revenue Code and a mandatory employer matching contribution of 50% of the employee contribution, up to 6% of compensation for eligible employees.

Eligible employees are part-time or full-time employees who have completed at least one year of service, working at least 1,000 hours per year.

The Consolidated Organization's employer match is calculated on the calendar year and must be paid no later than January 31 for the prior calendar year. The Consolidated Organization expensed \$19,800 for the year ended June 30, 2018 and \$17,000 for the year ended June 30, 2017 to the retirement plan.

10. Beneficial Interest in Assets Held by Community Foundation

The Consolidated Organization is the beneficiary of an agency endowment fund held by the Grand Rapids Community Foundation (Foundation). Under the fund agreement, the endowment fund is under control of the Foundation and the Consolidated Organization is entitled to the fund's spendable income, as determined in accordance with the terms of the fund agreement, upon written request. The spendable income is to be used for the support of the charitable or educational purposes of the Consolidated Organization.

An asset for the agency endowment fund has been established for the fair value of the underlying investment totaling \$210,856 as of June 30, 2018 and \$198,594 as of June 30, 2017 and is recorded in the Consolidated Organization's statement of financial position. On an annual basis, the asset is revalued based on changes in fair value. This revaluation, less the spendable portion to which the Consolidated Organization is entitled, is recorded as a change in beneficial interest in the statement of activities. Annually, the Consolidated Organization can request a distribution of the spendable income of the agency endowment fund. Also, the Consolidated Organization has a donor endowment fund held by the Foundation and in accordance with U.S. GAAP, the Consolidated Organization does not record the donor endowment fund, which is valued at \$114,696 as of June 30, 2018 and \$108,026 as of June 30, 2017, in its financial statements.

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Notes to Consolidated Financial Statements

June 30, 2018

11. Fair Value Measurements

Fair values of assets measured on a recurring basis were as follows:

	Fair Value	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
June 30, 2018				
Long-term investments	\$ 526,159	\$ 526,159	\$ -	\$ -
Beneficial interest in assets held by Community Foundation	\$ 210,856	\$ -	\$ -	\$ 210,856
June 30, 2017				
Long-term investments	\$ 866,996	\$ 866,996	\$ -	\$ -
Beneficial interest in assets held by Community Foundation	\$ 198,594	\$ -	\$ -	\$ 198,594

Changes in Level 3 assets and liabilities measured at fair value on a recurring basis:

	<u>Level 3</u>
Balance, July 1, 2016	\$ 200,337
Contributions to principal	600
Total realized and unrealized gains	22,657
Grants made	<u>(25,000)</u>
Balance, June 30, 2017	198,594
Total realized and unrealized gains	<u>12,262</u>
Balance, June 30, 2018	<u>\$ 210,856</u>

The beneficial interest in assets held by the Grand Rapids Community Foundation represents the Consolidated Organization's share of an investment pool held and managed by the Foundation. This pool is comprised of various investments that are valued by the Foundation using Level 1, 2, and 3 inputs.

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Notes to Consolidated Financial Statements

June 30, 2018

12. Subsequent Event

On July 1, 2018, Home Repair Services' wholly-owned subsidiary, the Community Food Club, became a separate legal not-for-profit entity.

Report of Independent Auditors on Other Supplementary Information

Board of Directors
Home Repair Services of Kent County, Inc. and Subsidiary
Grand Rapids, Michigan

We have audited the consolidated financial statements of Home Repair Services of Kent County, Inc. and Subsidiary (a not-for-profit organization) as of and for the years ended June 30, 2018 and 2017, and our report thereon dated October 31, 2018, which expressed an unmodified opinion on those consolidated financial statements, appears on pages 1 and 2. Our audits were conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The following schedules are presented for purposes of additional analysis and are not a required part of the consolidated 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 consolidated financial statements. The information has been subjected to the auditing procedures applied in the audits of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated 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 consolidated financial statements as a whole.

Andrews Hooper Pavlik PLC

Grand Rapids, Michigan
October 31, 2018

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Consolidating Statement of Financial Position

Year Ended June 30, 2018

	Home Repair Services	Community Food Club	Eliminations	Consolidated Total
Assets				
Current assets:				
Cash and cash equivalents	\$ 74,642	\$ 93,211	\$ -	\$ 167,853
Cash and cash equivalents held in investments	11,026	-	-	11,026
Accounts receivable:				
Trade	330,306	-	-	330,306
Grants	179,172	-	-	179,172
Spendable balance – agency endowment	33,751	-	-	33,751
Due from (to) related party	664	(664)	-	-
Inventory:				
Work-in-process	70,719	-	-	70,719
Material	4,369	-	-	4,369
Remodeling Together material	10,953	-	-	10,953
Food	-	17,077	-	17,077
Prepaid expenses	42,422	816	-	43,238
Certificates of deposit	127,269	-	-	127,269
Total current assets	<u>885,293</u>	<u>110,440</u>	<u>-</u>	<u>995,733</u>
Long-term investments, at market value	526,159	-	-	526,159
Property and equipment	2,771,894	412,345	-	3,184,239
Accumulated depreciation	<u>(1,720,730)</u>	<u>(138,970)</u>	<u>-</u>	<u>(1,859,700)</u>
Net property and equipment	1,051,164	273,375	-	1,324,539
Other assets:				
Beneficial interest in assets held by Community Foundation	177,105	-	-	177,105
Total other assets	<u>177,105</u>	<u>-</u>	<u>-</u>	<u>177,105</u>
Total assets	<u>\$ 2,639,721</u>	<u>\$ 383,815</u>	<u>\$ -</u>	<u>\$ 3,023,536</u>
Liabilities and net assets				
Liabilities:				
Accounts payable	\$ 89,104	\$ 21,075	\$ -	\$ 110,179
Deferred agency income	19,717	-	-	19,717
Other accrued expenses	118,334	-	-	118,334
Total liabilities	<u>227,155</u>	<u>21,075</u>	<u>-</u>	<u>248,230</u>
Net assets:				
Unrestricted	2,137,681	361,240	-	2,498,921
Temporarily restricted	97,780	1,500	-	99,280
Permanently restricted	177,105	-	-	177,105
Total net assets	<u>2,412,566</u>	<u>362,740</u>	<u>-</u>	<u>2,775,306</u>
Total liabilities and net assets	<u>\$ 2,639,721</u>	<u>\$ 383,815</u>	<u>\$ -</u>	<u>\$ 3,023,536</u>

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Consolidating Statement of Financial Position

Year Ended June 30, 2017

	Home Repair Services	Community Food Club	Eliminations	Consolidated Total
Assets				
Current assets:				
Cash and cash equivalents	\$ 45,152	\$ 210,527	\$ -	\$ 255,679
Cash and cash equivalents held in investments	47,335	-	-	47,335
Accounts receivable:				
Short-term pledges receivable	-	70,000	-	70,000
Trade	85,000	-	-	85,000
Grants	307,641	-	-	307,641
Spendable balance – agency endowment	25,764	-	-	25,764
Due from (to) related company	6,340	(6,340)	-	-
Inventory:				
Work-in-process	93,410	-	-	93,410
Material	2,551	-	-	2,551
Remodeling Together material	7,288	-	-	7,288
Food	-	20,700	-	20,700
Prepaid expenses	48,890	743	-	49,633
Certificates of deposit	61,703	-	-	61,703
Total current assets	731,074	295,630	-	1,026,704
Long-term investments, at market value	866,996	-	-	866,996
Property and equipment	2,771,894	412,345	-	3,184,239
Accumulated depreciation	(1,629,138)	(104,026)	-	(1,733,164)
Net property and equipment	1,142,756	308,319	-	1,451,075
Other assets:				
Beneficial interest in assets held by Community Foundation	172,830	-	-	172,830
Total other assets	172,830	-	-	172,830
Total assets	\$ 2,913,656	\$ 603,949	\$ -	\$ 3,517,605
Liabilities and net assets				
Liabilities:				
Accounts payable	\$ 171,702	\$ 26,632	\$ -	\$ 198,334
Deferred agency income	23,072	-	-	23,072
Other accrued expenses	100,060	-	-	100,060
Total liabilities	294,834	26,632	-	321,466
Net assets:				
Unrestricted	2,440,992	464,817	-	2,905,809
Temporarily restricted	5,000	112,500	-	117,500
Permanently restricted	172,830	-	-	172,830
Total net assets	2,618,822	577,317	-	3,196,139
Total liabilities and net assets	\$ 2,913,656	\$ 603,949	\$ -	\$ 3,517,605

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Consolidating Statement of Activities

Year Ended June 30, 2018

	Home Repair Services				Community Food Club		
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	Unrestricted	Temporarily Restricted	Total
Support and other revenue							
HUD Community Development Block Grant	\$ 658,438	\$ -	\$ -	\$ 658,438	\$ -	\$ -	\$ -
Contracts	725,562	-	-	725,562	80,223	-	80,223
Contributions	361,826	8,480	-	370,306	41,727	-	41,727
DTE rebates	96,050	-	-	96,050	-	-	-
Donated goods and services	86,849	-	-	86,849	-	-	-
Remodeling Together sales	59,296	-	-	59,296	-	-	-
Client copays and member fees	134,903	-	-	134,903	132,160	-	132,160
Program income returned to local municipalities	(61,017)	-	-	(61,017)	-	-	-
Other grants	25,000	89,300	-	114,300	186,500	1,500	188,000
Investment income	21,293	-	-	21,293	-	-	-
Gain on investment sales	23,590	-	-	23,590	-	-	-
Unrealized loss on investments	(45,955)	-	-	(45,955)	-	-	-
Other income	18,450	-	-	18,450	-	-	-
Transfers from agency endowment	7,987	-	-	7,987	-	-	-
Lease revenue	37,860	-	-	37,860	-	-	-
Change in beneficial interest	-	-	4,275	4,275	-	-	-
Net assets released from restrictions	5,000	(5,000)	-	-	112,500	(112,500)	-
Total support and other revenue	<u>2,155,132</u>	<u>92,780</u>	<u>4,275</u>	<u>2,252,187</u>	<u>553,110</u>	<u>(111,000)</u>	<u>442,110</u>
Expenses							
Program services	1,775,330	-	-	1,775,330	569,963	-	569,963
Support services:							
Management and general	510,866	-	-	510,866	77,796	-	77,796
Fundraising	172,247	-	-	172,247	8,928	-	8,928
Total support services	<u>683,113</u>	<u>-</u>	<u>-</u>	<u>683,113</u>	<u>86,724</u>	<u>-</u>	<u>86,724</u>
Total expenses	<u>2,458,443</u>	<u>-</u>	<u>-</u>	<u>2,458,443</u>	<u>656,687</u>	<u>-</u>	<u>656,687</u>
Change in net assets	(303,311)	92,780	4,275	(206,256)	(103,577)	(111,000)	(214,577)
Net assets – beginning of year	2,440,992	5,000	172,830	2,618,822	464,817	112,500	577,317
Net assets – end of year	<u>\$ 2,137,681</u>	<u>\$ 97,780</u>	<u>\$ 177,105</u>	<u>\$ 2,412,566</u>	<u>\$ 361,240</u>	<u>\$ 1,500</u>	<u>\$ 362,740</u>

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Consolidating Statement of Activities

Year Ended June 30, 2018

	Eliminations			Consolidated Total			
	Unrestricted	Temporarily Restricted	Total	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Support and other revenue							
HUD Community Development Block Grant	\$ -	\$ -	\$ -	\$ 658,438	\$ -	\$ -	\$ 658,438
Contracts	-	-	-	805,785	-	-	805,785
Contributions	-	-	-	403,553	8,480	-	412,033
DTE rebates	-	-	-	96,050	-	-	96,050
Donated goods and services	-	-	-	86,849	-	-	86,849
Remodeling Together sales	-	-	-	59,296	-	-	59,296
Client copays and member fees	-	-	-	267,063	-	-	267,063
Program income returned to local municipalities	-	-	-	(61,017)	-	-	(61,017)
Other grants	-	-	-	211,500	90,800	-	302,300
Investment income	-	-	-	21,293	-	-	21,293
Gain on investment sales	-	-	-	23,590	-	-	23,590
Unrealized loss on investments	-	-	-	(45,955)	-	-	(45,955)
Other income	(18,155)	-	(18,155)	295	-	-	295
Transfers from agency endowment	-	-	-	7,987	-	-	7,987
Lease revenue	(25,596)	-	(25,596)	12,264	-	-	12,264
Change in beneficial interest	-	-	-	-	-	4,275	4,275
Net assets released from restrictions	-	-	-	117,500	(117,500)	-	-
Total support and other revenue	(43,751)	-	(43,751)	2,664,491	(18,220)	4,275	2,650,546
Expenses							
Program services	-	-	-	2,345,293	-	-	2,345,293
Support services:							
Management and general	(43,751)	-	(43,751)	544,911	-	-	544,911
Fundraising	-	-	-	181,175	-	-	181,175
Total support services	(43,751)	-	(43,751)	726,086	-	-	726,086
Total expenses	(43,751)	-	(43,751)	3,071,379	-	-	3,071,379
Change in net assets	-	-	-	(406,888)	(18,220)	4,275	(420,833)
Net assets – beginning of year	-	-	-	2,905,809	117,500	172,830	3,196,139
Net assets – end of year	\$ -	\$ -	\$ -	\$ 2,498,921	\$ 99,280	\$ 177,105	\$ 2,775,306

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Consolidating Statement of Activities

Year Ended June 30, 2017

	Home Repair Services				Community Food Club		
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	Unrestricted	Temporarily Restricted	Total
Support and other revenue							
HUD Community Development Block Grant	\$ 868,973	\$ -	\$ -	\$ 868,973	\$ -	\$ -	\$ -
Contracts	701,967	-	-	701,967	66,604	-	66,604
Contributions	448,121	5,000	-	453,121	15,428	-	15,428
DTE rebates	75,550	-	-	75,550	-	-	-
Donated goods and services	46,976	-	-	46,976	-	-	-
Remodeling Together sales	57,622	-	-	57,622	-	-	-
Client copays and member fees	136,911	-	-	136,911	106,000	-	106,000
Program income returned to local municipalities	(67,900)	-	-	(67,900)	-	-	-
Other grants	34,651	-	-	34,651	111,216	131,215	242,431
Investment income	25,909	-	-	25,909	-	-	-
Gain on investment sales	7,138	-	-	7,138	-	-	-
Unrealized loss on investments	(15,326)	-	-	(15,326)	-	-	-
Other income	16,371	-	-	16,371	-	-	-
Transfers from agency endowment	49,049	-	-	49,049	-	-	-
Lease revenue	43,440	-	-	43,440	-	-	-
Change in beneficial interest	-	-	14,208	14,208	-	-	-
Net assets released from restrictions	28,027	(28,027)	-	-	282,091	(282,091)	-
Total support and other revenue	2,457,479	(23,027)	14,208	2,448,660	581,339	(150,876)	430,463
Expenses							
Program services	1,823,072	-	-	1,823,072	421,967	-	421,967
Support services:							
Management and general	495,672	-	-	495,672	84,570	-	84,570
Fundraising	130,614	-	-	130,614	11,020	-	11,020
Total support services	626,286	-	-	626,286	95,590	-	95,590
Total expenses	2,449,358	-	-	2,449,358	517,557	-	517,557
Change in net assets	8,121	(23,027)	14,208	(698)	63,782	(150,876)	(87,094)
Net assets – beginning of year	2,432,871	28,027	158,622	2,619,520	401,035	263,376	664,411
Net assets – end of year	\$ 2,440,992	\$ 5,000	\$ 172,830	\$ 2,618,822	\$ 464,817	\$ 112,500	\$ 577,317

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Consolidating Statement of Activities

Year Ended June 30, 2017

	Eliminations			Consolidated Total			
	Unrestricted	Temporarily Restricted	Total	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Support and other revenue							
HUD Community Development Block Grant	\$ -	\$ -	\$ -	\$ 868,973	\$ -	\$ -	\$ 868,973
Contracts	-	-	-	768,571	-	-	768,571
Contributions	-	-	-	463,549	5,000	-	468,549
DTE rebates	-	-	-	75,550	-	-	75,550
Donated goods and services	-	-	-	46,976	-	-	46,976
Remodeling Together sales	-	-	-	57,622	-	-	57,622
Client copays and member fees	-	-	-	242,911	-	-	242,911
Program income returned to local municipalities	-	-	-	(67,900)	-	-	(67,900)
Other grants	-	-	-	145,867	131,215	-	277,082
Investment income	-	-	-	25,909	-	-	25,909
Gain on investment sales	-	-	-	7,138	-	-	7,138
Unrealized loss on investments	-	-	-	(15,326)	-	-	(15,326)
Other income	(14,535)	-	(14,535)	1,836	-	-	1,836
Transfers from agency endowment	-	-	-	49,049	-	-	49,049
Lease revenue	(25,596)	-	(25,596)	17,844	-	-	17,844
Change in beneficial interest	-	-	-	-	-	14,208	14,208
Net assets released from restrictions	-	-	-	310,118	(310,118)	-	-
Total support and other revenue	(40,131)	-	(40,131)	2,998,687	(173,903)	14,208	2,838,992
Expenses							
Program services	-	-	-	2,245,039	-	-	2,245,039
Support services:							
Management and general	(40,131)	-	(40,131)	540,111	-	-	540,111
Fundraising	-	-	-	141,634	-	-	141,634
Total support services	(40,131)	-	(40,131)	681,745	-	-	681,745
Total expenses	(40,131)	-	(40,131)	2,926,784	-	-	2,926,784
Change in net assets	-	-	-	71,903	(173,903)	14,208	(87,792)
Net assets – beginning of year	-	-	-	2,833,906	291,403	158,622	3,283,931
Net assets – end of year	\$ -	\$ -	\$ -	\$ 2,905,809	\$ 117,500	\$ 172,830	\$ 3,196,139

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Consolidating Statement of Functional Expenses

Year Ended June 30, 2018

	Home Repair Services				Community Food Club				Eliminations	Consolidated Total			
	Program Services	Support Services		Total	Program Services	Support Services		Total		Program Services	Support Services		Total
		Management and General	Fund-raising			Management and General	Fund-raising				Management and General	Fund-raising	
Personnel expenses	\$ 785,431	\$ 302,930	\$ 123,262	\$ 1,211,623	\$ 177,777	\$ 18,156	\$ -	\$ 195,933	\$ (18,155)	\$ 963,208	\$ 302,931	\$ 123,262	\$ 1,389,401
Materials, subcontractors, and supplies	873,349	-	-	873,349	357,318	-	-	357,318	-	1,230,667	-	-	1,230,667
Vehicle, insurance, and other program expenses	103,137	-	-	103,137	2,565	-	-	2,565	-	105,702	-	-	105,702
Depreciation	13,413	78,179	-	91,592	32,303	2,641	-	34,944	-	45,716	80,820	-	126,536
Rent	-	-	-	-	-	25,596	-	25,596	(25,596)	-	-	-	-
Utilities	-	27,450	-	27,450	-	15,729	-	15,729	-	-	43,179	-	43,179
Administrative expenses	-	37,029	20,980	58,009	-	11,331	8,928	20,259	-	-	48,360	29,908	78,268
Repairs and maintenance	-	46,576	-	46,576	-	3,556	-	3,556	-	-	50,132	-	50,132
Special events	-	2,035	23,090	25,125	-	-	-	-	-	-	2,035	23,090	25,125
Other support services	-	16,667	4,915	21,582	-	787	-	787	-	-	17,454	4,915	22,369
Total expenses	\$ 1,775,330	\$ 510,866	\$ 172,247	\$ 2,458,443	\$ 569,963	\$ 77,796	\$ 8,928	\$ 656,687	\$ (43,751)	\$ 2,345,293	\$ 544,911	\$ 181,175	\$ 3,071,379

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Consolidating Statement of Functional Expenses

Year Ended June 30, 2017

	Home Repair Services				Community Food Club				Eliminations	Consolidated Total			
	Program Services	Support Services		Total	Program Services	Support Services		Total		Program Services	Support Services		Total
	Management and General	Fund-raising		Management and General	Fund-raising				Management and General	Fund-raising			
Personnel expenses	\$ 708,537	\$ 291,978	\$ 89,101	\$ 1,089,616	\$ 142,172	\$ 14,535	\$ -	\$ 156,707	\$ (14,535)	\$ 850,709	\$ 291,978	\$ 89,101	\$ 1,231,788
Materials, subcontractors, and supplies	1,000,162	-	-	1,000,162	239,542	-	-	239,542	-	1,239,704	-	-	1,239,704
Vehicle, insurance, and other program expenses	103,196	-	-	103,196	1,735	-	-	1,735	-	104,931	-	-	104,931
Depreciation	11,177	76,877	-	88,054	38,518	4,527	-	43,045	-	49,695	81,404	-	131,099
Rent	-	-	-	-	-	25,596	-	25,596	(25,596)	-	-	-	-
Utilities	-	23,104	-	23,104	-	16,224	-	16,224	-	-	39,328	-	39,328
Administrative expenses	-	46,488	20,558	67,046	-	12,496	11,020	23,516	-	-	58,984	31,578	90,562
Repairs and maintenance	-	41,086	-	41,086	-	10,600	-	10,600	-	-	51,686	-	51,686
Special events	-	-	17,338	17,338	-	-	-	-	-	-	-	17,338	17,338
Other support services	-	16,139	3,617	19,756	-	592	-	592	-	-	16,731	3,617	20,348
Total expenses	\$ 1,823,072	\$ 495,672	\$ 130,614	\$ 2,449,358	\$ 421,967	\$ 84,570	\$ 11,020	\$ 517,557	\$ (40,131)	\$ 2,245,039	\$ 540,111	\$ 141,634	\$ 2,926,784

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Consolidating Statement of Cash Flows

Year Ended June 30, 2018

	Home Repair Services	Community Food Club	Eliminations	Consolidated Total
Operating activities				
Change in net assets	\$ (206,256)	\$ (214,577)	\$ -	\$ (420,833)
Adjustments to reconcile change in net assets to net cash from operating activities:				
Depreciation	91,592	34,944	-	126,536
Change in beneficial interest in assets held by Community Foundation	(4,275)	-	-	(4,275)
Gain on sale of long-term investments	(23,590)	-	-	(23,590)
Unrealized loss on long-term investments	45,955	-	-	45,955
Change in assets and liabilities:				
Accounts receivable	(119,148)	64,324	-	(54,824)
Inventory	17,208	3,623	-	20,831
Prepaid expenses	6,468	(73)	-	6,395
Accounts payable	(82,598)	(5,557)	-	(88,155)
Deferred agency income	(3,355)	-	-	(3,355)
Other accrued expenses	18,274	-	-	18,274
Net cash from operating activities	<u>(259,725)</u>	<u>(117,316)</u>	<u>-</u>	<u>(377,041)</u>
Investing activities				
(Purchases) maturities of certificates of deposit, net of reinvestment	(65,566)	-	-	(65,566)
Purchases of long-term investments	(107,125)	-	-	(107,125)
Proceeds from sale of long-term investments	425,597	-	-	425,597
Net cash from investing activities	<u>252,906</u>	<u>-</u>	<u>-</u>	<u>252,906</u>
Net change in cash and cash equivalents	(6,819)	(117,316)	-	(124,135)
Cash and cash equivalents – beginning of year	92,487	210,527	-	303,014
Cash and cash equivalents – end of year	<u>\$ 85,668</u>	<u>\$ 93,211</u>	<u>\$ -</u>	<u>\$ 178,879</u>
Cash balances per Consolidating Statement of Financial Position				
Cash and cash equivalents	\$ 74,642	\$ 93,211	\$ -	\$ 167,853
Cash and cash equivalents held in investments	11,026	-	-	11,026
Cash and cash equivalents – end of year	<u>\$ 85,668</u>	<u>\$ 93,211</u>	<u>\$ -</u>	<u>\$ 178,879</u>
Non-cash transactions:				
Donated goods and services	\$ 86,849	\$ -	\$ -	\$ 86,849

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Consolidating Statement of Cash Flows

Year Ended June 30, 2017

	Home Repair Services	Community Food Club	Eliminations	Consolidated Total
Operating activities				
Change in net assets	\$ (698)	\$ (87,094)	\$ -	\$ (87,792)
Adjustments to reconcile change in net assets to net cash from operating activities:				
Depreciation	88,054	43,045	-	131,099
Change in beneficial interest in assets held by Community Foundation	(14,208)	-	-	(14,208)
Change in long-term pledges receivable	-	20,000	-	20,000
Gain on sale of long-term investments	(7,138)	-	-	(7,138)
Gain on sale of property and equipment	(1,650)	-	-	(1,650)
Unrealized loss on long-term investments	15,326	-	-	15,326
Change in assets and liabilities:				
Accounts receivable	(77,749)	(6,455)	-	(84,204)
Inventory	(14,594)	(9,794)	-	(24,388)
Prepaid expenses	(18,340)	254	-	(18,086)
Accounts payable	57,294	13,255	-	70,549
Deferred agency income	5,197	-	-	5,197
Other accrued expenses	12,296	-	-	12,296
Net cash from operating activities	43,790	(26,789)	-	17,001
Investing activities				
Maturities of certificates of deposit, net of reinvestment	14,998	-	-	14,998
Purchases of property and equipment	(47,548)	-	-	(47,548)
Purchases of long-term investments	(167,141)	-	-	(167,141)
Proceeds from sale of long-term investments	138,785	-	-	138,785
Proceeds from sale of property and equipment	1,750	-	-	1,750
Net cash from investing activities	(59,156)	-	-	(59,156)
Net change in cash and cash equivalents	(15,366)	(26,789)	-	(42,155)
Cash and cash equivalents – beginning of year	107,853	237,316	-	345,169
Cash and cash equivalents – end of year	\$ 92,487	\$ 210,527	\$ -	\$ 303,014
Cash balances per Consolidating Statement of Financial Position				
Cash and cash equivalents	\$ 45,152	\$ 210,527	\$ -	\$ 255,679
Cash and cash equivalents held in investments	47,335	-	-	47,335
Cash and cash equivalents – end of year	\$ 92,487	\$ 210,527	\$ -	\$ 303,014
Non-cash transactions:				
Donated goods and services	\$ 46,976	\$ -	\$ -	\$ 46,976

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Statements of Financial Position

	Home Repair Services	
	June 30	
	2018	2017
Assets		
Current assets:		
Cash and cash equivalents	\$ 74,642	\$ 45,152
Cash and cash equivalents held in investments	11,026	47,335
Accounts receivable:		
Trade	330,306	85,000
Grants	179,172	307,641
Spendable balance – agency endowment	33,751	25,764
Due from related party	664	6,340
Inventory:		
Work-in-process	70,719	93,410
Material	4,369	2,551
Remodeling Together material	10,953	7,288
Prepaid expenses	42,422	48,890
Certificates of deposit	127,269	61,703
Total current assets	885,293	731,074
Long-term investments, at market value	526,159	866,996
Property and equipment	2,771,894	2,771,894
Accumulated depreciation	(1,720,730)	(1,629,138)
Net property and equipment	1,051,164	1,142,756
Other assets:		
Beneficial interest in assets held by Community Foundation	177,105	172,830
Total other assets	177,105	172,830
Total assets	\$ 2,639,721	\$ 2,913,656
Liabilities and net assets		
Liabilities:		
Accounts payable	\$ 89,104	\$ 171,702
Deferred agency income	19,717	23,072
Other accrued expenses	118,334	100,060
Total liabilities	227,155	294,834
Net assets:		
Unrestricted	2,137,681	2,440,992
Temporarily restricted	97,780	5,000
Permanently restricted	177,105	172,830
Total net assets	2,412,566	2,618,822
Total liabilities and net assets	\$ 2,639,721	\$ 2,913,656

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Statement of Activities

Year Ended June 30, 2018

	Home Repair Services			Total
	Unrestricted	Temporarily Restricted	Permanently Restricted	
Support and other revenue				
HUD Community Development Block Grant	\$ 658,438	\$ -	\$ -	\$ 658,438
Contracts	725,562	-	-	725,562
Contributions	361,826	8,480	-	370,306
DTE rebates	96,050	-	-	96,050
Donated goods and services	86,849	-	-	86,849
Remodeling Together sales	59,296	-	-	59,296
Client copays	134,903	-	-	134,903
Program income returned to local municipalities	(61,017)	-	-	(61,017)
Other grants	25,000	89,300	-	114,300
Investment income	21,293	-	-	21,293
Gain on investment sales	23,590	-	-	23,590
Unrealized loss on investments	(45,955)	-	-	(45,955)
Other income	18,450	-	-	18,450
Transfers from agency endowment	7,987	-	-	7,987
Lease revenue	37,860	-	-	37,860
Change in beneficial interest	-	-	4,275	4,275
Net assets released from restrictions	5,000	(5,000)	-	-
Total support and other revenue	2,155,132	92,780	4,275	2,252,187
Expenses				
Program services	1,775,330	-	-	1,775,330
Support services:				
Management and general	510,866	-	-	510,866
Fundraising	172,247	-	-	172,247
Total support services	683,113	-	-	683,113
Total expenses	2,458,443	-	-	2,458,443
Change in net assets	(303,311)	92,780	4,275	(206,256)
Net assets – beginning of year	2,440,992	5,000	172,830	2,618,822
Net assets – end of year	\$ 2,137,681	\$ 97,780	\$ 177,105	\$ 2,412,566

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Statement of Activities

Year Ended June 30, 2017

	Home Repair Services			Total
	Unrestricted	Temporarily Restricted	Permanently Restricted	
Support and other revenue				
HUD Community Development Block Grant	\$ 868,973	\$ -	\$ -	\$ 868,973
Contracts	701,967	-	-	701,967
Contributions	448,121	5,000	-	453,121
DTE rebates	75,550	-	-	75,550
Donated goods and services	46,976	-	-	46,976
Remodeling Together sales	57,622	-	-	57,622
Client copays	136,911	-	-	136,911
Program income returned to local municipalities	(67,900)	-	-	(67,900)
Other grants	34,651	-	-	34,651
Investment income	25,909	-	-	25,909
Gain on investment sales	7,138	-	-	7,138
Unrealized loss on investments	(15,326)	-	-	(15,326)
Other income	16,371	-	-	16,371
Transfers from agency endowment	49,049	-	-	49,049
Lease revenue	43,440	-	-	43,440
Change in beneficial interest	-	-	14,208	14,208
Net assets released from restrictions	28,027	(28,027)	-	-
Total support and other revenue	2,457,479	(23,027)	14,208	2,448,660
Expenses				
Program services	1,823,072	-	-	1,823,072
Support services:				
Management and general	495,672	-	-	495,672
Fundraising	130,614	-	-	130,614
Total support services	626,286	-	-	626,286
Total expenses	2,449,358	-	-	2,449,358
Change in net assets	8,121	(23,027)	14,208	(698)
Net assets – beginning of year	2,432,871	28,027	158,622	2,619,520
Net assets – end of year	\$ 2,440,992	\$ 5,000	\$ 172,830	\$ 2,618,822

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Statement of Functional Expenses

Year Ended June 30, 2018

	Home Repair Services										
	Program Services							Subtotal Program Services	Support Services		Total
	Repairs	Access Modifications	Self- Help	Volunteer Coordination	Financial Coaching	City Bin Distribution	Donated Goods and Services		Management and General	Fund- raising	
Personnel expenses	\$ 390,398	\$ 138,464	\$ 178,994	\$ 966	\$ 50,625	\$ 25,984	\$ -	\$ 785,431	\$ 302,930	\$ 123,262	\$ 1,211,623
Materials, subcontractors, and supplies	620,285	78,069	80,765	98	7,187	96	86,849	873,349	-	-	873,349
Vehicle, insurance, and other program expenses	49,505	18,046	19,382	215	15,567	422	-	103,137	-	-	103,137
Depreciation	6,631	2,260	3,171	-	892	459	-	13,413	78,179	-	91,592
Utilities	-	-	-	-	-	-	-	-	27,450	-	27,450
Administrative expenses	-	-	-	-	-	-	-	-	37,029	20,980	58,009
Repairs and maintenance	-	-	-	-	-	-	-	-	46,576	-	46,576
Special events	-	-	-	-	-	-	-	-	2,035	23,090	25,125
Other support services	-	-	-	-	-	-	-	-	16,667	4,915	21,582
Total expenses	\$ 1,066,819	\$ 236,839	\$ 282,312	\$ 1,279	\$ 74,271	\$ 26,961	\$ 86,849	\$ 1,775,330	\$ 510,866	\$ 172,247	\$ 2,458,443

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Statement of Functional Expenses

Year Ended June 30, 2017

	Home Repair Services								Support Services		Total	
	Program Services							Subtotal Program Services	Management and General	Fund- raising		
	Repairs	Access Modifications	Self- Help	Volunteer Coordination	Financial Coaching	Weatheri- zation	City Bin Distribution				Donated Goods and Services	
Personnel expenses	\$ 322,835	\$ 139,760	\$ 161,717	\$ 561	\$ 62,363	\$ 460	\$ 20,841	\$ -	\$ 708,537	\$ 291,978	\$ 89,101	\$ 1,089,616
Materials, subcontractors, and supplies	745,079	102,520	60,033	8	29,190	16,293	63	46,976	1,000,162	-	-	1,000,162
Vehicle, insurance, and other program expenses	58,373	21,943	13,531	-	8,183	27	1,139	-	103,196	-	-	103,196
Depreciation	5,015	2,169	2,636	-	1,012	7	338	-	11,177	76,877	-	88,054
Utilities	-	-	-	-	-	-	-	-	-	23,104	-	23,104
Administrative expenses	-	-	-	-	-	-	-	-	-	46,488	20,558	67,046
Repairs and maintenance	-	-	-	-	-	-	-	-	-	41,086	-	41,086
Special events	-	-	-	-	-	-	-	-	-	-	17,338	17,338
Other support services	-	-	-	-	-	-	-	-	-	16,139	3,617	19,756
Total expenses	\$ 1,131,302	\$ 266,392	\$ 237,917	\$ 569	\$ 100,748	\$ 16,787	\$ 22,381	\$ 46,976	\$ 1,823,072	\$ 495,672	\$ 130,614	\$ 2,449,358

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Statements of Cash Flows

	Home Repair Services	
	Year Ended June 30	
	2018	2017
Operating activities		
Change in net assets	\$ (206,256)	\$ (698)
Adjustments to reconcile change in net assets to net cash from operating activities:		
Depreciation	91,592	88,054
Change in beneficial interest in assets held by Community Foundation	(4,275)	(14,208)
Gain on sale of long-term investments	(23,590)	(7,138)
Gain on sale of property and equipment	-	(1,650)
Unrealized loss on long-term investments	45,955	15,326
Change in assets and liabilities:		
Accounts receivable	(119,148)	(77,749)
Inventory	17,208	(14,594)
Prepaid expenses	6,468	(18,340)
Accounts payable	(82,598)	57,294
Deferred agency income	(3,355)	5,197
Other accrued expenses	18,274	12,296
Net cash from operating activities	(259,725)	43,790
Investing activities		
(Purchases) maturities of certificates of deposit, net of reinvestment	(65,566)	14,998
Purchases of property and equipment	-	(47,548)
Purchases of long-term investments	(107,125)	(167,141)
Proceeds from sale of long-term investments	425,597	138,785
Proceeds from sale of property and equipment	-	1,750
Net cash from investing activities	252,906	(59,156)
Net change in cash and cash equivalents	(6,819)	(15,366)
Cash and cash equivalents – beginning of year	92,487	107,853
Cash and cash equivalents – end of year	\$ 85,668	\$ 92,487
Cash balanced from Statements of Financial Position		
Cash and cash equivalents	\$ 74,642	\$ 45,152
Cash and cash equivalents held in investments	11,026	47,335
Cash and cash equivalents – end of year	\$ 85,668	\$ 92,487
Non-cash transactions:		
Donated goods and services	\$ 86,849	\$ 46,976

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Schedule of Functional Revenues and Expenses (Unrestricted)

Year Ended June 30, 2018

	Home Repair Services									
	Repairs						Access Modifications			
	Minor Repair			Extra	Major Repairs	Repair Consultation	Grand Rapids	Kent County	Wyoming	Extra
Grand Rapids	Kent Co	Wyoming								
Support and other revenue:										
HUD Community Development Block Grant – City of Grand Rapids	\$ 347,126	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 34,602	\$ -	\$ -	\$ -
HUD Community Development Block Grant – Kent County	-	147,986	-	-	-	-	-	52,014	-	-
HUD Community Development Block Grant – City of Wyoming	-	-	42,358	-	-	-	-	-	34,352	-
DTE rebates	27,650	3,400	10,200	-	45,200	9,600	-	-	-	-
Contracts	-	750	-	129,138	255,860	107,720	2,500	-	-	146,326
Contributions	-	-	-	-	-	-	-	-	-	-
Donated goods and services	-	-	-	-	-	-	-	-	-	-
Remodeling Together Sales	-	-	-	-	-	-	-	-	-	-
Client copays	28,471	20,836	4,105	15,670	30,268	18,943	2,310	2,920	2,625	8,250
Program income returned to local municipalities	(28,471)	(20,836)	(4,105)	-	-	-	(2,310)	(2,920)	(2,375)	-
Other grants	-	-	-	-	-	-	-	-	-	-
Lease revenue	-	-	-	-	-	-	-	-	-	-
Investment income	-	-	-	-	-	-	-	-	-	-
Gain on investment sales	-	-	-	-	-	-	-	-	-	-
Unrealized gain on investments	-	-	-	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	-	-	-	-
Transfers from agency endowment	-	-	-	-	-	-	-	-	-	-
Net assets released from restrictions	-	-	-	-	-	-	-	-	-	-
Total support and other revenue	374,776	152,136	52,558	144,808	331,328	136,263	37,102	52,014	34,602	154,576
Expenses:										
Program services:										
Personnel expenses	141,204	36,838	14,364	86,656	57,252	54,084	17,190	20,687	16,024	84,563
Materials, subcontractors, and supplies	135,618	90,637	28,302	54,430	252,983	58,315	12,211	16,716	8,897	40,245
Vehicle expense	5,765	1,262	539	2,481	1,385	3,056	772	813	270	4,326
Insurance	8,096	2,037	810	4,439	2,846	3,363	1,061	1,202	758	4,862
Other program services	9,037	2,393	925	463	306	302	1,188	1,357	1,015	422
Depreciation - operating equipment	2,404	636	246	1,445	956	944	316	361	270	1,313
Total program services	302,124	133,803	45,186	149,914	315,728	120,064	32,738	41,136	27,234	135,731
Support services:										
Personnel expenses	50,986	15,793	5,432	31,558	10,594	16,573	3,591	8,655	8,004	34,065
Utilities	3,121	862	280	1,558	942	1,209	344	578	228	2,014
Administrative expense	6,578	1,736	672	3,911	2,586	2,619	855	977	731	3,553
Repair and maintenance	6,696	1,809	689	4,036	2,528	2,580	838	1,022	785	3,741
Marketing and uniforms	489	130	50	294	195	192	64	73	55	267
Education/legal/consulting	290	77	30	174	115	114	38	44	33	158
Depreciation - office equipment and building	6,042	1,704	483	2,621	1,464	2,310	584	1,240	296	4,269
Special events	-	-	-	-	-	-	-	-	-	-
Other support services	-	-	-	1,050	1,094	560	-	-	-	660
Total support services	74,202	22,111	7,636	45,202	19,518	26,157	6,314	12,589	10,132	48,727
Total expenses	376,326	155,914	52,822	195,116	335,246	146,221	39,052	53,725	37,366	184,458
Revenue over (under) expenses	\$ (1,550)	\$ (3,778)	\$ (264)	\$ (50,308)	\$ (3,918)	\$ (9,958)	\$ (1,950)	\$ (1,711)	\$ (2,764)	\$ (29,882)

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Schedule of Functional Revenues and Expenses (Unrestricted)

Year Ended June 30, 2018

	Home Repair Services									Total
	Remodeling Together	Volunteer Program	Financial Coaching	City Bin Distribution	Fiduciary Services	Fund-raising	Donated Goods and Services	Leased Space	Agency Funds	
Support and other revenue:										
HUD Community Development Block Grant – City of Grand Rapids	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 381,728
HUD Community Development Block Grant – Kent County	-	-	-	-	-	-	-	-	-	200,000
HUD Community Development Block Grant – City of Wyoming	-	-	-	-	-	-	-	-	-	76,710
DTE rebates	-	-	-	-	-	-	-	-	-	96,050
Contracts	2,200	-	39,300	41,768	-	-	-	-	-	725,562
Contributions	51,800	250	1,350	-	-	308,426	-	-	-	361,826
Donated goods and services	-	-	-	-	-	-	86,849	-	-	86,849
Remodeling Together Sales	59,296	-	-	-	-	-	-	-	-	59,296
Client copays	105	-	400	-	-	-	-	-	-	134,903
Program income returned to local municipalities	-	-	-	-	-	-	-	-	-	(61,017)
Other grants	-	-	25,000	-	-	-	-	-	-	25,000
Lease revenue	-	-	-	-	25,596	-	-	12,264	-	37,860
Investment income	-	-	-	-	-	-	-	-	21,293	21,293
Gain on investment sales	-	-	-	-	-	-	-	-	23,590	23,590
Unrealized loss on investments	-	-	-	-	-	-	-	-	(45,955)	(45,955)
Other income	-	-	-	-	18,156	-	-	-	294	18,450
Transfers from agency endowment	-	-	-	-	-	7,987	-	-	-	7,987
Net assets released from restrictions	-	5,000	-	-	-	-	-	-	-	5,000
Total support and other revenue	113,401	5,250	66,050	41,768	43,752	316,413	86,849	12,264	(778)	2,155,132
Expenses:										
Program services:										
Personnel expenses	178,994	966	50,625	25,984	-	-	-	-	-	785,431
Materials, subcontractors, and supplies	80,765	98	7,187	96	-	-	86,849	-	-	873,349
Vehicle expense	10,505	-	905	42	-	-	-	-	-	32,121
Insurance	4,750	-	2,917	106	-	-	-	-	-	37,247
Other program services	4,127	215	11,745	274	-	-	-	-	-	33,769
Depreciation - operating equipment	3,171	-	892	459	-	-	-	-	-	13,413
Total program services	282,312	1,279	74,271	26,961	-	-	86,849	-	-	1,775,330
Support services:										
Personnel expenses	67,043	-	20,993	10,811	18,832	123,262	-	-	-	426,192
Utilities	10,092	-	1,187	477	2,868	-	-	1,690	-	27,450
Administrative expense	8,760	-	2,415	1,241	-	20,980	-	-	395	58,009
Repair and maintenance	8,824	-	2,512	1,292	5,366	-	-	3,858	-	46,576
Marketing and uniforms	645	-	182	93	-	1,701	-	-	-	4,430
Education/legal/consulting	382	-	108	55	-	2,870	-	-	1,050	5,538
Depreciation – office equipment and building	26,458	-	2,326	773	17,426	-	-	10,183	-	78,179
Special events	-	2,035	-	-	-	23,090	-	-	-	25,125
Other support services	207	5	2,050	-	-	344	-	-	5,644	11,614
Total support services	122,411	2,040	31,773	14,742	44,492	172,247	-	15,731	7,089	683,113
Total expenses	404,723	3,319	106,044	41,703	44,492	172,247	86,849	15,731	7,089	2,458,443
Revenue over (under) expenses	\$ (291,322)	\$ 1,931	\$ (39,994)	\$ 65	\$ (740)	\$ 144,166	\$ -	\$ (3,467)	\$ (7,867)	\$ (303,311)

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Statements of Financial Position

	Community Food Club	
	June 30	
	2018	2017
Assets		
Current assets:		
Cash and cash equivalents	\$ 93,211	\$ 210,527
Accounts receivable:		
Short-term pledges receivable	-	70,000
Due to related party	(664)	(6,340)
Inventory:		
Food	17,077	20,700
Prepaid expenses	816	743
Total current assets	110,440	295,630
Property and equipment	412,345	412,345
Accumulated depreciation	(138,970)	(104,026)
Net property and equipment	273,375	308,319
Total assets	\$ 383,815	\$ 603,949
Liabilities and net assets		
Liabilities:		
Accounts payable	\$ 21,075	\$ 26,632
Total liabilities	21,075	26,632
Net assets:		
Unrestricted	361,240	464,817
Temporarily restricted	1,500	112,500
Total net assets	362,740	577,317
Total liabilities and net assets	\$ 383,815	\$ 603,949

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Statement of Activities

Year Ended June 30, 2018

	Community Food Club		
	Unrestricted	Temporarily Restricted	Total
Support and other revenue			
Contracts	\$ 80,223	\$ -	\$ 80,223
Contributions	41,727	-	41,727
Member fees	132,160	-	132,160
Other grants	186,500	1,500	188,000
Net assets released from restrictions	112,500	(112,500)	-
Total support and other revenue	553,110	(111,000)	442,110
 Expenses			
Program services	569,963	-	569,963
Support services:			
Management and general	77,796	-	77,796
Fundraising	8,928	-	8,928
Total support services	86,724	-	86,724
Total expenses	656,687	-	656,687
 Change in net assets	(103,577)	(111,000)	(214,577)
Net assets – beginning of year	464,817	112,500	577,317
Net assets – end of year	\$ 361,240	\$ 1,500	\$ 362,740

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Statement of Activities

Year Ended June 30, 2017

	Community Food Club		
	Unrestricted	Temporarily Restricted	Total
Support and other revenue			
Contracts	\$ 66,604	\$ -	\$ 66,604
Contributions	15,428	-	15,428
Member fees	106,000	-	106,000
Other grants	111,216	131,215	242,431
Net assets released from restrictions	282,091	(282,091)	-
Total support and other revenue	581,339	(150,876)	430,463
 Expenses			
Program services	421,967	-	421,967
Support services:			
Management and general	84,570	-	84,570
Fundraising	11,020	-	11,020
Total support services	95,590	-	95,590
Total expenses	517,557	-	517,557
 Change in net assets	63,782	(150,876)	(87,094)
Net assets – beginning of year	401,035	263,376	664,411
Net assets – end of year	\$ 464,817	\$ 112,500	\$ 577,317

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Statement of Functional Expenses

Year Ended June 30, 2018

	Community Food Club			Total
	Program Services	Support Services		
		Management and General	Fund- raising	
Personnel expenses	\$ 177,777	\$ 18,156	\$ -	\$ 195,933
Materials, subcontractors, and supplies	357,318	-	-	357,318
Vehicle, insurance, and other program expenses	2,565	-	-	2,565
Depreciation	32,303	2,641	-	34,944
Rent	-	25,596	-	25,596
Utilities	-	15,729	-	15,729
Administrative expenses	-	11,331	8,928	20,259
Repairs and maintenance	-	3,556	-	3,556
Other support services	-	787	-	787
Total expenses	\$ 569,963	\$ 77,796	\$ 8,928	\$ 656,687

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Statement of Functional Expenses

Year Ended June 30, 2017

	Community Food Club			Total
	Program Services	Support Services		
		Management and General	Fund- raising	
Personnel expenses	\$ 142,172	\$ 14,535	\$ -	\$ 156,707
Materials, subcontractors, and supplies	239,542	-	-	239,542
Vehicle, insurance, and other program expenses	1,735	-	-	1,735
Depreciation	38,518	4,527	-	43,045
Rent	-	25,596	-	25,596
Utilities	-	16,224	-	16,224
Administrative expenses	-	12,496	11,020	23,516
Repairs and maintenance	-	10,600	-	10,600
Other support services	-	592	-	592
Total expenses	\$ 421,967	\$ 84,570	\$ 11,020	\$ 517,557

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Statements of Cash Flows

	Community Food Club	
	Year Ended June 30	
	2018	2017
Operating activities		
Change in net assets	\$ (214,577)	\$ (87,094)
Adjustments to reconcile change in net assets to net cash from operating activities:		
Depreciation	34,944	43,045
Change in long-term pledges receivable	-	20,000
Change in assets and liabilities:		
Accounts receivable	64,324	(6,455)
Inventory	3,623	(9,794)
Prepaid expenses	(73)	254
Accounts payable	(5,557)	13,255
Net cash from operating activities	(117,316)	(26,789)
Net change in cash and cash equivalents	(117,316)	(26,789)
Cash and cash equivalents – beginning of year	210,527	237,316
Cash and cash equivalents – end of year	\$ 93,211	\$ 210,527

Home Repair Services of Kent County, Inc. and Subsidiary
(A Not-For-Profit Organization)

Schedules of Functional Revenues and Expenses (Unrestricted)

	Community Food Club	
	Year Ended June 30	
	2018	2017
Support and other revenue:		
Contracts	\$ 80,223	\$ 66,604
Contributions	41,727	15,428
Other grants	186,500	111,216
Member fees	132,160	106,000
Net assets released from restrictions	112,500	282,091
Total support and other revenue	<u>553,110</u>	<u>581,339</u>
Expenses:		
Program services:		
Personnel expenses	177,777	142,172
Food cost and supplies	357,318	239,542
Depreciation – operating/leasehold improvements	32,303	38,518
Insurance	2,565	1,735
Total program services	<u>569,963</u>	<u>421,967</u>
Support services:		
Management and general		
Personnel expenses	18,156	14,535
Rent	25,596	25,596
Utilities	15,729	16,224
Administrative expenses	11,331	12,496
Repair and maintenance	3,556	10,600
Marketing and uniforms	787	592
Depreciation – office equipment	2,641	4,527
Total management and general	<u>77,796</u>	<u>84,570</u>
Fundraising	8,928	11,020
Total support services	<u>86,724</u>	<u>95,590</u>
Total expenses	<u>656,687</u>	<u>517,557</u>
Revenue over (under) expenses	<u><u>\$ (103,577)</u></u>	<u><u>\$ 63,782</u></u>