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January 23, 2018

Board of Directors
Vanderburgh County CASA, Inc.
728 Court Street
Evansville, IN 47708

We have reviewed the report prepared by Vanderburgh County CASA, Inc. and opined upon by Timothy J. Otte CPA, PC, Independent Public Accountants, for the period January 1, 2015 to December 31, 2015. Per the *Independent Auditor's Report* the financial statements included in the report present fairly the financial condition of Vanderburgh County CASA, Inc. as of December 31, 2015 and the results of its operations for the period then ended, on the basis of accounting described in the report.

In our opinion, Timothy J. Otte CPA, PC prepared all required independent auditor's reports in accordance with generally accepted auditing standards and guidelines established by the State Board of Accounts.

The report is filed with this letter in our office as a matter of public record.


Paul D. Joyce, CPA
State Examiner

Timothy J.  Otte CPA, PC

VANDERBURGH COUNTY CASA, INC.

FINANCIAL STATEMENTS

DECEMBER 31, 2015 AND 2014

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P.O. Box 308 Newburgh IN. 47629

Member of American Institute of Certified Public Accountants and Indiana CPA Society

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Vanderburgh County CASA, Inc.

We have audited the accompanying statement of financial position of the Vanderburgh County CASA, Inc. (a nonprofit organization) 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Vanderburgh County CASA, Inc. as of December 31, 2015, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matter

The 2014 financial statements were reviewed by us, and our report thereon, dated November 6, 2015, stated we were not aware of any material modifications that should be made to those statements for them to be in conformity with accounting principles generally accepted in the United States of America. However, a review is substantially less in scope than an audit and does not provide a basis for expression of an opinion on the financial statements.

Timothy J. O'Neil CPA PC
Newburgh, IN
August 9, 2016

Vanderburgh County CASA, Inc.
Statements of Financial Position
December 31, 2015 and 2014

	2015	2014
ASSETS		
Current Assets		
Cash & Cash Equivalents	\$ 275,677	\$211,259
Grants Receivable	8,000	8,000
Total Current Assets	283,677	219,259
Property & Equipment		
Equipment	30,395	37,411
Leasehold Improvements	2,961	2,961
Less Accumulated Depreciation	(23,318)	(31,926)
Total Property & Equipment	10,037	8,446
Total Assets	\$ 293,714	\$227,705
 LIABILITIES AND NET ASSETS		
Current Liabilities		
Accrued Expenses	\$ 1,676	\$ 1,052
Total Current Liabilities	1,676	1,052
Net Assets- Unrestricted	292,039	226,652
Total Liabilities and Net Assets	\$ 293,714	\$227,705

See notes to financial statements

Vanderburgh County CASA, Inc.
Statements of Activities
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
SUPPORT & REVENUE		
Contributions/Grants	\$ 90,656	\$ 57,468
United Way	86,787	73,551
Special Events	112,274	120,326
State CASA	173,412	137,000
Vanderburgh County Court	123,500	96,000
Program Fees	300	550
Investment Income	262	177
Gain or (Loss) on Asset Disposition	(132)	-
Miscellaneous	-	737
Total Support and Revenue	<u>587,059</u>	<u>485,809</u>
 EXPENSES		
Program Services	441,487	387,101
Management and General	57,905	55,203
Fundraising	22,281	30,986
Total Expenses	<u>521,673</u>	<u>473,291</u>
 Change in Net Assets	 65,386	 12,518
 Unrestricted Net Assets- beginning of year	 <u>226,652</u>	 <u>214,135</u>
 Unrestricted Net Assets- end of year	 <u>\$ 292,039</u>	 <u>\$226,652</u>

See notes to financial statements

Vanderburgh County CASA, Inc.
Statements of Functional Expenses
For the Years Ended December 31, 2015 and 2014

	Program Services	Management and General	Fundraising	2015 Total	2014 Total
Computer Expenses	\$ 7,807	\$ 1,487	\$ -	\$ 9,294	\$ 8,363
Depreciation	2,585	492	-	3,077	3,296
Dues	1,110	-	-	1,110	843
Fundraising	-	-	22,281	22,281	30,986
Insurance	15,185	2,892	-	18,077	14,632
Janitorial	-	4,000	-	4,000	4,160
Miscellaneous	1,065	203	-	1,267	1,068
Office Supplies	4,745	904	-	5,648	4,416
Postage	680	129	-	809	690
Printing	254	48	-	303	343
Professional Fees	-	5,646	-	5,646	5,168
Rent	22,680	4,320	-	27,000	24,000
Telephone	2,196	418	-	2,614	2,790
Travel	4,878	-	-	4,878	5,062
Volunteer Training	32,022	-	-	32,022	14,473
Wages & Taxes	346,282	37,366	-	383,647	353,002
	<u>\$ 441,487</u>	<u>\$ 57,905</u>	<u>\$ 22,281</u>	<u>\$ 521,673</u>	<u>\$ 473,291</u>

See notes to financial statements

Vanderburgh County CASA, Inc.
Statements of Cash Flows
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
Cash Flows from Operating Activities		
Changes in Net Assets	\$ 65,386	\$ 12,518
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:		
Depreciation	3,077	3,296
(Increase) Decrease in Receivables	-	-
Increase (Decrease) in Accrued Expenses	624	-
(Gain) or Loss on Assets	132	-
Total Adjustments	<u>3,832</u>	<u>3,296</u>
Net Cash Provided (Used) by Operating Activities	<u>69,218</u>	<u>15,813</u>
Cash Flows From Investing Activities:		
Capital Expenditures	<u>(4,800)</u>	-
Net Cash Provided (Used) by Investing Activities	<u>(4,800)</u>	-
Cash Flows From Financing Activities:		
Net Cash Provided (Used) by Financing Activities	<u>-</u>	<u>-</u>
Net Increase (Decrease) in Cash and Equivalents	64,418	15,813
Cash and Equivalents, beginning of year	<u>211,259</u>	<u>195,445</u>
Cash and Equivalents, end of year	<u><u>\$ 275,677</u></u>	<u><u>\$ 211,259</u></u>

See notes to financial statements

Vanderburgh County CASA, Inc.
Notes to Financial Statements
December 31, 2015 and 2014

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Mission

Vanderburgh County CASA, Inc. operates as a voluntary, not-for-profit organization in the local community to represent the best interests of children referred by the Superior Court, Juvenile Division, Vanderburgh County, Indiana.

Basis of Accounting

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

Basis of Presentation

In accordance with Financial Accounting Standards Board (FASB) *Accounting Standards Codification* (ASC) Topic 958, *Not-for-Profit Entities*, the Organization reports information regarding its financial position and activities within three classes of net assets: unrestricted, temporarily restricted and permanently restricted based on donor specifications. At December 31 2015 and 2014, the Organization had no restricted net assets.

Property and Equipment

Property and equipment, if purchased, are recorded at cost, and if donated, are recorded at fair market value at the date of donation. Acquisitions of property and equipment in excess of \$500 are capitalized. Depreciation of property and equipment is provided on the straight-line method over the estimated useful lives of the assets. The cost of repairs, maintenance and replacements, which do not significantly improve or extend the life of the respective assets, are charged to expense as incurred.

Income Tax Status

The Vanderburgh County CASA, Inc. qualifies as a tax-exempt, non-profit organization under Section 501(c)(3) of the Internal Revenue Code. The Organization has been determined to not be a private foundation. The Organization is required to file Form 990, "Return of Organization Exempt from Income Tax" and the respective state form. The Organization's Federal Exempt From Income Tax Returns (Form 990) are subject to examination by the IRS, generally for three years after they were filed.

Concentration of Credit Risk

The Organization receives a substantial portion of its support from the federal government, the State of Indiana, and Vanderburgh County Superior Courts. A significant reduction in the level of this support, if this were to occur, may have a significant effect on the Organization's programs and activities.

Vanderburgh County CASA, Inc.
Notes to Financial Statements
December 31, 2015 and 2014

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles 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.

Functional Allocation of Expenses

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

Cash and Cash Equivalents

For purposes of the Statements of Cash Flows, the Organization considers all investments with a maturity of three months or less at the date of purchase to be cash equivalents.

Comparative Financial Information

The financial statements include certain prior-year summarized comparative information in the total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. 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.

Promises to Give

Unconditional promises to give are recognized as revenues or gains in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promise becomes unconditional.

Advertising

Advertising costs are expensed as incurred. Advertising costs for the years ended December 31, 2015 and 2014 were \$28,458 and \$8,745, respectively.

Vanderburgh County CASA, Inc.
Notes to Financial Statements
December 31, 2015 and 2014

NOTE 2 - LEASE COMMITMENTS

The Organization leases its facilities under an operating lease agreement. The lease agreement calls for a monthly payments of \$2,000 and expires January 31, 2015. The lease was extended for a five year term commencing in February of 2015 with an increase of \$200 per month. In addition, commencing July 1, 2015, the lease was amended to include the basement which increased rent by \$100 per month on August 1, 2015, \$200 per month on February 1, 2016, \$300 per month on February 1, 2018 and \$400 per month on February 1, 2018 through January 31, 2020. Total rent expense for the years ended December 31, 2015 and 2014 was \$27,000 and \$24,000, respectively.

Future minimum rental payments required under the operating lease for the year ended December 31, are as follows:

2016	\$28,700
2017	\$29,900
2018	\$31,100
2019	\$31,200
2020	\$31,200

NOTE 3- SUBSEQUENT EVENTS

The Organization has evaluated subsequent events and transactions through August 9, 2016, the date the financial statements were available to be issued. There were no subsequent events that require recognition in the financial statements.