

AUDITED

FINANCIAL STATEMENTS

OF

**CHILDREN'S RESTORATION
NETWORK, INC.**

July 7, 2017

**CHARTER ACCOUNTING
AND TAX SERVICE**

Deborah I. Daniel
Certified Public Accountant
1020 Cambridge Square
Suite A
Alpharetta, Georgia 30009

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CHARTER ACCOUNTING
1020 CAMBRIDGE SQUARE
ALPHARETTA, GA 30009
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INDEPENDENT AUDITOR'S REPORT
July 7, 2017

Children's Restoration Network, Inc.

We have audited the accompanying statement of financial position of Children's Restoration Network, Inc. as of August 31 2016 and the related statements of activities and functional expenses and changes in cash flows for the year then ended. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Generally Accepted Auditing Standards. 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 includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Children's Restoration Network, Inc. as of August 31, 2016 and the changes in its net assets and its cash flows for the year then ended.



Deborah I. Daniel
Certified Public Accountant

Children's Restoration Network
Balance Sheet
As of August 31, 2016

ASSETS

Current Assets

Checking/Savings

Children's Restoration Network 157,487.00

Total Checking/Savings 157,487.00

Total Current Assets 157,487.00

Fixed Assets

Company Van 6,350.00

CRN HOME 100,487.27

Total Fixed Assets 106,837.00

TOTAL ASSETS 264,324.00

LIABILITIES & EQUITY

Liabilities

Current Liabilities 0.00

Credit Cards

Office Depot 282.96

Total Credit Cards 282.96

Total Current Liabilities 282.96

Total Liabilities 282.96

Equity

Opening Balance Equity 240,271.00

Increase (Decrease) In Fund Assets 23,487.00

Total Equity 264,324.00

TOTAL LIABILITIES & EQUITY 264,324.00

Children's Restoration Network
Statement of Activities and Functional Expenses
September 2015 through August 2016

	<u>Sep 15 - Aug 16</u>
Program Support	
Donations & Grants	539,362
In Kind Contributions	2,516,303
Total Support(Note 1)	<u>3,055,665</u>
Functional Expense(Schedule1)	
Postage	5,447
Equipment Rental	3,431
Depreciation Expense	1,711
Occupancy	16,535
Fundraising	110,256
Subscriptions	723
Payroll	206,704
Licenses	275
Printing	6,357
Professional Services	4,151
Meetings	2,689
Other Office	2,701
Office Supplies	4,485
Insurance	3,035
Total Expense	<u>368,500</u>
 Program Expense	
Direct Program	138,542
Special Programs(Note A)	2,590,161
	<u>2,728,703</u>
Total Expenses(Schedule1)	<u>3,032,178</u>
 Increase(Decrease) in Unrestricted Funds	<u>23,487</u>

Children's Restoration Network
Schedule 1
September 1, 2015-August 31, 2016

	Management	Fundraising	Programs	Total
Payroll	41,340	31,006	134,358	206,704
Subscription	723			723
Equipment Rental			3,431	3,431
Insurance	1,517		1,518	3,035
Postage	1,361	2,723	1,363	5,447
License and Permits	275			275
Printing/Reproduction	635	3,179	2,543	6,357
Professional Fees	3,736	415		4,151
Occupancy	4,960	1,653	9,922	16,535
Office Equipment	375	93	1,408	1,876
Computer Equipment	435	217	436	1,088
Office Supplies	1,794	897	1,794	4,485
Meetings	896	896	897	2,689
Back 2 School			9,065	9,065
Career Day			869	869
Celebrate the Children		59,905		59,905
Digital Bridge			13,585	13,585
Easter Gala			954	954
Friends Indeed			1,584	1,584
Golf Tournament		8,893		8,893
New Hope Scholarship			63,791	63,791
12 Days of Caring			11,787	11,787
Thanksgiving			5,553	5,553
Financial Assistance			1,384	1,384
Automobile Operations	460	379	7,012	7,851
Special Programs (Note A)			2,590,161	2,516,303
Total	58,507	110,256	2,863,415	3,032,178

Children's Restoration Network
September 1, 2015 through August 31, 2016

Note A

The In Kind Contributions are the total value of the donations and volunteer effort for the following special programs:

	Volunteer Hours	Volunteer Value	Goods and Services	Total
Back 2 School	4,794	112,968	465,976	578,944
Career Day	720	16,963	1,728	18,691
Celebrate the Children Gala	1,838	43,303	136,584	179,887
Easter Gala	520	12,251	21,550	33,801
Friends Indeed	862	20,308	31,098	51,406
Golf Tournament	83	1,955	6,438	8,393
New Hope Scholarship	15	353	489	842
Make It a Home			35,005	35,005
12 Days of Caring	1,707	102,662	379,389	482,051
Office Help	2,489	58,640		58,640
Digital Bridge	68	1,602	6,000	7,602
Adopt a Shelter	1,483	139,757	187,644	327,401
Board/Advisory Board	387	9,117		9,117
Thanksgiving	3,689	86,912	486,000	572,912
Project One on One	9,570	225,469		225,469
Total	28,225	832,260	1,757,901	2,516,303

Children's Restoration Network
Statement of Cash Flows
September 2015 through August 2016

OPERATING ACTIVITIES	
Net Income	23,487
Adjustments to reconcile Net Income to net cash provided by operations:	
Increase(Decrease) in Liabilities	-
Net cash provided by Operating Activities	<u>23,487</u>
INVESTING ACTIVITIES	
Accumulated Depreciation	1,021
Net cash provided by Investing Activities	<u>1,021</u>
FINANCING ACTIVITIES	
Loan repayments	-
Net cash provided by Financing Activities	<u>-</u>
Net cash increase for period	24,508
Cash at beginning of period	<u>132,979</u>
Cash at end of period	<u><u>157,487</u></u>