



**COMMUNITY CATALYSTS OF CALIFORNIA
AND AFFILIATE**

**Consolidated Financial Statements
and Supplemental Information**

Years Ended December 31, 2012 and 2011



COMMUNITY CATALYSTS OF CALIFORNIA AND AFFILIATE
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Independent Auditors' Report

To the Board of Directors
Community Catalysts of California and Affiliate
San Diego, California

We have audited the accompanying consolidated financial statements of Community Catalysts of California and Affiliate (California Not-For-Profit Public Benefit Corporations), which comprise the consolidated statements of financial position as of December 31, 2012 and 2011, and the related consolidated statements of activities, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the 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 audit to obtain reasonable assurance about whether the consolidated financial statements are free from 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 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 financial position of Community Catalysts of California and Affiliate as of December 31, 2012 and 2011, and the changes in their net assets and their cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

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Report on Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The consolidating information in Schedules I – IV is presented for purposes of additional analysis of the consolidated financial statements and it is 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 consolidating information has been subjected to the auditing procedures applied in the audits of the consolidated financial statements and accounting and other records used to prepare the consolidated financials 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 consolidating information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

AKT LLP

San Diego, California
August 23, 2013

COMMUNITY CATALYSTS OF CALIFORNIA AND AFFILIATE
Consolidated Statements of Financial Position
December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
ASSETS		
Current Assets:		
Cash and cash equivalents	\$ 711,421	\$ 599,697
Accounts receivable, net of allowance for doubtful accounts of \$24,000 for 2012 and 2011	954,722	785,020
Prepaid expenses	<u>30,234</u>	<u>28,267</u>
Total Current Assets	1,696,377	1,412,984
Property and Equipment, net of accumulated depreciation	730,393	1,134,892
Deposits	<u>17,743</u>	<u>30,576</u>
Total Assets	<u>\$ 2,444,513</u>	<u>\$ 2,578,452</u>
LIABILITIES AND NET ASSETS		
Current Liabilities:		
Accounts payable	\$ 98,069	\$ 119,731
Current portion of long-term debt	18,836	28,374
Accrued payroll and payroll taxes	336,261	309,140
Accrued expenses	<u>329,324</u>	<u>350,103</u>
Total Current Liabilities	782,490	807,348
Long-term Debt, net of current portion	<u>491,311</u>	<u>745,441</u>
Total Liabilities	1,273,801	1,552,789
Net Assets - Unrestricted	<u>1,170,712</u>	<u>1,025,663</u>
Total Liabilities and Net Assets	<u>\$ 2,444,513</u>	<u>\$ 2,578,452</u>

COMMUNITY CATALYSTS OF CALIFORNIA AND AFFILIATE**Consolidated Statements of Activities**

Years Ended December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Unrestricted Revenue and Support:		
Consumer services revenue	\$ 7,545,470	\$ 7,625,713
Grants	1,000,816	207,845
Interest and other income	99,188	14,396
Contributions	<u>23,986</u>	<u>63,754</u>
Total Unrestricted Revenue and Support	8,669,460	7,911,708
Expenses:		
Payroll related:		
Salaries	5,150,024	5,151,701
Payroll taxes	496,260	558,133
Insurance - workers' compensation	337,498	240,486
Insurance - health	277,443	276,242
Insurance - other	27,267	28,398
Employee benefits - other	22,224	19,308
Retirement plan contributions	<u>21,333</u>	<u>19,267</u>
	6,332,049	6,293,535
Non-payroll related:		
Consumer	370,239	48,380
Rent	326,370	288,830
Travel	287,502	277,353
Loss on disposal	197,008	-
Purchased services	165,732	153,517
Telephone	119,492	116,477
Office	102,923	72,024
Equipment lease	79,330	86,046
Maintenance and repairs	74,421	54,532
Depreciation	71,395	88,933
Insurance - general	64,769	55,628
Professional fees - other	45,936	56,312
Bad debts	45,727	214,673
Utilities	44,641	54,192
Interest	44,116	51,028
Outreach and events	36,457	1,300
Dues and subscriptions	25,983	45,218
Seminars and training	25,235	27,818
Program supplies	18,840	10,452
Professional fees - screening	18,301	15,541
Bank charges	9,421	9,549
Other	8,969	3,796
Personnel recruitment	6,386	8,884
Professional fees - legal	<u>3,169</u>	<u>8,871</u>
	2,192,362	1,749,354
Total Expenses	<u>8,524,411</u>	<u>8,042,889</u>
Increase (Decrease) in Net Assets	145,049	(131,181)
Net Assets, beginning	<u>1,025,663</u>	<u>1,156,844</u>
Net Assets, ending	<u>\$ 1,170,712</u>	<u>\$ 1,025,663</u>

See accompanying notes to consolidated financial statements.

COMMUNITY CATALYSTS OF CALIFORNIA AND AFFILIATE
Consolidated Statements of Cash Flows
Years Ended December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Cash Flows from Operating Activities:		
Increase (decrease) in net assets	\$ 145,049	\$ (131,181)
Adjustments to reconcile increase (decrease) in net assets to net cash provided by operating activities:		
Depreciation	71,395	88,933
Noncash donations	-	(35,700)
Forgiveness of debt	(93,358)	-
Loss on disposal of property and equipment	197,008	-
Changes in operating assets and liabilities:		
Accounts receivable, net	(169,702)	(102,613)
Prepaid expenses	(1,967)	1,972
Accounts payable	(21,662)	44,716
Accrued payroll and payroll taxes	27,121	530
Other accrued expenses	(20,779)	240,760
Net Cash Provided by Operating Activities	<u>133,105</u>	<u>107,417</u>
Cash Flows from Investing Activities:		
Purchases of property and equipment	(19,104)	(2,015)
Proceeds from sale of property and equipment	155,200	-
Change in deposits	12,833	19,182
Net Cash Provided by Investing Activities	<u>148,929</u>	<u>17,167</u>
Cash Flows from Financing Activities:		
Payments on long-term debt	(170,310)	(27,029)
Net Increase in Cash and Cash Equivalents	<u>111,724</u>	<u>97,555</u>
Cash and Cash Equivalents, beginning	<u>599,697</u>	<u>502,142</u>
Cash and Cash Equivalents, ending	<u>\$ 711,421</u>	<u>\$ 599,697</u>
Supplemental Disclosures of Cash Flow Information:		
Interest paid	<u>\$ 44,116</u>	<u>\$ 51,028</u>

COMMUNITY CATALYSTS OF CALIFORNIA AND AFFILIATE

Notes to Consolidated Financial Statements

Years Ended December 31, 2012 and 2011

Note 1 - Organization and Summary of Significant Accounting Policies

Nature of Activities

Community Catalysts of California is a California Not-For-Profit Public Benefit Corporation providing individuals with disabilities and special needs such advocacy, services, programs and other means necessary to improve their quality of life and to enable them to seek and achieve self-sufficiency within and integrate into the community; and to provide assistance to Veterans with housing, identifying and accessing benefits and resources for which they are eligible, meeting their career and/or educational goals and other aspects of their life to ensure a successful transition into civilian life.

The consolidated financial statements include the accounts of Community Catalysts Housing Alliance (Housing Alliance), a California Not-For-Profit Public Benefit Corporation. The Housing Alliance was created to enhance, preserve, develop, and administer housing that is affordable to low and moderate income individuals and families. However, due to low funding, the Housing Alliance has suspended operations until it's more financially stable.

Principles of Consolidation

The consolidated financial statements include the accounts of Community Catalysts of California and Community Catalysts Housing Alliance (collectively referred to as the Organization). All significant intercompany accounts and transactions have been eliminated.

Financial Statement Presentation

The Organization reports information regarding its consolidated financial position and activities according to the three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

- Unrestricted net assets represent expendable funds available for operations, which are not otherwise limited by donor restrictions.
- Temporarily restricted net assets consist of contributed funds subject to donor-imposed restrictions contingent upon specific performance of a future event or a specific passage of time before the Organization may spend the funds.
- Permanently restricted net assets are subject to irrevocable donor restrictions requiring that the assets be maintained in perpetuity usually for the purpose of generating investment income to fund current operations.

The Organization had no temporarily or permanently restricted net assets during the years ended December 31, 2012 and 2011.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Cash and Cash Equivalents

The Organization considers all highly liquid investments with an original maturity of three months or less to be cash and cash equivalents.

Accounts Receivable

The accounts receivable arise in the normal course of business. It is the policy of management to review the outstanding accounts receivable at year end, as well as the bad debt write-offs experienced in the past, and establish an allowance for doubtful accounts for uncollectible amounts.

COMMUNITY CATALYSTS OF CALIFORNIA AND AFFILIATE
Notes to Consolidated Financial Statements
Years Ended December 31, 2012 and 2011

Note 1 - Organization and Summary of Significant Accounting Policies, continued

Property and Equipment

Acquisitions of property and equipment of \$1,000 or more are capitalized. Property and equipment are recorded at cost for purchased assets and at fair market value at the time of donation for donated assets. Depreciation on property and equipment is provided using the straight-line method over the estimated useful lives of the assets ranging from two to 27.5 years. Amortization of leasehold improvements is provided using the straight-line method over the remaining term of the lease or the useful life of the improvement, whichever is shorter. Amortization of leasehold improvements is included in depreciation expense.

Revenue and Support

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions. All donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the consolidated statements of activities as net assets released from restrictions.

Contributed Materials and Services

Contributed materials are recorded at their fair market value where an objective basis is available to measure their value. Such items are capitalized or charged to operations as appropriate. A substantial number of volunteers have donated significant amounts of their time in the Organization's programs. The services do not meet the criteria for recognition as a contribution and are, therefore, not reflected in the consolidated financial statements.

Income Taxes

The Organization is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and Section 23701(d) of the California Revenue and Taxation Code. The Organization may be subject to tax on income which is not related to its exempt purpose. For the years ended December 31, 2012 and 2011 no such unrelated business taxable income was reported and, therefore, no provision for income taxes has been made. The Organization is not a private foundation.

The Organization recognizes accrued interest and penalties associated with uncertain tax positions as part of the income tax provision, when applicable. There are no amounts accrued in the consolidated financial statements related to uncertain tax positions.

The Organization files informational and income tax returns in the United States and various state and local jurisdictions. The Organization's Federal income tax and informational returns are subject to examination by the Internal Revenue Service, generally for three years after the returns were filed. State and local jurisdictions have statutes of limitation that generally range from three to five years.

Subsequent Events

The Organization has evaluated subsequent events through August 23, 2013, which is the date the consolidated financial statements were available to be issued.

Note 2 - Concentration of Credit Risk

The Organization maintains its cash in bank deposit accounts that are either insured by the Federal Deposit Insurance Corporation (FDIC) up to a limit of \$250,000 per depositor or certain non-interest bearing accounts that are fully insured by the FDIC. Effective January 1, 2013, the FDIC coverage is limited to \$250,000 per depositor per financial institution. The Organization has not experienced any losses in its bank deposit accounts and believes it is not exposed to any significant credit risk on cash.

COMMUNITY CATALYSTS OF CALIFORNIA AND AFFILIATE
Notes to Consolidated Financial Statements
Years Ended December 31, 2012 and 2011

Note 3 - Property and Equipment

Property and equipment consist of the following:

	<u>2012</u>	<u>2011</u>
Equipment and software	\$ 75,719	\$ 74,175
Furniture and fixtures	23,916	29,276
Leasehold improvements	67,653	107,101
Vehicles	294,788	294,788
Building and land	<u>765,000</u>	<u>1,186,157</u>
	1,227,076	1,691,497
Less accumulated depreciation	<u>(496,683)</u>	<u>(556,605)</u>
	<u>\$ 730,393</u>	<u>\$ 1,134,892</u>

Note 4 - Line of Credit

Community Catalysts of California has a \$200,000 line of credit, collateralized by a \$200,000 CD. The line of credit bears interest at 4.00% and expires October 1, 2013. There was no outstanding balance for the year ended December 31, 2012.

Note 5 - Long-Term Debt

Long-term debt consists of the following:

	<u>2012</u>	<u>2011</u>
Note payable to Union Bank of California, interest only payable monthly at 5.75%, principal due June 1, 2020, collateralized by real estate. The note was paid of in full through the forgiveness of debt and short sale of real estate in July 2012.	\$ -	\$ 246,359
Note payable to Bank of America, payable in monthly installments of \$2,397 including interest at 6.75%, remaining principal plus interest due October 15, 2017, collateralized by real estate.	311,583	318,692
Note payable to Mossy Nissan, payable in monthly installments of \$495, including interest at 1.90%, principal plus interest due July 14, 2014, collateralized by a vehicle.	8,748	14,459
Note payable to Bank of America, payable in monthly installments of \$1,418 including interest at 6.50%, remaining principal plus interest due November 10, 2017, collateralized by real estate.	<u>189,816</u>	<u>194,305</u>
	510,147	773,815
Current portion	<u>(18,836)</u>	<u>(28,374)</u>
	<u>\$ 491,311</u>	<u>\$ 745,441</u>

COMMUNITY CATALYSTS OF CALIFORNIA AND AFFILIATE
Notes to Consolidated Financial Statements
Years Ended December 31, 2012 and 2011

Note 5 - Long-Term Debt, continued

At December 31, 2012, principal payments are due as follows:

Year Ending December 31,		
2013	\$	18,836
2014		16,836
2015		14,864
2016		15,884
2017		178,339
Thereafter		<u>265,388</u>
	\$	<u><u>510,147</u></u>

Note 6 - Third Party Reimbursements

Community Catalysts of California depends significantly on revenue received from regional centers operating under Title 17 regulations of the Department of Developmental Services of the State of California (Department). Under the terms of the agreements, Community Catalysts of California is classified as a vendor and submits monthly invoices for reimbursement, based on the participants' enrollment and activities according to the Department's funding policies. During the years ended December 31, 2012 and 2011 approximately 88% and 94%, respectively, of Community Catalysts of California's total revenue was received from six of these regional centers. The accounts receivable due from these regional centers at December 31, 2012 and 2011 were \$695,812 and \$592,039, respectively. During the years ended December 31, 2012 and 2011 Community Catalysts of California received an additional 1% and 2% directly from the State of California Department of Rehabilitation (SCDR). The accounts receivable due from SCDR at December 31, 2012 and 2011 were \$22,548 and \$45,639, respectively. Community Catalysts of California also received revenue from Department of Veterans Affairs: Supportive Services for Veterans Families Program (SSVF). Approximately 12% and 2% of revenue came from SSVF during the years ended December 31, 2012 and 2011. The amounts receivable due from SSVF at December 31, 2012 was \$252,138. There was no outstanding balance as of December 31, 2011.

Note 7 - Operating Lease Commitments

The Organization has entered into various operating lease agreements for its office locations. The office leases expire at various dates through July 2015 and require monthly payments of approximately \$30,300. Office locations are leased either short-term or month-to-month. The Organization also leases vehicles and equipment under operating leases which require monthly payments of approximately \$6,900. The leases expire at various dates through December 2016. At December 31, 2012, the aggregate minimum rental commitments under non-cancelable operating leases are as follows:

Year Ending December 31,		
2013	\$	333,390
2014		196,451
2015		60,830
2016		8,847
Thereafter		<u>-</u>
	\$	<u><u>599,518</u></u>

COMMUNITY CATALYSTS OF CALIFORNIA AND AFFILIATE

Notes to Consolidated Financial Statements

Years Ended December 31, 2012 and 2011

Note 8 - Retirement Plans

Community Catalysts of California has adopted a 403(b) employer contributory tax deferred annuity plan covering all employees who have met certain service requirements. Community Catalysts of California matches 25% of employee elective deferrals up to approximately 16% of the employee's salary. Community Catalysts of California contributed \$21,333 and \$19,267 for the years ended December 31, 2012 and 2011, respectively.

Community Catalysts of California established a 457 deferred compensation plan in 2006 for the executive director. Community Catalysts of California did not contribute to the plan for the years ended December 31, 2012 and 2011.

Note 9 - Functional Allocation of Expenses

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

	<u>2012</u>	<u>2011</u>
Program services – instruction, training and placement	\$ 7,775,055	\$ 7,281,174
Administrative and general	749,080	761,291
Fundraising	<u>276</u>	<u>424</u>
	<u>\$ 8,524,411</u>	<u>\$ 8,042,889</u>

Note 10 – Commitments and Contingencies

Business activities

From time to time, the Organization is subject to various litigation as a result of their activities. Management believes that the outcome of any such litigation will not have a material adverse effect on the Organization's financial position, changes in net assets, or liquidity.

Workers' compensation

Prior to July 1, 2012, all of the Organization's employees were co-employed by Leasing Resources of America 4, Inc. (LRA). LRA maintained workers' compensation coverage for all members.

Beginning July 1, 2012, the Organization has a guaranteed cost insurance program up to \$368,000 for workers' compensation insurance. Expenses exceeding those amounts are paid by the insurance carrier. The insurance provider requires monthly payments to be set aside to fund the potential exposure under the self-insurance portion. These payments were expensed during the year ended December 31, 2012. Management believes the amounts on deposit with the insurance carrier covers future costs.

SUPPLEMENTAL INFORMATION

COMMUNITY CATALYSTS OF CALIFORNIA AND AFFILIATE
Schedule I - Consolidating Statement of Financial Position
December 31, 2012

	<u>Community Catalysts of California</u>	<u>Community Catalysts Housing Alliance</u>	<u>Eliminating Entries</u>	<u>Consolidated Total</u>
ASSETS				
Current Assets:				
Cash and cash equivalents	\$ 711,421	\$ -	\$ -	\$ 711,421
Accounts receivable, net of allowance for doubtful accounts of \$24,000	954,722	-	-	954,722
Prepaid expenses	<u>30,234</u>	<u>-</u>	<u>-</u>	<u>30,234</u>
Total Current Assets	1,696,377	-	-	1,696,377
Property and Equipment, net	730,393	-	-	730,393
Deposits	<u>188,732</u>	<u>-</u>	<u>(170,989)</u>	<u>17,743</u>
Total Assets	<u>\$ 2,615,502</u>	<u>\$ -</u>	<u>\$ (170,989)</u>	<u>\$ 2,444,513</u>
LIABILITIES AND NET ASSETS				
Current Liabilities:				
Accounts payable	\$ 98,069	\$ -	\$ -	\$ 98,069
Current portion of long-term debt	18,836	-	-	18,836
Accrued payroll and payroll taxes	336,261	-	-	336,261
Accrued expenses	<u>329,324</u>	<u>-</u>	<u>-</u>	<u>329,324</u>
Total Current Liabilities	782,490	-	-	782,490
Long-term Debt, net of current portion	<u>491,311</u>	<u>170,989</u>	<u>(170,989)</u>	<u>491,311</u>
Total Liabilities	1,273,801	170,989	(170,989)	1,273,801
Net Assets - Unrestricted	<u>1,341,701</u>	<u>(170,989)</u>	<u>-</u>	<u>1,170,712</u>
Total Liabilities and Net Assets	<u>\$ 2,615,502</u>	<u>\$ -</u>	<u>\$ (170,989)</u>	<u>\$ 2,444,513</u>

COMMUNITY CATALYSTS OF CALIFORNIA AND AFFILIATE**Statement II - Consolidating Statement of Financial Position**

December 31, 2011

	<u>Community Catalysts of California</u>	<u>Community Catalysts Housing Alliance</u>	<u>Eliminating Entries</u>	<u>Consolidated Total</u>
ASSETS				
Current Assets:				
Cash and cash equivalents	\$ 599,697	\$ -	\$ -	\$ 599,697
Accounts receivable, net of allowance for doubtful accounts of \$24,000	785,020	-	-	785,020
Prepaid expenses	<u>28,267</u>	<u>-</u>	<u>-</u>	<u>28,267</u>
Total Current Assets	1,412,984	-	-	1,412,984
Property and Equipment, net	1,134,892	-	-	1,134,892
Deposits	<u>224,370</u>	<u>-</u>	<u>(193,794)</u>	<u>30,576</u>
Total Assets	<u>\$ 2,772,246</u>	<u>\$ -</u>	<u>\$ (193,794)</u>	<u>\$ 2,578,452</u>
LIABILITIES AND NET ASSETS				
Current Liabilities:				
Accounts payable	\$ 119,731	\$ -	\$ -	\$ 119,731
Current portion of long-term debt	28,374	-	-	28,374
Accrued payroll and payroll taxes	309,140	-	-	309,140
Accrued expenses	<u>350,103</u>	<u>-</u>	<u>-</u>	<u>350,103</u>
Total Current Liabilities	807,348	-	-	807,348
Long-term Debt, net of current portion	<u>745,441</u>	<u>193,794</u>	<u>(193,794)</u>	<u>745,441</u>
Total Liabilities	1,552,789	193,794	(193,794)	1,552,789
Net Assets - Unrestricted	<u>1,219,457</u>	<u>(193,794)</u>	<u>-</u>	<u>1,025,663</u>
Total Liabilities and Net Assets	<u>\$ 2,772,246</u>	<u>\$ -</u>	<u>\$ (193,794)</u>	<u>\$ 2,578,452</u>

COMMUNITY CATALYSTS OF CALIFORNIA AND AFFILIATE

Schedule III - Consolidating Statement of Activities

Year Ended December 31, 2012

	Community Catalysts of California	Community Catalysts Housing Alliance	Eliminating Entries	Consolidated Total
Unrestricted Revenue and Support:				
Consumer services revenue	\$ 7,545,470	\$ -	\$ -	\$ 7,545,470
Grants	1,000,816	-	-	1,000,816
Interest and other income	108,137	-	(8,949)	99,188
Contributions	23,986	31,754	(31,754)	23,986
	<u>8,678,409</u>	<u>31,754</u>	<u>(40,703)</u>	<u>8,669,460</u>
Total Unrestricted Revenue and Support				
Expenses:				
Payroll related:				
Salaries	5,150,024	-	-	5,150,024
Payroll taxes	496,260	-	-	496,260
Insurance - workers' compensation	337,498	-	-	337,498
Insurance - health	277,443	-	-	277,443
Insurance - other	27,267	-	-	27,267
Employee benefits - other	22,224	-	-	22,224
Retirement plan contributions	21,333	-	-	21,333
	<u>6,332,049</u>	<u>-</u>	<u>-</u>	<u>6,332,049</u>
Non-payroll related:				
Consumer	370,239	-	-	370,239
Rent	326,370	-	-	326,370
Travel	287,502	-	-	287,502
Loss on disposal	197,008	-	-	197,008
Purchased services	165,732	-	-	165,732
Telephone	119,492	-	-	119,492
Office	102,923	-	-	102,923
Equipment lease	79,330	-	-	79,330
Maintenance and repairs	74,421	-	-	74,421
Depreciation	71,395	-	-	71,395
Insurance - general	64,769	-	-	64,769
Professional fees - other	45,936	-	-	45,936
Bad debts	77,481	-	(31,754)	45,727
Utilities	44,641	-	-	44,641
Interest	44,116	8,949	(8,949)	44,116
Outreach and events	36,457	-	-	36,457
Dues and subscriptions	25,983	-	-	25,983
Seminars and training	25,235	-	-	25,235
Program supplies	18,840	-	-	18,840
Professional fees - screening	18,301	-	-	18,301
Bank charges	9,421	-	-	9,421
Other	8,969	-	-	8,969
Personnel recruitment	6,386	-	-	6,386
Professional fees - legal	3,169	-	-	3,169
	<u>2,224,116</u>	<u>8,949</u>	<u>(40,703)</u>	<u>2,192,362</u>
	<u>8,556,165</u>	<u>8,949</u>	<u>(40,703)</u>	<u>8,524,411</u>
Total Expenses				
Increase (Decrease) in Net Assets	122,244	22,805	-	145,049
Net Assets, beginning	1,219,457	(193,794)	-	1,025,663
Net Assets, ending	<u>\$ 1,341,701</u>	<u>\$ (170,989)</u>	<u>\$ -</u>	<u>\$ 1,170,712</u>

See independent auditors' report.

COMMUNITY CATALYSTS OF CALIFORNIA AND AFFILIATE

Schedule IV - Consolidating Statement of Activities

Year Ended December 31, 2011

	Community Catalysts of California	Community Catalysts Housing Alliance	Eliminating Entries	Consolidated Total
Unrestricted Revenue and Support:				
Consumer services revenue	\$ 7,625,713	\$ -	\$ -	\$ 7,625,713
Grant	207,845	-	-	207,845
Contributions	62,984	29,708	(28,938)	63,754
Interest and other income	24,464	-	(10,068)	14,396
	<u>7,921,006</u>	<u>29,708</u>	<u>(39,006)</u>	<u>7,911,708</u>
Expenses:				
Payroll related:				
Salaries	5,151,701	-	-	5,151,701
Payroll taxes	558,133	-	-	558,133
Insurance - health	276,242	-	-	276,242
Insurance - workers' compensation	240,486	-	-	240,486
Insurance - other	28,398	-	-	28,398
Retirement plan contributions	19,267	-	-	19,267
Employee benefits - other	19,308	-	-	19,308
	<u>6,293,535</u>	<u>-</u>	<u>-</u>	<u>6,293,535</u>
Non-payroll related:				
Rent	288,830	-	-	288,830
Travel	277,353	-	-	277,353
Bad debts	243,611	-	(28,938)	214,673
Purchased services	153,479	38	-	153,517
Telephone	116,477	-	-	116,477
Depreciation	88,933	-	-	88,933
Equipment lease	86,046	-	-	86,046
Office	72,024	-	-	72,024
Professional fees - other	55,312	1,000	-	56,312
Insurance - general	55,628	-	-	55,628
Maintenance and repairs	54,532	-	-	54,532
Utilities	54,192	-	-	54,192
Interest	51,028	10,068	(10,068)	51,028
Consumer	48,380	-	-	48,380
Dues and subscriptions	45,173	45	-	45,218
Seminars and training	27,818	-	-	27,818
Professional fees - screening	15,541	-	-	15,541
Program supplies	10,452	-	-	10,452
Bank charges	9,549	-	-	9,549
Personnel recruitment	8,884	-	-	8,884
Professional fees - legal	8,871	-	-	8,871
Other	3,796	-	-	3,796
Outreach and events	1,300	-	-	1,300
	<u>1,777,209</u>	<u>11,151</u>	<u>(39,006)</u>	<u>1,749,354</u>
	<u>8,070,744</u>	<u>11,151</u>	<u>(39,006)</u>	<u>8,042,889</u>
Total Expenses				
Increase (Decrease) in Net Assets	(149,738)	18,557	-	(131,181)
Net Assets, beginning	1,369,195	(212,351)	-	1,156,844
Net Assets, ending	<u>\$ 1,219,457</u>	<u>\$ (193,794)</u>	<u>\$ -</u>	<u>\$ 1,025,663</u>

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