

Community Catalysts of California and Affiliate

Consolidated Financial Statements and Supplemental Information

Years Ended December 31, 2016 and 2015



COMMUNITY CATALYSTS OF CALIFORNIA AND AFFILIATE
Consolidated Financial Statements and Supplemental Information
Years Ended December 31, 2016 and 2015

Table of Contents

	<u>Page</u>
Independent Auditors' Report	1
Consolidated Financial Statements:	
Consolidated Statements of Financial Position	3
Consolidated Statements of Activities	4
Consolidated Statements of Cash Flows	5
Notes to Consolidated Financial Statements	6
Supplemental Information:	
Schedule I - Consolidating Statement of Financial Position at December 31, 2016	12
Schedule II - Consolidating Statement of Financial Position at December 31, 2015	13
Schedule III - Consolidating Statement of Activities for the Year Ended December 31, 2016	14
Schedule IV - Consolidating Statement of Activities for the Year Ended December 31, 2015	15

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 (nonprofit organizations), which comprise the consolidated statements of financial position as of December 31, 2016 and 2015, 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 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 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 auditors' 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, 2016 and 2015, 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.

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 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 consolidating information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

Aldrich CPAs + Advisors LLP

San Diego, California

May 18, 2017

COMMUNITY CATALYSTS OF CALIFORNIA AND AFFILIATE
Consolidated Statements of Financial Position
December 31, 2016 and 2015

	<u>2016</u>	<u>2015</u>
ASSETS		
Current Assets:		
Cash and cash equivalents	\$ 765,366	\$ 1,112,367
Investments	3,306,652	1,945,161
Accounts receivable, net of allowance for doubtful accounts of \$24,000 for 2016 and 2015	1,508,822	1,216,990
Prepaid expenses	<u>101,866</u>	<u>77,927</u>
Total Current Assets	5,682,706	4,352,445
Property and Equipment, net of accumulated depreciation	31,305	48,245
Deposits	<u>147,608</u>	<u>158,465</u>
Total Assets	<u>\$ 5,861,619</u>	<u>\$ 4,559,155</u>
LIABILITIES AND NET ASSETS		
Current Liabilities:		
Accounts payable	\$ 122,792	\$ 110,292
Accrued payroll and payroll taxes	686,191	612,789
Accrued expenses	<u>371,911</u>	<u>325,231</u>
Total Current Liabilities	1,180,894	1,048,312
Net Assets - Unrestricted	<u>4,680,725</u>	<u>3,510,843</u>
Total Liabilities and Net Assets	<u>\$ 5,861,619</u>	<u>\$ 4,559,155</u>

COMMUNITY CATALYSTS OF CALIFORNIA AND AFFILIATE
Consolidated Statements of Activities
Years Ended December 31, 2016 and 2015

	<u>2016</u>	<u>2015</u>
Unrestricted Revenue and Support:		
Consumer services revenue	\$ 9,961,270	\$ 8,937,630
Grants:		
Veteran's Community Services	4,117,430	2,577,779
Interest and investment income (loss)	182,417	(39,468)
Contributions	12,776	13,636
Other income	1,956	1,510
Total Unrestricted Revenue and Support	<u>14,275,849</u>	<u>11,491,087</u>
Expenses:		
Payroll related:		
Salaries	7,730,693	6,871,059
Insurance - health	670,962	647,646
Payroll taxes	647,925	571,056
Insurance - workers' compensation	314,257	275,652
Retirement plan contributions	96,417	67,161
Insurance - other	60,072	55,265
Employee benefits - other	37,548	25,926
	<u>9,557,874</u>	<u>8,513,765</u>
Non-payroll related:		
Consumer	1,529,258	567,471
Rent	457,300	384,188
Purchased services	313,245	230,860
Travel	306,495	329,083
Telephone	150,584	126,986
Office	150,545	177,125
Equipment lease	147,394	127,961
Insurance - general	114,387	89,583
Maintenance and repairs	66,969	71,447
Utilities	54,068	50,349
Seminars and training	48,718	51,569
Dues and subscriptions	36,328	26,690
Professional fees - other	35,429	40,228
Bank charges	34,352	21,333
Outreach and events	29,088	12,054
Professional fees - legal	19,410	10,509
Depreciation	16,940	30,185
Professional fees - screening	9,442	7,119
Program supplies	9,347	29,020
Personnel recruitment	8,214	9,632
Other	7,199	6,675
Professional fees - consumer	5,738	7,473
Bad debts	4,510	15,459
Interest	1,743	8,513
(Gain) loss on disposal of property and equipment	(8,610)	9,650
	<u>3,548,093</u>	<u>2,441,162</u>
Total Expenses	<u>13,105,967</u>	<u>10,954,927</u>
Increase in Net Assets	1,169,882	536,160
Net Assets, beginning	<u>3,510,843</u>	<u>2,974,683</u>
Net Assets, ending	<u>\$ 4,680,725</u>	<u>\$ 3,510,843</u>

See accompanying notes to consolidated financial statements.

COMMUNITY CATALYSTS OF CALIFORNIA AND AFFILIATE
Consolidated Statements of Cash Flows
Years Ended December 31, 2016 and 2015

	2016	2015
Cash Flows from Operating Activities:		
Increase in net assets	\$ 1,169,882	\$ 536,160
Adjustments to reconcile increase in net assets to net cash provided by operating activities:		
Depreciation	16,940	30,185
(Gain) loss on disposal of property and equipment	(8,610)	9,650
Unrealized (gain) loss on investments	(50,388)	101,572
Changes in operating assets and liabilities:		
Accounts receivable, net	(291,832)	(218,597)
Prepaid expenses	(23,939)	2,567
Accounts payable	12,500	(6,975)
Accrued payroll and payroll taxes	73,402	25,068
Accrued expenses	46,680	(1,348)
Net Cash Provided by Operating Activities	944,635	478,282
Cash Flows from Investing Activities:		
Purchases of investments	(2,018,366)	(542,870)
Proceeds from sale of investments	707,263	438,274
Purchases of property and equipment	-	(11,632)
Proceeds from sale of property and equipment	8,610	352,050
Change in deposits	10,857	(6,973)
Net Cash Provided (Used) by Investing Activities	(1,291,636)	228,849
Cash Flows from Financing Activities:		
Payments on long-term debt	-	(295,694)
Net Increase (Decrease) in Cash and Cash Equivalents	(347,001)	411,437
Cash and Cash Equivalents, beginning	1,112,367	700,930
Cash and Cash Equivalents, ending	\$ 765,366	\$ 1,112,367
Supplemental Disclosures of Cash Flow Information:		
Interest paid	\$ 1,743	\$ 8,513

COMMUNITY CATALYSTS OF CALIFORNIA AND AFFILIATE

Notes to Consolidated Financial Statements

Years Ended December 31, 2016 and 2015

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 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 is 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, 2016 and 2015.

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.

Investments

Investments are carried at market value, and realized and unrealized gains and losses are reflected in the change in net assets in the consolidated statements of activities.

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, 2016 and 2015

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

Property and Equipment

Acquisitions of property and equipment of \$5,000 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 seven 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, 2016 and 2015, 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.

Fair Value Measurements

The Organization defines fair value as the exchange price that would be received for an asset or paid for a liability in the principal or most advantageous market. The Organization applies fair value measurements to assets and liabilities that are required to be recorded at fair value under generally accepted accounting principles. Fair value measurement techniques maximize the use of observable inputs and minimize the use of unobservable inputs, and are categorized in a fair value hierarchy based on the transparency of inputs.

The three levels are defined as follows:

Level 1 - Inputs to the valuation methodology are quoted prices (unadjusted) for identical assets or liabilities in active markets.

Level 2 - Inputs to the valuation methodology include quoted prices for similar assets or liabilities in active markets, and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the same term of the financial instrument.

Level 3 - Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

A financial instrument's categorization within the valuation hierarchy is based upon the lowest level of input that is significant to the fair value measurement.

COMMUNITY CATALYSTS OF CALIFORNIA AND AFFILIATE
Notes to Consolidated Financial Statements
Years Ended December 31, 2016 and 2015

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

Fair Value Measurements, continued

The carrying value of cash, receivables, and payables approximates fair value as of December 31, 2016 and 2015, due to the relative short maturities of these instruments.

Subsequent Events

The Organization has evaluated subsequent events through May 18, 2017, 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 per institution. At December 31, 2016, the Organization had approximately \$773,000 that was exposed to uninsured deposit risk. 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.

Note 3 - Investments

All investments are categorized as Level 1, with fair value based upon quoted prices in active markets. The following is a schedule of investments at December 31, 2016 and 2015:

	<u>2016</u>	<u>2015</u>
Certificates of deposit - due within one year	\$ 213,321	\$ 213,214
Equities	991,341	300,197
Mutual funds:		
Equity funds	676,968	562,547
Bond funds	930,980	717,431
Alternative investment funds	37,418	101,293
Corporate bonds	456,624	50,479
	<u>\$ 3,306,652</u>	<u>\$ 1,945,161</u>

Interest and investment income (loss) is included in the consolidated statements of activities as follows:

	<u>2016</u>	<u>2015</u>
Interest and dividends	\$ 85,022	\$ 94,326
Unrealized gain (loss) on investments	50,388	(101,572)
Realized gain (loss) on investments	51,010	(26,890)
	186,420	(34,136)
Eliminating entries	(4,003)	(5,332)
	<u>\$ 182,417</u>	<u>\$ (39,468)</u>

COMMUNITY CATALYSTS OF CALIFORNIA AND AFFILIATE
Notes to Consolidated Financial Statements
Years Ended December 31, 2016 and 2015

Note 4 - Property and Equipment

Property and equipment consist of the following:

	2016	2015
Vehicles	\$ 99,830	\$ 173,798
Equipment and software	69,876	78,340
Furniture and fixtures	14,576	18,202
Leasehold improvements	<u>9,911</u>	<u>12,875</u>
	194,193	283,215
Less accumulated depreciation	<u>(162,888)</u>	<u>(234,970)</u>
	<u>\$ 31,305</u>	<u>\$ 48,245</u>

Note 5 - Line of Credit

The Organization has a \$200,000 line of credit, collateralized by a \$200,000 certificate of deposit. The line of credit bears interest at 3.63% and expires October 1, 2017. There was no outstanding balance for the years ended December 31, 2016 and 2015, respectively.

Note 6 - Third Party Reimbursements

The Organization 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, the Organization 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 year ended December 31, 2016, approximately 69% of the Organization's total revenue was received from 6 of these regional centers. During the year ended December 31, 2015, approximately 77% of the Organization's total revenue was received from 6 of these regional centers. The accounts receivable due from these regional centers at December 31, 2016 and 2015 were \$941,577 and \$802,738, respectively. During the years ended December 31, 2016 and 2015, the Organization received an additional 0.19%, respectively, directly from the State of California Department of Rehabilitation (SCDR). The accounts receivable due from SCDR at December 31, 2016 and 2015 were \$6,726 and \$10,032, respectively. The Organization also received revenue from the Department of Veterans Affairs: Supportive Services for Veterans Families Program (SSVF). Approximately 29% and 22% of revenue came from SSVF during the years ended December 31, 2016 and 2015. The accounts receivable due from SSVF at December 31, 2016 and 2015 were \$547,726 and \$382,216, respectively.

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 November 2023 and require monthly payments of approximately \$37,491. 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 \$16,628. The leases expire at various dates through November 2020.

COMMUNITY CATALYSTS OF CALIFORNIA AND AFFILIATE
Notes to Consolidated Financial Statements
Years Ended December 31, 2016 and 2015

Note 7 - Operating Lease Commitments, continued

At December 31, 2016, the aggregate minimum rental commitments under non-cancelable operating leases are as follows:

<u>Year Ending December 31,</u>	
2017	\$ 572,537
2018	441,850
2019	249,082
2020	102,726
2021	85,202
Thereafter	140,354
	<u>\$ 1,591,751</u>

Note 8 - Retirement Plans

The Organization has adopted a 403(b) employer contributory tax deferred annuity plan covering all employees who have met certain service requirements. For the years ended December 31, 2016 and 2015, the Organization matched 50% of employee elective deferrals, not to exceed 8% of the employee's salary. The Organization contributed \$96,417 and \$67,161 for the years ended December 31, 2016 and 2015, respectively.

The Organization established a 457 deferred compensation plan in 2006 for the executive director. The Organization did not contribute to the plan for the years ended December 31, 2016 and 2015.

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>2016</u>	<u>2015</u>
Program services - instruction, training, and placement	\$ 12,049,850	\$ 10,063,991
Administrative and general	1,055,892	890,509
Fundraising	225	427
	<u>\$ 13,105,967</u>	<u>\$ 10,954,927</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.

Note 11 - Reclassification

Certain items in the 2015 financial statements have been reclassified to conform to current year classifications. Such reclassifications had no effect on previously reported change in net assets.

SUPPLEMENTAL INFORMATION

COMMUNITY CATALYSTS OF CALIFORNIA AND AFFILIATE
Schedule I- Consolidating Statement of Financial Position
December 31, 2016

	Community Catalysts of California	Community Catalysts Housing Alliance	Eliminating Entries	Consolidated Total
ASSETS				
Current Assets:				
Cash and cash equivalents	\$ 765,366	\$ -	\$ -	\$ 765,366
Investments	3,306,652	-	-	3,306,652
Accounts receivable, net of allowance for doubtful accounts of \$24,000	1,508,822	-	-	1,508,822
Prepaid expenses	101,866	-	-	101,866
Total Current Assets	5,682,706	-	-	5,682,706
Property and Equipment, net	31,305	-	-	31,305
Deposits	147,608	-	-	147,608
Total Assets	<u>\$ 5,861,619</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,861,619</u>
LIABILITIES AND NET ASSETS				
Current Liabilities:				
Accounts payable	\$ 122,792	\$ -	\$ -	\$ 122,792
Accrued payroll and payroll taxes	686,191	-	-	686,191
Accrued expenses	371,911	-	-	371,911
Total Current Liabilities	1,180,894	-	-	1,180,894
Net Assets - Unrestricted	4,680,725	-	-	4,680,725
Total Liabilities and Net Assets	<u>\$ 5,861,619</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,861,619</u>

COMMUNITY CATALYSTS OF CALIFORNIA AND AFFILIATE
Schedule II- Consolidating Statement of Financial Position
December 31, 2015

	Community Catalysts of California	Community Catalysts Housing Alliance	Eliminating Entries	Consolidated Total
ASSETS				
Current Assets:				
Cash and cash equivalents	\$ 1,112,367	\$ -	\$ -	\$ 1,112,367
Investments	1,945,161			1,945,161
Accounts receivable, net of allowance for doubtful accounts of \$24,000	1,216,990	-	-	1,216,990
Prepaid expenses	<u>77,927</u>	<u>-</u>	<u>-</u>	<u>77,927</u>
Total Current Assets	4,352,445	-	-	4,352,445
Property and Equipment, net	48,245	-	-	48,245
Deposits	<u>253,923</u>	<u>-</u>	<u>(95,458)</u>	<u>158,465</u>
Total Assets	<u>\$ 4,654,613</u>	<u>\$ -</u>	<u>\$ (95,458)</u>	<u>\$ 4,559,155</u>
LIABILITIES AND NET ASSETS				
Current Liabilities:				
Accounts payable	\$ 110,292	\$ -	\$ -	\$ 110,292
Accrued payroll and payroll taxes	612,789	-	-	612,789
Accrued expenses	<u>325,231</u>	<u>-</u>	<u>-</u>	<u>325,231</u>
Total Current Liabilities	1,048,312	-	-	1,048,312
Long-term Debt, net of current portion	<u>-</u>	<u>95,458</u>	<u>(95,458)</u>	<u>-</u>
Total Current Liabilities	1,048,312	95,458	(95,458)	1,048,312
Net Assets - Unrestricted	<u>3,606,301</u>	<u>(95,458)</u>	<u>-</u>	<u>3,510,843</u>
Total Liabilities and Net Assets	<u>\$ 4,654,613</u>	<u>\$ -</u>	<u>\$ (95,458)</u>	<u>\$ 4,559,155</u>

COMMUNITY CATALYSTS OF CALIFORNIA AND AFFILIATE
Schedule III- Consolidating Statement of Activities
Year Ended December 31, 2016

	Community Catalysts of California	Community Catalysts Housing Alliance	Eliminating Entries	Consolidated Total
Unrestricted Revenue and Support:				
Consumer services revenue	\$ 9,961,270	\$ -	\$ -	\$ 9,961,270
Grants:				
Veteran's Community Services	4,117,430	-	-	4,117,430
Interest and investment income (loss)	186,420	-	(4,003)	182,417
Contributions	(86,685)	99,461	-	12,776
Other income	1,956	-	-	1,956
Total Unrestricted Revenue and Support	<u>14,180,391</u>	<u>99,461</u>	<u>(4,003)</u>	<u>14,275,849</u>
Expenses:				
Payroll related:				
Salaries	7,730,693	-	-	7,730,693
Insurance - health	670,962	-	-	670,962
Payroll taxes	647,925	-	-	647,925
Insurance - workers' compensation	314,257	-	-	314,257
Retirement plan contributions	96,417	-	-	96,417
Insurance - other	60,072	-	-	60,072
Employee benefits - other	37,548	-	-	37,548
	<u>9,557,874</u>	<u>-</u>	<u>-</u>	<u>9,557,874</u>
Non-payroll related:				
Consumer	1,529,258	-	-	1,529,258
Rent	457,300	-	-	457,300
Purchased services	313,245	-	-	313,245
Travel	306,495	-	-	306,495
Telephone	150,584	-	-	150,584
Office	150,545	-	-	150,545
Equipment lease	147,394	-	-	147,394
Insurance - general	114,387	-	-	114,387
Maintenance and repairs	66,969	-	-	66,969
Utilities	54,068	-	-	54,068
Seminars and training	48,718	-	-	48,718
Dues and subscriptions	36,328	-	-	36,328
Professional fees - other	35,429	-	-	35,429
Bank charges	34,352	-	-	34,352
Outreach and events	29,088	-	-	29,088
Professional fees - legal	19,410	-	-	19,410
Depreciation	16,940	-	-	16,940
Professional fees - screening	9,442	-	-	9,442
Program supplies	9,347	-	-	9,347
Personnel recruitment	8,214	-	-	8,214
Other	7,199	-	-	7,199
Professional fees - consumer	5,738	-	-	5,738
Bad debts	4,510	-	-	4,510
Interest	1,743	4,003	(4,003)	1,743
Gain on disposal of property and equipment	(8,610)	-	-	(8,610)
	<u>3,548,093</u>	<u>4,003</u>	<u>(4,003)</u>	<u>3,548,093</u>
Total Expenses	<u>13,105,967</u>	<u>4,003</u>	<u>(4,003)</u>	<u>13,105,967</u>
Increase in Net Assets	1,074,424	95,458	-	1,169,882
Net Assets, beginning	3,606,301	(95,458)	-	3,510,843
Net Assets, ending	<u>\$ 4,680,725</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,680,725</u>

See independent auditors' report.

COMMUNITY CATALYSTS OF CALIFORNIA AND AFFILIATE
Schedule IV- Consolidating Statement of Activities
Year Ended December 31, 2015

	Community Catalysts of California	Community Catalysts Housing Alliance	Eliminating Entries	Consolidated Total
Unrestricted Revenue and Support:				
Consumer services revenue	\$ 8,937,630	\$ -	\$ -	\$ 8,937,630
Grants:				
Veteran's Community Services	2,577,779	-	-	2,577,779
Interest and investment loss	(34,136)	-	(5,332)	(39,468)
Contributions	(18,118)	31,754	-	13,636
Other income	1,510	-	-	1,510
Total Unrestricted Revenue and Support	<u>11,464,665</u>	<u>31,754</u>	<u>(5,332)</u>	<u>11,491,087</u>
Expenses:				
Payroll related:				
Salaries	6,871,059	-	-	6,871,059
Insurance - health	647,646	-	-	647,646
Payroll taxes	571,056	-	-	571,056
Insurance - workers' compensation	275,652	-	-	275,652
Insurance - other	55,265	-	-	55,265
Employee benefits - other	25,926	-	-	25,926
Retirement plan contributions	67,161	-	-	67,161
	<u>8,513,765</u>	<u>-</u>	<u>-</u>	<u>8,513,765</u>
Non-payroll related:				
Consumer	567,471	-	-	567,471
Rent	384,188	-	-	384,188
Travel	329,083	-	-	329,083
Purchased services	230,860	-	-	230,860
Office	177,125	-	-	177,125
Equipment lease	127,961	-	-	127,961
Telephone	126,986	-	-	126,986
Insurance - general	89,583	-	-	89,583
Maintenance and repairs	71,447	-	-	71,447
Seminars and training	51,569	-	-	51,569
Utilities	50,349	-	-	50,349
Professional fees - other	40,228	-	-	40,228
Depreciation	30,185	-	-	30,185
Program supplies	29,020	-	-	29,020
Dues and subscriptions	26,690	-	-	26,690
Bank charges	21,333	-	-	21,333
Bad debts	15,459	-	-	15,459
Outreach and events	12,054	-	-	12,054
Professional fees - legal	10,509	-	-	10,509
Loss on disposal of property and equipment	9,650	-	-	9,650
Personnel recruitment	9,632	-	-	9,632
Interest	8,513	5,332	(5,332)	8,513
Professional fees - consumer	7,473	-	-	7,473
Professional fees - screening	7,119	-	-	7,119
Other	6,675	-	-	6,675
	<u>2,441,162</u>	<u>5,332</u>	<u>(5,332)</u>	<u>2,441,162</u>
Total Expenses	<u>10,954,927</u>	<u>5,332</u>	<u>(5,332)</u>	<u>10,954,927</u>
Increase in Net Assets	509,738	26,422	-	536,160
Net Assets, beginning	3,096,563	(121,880)	-	2,974,683
Net Assets, ending	<u>\$ 3,606,301</u>	<u>\$ (95,458)</u>	<u>\$ -</u>	<u>\$ 3,510,843</u>

See independent auditors' report.