

**CATHOLIC CHARITIES OF NORTHWEST FLORIDA, INC.
(A NONPROFIT ORGANIZATION)**

PENSACOLA, FLORIDA

FINANCIAL STATEMENTS

JUNE 30, 2010 AND 2009

CATHOLIC CHARITIES OF NORTHWEST FLORIDA, INC.

PENSACOLA, FLORIDA

FINANCIAL STATEMENTS

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CONTENTS

	PAGE
Independent Auditor's Report	1
Statements of Financial Position	2
Statements of Activities	3
Statements of Functional Expenses	4
Statements of Cash Flows	5
Notes to Financial Statements	6
Supplementary Information:	
Schedules of Support and Revenue and Expenses by Location	18
Schedule of Expenditures of Federal Awards	19
Other Reports and Schedules:	
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	20
Independent Auditor's Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133	22
Schedule of Findings and Questioned Costs	24

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Catholic Charities of Northwest Florida, Inc.
Pensacola, Florida

We have audited the accompanying statements of financial position of Catholic Charities of Northwest Florida, Inc. ("Catholic Charities") (a nonprofit organization) as of June 30, 2010 and 2009, and the related statements of activities, functional expenses and cash flows for the years then ended. These financial statements are the responsibility of Catholic Charities' management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 that our audits provide 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 Catholic Charities as of June 30, 2010 and 2009, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 12, 2010 on our consideration of Catholic Charities' internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audits were performed for the purpose of forming an opinion on the basic financial statements of Catholic Charities taken as a whole. The accompanying Schedules of Support and Revenue and Expenses by Location are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements taken as a whole.



Pensacola, Florida
November 12, 2010

CATHOLIC CHARITIES OF NORTHWEST FLORIDA, INC.
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2010 AND 2009

ASSETS

	2010	2009
Current Assets:		
Cash and cash equivalents	\$ 1,362,106	\$ 378,430
Certificates of deposit	546	7,563
Grants receivable	24,101	4,921
Accounts receivable	11,590	11,210
Prepaid expenses	64,532	68,331
Total current assets	1,462,875	470,455
Property and Equipment, net	249,291	247,292
Custodial Funds	3,997	3,204
Temporarily Restricted Assets:		
Cash and cash equivalents	438,742	399,669
Permanently Restricted Assets:		
Cash and cash equivalents	9,570	9,570
Investments	8,479	3,366
Total permanently restricted assets	18,049	12,936
Total Assets	\$ 2,172,954	\$ 1,133,556

LIABILITIES AND NET ASSETS

Current Liabilities:		
Accounts payable	\$ 24,177	\$ 21,744
Accrued liabilities	114,497	75,000
Refundable advances	1,012,232	197,175
Unearned revenue	3,500	4,000
Capital lease obligation - current	8,856	6,822
Total current liabilities	1,163,262	304,741
Capital Lease Obligation - noncurrent	16,653	25,508
Custodial Funds	3,997	3,204
Total liabilities	1,183,912	333,453
Commitments and Contingencies	-	-
Net Assets:		
Unrestricted	532,251	387,498
Temporarily restricted	438,742	399,669
Permanently restricted	18,049	12,936
Total net assets	989,042	800,103
Total Liabilities and Net Assets	\$ 2,172,954	\$ 1,133,556

The accompanying notes are an integral
part of these financial statements.

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CATHOLIC CHARITIES OF NORTHWEST FLORIDA, INC.
STATEMENTS OF ACTIVITIES
YEARS ENDED JUNE 30, 2010 AND 2009

	Unrestricted	Temporarily Restricted	Permanently Restricted	2010 Total
Support and Revenue:				
Diocesan subsidy	\$ 510,690	\$	\$	\$ 510,690
United Way	181,699	61,016		242,715
McMillan Foundation		240,000		240,000
FEMA	200,718			200,718
Grant revenue	127,844	194,725		322,569
HPRP		1,342,586		1,342,586
Program revenue	304,768	1,569		306,337
Direct assistance income	8,986	114,221		123,207
Other contributions	252,433	127,058		379,491
Fundraising revenue	317,101	9,209		326,310
Investment income (loss)	2,284	1,089	113	3,486
Other income	3,552			3,552
Net assets released from restrictions -				
Satisfaction of usage requirements	2,052,400	(2,052,400)		-
Total support and revenue	<u>3,962,475</u>	<u>39,073</u>	<u>113</u>	<u>4,001,661</u>
Expenses:				
Program Services -				
Adoption & Pregnancy	178,125			178,125
Family Assistance	1,192,248			1,192,248
Family Counseling	70,550			70,550
HPRP	1,370,879			1,370,879
Refugee & Immigration	216,694			216,694
Residential	99,000			99,000
Thrift Shop	86,902			86,902
	<u>3,214,398</u>	<u>-</u>	<u>-</u>	<u>3,214,398</u>
Supporting Services -				
Fundraising	156,790			156,790
General & Administrative	441,534			441,534
Total expenses	<u>3,812,722</u>	<u>-</u>	<u>-</u>	<u>3,812,722</u>
Change in Net Assets	149,753	39,073	113	188,939
Net Assets at Beginning of Year	387,498	399,669	12,936	800,103
Transfer of Net Assets	<u>(5,000)</u>		<u>5,000</u>	<u>-</u>
Net Assets at End of Year	<u>\$ 532,251</u>	<u>\$ 438,742</u>	<u>\$ 18,049</u>	<u>\$ 989,042</u>

Unrestricted	Temporarily Restricted	Permanently Restricted	2009 Total
\$ 527,928	\$	\$	\$ 527,928
234,921	64,903		299,824
	290,000		290,000
117,736			117,736
86,725	115,020		201,745
			-
370,421	2,769		373,190
3,200	138,186		141,386
248,821	69,623		318,444
217,397	27,861		245,258
(15,601)	81	(1,128)	(16,648)
19,844			19,844
837,115	(837,115)		-
<u>2,648,507</u>	<u>(128,672)</u>	<u>(1,128)</u>	<u>2,518,707</u>
267,143			267,143
1,349,086			1,349,086
127,698			127,698
			-
201,324			201,324
100,966			100,966
63,981			63,981
<u>2,110,198</u>	<u>-</u>	<u>-</u>	<u>2,110,198</u>
90,966			90,966
421,875			421,875
<u>2,623,039</u>	<u>-</u>	<u>-</u>	<u>2,623,039</u>
25,468	(128,672)	(1,128)	(104,332)
362,030	528,341	14,064	904,435
			-
<u>\$ 387,498</u>	<u>\$ 399,669</u>	<u>\$ 12,936</u>	<u>\$ 800,103</u>

The accompanying notes are an integral part of these financial statements.

CATHOLIC CHARITIES OF NORTHWEST FLORIDA, INC.
STATEMENTS OF FUNCTIONAL EXPENSES
YEARS ENDED JUNE 30, 2010 AND 2009

	Program Services							Thrift Shop	Total	Fundraising	Supporting Services	2010 Total Expenses
	Adoption & Pregnancy	Family Assistance	Family Counseling	HPRP	Refugee & Immigration	Residential						
Salaries and wages	\$ 85,459	\$ 394,623	\$ 49,986	\$ 318,261	\$ 167,919	\$ 48,644	\$ 45,590	\$ 1,110,482	\$ 29,125	\$ 282,695	\$ 1,422,302	
Professional fees	2,483	21,152	347	85	7,184	268	357	31,876		19,942	51,818	
Supplies	1,459	7,701	954	2,036	1,103	510	759	14,522		8,482	23,004	
Telephone	2,666	11,388	1,955	5,621	2,566	1,973	898	27,067		13,472	40,539	
Postage and shipping	767	1,201	471	833	350	14		3,636		2,571	6,207	
Equipment rental and maintenance	790	516	48	219	882	252	133	2,840		2,275	5,115	
Printing and publications	261	2,285	150		244	373	499	3,812		1,551	5,363	
Travel	1,930	9,000	361	9,619	1,037	837	5,220	28,004		7,755	35,759	
Conferences and meetings	3,700	8,270	511	89	3,043	297		15,910		6,947	22,857	
Dues and membership	833	3,390	351		2,244	134		6,952		7,389	14,341	
Program expenses	33,899	19,089	5,280	625	2,488	557	7,239	69,177		3,926	73,103	
Direct assistance	29,030	643,730		1,001,896	17,344	3,884		1,695,884		30,628	1,695,884	
Occupancy	6,687	38,370	6,696	186	6,271	39,891	15,605	113,706	127,665		144,334	
Special events											127,665	
Other expenses	6,108	12,525	2,339	31,409	2,906	721	2,429	58,437		29,941	88,378	
Total expenses before depreciation	176,072	1,173,240	69,449	1,370,879	215,581	98,355	78,729	3,182,305	156,790	417,574	3,756,669	
Depreciation	2,053	19,008	1,101		1,113	645	8,173	32,093		23,960	56,053	
Total Expenses	\$ 178,125	\$ 1,192,248	\$ 70,550	\$ 1,370,879	\$ 216,694	\$ 99,000	\$ 86,902	\$ 3,214,398	\$ 156,790	\$ 441,534	\$ 3,812,722	