

**CARE HOUSE, INC.**  
**BALDWIN COUNTY CHILD ADVOCACY CENTER**  
**FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2024**

**CARE HOUSE, INC.  
BALDWIN COUNTY CHILD ADVOCACY CENTER**

**FINANCIAL STATEMENTS**

**SEPTEMBER 30, 2024**

**CONTENTS**

	<b><u>PAGE</u></b>
Independent Auditors' Report	1
<b>FINANCIAL STATEMENTS</b>	
Statement of Financial Position	2
Statement of Activities	3
Statement of Functional Expenses	4
Statement of Cash Flows	5
Notes to the Financial Statements	6-8



## INDEPENDENT AUDITORS' REPORT

Board of Directors  
CARE House, Inc dba Baldwin County Child Advocacy Center  
Summerdale, Alabama

### **Opinion**

We have audited the accompanying financial statements of CARE House, Inc. (a nonprofit organization), which comprise the statement of financial position as of September 30, 2024, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of CARE House, Inc. as of September 30, 2024, 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.

### **Basis for Opinion**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of CARE House, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### **Responsibilities of Management for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about CARE House, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

### **Auditors' Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 CARE House, Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about CARE House, Inc.'s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

*Avizo Group, Inc.*

Certified Public Accountants

June 15, 2025  
Brewton, Alabama

**CARE HOUSE, INC  
BALDWIN COUNTY CHILD ADVOCACY CENTER**

**STATEMENT OF FINANCIAL POSITION**

**SEPTEMBER 30, 2024**

**ASSETS**

**CURRENT ASSETS**

Cash	\$ 303,487
Investments	684,498
Prepaid expenses	7,079
Total current assets	<u>995,064</u>

**CAPITAL ASSETS**

Land	83,700
Buildings and improvements	678,955
Furniture and fixtures	21,907
Equipment	148,021
Less accumulated depreciation	<u>(428,368)</u>
Capital assets - net	<u>504,215</u>

**OTHER ASSETS**

Utility deposits	<u>10</u>
Total other assets	<u>10</u>

**TOTAL ASSETS**

\$ 1,499,289

**LIABILITIES AND NET ASSETS**

**CURRENT LIABILITIES**

Accrued liabilities	\$ 10,265
Total current liabilities	<u>10,265</u>

**NET ASSETS**

Without donor restrictions	<u>1,489,024</u>
Total net assets	<u>1,489,024</u>

**TOTAL LIABILITIES AND NET ASSETS**

\$ 1,499,289

See independent auditors' report and notes to the financial statements.

**CARE HOUSE, INC  
BALDWIN COUNTY CHILD ADVOCACY CENTER**

**STATEMENT OF ACTIVITIES**

**FOR THE YEAR ENDED SEPTEMBER 30, 2024**

**SUPPORT AND REVENUE:**

Support:

Government support - State of Alabama	\$ 191,440
Baldwin County Commission	41,198
Contributions and donations	427,387
Fundraising and miscellaneous	134,422
Refunds and reimbursements	17,345
Programs	23,548
Interest and dividends	<u>35,018</u>

<b>TOTAL SUPPORT AND REVENUE</b>	<u>870,358</u>
----------------------------------	----------------

**EXPENSES:**

Program services	538,941
Management & general	90,554
Fundraising	<u>104,959</u>

<b>TOTAL EXPENSES</b>	<u>734,454</u>
-----------------------	----------------

Change in net assets	135,904
----------------------	---------

Net assets, beginning of year	<u>1,353,120</u>
-------------------------------	------------------

<b>NET ASSETS, END OF YEAR</b>	<u><u>\$ 1,489,024</u></u>
--------------------------------	----------------------------

See independent auditors' report and notes to the financial statements.

**CARE HOUSE, INC  
BALDWIN COUNTY CHILD ADVOCACY CENTER**

**STATEMENT OF FUNCTIONAL EXPENSES**

**FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	<b>Program Services</b>	<b>Management &amp; General</b>	<b>Fundraising</b>	<b>Totals</b>
Depreciation	\$ 12,367	\$ 3,764	\$ 1,793	\$ 17,924
Dues and subscriptions	2,450	-	-	2,450
Fundraising expenses	-	-	29,384	29,384
Insurance	23,375	7,074	3,383	33,832
Miscellaneous	-	1,654	-	1,654
Payroll benefits	18,321	6,810	2,396	27,527
Postage and shipping	189	754	-	943
Professional fees	55,296	2,704	2,587	60,587
Public relations	8,966	-	-	8,966
Repairs and maintenance	9,080	2,748	1,314	13,142
Salaries	347,919	55,881	57,484	461,284
Supplies	13,682	-	-	13,682
Taxes	26,583	4,275	4,397	35,255
Training	7,742	-	-	7,742
Travel	2,611	1,755	722	5,088
Utilities and telephone	10,360	3,135	1,499	14,994
Total expenses	<u>\$ 538,941</u>	<u>\$ 90,554</u>	<u>\$ 104,959</u>	<u>\$ 734,454</u>

See independent auditors' report and notes to the financial statements.

**CARE HOUSE, INC  
BALDWIN COUNTY CHILD ADVOCACY CENTER**

**STATEMENT OF CASH FLOWS**

**FOR THE YEAR ENDED SEPTEMBER 30, 2024**

**CASH FLOWS FROM OPERATING ACTIVITIES**

Change in net assets	\$ 135,904
Adjustments to reconcile change in net assets to net cash provided by operating activities	
Depreciation	17,924
Decrease in accrued payroll taxes	1,139
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	<u>154,967</u>

**INCREASE IN CASH AND CASH EQUIVALENTS**

154,967

**CASH AND CASH EQUIVALENTS**

Beginning of year	<u>833,018</u>
End of year	<u><u>\$ 987,985</u></u>

See independent auditors' report and notes to the financial statements.



**CARE HOUSE, INC  
BALDWIN COUNTY CHILD ADVOCACY CENTER**

**NOTES TO THE FINANCIAL STATEMENTS**

**SEPTEMBER 30, 2024**

**NOTE 1      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Nature of Activities

Care House, Inc. (the Center) is a nonprofit corporation incorporated under the laws of the State of Alabama on September 17, 1986. Its mission statement indicates it is to provide resources and services to child victims of sex abuse and severe physical abuse, their supportive family members and the community-- while empowering all toward child abuse prevention. Care House, Inc. is Baldwin County's resource and referral source on child abuse. It is a child-friendly facility for joint team investigation of child sexual abuse and severe physical abuse. Individual and group in-house counseling is provided for child victims and their supportive family members, as well as other specialized education and prevention programs and counseling services available for the community, the school system, and individual families.

Basis of Accounting

The Center's policy is to prepare its financial statements on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent 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.

Cash and Cash Equivalents

The Center maintains bank accounts at several banks. Accounts at an institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. There is no cash accounts noted that exceeded the federal insured limits in the fiscal year. The Center has a substantial amount of its cash invested with Raymond James. The Center considers these investments as cash equivalents due to their high liquidity.

Cash Investments

Cash investments are composed of general savings accounts and money market accounts and as such are readily available. These type accounts are carried at cost plus earned interest and the interest income is recorded in the period earned.

Contributions

The Center receives contributions and donations primarily from foundations in the South Alabama area and the Alabama Network of Children's Advocacy Centers. All contributions are considered to be available for unrestricted use unless specifically restricted by the donor.

(continued)

**CARE HOUSE, INC  
BALDWIN COUNTY CHILD ADVOCACY CENTER**

**NOTES TO THE FINANCIAL STATEMENTS**

**SEPTEMBER 30, 2024**

**NOTE 1      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

Contributed Services

The Center receives a substantial amount of services donated by its members in carrying out its administration and services. No amounts have been reflected in the financial statements for those services since they do not meet the criteria for recognition under ASU Topic 958.

Capital Assets

Furniture and equipment items are carried at cost. Depreciation is computed on a straight-line basis over the useful lives of the assets. Estimated depreciable lives are 5-10 years for furniture, fixtures, and equipment and 31-39 years for buildings. The net capital asset balance has been recorded as a separate component in unrestricted net assets.

Functional Expenses

Expenses are charged to each program based on direct expenditures incurred.

Income Taxes

The Center is exempt from income tax pursuant to Section 501(c)(3) of the Internal Revenue Code. Therefore, no provision for income taxes has been made in the accompanying financial statements. The income tax filings are subject to examination by taxing authorities, generally for three years after they are filed.

Simple Deferred Compensation Pension Plan

As described in the Center employee benefits booklet, the Center offers a "Simple" pension plan arrangement for its employees. Employees may contribute up to \$12,500 of his/her salary toward the plan. The Center will match up to 3% of the employee's salary. Changes to or withdrawals from the plan may only be made annually during the employee anniversary month.

Compensated Absences

The Center employees are entitled to paid vacation, paid sick days and personal days off, depending on length of service and other factors. It is impracticable to estimate the amount of compensation for future absences; accordingly, no liability has been recorded in the accompanying financial statements. The Center's policy is to recognize the costs of compensated absences when actually paid to employees.

Basis of Presentation

The Center reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

(continued)

**CARE HOUSE, INC  
BALDWIN COUNTY CHILD ADVOCACY CENTER**

**NOTES TO THE FINANCIAL STATEMENTS**

**SEPTEMBER 30, 2024**

**NOTE 1      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Net Assets without donor restrictions** - These net assets generally result from revenues generated by receiving contributions that have no donor restrictions, providing services, and receiving interest from operating investments, less expenses incurred in providing program related services, raising contributions, and performing administrative functions.

**Net Assets with donor restrictions** - These net assets result from gifts of cash and other assets that are received with donor stipulations that limit the use of the donated assets, either temporarily or permanently, until the donor restriction expires, that is until the stipulated time restriction ends or the purpose of the restriction is accomplished, the net assets are restricted.

The Center had net assets with board restrictions at September 30, 2024 of \$-0-.

**NOTE 2      SUBSEQUENT EVENTS**

The Center has evaluated subsequent events through June 15, 2025, the date which the financial statements were available to be issued. There were no material subsequent events which require disclosure at September 30, 2024.

**NOTE 3      LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS**

The Center's cash flows come from revenues generated from grants, donations, and fundraisers. The Center is expected to have sufficient funds to meet cash needs for current general expenditures. The Center uses any investment earnings that are without donor restrictions to supplement revenue in providing cash flows to meet general expenditures.

The following represents the Center's financial assets at September 30, 2024.

Financial assets and year end	
Cash and cash equivalents	<u>\$ 987,985</u>
Total financial assets	987,985
Less - amounts not available to be used within one year:	
Net assets with donor/board restrictions	<u>-</u>
Total financial assets available to meet cash needs for general expenditure within the next 12 months	<u><u>\$ 987,985</u></u>