

FAMILY SERVICES OF TULARE COUNTY
(A Non-Profit Corporation)
AUDIT REPORT
FOR THE YEAR ENDED JUNE 30, 2016

M. GREEN AND COMPANY LLP
Certified Public Accountants

FAMILY SERVICES OF TULARE COUNTY
A Non-Profit Corporation

TABLE OF CONTENTS

	<u>Page No.</u>
INDEPENDENT AUDITORS' REPORT	1-2
FINANCIAL STATEMENTS:	
Statement of Financial Position	3
Statement of Activities	4
Statement of Functional Expenses	5
Statement of Cash Flows	6
Notes to the Financial Statements	7-15
OTHER SUPPLEMENTARY INFORMATION:	
Supplemental Schedule of Support and Expenses by Funding Source – Federal Financial Assistance	16
Supplemental Schedule of Support and Expenses by Funding Source – State and Local Grants	17
Schedule of Expenditures of Federal Awards	18
Notes to Schedule of Expenditures of Federal Awards	19
Statement of Costs Claimed and Accepted	20
OTHER INDEPENDENT AUDITORS' REPORTS:	
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>	21-22
Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance	23-24
FINDINGS AND QUESTIONED COSTS SECTION:	
Schedule of Findings and Questioned Costs	25-26
Schedule of Prior Year Audit Findings	27



M. Green and Company LLP

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INDEPENDENT AUDITORS' REPORT

Board of Directors
Family Services of Tulare County

Report on Financial Statements

We have audited the accompanying financial statements of Family Services of Tulare County (Family Services), a California non-profit corporation, which comprise the statement of financial position as of June 30, 2016, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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 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 financial statements based on our audit. We conducted our audit 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 involves performing procedures to obtain audit evidence about the amounts and disclosures in the 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 auditors consider internal control relevant to the entity's preparation and fair presentation of the 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 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 financial statements referred to above present fairly, in all material respects, the financial position of Family Services as of June 30, 2016, 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.

Other Matters

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying supplementary information such as the Supplemental Schedule of Support and Expenses by Funding Source – Federal Financial Assistance and Supplemental Schedule of Support and Expenses by Funding Source – State and Local Grants are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying supplementary information such as the schedule of expenditures of federal awards as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), is presented for purposes of additional analysis and is also not a required part of the 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

The Statement of Costs Claimed and Accepted has not been subjected to the auditing procedures applied in the audit of the financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 11, 2016, on our consideration of Family Services' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Family Services' internal control over financial reporting and compliance.

M. Green and Company LLP

Visalia, California
November 11, 2016

FAMILY SERVICES OF TULARE COUNTY
(A Non-Profit Corporation)
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2016

ASSETS

CURRENT ASSETS:

Cash and cash equivalents	\$ 441,701
Grants receivable	663,857
Accounts receivable	58,085
Prepaid expenses	<u>2,700</u>

Total current assets \$ 1,166,343

NON-CURRENT ASSETS:

Restricted cash and cash equivalents	21,633
Deposits	7,816
Property and equipment, at cost:	
Land	313,945
Buildings and improvements	1,527,400
Machinery and equipment	26,021
Furniture and fixtures	9,288
Vehicles	39,595
Less: accumulated depreciation	<u>(476,705)</u>

Total non-current assets 1,468,993

Total assets \$ 2,635,336

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES:

Notes payable, current portion	\$ 2,954
Accounts payable	129,924
Accrued liabilities	<u>96,256</u>

Total current liabilities \$ 229,134

NON-CURRENT LIABILITIES:

Notes payable, net of current portion	<u>1,365,674</u>
---------------------------------------	------------------

Total non-current liabilities 1,365,674

Total liabilities 1,594,808

NET ASSETS:

Unrestricted net assets, undesignated	940,791
Temporarily restricted net assets	<u>99,737</u>

Total net assets 1,040,528

Total liabilities and net assets \$ 2,635,336

The accompanying notes are an integral part of these statements.

FAMILY SERVICES OF TULARE COUNTY
(A Non-Profit Corporation)
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2016

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
SUPPORT:			
Government grants	\$ 3,366,377	\$ 101,503	\$ 3,467,880
Contributions	88,656	126,362	215,018
Fundraising	232,210	-	232,210
Total support	<u>3,687,243</u>	<u>227,865</u>	<u>3,915,108</u>
REVENUE:			
Counseling fees	306,607	-	306,607
Other revenue	57,134	-	57,134
Total revenue	<u>363,741</u>	<u>-</u>	<u>363,741</u>
NON-MONETARY DONATIONS	<u>169,800</u>	<u>-</u>	<u>169,800</u>
NET ASSETS RELEASED FROM RESTRICTIONS	<u>255,654</u>	<u>(255,654)</u>	<u>-</u>
TOTAL SUPPORT AND REVENUE	<u>4,476,438</u>	<u>(27,789)</u>	<u>4,448,649</u>
EXPENSES:			
Program services	3,914,556	-	3,914,556
Support services	420,495	-	420,495
Fundraising expenses	128,767	-	128,767
Total expenses	<u>4,463,818</u>	<u>-</u>	<u>4,463,818</u>
CHANGE IN NET ASSETS	12,620	(27,789)	(15,169)
Net assets, beginning of year	<u>928,171</u>	<u>127,526</u>	<u>1,055,697</u>
Net assets, end of year	<u>\$ 940,791</u>	<u>\$ 99,737</u>	<u>\$ 1,040,528</u>

The accompanying notes are an integral part of these statements.

FAMILY SERVICES OF TULARE COUNTY
(A Non-Profit Corporation)
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2016

	<u>Program Services</u>	<u>Support Services</u>	<u>Fundraising Services</u>	<u>Total</u>
Salaries and wages	\$ 2,067,121	\$ 238,476	\$ 13,377	\$ 2,318,974
Payroll taxes	140,854	18,135	888	159,877
Insurance	295,257	33,274	12,559	341,090
Retirement	20,315	2,226	98	22,639
Administrative	335,529	24,493	4,576	364,598
Travel and conferences	123,569	9,424	12,258	145,251
Rent	152,550	14,139	669	167,358
Utilities and telephone	133,307	9,717	2,197	145,221
Supplies	128,287	28,192	60,999	217,478
Equipment rental	18,539	2,847	3,114	24,500
Food	602	-	-	602
Printing and postage	3,731	842	44	4,617
Dues and memberships	1,310	4,215	-	5,525
General insurance	27,314	10,566	408	38,288
Advertising	232	2,008	-	2,240
Repairs and maintenance	111,432	12,242	16,101	139,775
Educational materials	16,658	227	254	17,139
Client assistance	282,166	-	-	282,166
Interest	-	300	-	300
Employee morale	-	400	-	400
Accounting and auditing	18,425	920	-	19,345
Bank charges	-	459	-	459
Cash over and short	-	2,646	-	2,646
Personnel recruitment	-	956	-	956
Staff training	945	1,330	-	2,275
Total before depreciation	3,878,143	418,034	127,542	4,423,719
Depreciation expense	36,413	2,461	1,225	40,099
Total expenses	<u>\$ 3,914,556</u>	<u>\$ 420,495</u>	<u>\$ 128,767</u>	<u>\$ 4,463,818</u>

The accompanying notes are an integral part of these statements.

FAMILY SERVICES OF TULARE COUNTY
(A Non-Profit Corporation)
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2016

CASH FLOWS FROM OPERATING ACTIVITIES:

Change in net assets	\$ (15,169)	
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	40,099	
Non-monetary donations	(169,800)	
Non-monetary expenses	166,846	
Changes in operating assets and liabilities:		
Decrease in grants receivable	145,753	
Increase in accounts receivable	(27,592)	
Increase in prepaid expenses	(1,300)	
Increase in deposits	(4,497)	
Decrease in accounts payable and accrued liabilities	(2,196)	
Net cash provided by operating activities	\$ 132,144	
Net increase in cash and cash equivalents		132,144
Cash and cash equivalents, beginning of year		331,190
Cash and cash equivalents, end of year		\$ 463,334

**SUPPLEMENTAL DISCLOSURES OF
CASH FLOW INFORMATION:**

Interest paid	\$ 300
Reduction of loan balances	\$ 2,954
Less annual amounts forgiven on loans	(2,954)
Net payments made on loans	\$ -

The accompanying notes are an integral part of these statements.

FAMILY SERVICES OF TULARE COUNTY
(A Non-Profit Corporation)
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1 – Nature of Activities

Family Services of Tulare County (Family Services) is a non-profit, charitable organization formed in 1983 to operate two emergency shelters and a full range of counseling services for victims of domestic violence.

The Organization's current operations consist of the following programs:

- Emergency shelter, including meals, for battered women and children. On-site case management and counseling is provided to adult residents. Child advocates assess the needs of child residents and provide education in a therapeutic setting.
- Community-wide domestic violence crisis intervention, treatments and prevention components include three 24 hour hotlines, legal assistance with restraining orders, individual and group counseling for children and teens impacted by domestic violence and victim support groups.
- Crisis intervention, prevention and treatment for sexual assault (molest, rape) victims. Includes 24 hour hospital support, court accompaniment and counseling.
- Domestic violence and sexual assault community awareness and prevention programs with emphasis on teens and young adult audiences.
- Batterer's treatment program for perpetrators of domestic violence.
- Anger management classes for abusing parents and individuals with impulse control issues.
- Training on domestic violence and sexual assault dynamics, issues and resources to impacted professionals such as health care providers, law enforcement, educators and child welfare workers.
- Parenting skills classes.
- Individual, couples and family therapy with special emphasis on high conflict divorce and abuse and neglect.
- Specialized individual and group counseling for the developmentally disabled including conflict management and socialization and intimacy training.
- Supervised visitation and exchange for children at potential risk from a non-custodial parent.
- Financial assistance with emergency needs and individual and group counseling to individuals with HIV/AIDS and their families.
- Fundraising efforts in support of the above families.
- Legal assistance to survivors of domestic violence, sexual assault and stalking.
- Administrative and fiscal management in support of the above programs.

Family Services conducts its affairs under the management of an elected Board of Directors, a salaried executive director, various paid staff and unpaid volunteers. Family Services is supported primarily through government grants.

FAMILY SERVICES OF TULARE COUNTY
(A Non-Profit Corporation)
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 2 – Summary of Significant Accounting Policies

Basis of Presentation

Financial statement presentation follows the requirements of the Financial Accounting Standards Board (FASB) Codification for "Financial Statements of Not-for-Profit Organizations". Under these standards, Family Services is required to report information regarding its financial position and activities into three classes of net assets: unrestricted net assets, temporarily restricted net assets and permanently restricted net assets.

Unrestricted - Net assets that are not subject to donor-imposed restrictions. Unrestricted net assets may be designated for specific purposes by action of the Board of Directors.

Temporarily Restricted - Net assets whose use by Family Services is subject to donor-imposed restrictions that can be fulfilled by actions of Family Services pursuant to those restrictions or that expire by the passage of time. Contributions whose restrictions are met in the same year are reported as unrestricted contributions.

Permanently Restricted - Net assets subject to donor-imposed restrictions that may be maintained permanently by Family Services. No permanently restricted assets were held as of June 30, 2016, and accordingly, these financial statements do not reflect any activity related to this class of net assets for the year ended June 30, 2016.

Revenue Recognition

Support received is recorded as unrestricted, temporarily restricted or permanently restricted support, depending on the existence and/or nature of any restrictions.

All 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 statement of activities as net assets released from restrictions. Furthermore, it is the policy of Family Services to show restricted support whose restrictions are met in the same reporting period as unrestricted support.

Use of Estimates

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

Cash and Cash Equivalents

Family Services maintains a general checking and savings account for operations. Family Services considers all highly liquid investments with a maturity of three months or less at the date of purchase to be cash and cash equivalents. The carrying amounts reported in the statements of financial position approximate fair value because of the short-term maturities of those instruments.

FAMILY SERVICES OF TULARE COUNTY
(A Non-Profit Corporation)
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 2 – Summary of Significant Accounting Policies (continued)

Accounts Receivable

Counseling fees are charged to patients on a sliding scale based on the patient's income and number of dependents. Most fees are paid at the time of service, however, prior arrangements for payments, third party reimbursements and other exceptions do occur. It is the policy of Family Services that a patient should not be seen if they are two payments behind. Any account which has not been paid within 90 days is written off as uncollectible. A list is kept of all accounts which have been written off. If a patient returns for counseling, all prior unpaid balances must be brought up to date before an appointment will be made.

Property and Equipment

Property and equipment that are purchased are shown at cost. Donations of property and equipment are recorded as support at their estimated fair market value at the date of donation. Such donations are reported as unrestricted support unless the donor has restricted the asset for a specific purpose. Generally all property and equipment with an acquisition cost of \$5,000 or more is capitalized, unless otherwise required by grantor agencies.

Depreciation is computed using the straight-line method over the estimated useful lives of the various assets.

Restricted Assets

Certain donor-restricted cash and cash equivalents that are designated for long-term purposes are reflected as restricted assets. Family Services has received donor-restricted contributions for specific program activities.

Compensated Absences

Employees of Family Services are entitled to paid vacation and paid sick days, depending on job classification, length of service and other factors. The amount of compensation for future absences cannot be reasonably estimated, and accordingly, no liability has been recorded in the accompanying financial statements. Family Services' policy is to recognize the costs of compensated absences when actually paid to employees.

Functional Allocation of Expenses

The costs of providing Family Services' programs and supporting services have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the program services, support services and fundraising services benefited.

Advertising

Family Services expenses advertising costs as the advertising expense is incurred.

FAMILY SERVICES OF TULARE COUNTY
(A Non-Profit Corporation)
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 3 – Income Taxes

Family Services is exempt from federal and state income taxes under Internal Revenue Code Section 501(c)(3) and California Revenue and Taxation Code Section 23701(d). Accordingly, no provision has been made for income taxes.

Accounting principles generally accepted in the United States of America require Family Services' management to evaluate tax positions taken by Family Services and recognize a tax liability (or asset) if Family Services has taken an uncertain position that more likely than not would not be sustained upon examination by the Internal Revenue Service or the California Franchise Tax Board. Family Services' management has analyzed the tax positions taken by Family Services, and has concluded that as of June 30, 2016, there were no uncertain positions taken or expected to be taken that would require recognition of a liability (or asset) or disclosure in the financial statements. Family Services is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress.

NOTE 4 – Grants Receivable

Grants receivable consists of funds expended for qualifying expenditures for which reimbursement has been committed by various funding agencies. Grants receivable as of June 30, 2016, consisted of the following:

Housing and Urban Development	\$ 50,587
California Office of Emergency Services	183,343
Tulare County Health & Human Services	91,229
First 5 of Tulare County	76,446
Tulare County Sheriff's Department	18,211
City of Tulare	54,277
California Department of Public Health	56,967
Superior Court of Tulare County	26,434
Tulare County Office of Education	1,177
Fresno Economic Opportunities Commission	11,637
United Way of Tulare County	24,380
Cutler-Orosi Unified School District	16,487
Office of Violence Against Women	45,713
Miscellaneous	6,969
Total	<u>\$ 663,857</u>

NOTE 5 – Concentration of Credit Risk

Family Services' maintains cash and cash equivalents with one bank located in California. Federally insured limits are \$250,000 for this account. Cash deposits in excess of federally insured limits at June 30, 2016, were \$264,127. Family Services has not experienced any losses relating to such investments.

FAMILY SERVICES OF TULARE COUNTY
(A Non-Profit Corporation)
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 6 – Line of Credit

On January 27, 2015, Family Services renewed a \$250,000 secured line of credit with Valley Business Bank to be drawn down as needed. The \$250,000 line of credit is available July through October while \$115,000 is available during the remaining term. The annual percentage rate on the outstanding balance is based on the Valley Business Bank base rate plus one percent which cannot be lower than 5.25 percent. This line of credit matured on February 1, 2016, and was renewed under the same terms and interest rate for another year, maturing February 1, 2017. The interest rate at June 30, 2016, was 5.5 percent per annum. The credit line is collateralized by a Deed of Trust on the Tulare shelter facility and all accounts, inventory, equipment and general intangibles. There was no outstanding balance at June 30, 2016.

NOTE 7 – Notes Payable

The following is a summary of Family Services' notes payable at June 30, 2016:

EHAPCD loan, dated in 2007, from the State of California for the development of the Tulare shelter. The loan term is 10 years and shall bear interest at three percent. Repayment of the loan is deferred as long as the development is used as an emergency shelter, a transitional housing facility or a safe haven. At the completion of the initial loan term, the loan shall be forgiven. The note is collateralized by real property in Tulare, California. \$ 320,000

EHAPCD loan, dated in 2010, from the State of California for the development of the Tulare Transitional Housing Facility. The loan term is 10 years and shall bear interest at three percent. Repayment of the loan is deferred as long as the development is used as an emergency shelter, a transitional housing facility or a safe haven. At the completion of the initial loan term, the loan shall be forgiven. The note is collateralized by real property in Tulare, California. 590,000

EHAPCD loan, dated in 2013, from the State of California for the development of the FSTC Transitional Housing. The loan term is 10 years and shall bear interest at three percent. Repayment of the loan is deferred as long as the development is used as an emergency shelter, a transitional housing facility or a safe haven. At the completion of the initial loan term, the loan shall be forgiven. The note is collateralized by real property in Visalia, California. 310,950

FAMILY SERVICES OF TULARE COUNTY
(A Non-Profit Corporation)
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 7 – Notes Payable (continued)

Note payable to the City of Visalia, formerly known as the Redevelopment Agency of the City of Visalia, dated December 2012, for the purchase of land. The loan term is 53 years with no interest. Repayment of the loan is deferred as long as the development is used to provide for the continued availability of the property to low-income persons or families. Annually, \$482 of the loan shall be forgiven until the loan is forgiven in full. The note is collateralized by real property in Visalia, California.

24,104

Note payable to the City of Visalia, formerly known as the Redevelopment Agency of the City of Visalia, dated December 2012, for the purchase of land. The loan term is 53 years with no interest. Repayment of the loan is deferred as long as the development is used to provide for the continued availability of the property to low-income persons or families. Annually, \$2,289 of the loan shall be forgiven until the loan is forgiven in full. The note is collateralized by real property in Visalia, California.

114,426

Note payable to the City of Visalia, formerly known as the Redevelopment Agency of the City of Visalia, dated December 2012, for the purchase of land. The loan term is 53 years with no interest. Repayment of the loan is deferred as long as the development is used to provide for the continued availability of the property to low-income persons or families. Annually, \$183 of the loan shall be forgiven until the loan is forgiven in full. The note is collateralized by real property in Visalia, California.

9,148

Total notes payable
Less current portion

1,368,628
(2,954)

Long-term portion

\$ 1,365,674

Annual required principal payments on these notes are as follows:

2017	\$	2,954
2018		322,954
2019		2,954
2020		2,954
2021		2,954
Thereafter		<u>1,033,858</u>
Total	\$	<u><u>1,368,628</u></u>

FAMILY SERVICES OF TULARE COUNTY
(A Non-Profit Corporation)
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 8 – Temporarily Restricted Net Assets

Temporarily restricted net assets consist of those funds received from various supporting agencies for which such funds were restricted or designated by the supporting agency for specific purposes. Temporarily restricted net assets were \$99,737, as of June 30, 2016.

NOTE 9 – Non-Monetary Donations

Non-monetary donations are valued at fair value at the time of donation. Donated services are of a professional nature and are provided by volunteers that serve in various programs of Family Services. The non-monetary donations for the year ended June 30, 2016, were \$169,800, of which \$166,846 and \$2,954 were for donated services and for annual amounts forgiven on loans, respectively.

NOTE 10 – Lease Commitments

Operating Leases

The lease for property located on West Murray in Visalia, California requires monthly rent payments of \$1,590. This lease expires March 31, 2020. Monthly rent payments increase to \$1,670 and \$1,750 on April 1, 2017 and April 1, 2019, respectively. Included in the lease agreement is an option to extend the lease at the expiration date for an additional three year term.

The lease for property located on West Myrtle Court in Visalia, California requires monthly rent payments of \$2,660 through June 30, 2018, subject to an increase/decrease annually January 1 of each year, when Section 8 Fair Market Rents are adjusted. Included in the lease is an option to extend the expiration date for an additional three year term.

The lease for property located on West Oak in Visalia, California requires monthly rent payments of \$3,145. This lease agreement expires on December 31, 2016. Management plans to renew this lease upon expiration.

The lease for property located on North Johnson in Visalia, California requires monthly rent payments of \$1,460. This lease expires July 31, 2018. Monthly rent expense is subject to a \$30 increase each July 15th.

The lease for property located on West Oak in Visalia, California requires monthly rent payments for a three year term starting January 1, 2013. Monthly rent expense is subject to a \$25 increase each January 1st. This lease was renewed effective January 1, 2016 for a period of two years. The renewal requires monthly rent payments of \$1,085, subject to a \$25 increase commencing January 1, 2017, and each year thereafter throughout the term of the lease.

The lease for property located on Third Street in Porterville, California requires monthly rent payments of \$795 for a two year term commencing April 14, 2015. Management plans to renew this lease upon expiration.

The lease for property located on West Center Street in Visalia, California required annual rent payments of \$1,404 for a two year term starting July 1, 2014. This lease was renewed July 1, 2016 with annual payments of \$1,404 for a one year term expiring June 30, 2017.

FAMILY SERVICES OF TULARE COUNTY
(A Non-Profit Corporation)
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 10 – Lease Commitments (continued)

Operating Leases (continued)

The lease for property located on Stevenson Street in Visalia, California required monthly rent payments of \$875 for a three year term commencing July 1, 2015. Monthly rent expense is subject to a \$25 increase commencing July 1, 2016, and each year thereafter throughout the term of the lease.

The lease for copiers with U.S. Bank Equipment Finance requires monthly payments of \$1,113 for a sixty month term commencing July 18, 2014. The lease agreement contains no purchase option.

The lease for a copier with U.S. Bank Equipment Finance requires annual payments of \$2,241 for a thirty-six month term commencing August 14, 2015. The lease agreement contains no purchase option.

Rent expense during the year ended June 30, 2016, was \$191,858.

As of June 30, 2016, the future minimum operating lease payments under these non-cancelable leases, are as follows:

2017	\$ 136,880
2018	81,076
2019	41,965
2020	<u>15,750</u>
Total	<u>\$ 275,671</u>

Family Services will receive no sublease revenue nor pay any contingent rental associated with these leases.

NOTE 11 – California Office of Emergency Services

During the year, Family Services had three grants from the California Office of Emergency Services (Cal OES). Each grant contained a cash portion and may have required additional local matching by Family Services. The revenue and expenses presented in the Supplemental Schedules of Support and Expenses by Funding Source under the Cal OES columns reflect only those items of income and expense attributable to the cash portion of the grants. Amounts attributable to the local matching requirements, are detailed below:

	Domestic Violence	Rape Crisis	Child Abuse Treatment Program
<u>Personal Services:</u>			
Unrestricted fund:			
Other sources	\$ 5,182	\$ -	\$ 34,022
In-kind volunteers	-	60,126	148
State of California:			
Shelter relief staff	<u>14,821</u>	<u>-</u>	<u>-</u>
Totals	<u>\$ 20,003</u>	<u>\$ 60,126</u>	<u>\$ 34,170</u>

FAMILY SERVICES OF TULARE COUNTY
(A Non-Profit Corporation)
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 12 – Retirement Plan

Employees of Family Services are covered under a 403(b) Retirement Plan. All employees are eligible to participate in this tax-sheltered annuity and are allowed to make elective deferrals as of the first day of employment. For employees working a minimum of 30 hours per week, following the first two months of employment, Family Services contributes a dollar for every employee's dollar contribution with a maximum of \$50 per month. All employees are allowed access to the plan after reaching the age of 59 ½. The total contribution for the year ended June 30, 2016, was \$22,639.

NOTE 13 – Fair Value

Accounting principles generally accepted in the United States of America require disclosure of an estimate of fair value of certain financial instruments. Family Services' significant financial instruments are cash and cash equivalents, grants receivable and other short-term assets and liabilities. For these financial instruments, carrying values approximate fair value.

NOTE 14 – Subsequent Events

Management has evaluated subsequent events through November 11, 2016, the date on which the financial statements were available to be issued, and has determined that no adjustments are necessary to the amounts reported in the accompanying financial statements. However, subsequent events have occurred, the nature of which have been disclosed in Note 10.

OTHER SUPPLEMENTARY INFORMATION

FAMILY SERVICES OF TULARE COUNTY
(A Non-Profit Corporation)
SUPPLEMENTAL SCHEDULE OF SUPPORT AND EXPENSES
BY FUNDING SOURCE – FEDERAL FINANCIAL ASSISTANCE
FOR THE YEAR ENDED JUNE 30, 2016

	California Office of Emergency Services	Violence Against Women Office	Federal Emergency Management Agency	California Department of Public Health	Department of Housing and Urban Development	Tulare County Health and Human Services Agency	Tulare County Sheriff's Department	Superior Court of Tulare County	Fresno Economic Opportunities Commission	City of Tulare	Total
Support:											
Government grants	\$ 558,282	\$ 193,565	\$ 13,928	\$ 151,400	\$ 254,153	\$ 301,842	\$ 20,598	\$ 91,085	\$ 17,645	\$ 217,051	\$ 1,819,549
Counseling fees	-	-	-	-	-	-	-	-	-	16,353	16,353
Total support	558,282	193,565	13,928	151,400	254,153	301,842	20,598	91,085	17,645	233,404	1,835,902
Expenses:											
Salaries and wages	335,412	80,440	4,700	62,609	80,926	140,598	14,016	61,815	9,420	43,663	833,599
Payroll taxes	25,477	6,116	345	4,279	6,135	10,712	1,049	4,632	692	3,393	62,830
Insurance	54,258	5,853	1,023	7,108	10,218	13,608	2,180	8,992	847	3,862	107,949
Retirement	3,969	791	79	819	675	1,358	192	611	61	459	9,044
Administrative	21,032	41,503	1,980	406	520	7,774	550	1,704	639	138	76,246
Travel and conferences	8,992	23,972	341	16,091	3,073	6,563	2,235	904	1,107	3,469	66,747
Rent	18,997	8,687	90	4,414	58,236	9,683	-	6,484	780	3,552	110,903
Utilities and telephone	22,067	4,039	5,952	4,326	24,403	8,141	376	2,966	1,116	4,076	77,482
Supplies	39,411	10,662	1,604	2,855	5,934	4,812	-	1,144	1,718	716	68,856
Equipment rental	1,757	860	28	625	934	908	-	437	88	948	6,585
Food	-	-	602	-	-	-	-	-	-	-	602
Printing postage	703	168	71	115	165	254	-	27	17	116	1,636
Dues and memberships	300	160	-	-	-	-	-	-	-	-	460
General insurance	1,877	4,907	61	636	1,209	1,496	-	695	31	547	11,459
Advertising	180	-	-	-	-	32	-	-	-	-	212
Repairs and maintenance	9,184	1,660	6,646	1,052	7,674	17,113	-	412	200	1,203	45,124
Educational materials	657	-	-	-	-	977	-	-	-	-	1,834
Client assistance	13,809	3,587	277	45,895	57,618	26,530	-	-	909	169,199	317,624
Employee morale	-	-	-	-	-	540	-	-	-	-	540
Accounting and auditing	-	-	-	370	1,600	2,000	-	481	-	360	4,811
Staff training	-	170	-	-	-	229	-	-	-	-	399
Total expenses	558,282	193,565	23,799	151,400	259,320	253,308	20,598	91,324	17,645	235,701	1,804,942
Excess revenue (expense)	\$ -	\$ -	\$ (9,871)	\$ -	\$ (5,167)	\$ 48,534	\$ -	\$ (239)	\$ -	\$ (2,297)	\$ 30,960

FAMILY SERVICES OF TULARE COUNTY
(A Non-Profit Corporation)
SUPPLEMENTAL SCHEDULE OF SUPPORT AND EXPENSES
BY FUNDING SOURCE - STATE AND LOCAL GRANTS
FOR THE YEAR ENDED JUNE 30, 2016

	California Office of Emergency Services	Tulare County Health and Human Services Agency	Tulare County Sheriff's Department	Tulare County Clerk/ Recorder	First 5 of Tulare County	Tulare County Office of Education	Cutler-Orosi Unified School District	Total
Support:								
Government grants	\$ 217,114	\$ 776,302	\$ 212,411	\$ 37,338	\$ 318,218	\$ 21,793	\$ 65,155	\$ 1,648,331
Total support	217,114	776,302	212,411	37,338	318,218	21,793	65,155	1,648,331
Expenses:								
Salaries and wages	134,392	349,828	128,630	14,821	201,608	10,518	37,371	877,168
Payroll taxes	10,005	25,638	10,166	918	14,972	798	2,440	64,937
Insurance	21,124	64,406	24,590	2,820	33,337	1,201	3,391	150,869
Retirement	1,692	3,252	1,857	174	2,008	-	156	9,139
Administrative	2,362	244,183	5,716	3,706	5,354	2,496	2,345	266,162
Travel and conferences	5,047	26,376	9,591	134	7,772	1,061	1,129	51,110
Rent	3,476	4,383	2,007	743	7,522	-	202	18,333
Utilities and telephone	1,477	10,181	2,610	13,883	5,220	-	396	33,767
Supplies	15,733	1,957	1,074	764	2,963	300	6,183	28,974
Equipment rental	3,193	2,240	310	72	840	-	25	6,680
Printing postage	69	716	213	96	419	24	65	1,602
General insurance	3,600	4,530	1,511	401	2,520	107	334	13,003
Repairs and maintenance	2,967	5,381	615	181	3,579	-	64	12,787
Educational materials	-	2,701	166	-	10,078	-	473	13,418
Client assistance	10,142	31,339	17,248	3,219	18,121	984	2,973	84,026
Accounting and auditing	1,835	3,000	2,750	1,041	1,905	500	478	11,509
Total expenses	217,114	780,111	209,054	42,973	318,218	17,989	58,025	1,643,484
Excess revenue (expense)	\$ -	\$ (3,809)	\$ 3,357	\$ (5,635)	\$ -	\$ 3,804	\$ 7,130	\$ 4,847

FAMILY SERVICES OF TULARE COUNTY
(A Non-Profit Corporation)
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2016

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
<u>U.S. Department of Housing and Urban Development (HUD):</u>			
Passed Through the State of California Department of Public Health: Housing Opportunities for Persons with AIDS	14.241	2329	\$ 67,878
Passed Through the Office of Community Planning and Development: Continuum of Care Program	14.267	**	259,320
Passed Through the City of Tulare: Shelter Plus Care	14.238	**	219,481
Total U.S. Department of Housing and Urban Development (HUD)			546,679
<u>U.S. Department of Justice:</u>			
Passed Through Office of Violence Against Women: Enhanced Training and Services to End Violence and Abuse of Women Later in Life	16.528	**	56,303
Legal Assistance for Victims	16.524	**	137,262
Total Passed Through Office of Violence Against Women			193,565
Passed Through California Office of Emergency Services: Crime Victims Assistance	16.575	18200	360,179
Passed Through the Fresno Economic Opportunities Commission: Crime Victims Assistance	16.575	**	7,645
Total Crime Victims Assistance			367,824
Passed Through the Office of Tulare County Sheriff: Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program	16.588	18451	20,598
Total U.S. Department of Justice			581,967
<u>U.S. Department of Health and Human Services:</u>			
Passed Through the State of California Department of Public Health: Injury Prevention and Control Research and State and Community Based Programs	93.136	09-11593	83,522
Passed Through the County of Tulare HHSA: Temporary Assistance for Needy Families	93.558	**	152,352
HIV Care Formula Grants	93.917	4607	46,254
Block Grants for Prevention and Treatment of Substance Abuse	93.959	4730	50,578
Total Passed Through County of Tulare HHSA			249,184
Passed Through the County of Tulare Superior Court: Grants to States for Access and Visitation Programs	93.597	**	91,084
Passed Through the California Office of Emergency Services: Family Violence Prevention and Services/Grants for Battered Women's Shelters-Grants to States and Indian Tribes	93.671	18234	198,103
Passed Through the Fresno Economic Opportunities Commission: Services to Victims of a Severe Form of Trafficking	93.598	**	10,000
Total U.S. Department of Health and Human Services			631,893
<u>U.S. Department of Homeland Security:</u>			
Passed Through the Federal Emergency Management Agency: Emergency Food and Shelter National Board Program	97.024	**	23,799
Total U.S. Department of Homeland Security			23,799
Total Expenditures of Federal Awards			\$ 1,784,358

** Indicates that the PCA number was not available.

FAMILY SERVICES OF TULARE COUNTY
(A Non-Profit Corporation)
NOTES TO THE SCHEDULE OF
EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2016

NOTE 1 – Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Family Services and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*.

NOTE 2 – De Minimis Cost Rate

The Organization did not elect to use the de minimis cost rate.

NOTE 3 – Subrecipients

Of the federal expenditures presented in the Schedule, Family Services had no subrecipients that were provided federal awards.

FAMILY SERVICES OF TULARE COUNTY
(A Non-Profit Corporation)
STATEMENT OF COSTS CLAIMED AND ACCEPTED
FOR THE YEAR ENDED JUNE 30, 2016

	Costs Claimed	Costs Accepted		
	2016	Actual	Matching	Total
Child Abuse Treatment (CHAT)				
Grant Number AT14111248, Grant Period (10/1/14 - 9/30/15)				
Current Period Revenue \$254,260				
Personal Services	\$ 34,115	\$ 33,967	\$ 148	\$ 34,115
Operating Services	8,735	8,735	-	8,735
Equipment	-	-	-	-
Totals	<u>\$ 42,850</u>	<u>\$ 42,702</u>	<u>\$ 148</u>	<u>\$ 42,850</u>

Child Abuse Treatment (CHAT)				
Grant Number XT15011248, Grant Period (4/1/16 - 3/31/18)				
Current Period Revenue \$562,500				
Personal Services	\$ 36,738	\$ 2,716	\$ 34,022	\$ 36,738
Operating Services	7,375	7,375	-	7,375
Equipment	-	-	-	-
Totals	<u>\$ 44,113</u>	<u>\$ 10,091</u>	<u>\$ 34,022</u>	<u>\$ 44,113</u>

Domestic Violence (DV)				
Grant Number DV15291248, Grant Period (7/1/15 - 6/30/16)				
Current Period Revenue \$493,929				
Personal Services	\$ 393,108	\$ 378,287	\$ 14,821	\$ 393,108
Operating Services	100,821	95,639	5,182	100,821
Equipment	-	-	-	-
Totals	<u>\$ 493,929</u>	<u>\$ 473,926</u>	<u>\$ 20,003</u>	<u>\$ 493,929</u>

Rape Crisis (RC)				
Grant Number RC14231248, Grant Period (9/1/14 - 8/31/15)				
Current Period Revenue \$217,430				
Personal Services	\$ 38,218	\$ 38,218	\$ -	\$ 38,218
Operating Services	11,326	11,326	-	11,326
Equipment	-	-	-	-
Totals	<u>\$ 49,544</u>	<u>\$ 49,544</u>	<u>\$ -</u>	<u>\$ 49,544</u>

Rape Crisis (RC)				
Grant Number RC15241248, Grant Period (9/1/15 - 8/31/16)				
Current Period Revenue \$314,761				
Personal Services	\$ 227,232	\$ 167,106	\$ 60,126	\$ 227,232
Operating Services	75,009	75,009	-	75,009
Equipment	-	-	-	-
Totals	<u>\$ 302,241</u>	<u>\$ 242,115</u>	<u>\$ 60,126</u>	<u>\$ 302,241</u>

OTHER INDEPENDENT AUDITORS' REPORTS



REBECCA AGREDANO, C.P.A.

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MARLA D. BORGES, C.P.A.

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KENNETH B. NUNES, C.P.A.

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KENNETH W. WHITE, JR., C.P.A.

Consultant

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

INDEPENDENT AUDITORS' REPORT

Board of Directors Family Services of Tulare County

We have audited, in accordance with the 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, the financial statements of Family Services of Tulare County (Family Services), a California non-profit corporation, which comprise the statement of financial position as of June 30, 2016, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements and have issued our report thereon dated November 11, 2016.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Family Services' internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Family Services' internal control. Accordingly, we do not express an opinion on the effectiveness of Family Services' internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Dinuba
Hanford
Tulare
Visalia

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Family Services' financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of Family Services in a separate letter dated November 11, 2016.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Family Services' internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

M Green and Company LLP

Visalia, California
November 11, 2016



REBECCA AGREDANO, C.P.A.

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*Dina
Hanford
Tulare
Visalia*

**REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM;
REPORT ON INTERNAL CONTROL OVER COMPLIANCE;
AND REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
REQUIRED BY THE UNIFORM GUIDANCE**

INDEPENDENT AUDITORS' REPORT

Board of Directors
Family Services of Tulare County

Report on Compliance for Each Major Federal Program

We have audited Family Services of Tulare County's (Family Services) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on Family Services' major federal program for the year ended June 30, 2016. Family Services' major federal program is identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for Family Services' major federal program based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on the major federal program occurred. An audit includes examining, on a test basis, evidence about Family Services' compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for the major federal program. However, our audit does not provide a legal determination of Family Services' compliance.

Opinion on Each Major Federal Program

In our opinion, Family Services complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2016.

Report on Internal Control Over Compliance

Management of Family Services is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Family Services' internal control over compliance with the types of requirements that could have a direct and material effect on the major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for the major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Family Services' internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of Family Services as of and for the year ended June 30, 2016, and have issued our report thereon dated November 11, 2016, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

McGraw and Company LLP

Visalia, California
November 11, 2016

FINDINGS AND QUESTIONED COSTS

FAMILY SERVICES OF TULARE COUNTY
(A Non-Profit Corporation)
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2016

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued:

Unmodified

Internal control over financial reporting:

One or more material weaknesses identified?

 Yes X No

One or more significant deficiencies identified that
are not considered to be material weaknesses?

 Yes X None reported

Non-compliance material to financial statements noted?

 Yes X No

Federal Awards

Internal control over major programs:

One or more material weaknesses identified?

 Yes X No

One or more significant deficiencies identified that
are not considered to be material weaknesses?

 Yes X None reported

Type of auditors' report issued on compliance for major programs:

Unmodified

Any audit findings disclosed that are required to be reported in
accordance with 2 CFR Section 200.516(a) of Uniform Guidance?

 Yes X No

Identification of major programs:

CFDA Number
16.575

Name of Federal Program or Cluster
Crime Victims Assistance

Dollar threshold used to distinguish between Type A
and Type B programs:

\$ 750,000

Auditee qualified as low-risk auditee?

 X Yes No

FAMILY SERVICES OF TULARE COUNTY
(A Non-Profit Corporation)
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2016

Section II – Financial Statement Findings

NONE

Section III – Federal Findings

NONE

**FAMILY SERVICES OF TULARE COUNTY
(A Non-Profit Corporation)
SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2016**

<u>Finding/Recommendation</u>	<u>Current Status</u>	<u>Explanation if not Implemented</u>
There were no prior year findings.		