



# Lockart, Atchley & Associates, L.L.P.

CERTIFIED PUBLIC ACCOUNTANTS AND BUSINESS ADVISORS

**RSM McGladrey Network**

An Independently Owned Member

## REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

James E. Lockart, CPA  
Karen E. Atchley, CPA  
Nancy E. Boyd, CPA  
Dan A. Shaner, CPA  
Evonne G. Jones, CPA  
Joyce J. Smith, CPA  
Harold F. Ingersoll, CPA  
Ronny Armstrong, CPA

To The Board of Directors  
Helping Hand Home for Children, Inc., and  
Helping Hand Home Foundation, Inc.

We have audited the accompanying combined statement of financial position of the Helping Hand Home for Children, Inc. and the Helping Hand Home Foundation, Inc., (collectively, Helping Hand), as of June 30, 2009, and the related combined statements of activities and changes in net assets, functional expenses and cash flows for the year then ended. These financial statements are the responsibility of the Helping Hand's management. 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. 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 audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the combined financial position of Helping Hand as of June 30, 2009, and the results of their combined operations and their combined cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

*Lockart, Atchley & Associates, LLP*

Austin, Texas

October 28, 2009

HELPING HAND HOME FOR CHILDREN, INC.  
AND HELPING HAND HOME FOUNDATION, INC.  
COMBINED STATEMENT OF FINANCIAL POSITION  
AS OF JUNE 30, 2009

	Helping Hand Home	Foundation	Total
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	\$ 346,499	\$ 868,218	\$ 1,214,717
Investments	-	3,783,906	3,783,906
Accounts receivable	313,781	-	313,781
Prepaid expense	58,885	-	58,885
Due to/from home	(11,748)	11,748	-
Total current assets	<u>707,417</u>	<u>4,663,872</u>	<u>5,371,289</u>
<b>Property and Equipment</b>			
Land	659,380	-	659,380
Buildings and Equipment	4,020,667	-	4,020,667
Vehicles	108,914	-	108,914
Accumulated depreciation	(1,531,457)	-	(1,531,457)
Total property and equipment	<u>3,257,504</u>	<u>-</u>	<u>3,257,504</u>
Total assets	<u>\$ 3,964,921</u>	<u>\$ 4,663,872</u>	<u>\$ 8,628,793</u>
<b>LIABILITIES AND NET ASSETS</b>			
<b>Current Liabilities</b>			
Accounts payable	\$ 56,187	\$ -	\$ 56,187
Accrued liabilities	150,124	-	150,124
Deferred revenue	359,358	-	359,358
Total current liabilities	<u>565,669</u>	<u>-</u>	<u>565,669</u>
Unrestricted net assets	3,328,970	4,663,872	7,992,842
Temporarily restricted net assets	70,282	-	70,282
Total net assets	<u>3,399,252</u>	<u>4,663,872</u>	<u>8,063,124</u>
Total liabilities and net assets	<u>\$ 3,964,921</u>	<u>\$ 4,663,872</u>	<u>\$ 8,628,793</u>

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

HELPING HAND HOME FOR CHILDREN, INC.  
AND HELPING HAND HOME FOUNDATION, INC.  
COMBINED STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS  
FOR THE YEAR ENDED JUNE 30, 2009

	Helping Hand Home	Foundation	Total
<b>CHANGES IN UNRESTRICTED NET ASSETS</b>			
Public support and revenue:			
Program Revenue	\$ 2,839,602	\$ -	\$ 2,839,602
Contributions and public support	126,929	72,671	199,600
Grants	78,627	-	78,627
Fundraising events	1,289,668	-	1,289,668
In-kind support	93,703	-	93,703
Investment income (loss)	2	(574,306)	(574,304)
Gain (loss) on sale of assets	(34,446)	-	(34,446)
Total unrestricted public support and revenue	4,394,085	(501,635)	3,892,450
Contributions from Foundation to Home	265,749	(265,749)	-
Contributions from Home to Foundation	(150,000)	150,000	-
Net assets released from restrictions:			
Restrictions satisfied by payments	269,531	-	269,531
Total unrestricted public support, revenue and net assets released from restrictions	4,779,365	(617,384)	4,161,981
Expenses			
Program services:			
Residential Treatment Center	3,003,382	-	3,003,382
Foster Care	435,047	-	435,047
UT Charter School	330,508	-	330,508
Total program expenses	3,768,937	-	3,768,937
Supporting services:			
Management and general	405,585	45,990	451,575
Fundraising	545,299	-	545,299
Total supporting services	950,884	45,990	996,874
Total expenses	4,719,821	45,990	4,765,811
Increase (decrease) in unrestricted net assets	59,544	(663,374)	(603,830)

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