

**THE PARENT CHILD CENTER OF TULSA, INC.**  
CONSOLIDATED FINANCIAL STATEMENTS  
AS OF DECEMBER 31, 2013 AND 2012  
TOGETHER WITH  
INDEPENDENT AUDITOR'S REPORT

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# HEATHERINGTON & FIELDS

*Certified Public Accountants*

## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of  
The Parent Child Center of Tulsa, Inc.:

### **Report on the Financial Statements**

We have audited the accompanying consolidated financial statements of The Parent Child Center of Tulsa, Inc. (a nonprofit organization), which comprise the statements of financial position as of December 31, 2013 and 2012, and the related statements of activities, functional expenses and cash flows for the years 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 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 financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditor's 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 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 from 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 auditor's 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 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 consolidated financial statements referred to above present fairly, in all material respects, the financial position of The Parent Child Center of Tulsa, Inc. as of December 31, 2013 and 2012, and the changes in its net assets and its cash flows for the years 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 consolidated financial statements as a whole. The accompanying schedule of expenditures of federal and state awards, as required by *Government Auditing Standards*, and the supplemental schedules on pages 16-18, as required by the Oklahoma Department of Human Services are presented for purposes of additional analysis and are 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.

## ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated May 20, 2014 on our consideration of The Parent Child Center of Tulsa, Inc.'s 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 The Parent Child Center of Tulsa, Inc.'s internal control over financial reporting and compliance.



Tulsa, Oklahoma  
May 20, 2014

**THE PARENT CHILD CENTER OF TULSA, INC.**  
**CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**  
**DECEMBER 31, 2013 AND 2012**

	<u>2013</u>	<u>2012</u>
ASSETS:		
Cash and cash equivalents	\$ 1,485,287	\$ 1,318,834
Grants receivable	234,892	126,794
Foundation grant receivable	89,900	176,700
Pledges receivable, net of allowance for doubtful pledges	406,474	373,700
Prepaid insurance	15,898	15,270
Other prepaid	6,585	9,272
Endowment trust investments, at fair market value	3,193,285	3,049,951
Property and equipment, net of accumulated depreciation	1,105,623	1,131,691
Beneficial interest in assets held by Community Foundation	366,759	318,698
Other assets	-	8,000
	<u>                    </u>	<u>                    </u>
Total Assets	<u>\$ 6,904,703</u>	<u>\$ 6,528,910</u>
LIABILITIES:		
Accounts payable and accrued expenses	15,239	19,603
Deferred revenue	244,189	244,147
	<u>                    </u>	<u>                    </u>
Total Liabilities	<u>259,428</u>	<u>263,750</u>
NET ASSETS:		
Unrestricted	3,727,613	3,600,115
Temporarily restricted	744,677	762,626
Permanently restricted	2,172,985	1,902,419
	<u>                    </u>	<u>                    </u>
Total Net Assets	<u>6,645,275</u>	<u>6,265,160</u>
	<u>                    </u>	<u>                    </u>
Total Liabilities and Net Assets	<u>\$ 6,904,703</u>	<u>\$ 6,528,910</u>

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

**THE PARENT CHILD CENTER OF TULSA, INC.**  
**CONSOLIDATED STATEMENTS OF ACTIVITIES**  
**FOR THE YEARS ENDED DECEMBER 31, 2013 AND 2012**

	<u>2013</u>	<u>2012</u>
Changes in Unrestricted Net Assets:		
Public Support:		
Contributions	\$ 606,359	\$ 451,008
United Way contributions	556,796	588,026
Special fund raising events	556,458	460,858
Government grant revenue	844,827	809,770
Other grant revenue	-	1,421
Total Public Support	<u>2,564,440</u>	<u>2,284,853</u>
Other Revenues:		
Program service fees	24,243	27,255
Interest income	49	97
Other income	993	2,075
Realized and unrealized gain on investments	104,085	114,164
Total Other Revenues	<u>129,370</u>	<u>169,821</u>
Net Assets Released from Temporary Restrictions	<u>670,055</u>	<u>705,105</u>
Net Assets Released from Permanent Restrictions	<u>138,864</u>	<u>155,154</u>
Total Unrestricted Revenues and Public Support	<u>3,502,729</u>	<u>3,314,933</u>
Expenses:		
Management and general	377,439	411,372
Fundraising	434,299	391,005
Primary Prevention	252,468	329,379
Secondary Prevention	1,252,324	1,268,312
Tertiary Prevention	1,058,701	1,029,923
Total Unrestricted Expenses	<u>3,375,231</u>	<u>3,429,991</u>
Increase (Decrease) in Unrestricted Net Assets	<u>127,498</u>	<u>(115,058)</u>
Changes in Temporarily Restricted Net Assets:		
Contributions	652,106	877,522
Net assets released from restrictions	<u>(670,055)</u>	<u>(705,105)</u>
Increase (Decrease) in Temporarily Restricted Net Assets	<u>(17,949)</u>	<u>172,417</u>
Changes in Permanently Restricted Net Assets:		
Contribution	-	5,000
Investment income	81,535	121,247
Realized and unrealized gain (loss) on investments	327,895	179,523
Investment income available for operations	<u>(138,864)</u>	<u>(155,154)</u>
Increase in Permanently Restricted Net Assets	<u>270,566</u>	<u>150,616</u>
Increase in Net Assets	<u>380,115</u>	<u>207,975</u>
Net Assets, beginning of year	<u>6,265,160</u>	<u>6,057,185</u>
Net Assets, end of year	<u>\$ 6,645,275</u>	<u>\$ 6,265,160</u>

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

**THE PARENT CHILD CENTER OF TULSA, INC.**  
**CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED DECEMBER 31, 2013 AND TOTALS ONLY FOR 2012**

	Mgmt. & General	Fundraising	Primary Prevention	Secondary Prevention	Tertiary Prevention	2013 Total	2012 Total
Salaries and Wages	\$ 213,787	\$ 235,165	\$ 171,029	\$ 791,010	\$ 726,874	2,137,865	\$ 2,149,133
Employee Benefits and Taxes	45,063	49,569	36,050	166,733	153,214	450,629	482,219
Sub-total:	258,850	284,734	207,079	957,743	880,088	2,588,494	2,631,352
In-Kind Contributions	-	-	1,433	28,629	17,885	47,947	29,581
Occupancy	7,503	8,254	6,003	74,576	25,512	121,848	76,962
Supplies	3,463		5,589	10,903	13,047	33,002	63,554
Special Events		95,051				95,051	78,643
Professional Fees	14,937	21,393	5,959	27,559	29,384	99,232	160,857
Travel	1,621	1,139	6,280	35,799	5,244	50,083	50,875
Telephone	1,988	1,593	3,083	12,331	7,347	26,342	20,728
Printing & Publications	1,788	3,899	436	2,212	714	9,049	9,412
Postage & Shipping	580	837	21	175	88	1,701	7,201
Conferences & Meetings	10,191	1,340	4,824	29,645	25,498	71,498	70,909
Equipment Rental/Maintenance	14,722	4,578	3,330	26,709	14,718	64,057	73,110
Specific Assistance	-	-	-	6,906	2,742	9,648	11,319
Insurance	2,987	3,286	2,390	11,053	10,157	29,873	22,630
Membership Fees	381	296	296	1,153	994	3,120	4,111
New equipment/furnishing	-	-	-	363	869	1,232	7,745
Depreciation	7,181	7,899	5,745	26,568	24,414	71,807	68,162
Bad debt expense	51,247	-	-	-	-	51,247	42,840
Total Functional Expenses	\$ 377,439	\$ 434,299	\$ 252,468	\$ 1,252,324	\$ 1,058,701	\$ 3,375,231	\$ 3,429,991

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

**THE PARENT CHILD CENTER OF TULSA, INC.**  
**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE YEARS ENDED DECEMBER 31, 2013 AND 2012**

	<u>2013</u>	<u>2012</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Change in net assets	\$ 380,115	\$ 207,975
Adjustments to reconcile the change in net assets to		
Cash provided by operating activities:		
Depreciation	71,806	68,162
Realized and unrealized (gain) / loss on investments	(431,980)	(293,687)
Loss on sale of asset	7,454	-
(Increase) decrease in:		
Grants receivable	(108,098)	28,711
Foundation grant receivable	86,800	(176,700)
Pledges receivable	(32,774)	(8,805)
Prepaid assets	2,059	14,802
Increase (decrease) in:		
Deferred revenue	42	109,343
Accounts payable and accrued expenses	(4,364)	(734)
	<u>(28,940)</u>	<u>(50,933)</u>
Net Cash Provided (Used) by Operating Activities		
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchase of fixed assets	(45,738)	(48,406)
Proceeds from sale of asset	546	-
Investment transactions (net)	<u>240,585</u>	<u>(38,830)</u>
Net Cash (Provided) Used by Investing Activities	<u>195,393</u>	<u>(87,236)</u>
Net Increase (Decrease) in Cash	166,453	(138,169)
Cash and Cash Equivalents, beginning of year	<u>1,318,834</u>	<u>1,457,003</u>
Cash and Cash Equivalents, end of year	<u>\$ 1,485,287</u>	<u>\$ 1,318,834</u>

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



**THE PARENT CHILD CENTER OF TULSA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED DECEMBER 31, 2013 AND 2012**

(1) ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

The Parent Child Center of Tulsa, Inc. (the Organization) is a private, nonprofit family assistance center, which was established on November 13, 1980, for the purpose of reducing the incidence and severity of child abuse and neglect in Oklahoma. The Parent Child Center of Tulsa Endowment Trust (Trust), established January 13, 2004, is a private endowment operated as a support organization for the Parent Child Center. These consolidated financial statements include the accounts of both entities. All significant intercompany accounts and transactions have been eliminated.

Programs

The agency operates an array of programs and services relevant to its mission to prevent child abuse and neglect. In 2010, the agency adopted the nationally recognized three levels of prevention services to better describe the scope of its work. Primary Prevention services prevent abuse and neglect through education. These community education programs are high volume, low intensity short duration and do not assess individual risk for abuse and neglect. Secondary Prevention services protect from abuse and neglect through targeted interventions with families with known risk characteristics. These services are offered primarily in the home and are designed to improve child safety and well being. Tertiary Prevention services help parents and children heal through treatment. These intensive therapeutic services help break the cycle for the next generation by working with parents and children who have been victims of abuse and neglect.

Significant Accounting Policies

The accounting policies of the Organization conform to generally accepted accounting principles as applicable to voluntary health and welfare organizations. The significant accounting policies of the organization are described below.

Basis of Accounting -

The Organization prepares its financial statements on the accrual basis of accounting. Accordingly, revenues are recognized when earned, and expenses are recognized when incurred.

(1) ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES  
(continued)

Endowment -

The Organization has an Endowment Trust which is managed by a board of five Trustees. This Board of Trustees includes three business leaders from the community plus the President and Treasurer of the PCC Board of Directors, the governing body of the Organization. Income from the Trust may be distributed to the Organization for unrestricted use unless restricted by the donor. The unrestricted principal of the Trust may be distributed to the Organization with Board of Trustees approval.

Net Assets -

The net assets of the Organization have been classified as unrestricted, temporarily restricted, and permanently restricted, in accordance with FASB ASC 958, Not-For-Profit Entities. Designated net assets reflect balances which have been allocated for specific purposes by the Organization's Board of Directors.

Estimates -

The preparation of financial statements in conformity with generally accepted accounting principles 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 dates 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 -

Cash equivalents include short-term investments. The Organization considers all highly liquid debt instruments with maturities of three months or less, at date of purchase, to be cash equivalents. Cash equivalents are recorded at cost, which approximates market.

Endowment Investments, at fair market value -

The fair market values of securities held in the Parent Child Center's Endowment accounts at December 31, 2013, are as follows:

	<u>Cost</u>	<u>Market Value</u>
Equities and mutual funds	<u>\$ 2,292,427</u>	<u>\$ 3,193,285</u>

The Organization adopted FASB ASC 820, "Fair Value Measurements" as of June 30, 2010. ASC 820 defines fair value, establishes a framework for measuring fair value under GAAP and enhances disclosures about fair value measurements. Fair value is defined under ASC 820 as the price that would be received for an asset or paid to transfer a liability (an exit price) in the principal market for the asset or liability in an orderly transaction between market participants on the measurement date. Fair market values are based on the fair value hierarchy. The standard describes three levels of inputs that may be used to measure fair value as provided below.

- Level 1 Quoted prices in active markets for identical assets or liabilities.
- Level 2 Observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities: quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the asset or liability.
- Level 3 Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the asset or liability.

All of the Organization's investments are recorded at fair value on a recurring basis and based on Level 1 inputs.

#### Pledges Receivable -

Pledges receivable are stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible amounts through a provision for bad debt expense and an adjustment to a valuation allowance based on its assessment of the current status of individual accounts. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance and a credit pledge receivable. The balance in the valuation allowance totaled approximately \$46,000 and \$42,000 for the years ended December 31, 2013 and 2012, respectively.

#### Property and Depreciation -

The Organization follows the practice of capitalizing all expenditures for equipment in excess of \$500. Depreciation is computed using the straight-line method over the estimated useful life of the assets ranging from three to ten years for equipment and forty years for the building.

#### Other Assets -

Other assets represent a timeshare owned by the Organization. The annual time allotment may be auctioned off during the Toyland Ball annual fundraising event. The time share was sold during 2013.

#### Donated Assets -

Donated marketable securities and other non-cash donations are reflected as contributions in the accompanying statements at their estimated fair value at date of receipt.

#### Donated Property and Equipment -

Donations of property and equipment are recorded as contributions at their estimated fair value at the date of donation. Such donations are reported as unrestricted contributions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service. The Organization reclassifies temporarily restricted net assets to unrestricted net assets at that time.

#### Contributed Services and Facilities -

The Organization recognizes contribution revenue for certain services received at the fair value of those services provided those services create or enhance nonfinancial assets or require specialized skills which are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation. Additionally, the Organization occupies space in various locations rent-free. At December 31, 2013, the total amount of these services and facilities was \$47,947 and was recognized as contribution revenue and expense (as in-kind contributions) in the accompanying statement of activities. The agency also received 3,213 hours of volunteer services which are not recognized in the financial statements.

#### Contributions -

All contributions are considered available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as temporarily restricted or permanently restricted support that increases those net asset classes.

#### Grants and Contracts -

Grants and contracts received from federal, state and local governments and private foundations are recorded as revenues and receivables when the related direct costs are incurred.

Deferred Revenue -

The Organization hosts a fundraising special event, Toyland Ball, during January of each year. Deferred revenue consists of \$244,189 in sponsorships and other contributions that have been received in advance for the January 2014 event.

Income Taxes -

The Organization is a tax exempt organization under Section 501(c)(3) of the Internal Revenue Code and, accordingly, the financial statements do not reflect a provision for income taxes. The federal income tax returns of the Organization for 2011, 2012 and 2013 are subject to examination by the IRS, generally for three years after they are filed.

Functional Expenses -

Expenses are charged to each program based on direct expenditures incurred. Any expenditure not directly chargeable is allocated to a program based on related salary expenses.

Subsequent Events -

Subsequent events were evaluated through May 20, 2014, which is the date the financials were available to be issued.

(2) PROPERTY AND EQUIPMENT

Property and Equipment consists of the following:

	<u>2013</u>	<u>2012</u>
Land and Building	\$ 1,381,242	\$ 1,381,242
Furniture, Fixtures and Equipment	492,024	476,285
Autos	30,076	39,893
Artwork	<u>17,463</u>	<u>17,463</u>
	1,920,805	1,914,883
Less accumulated depreciation	<u>(815,182)</u>	<u>(783,192)</u>
Property and Equipment, net	<u>\$ 1,105,623</u>	<u>\$ 1,131,691</u>

(3) BENEFICIAL INTEREST IN ASSETS HELD BY COMMUNITY FOUNDATION

On December 27, 1999, the Organization entered into an agreement with the Tulsa Community Foundation, an Oklahoma not-for-profit corporation and community foundation, to create an Agency Fund of the Foundation. The name of the fund shall be The Parent Child Center of Tulsa fund. Its purpose is to provide the Organization with an endowment for the purpose of on-going building maintenance. On this same day, the

(3) BENEFICIAL INTEREST IN ASSETS HELD BY COMMUNITY FOUNDATION  
(continued)

Organization contributed to the Foundation \$300,000. It is the policy of the Foundation that a substantial part of its agency funds shall remain as a permanent endowment.

Distributions shall be made for the benefit of the Organization. The Fund shall be the property of the Foundation. The Foundation has the ultimate authority and control of all property of the Fund, and the income derived therefrom, for the charitable purpose of the Foundation.

(4) THE PARENT CHILD CENTER ENDOWMENT TRUST

On January 13, 2004, the Board of Directors of the Organization created The Parent Child Center of Tulsa Endowment Trust (Trust). This Trust is to be operated as a support organization for the Parent Child Center and is exempt from income taxes under Section 501(c) (3) of the Internal Revenue Code.

(5) LEASES

The Organization entered into a joint agreement effective October 17, 2012, with Emergency Infant Services, Inc. to lease office space, whereby the Organization is liable for 57% of the monthly rental. This lease expires on December 31, 2016.

The Organization utilizes group meeting space at a local church on a year to year basis. The Organization also leases various equipment and one auto lease with various expiration dates through April 2018. Minimum annual rental commitments are as follows:

<u>Year</u>	<u>Payment</u>
2014	61,858
2015	67,047
2016	64,723
2017	747
2018	249
	<u>\$ 194,624</u>

Rental and lease expense, exclusive of utilities, was approximately \$59,397 and \$17,132 for the years ended December 31, 2013 and 2012, respectively.

(6) NET ASSETS

The Organization reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purposed 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.

(6) NET ASSETS (continued)

Temporarily restricted net assets are released from restriction through expenditure for the purpose designated.

Permanently restricted net assets are restricted to investment in perpetuity, the income from which is expendable as designated.

At December 31, 2013, net assets consist of the following:

<u>Unrestricted:</u>	
Undesignated	\$ 2,149,550
Board designated:	
Endowment	<u>1,578,063</u>
Total Unrestricted Net Assets	<u>\$ 3,727,613</u>
 <u>Temporarily Restricted:</u>	
Total Temporarily Restricted Net Assets	<u>\$ 744,677</u>
 <u>Permanently Restricted:</u>	
Donor Endowment for programs	\$ 1,806,226
Funds at Tulsa Community Foundation	<u>366,759</u>
Total Permanently Restricted Net Assets	<u>\$ 2,172,985</u>

(7) RETIREMENT PLAN

As of April 1, 2009, the Organization converted to a 403(b) Thrift Plan. Employee contributions are voluntary but the Organization will match up to 3% of employee's annual compensation. Employer's portion of the contributions is fully vested for the employee after completion of 3 years of vesting employment. For the calendar years 2013 and 2012, respectively, employer contributions of \$44,943 and \$53,207 were made to the plan.

(8) PLEDGES RECEIVABLE

The Organization holds a yearly fund drive to raise capital for programs and operations. Pledges are made for a period of time up to five years. The pledges receivable as of December 31, 2013 are unconditional. Pledges receivable after 2014 are discounted at 1.5%. The pledges receivable are due as follows:

(8) PLEDGES RECEIVABLE (continued)

2014	\$ 160,040
2015	128,343
2016	109,876
2017	42,404
2018 & thereafter	<u>11,673</u>
Total Pledges receivable	452,336
Less: Allowance for doubtful pledges	<u>(45,862)</u>
Pledges receivable, net	<u>\$ 406,474</u>

(9) CONCENTRATIONS

The Organization receives a substantial amount of its support from local agencies. A significant reduction in the level of this support, if this were to occur, may have an effect on the Organization's programs and activities.

The Organization receives support in the form of grants, which require fulfillment of certain conditions as set forth in the instrument of the grant. Failure to fulfill the conditions could result in the return of the funds to grantors. Although it is a possibility, management deems the contingency to be remote.

The Organization provides various services to residents in the Tulsa area. Some services are provided free of charge and others on a sliding scale.

(10) COMMITMENTS AND CONTINGENCIES

The Organization is party to legal proceedings that occur in the normal course of business. Management does not believe any legal proceedings will have a material adverse impact on the company's financial statements.

The Organization participates in government grants and contracts which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective government grants and contracts are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the Organization has not complied with the rules and regulations governing the grant, refunds of any money received may be required and the collectability of any related receivables at December 31, 2013, may be impaired. In the opinion of management, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the government grants and contracts.



## **ADDITIONAL INFORMATION**

**THE PARENT CHILD CENTER OF TULSA, INC.**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2013**

Federal Grantor/ Pass through Grantor/ Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Grant Period	Program/ Award Amount*	Revenue Recognized	Disbursements/ Expenditures
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>						
Passed through Tulsa City-County Health Department						
<i>Healthy Start Initiative</i>	93.926E	N/A	06/01/12 to 05/31/13	\$ 99,973	43,637	43,637
	93.926E	N/A	06/01/13 to 05/31/14	98,317	57,459	57,459
				<u>198,290</u>	<u>101,096</u>	<u>101,096</u>
Passed through Oklahoma State Department of Health - Office of Child Abuse Prevention						
<i>MIECHV Healthy Families America Home Visitation Services</i>			7/08/13 to 9/29/13	\$ 57,375	15,560	15,560
			9/30/13 to 9/30/14	229,500	51,487	51,487
				<u>286,875</u>	<u>67,047</u>	<u>67,047</u>
Total U.S. Department of Health and Human Services:				<u>\$ 485,165</u>	<u>168,143</u>	<u>168,143</u>
Passed through State of Oklahoma District Attorney's Council						
<i>Victims of Crime Assistance</i>	16.575	0507-15269	07/01/12 to 6/30/13	\$ 41,303	20,495	20,495
	16.575	09-087	07/01/13 to 6/30/14	45,772	21,925	21,925
				<u>87,075</u>	<u>42,420</u>	<u>42,420</u>
Total U.S. Department of Justice:				<u>\$ 87,075</u>	<u>42,420</u>	<u>42,420</u>
<b>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</b>						
Passed through City of Tulsa						
<i>Family Support Service</i>	14.231	970133	10/01/12 to 9/30/13	\$ 41,512	31,084	31,084
			10/01/13 to 9/30/14	31,224	9,163	9,163
				<u>72,736</u>	<u>40,247</u>	<u>40,247</u>
Total U.S. Department of Housing and Urban Development				<u>\$ 72,736</u>	<u>40,247</u>	<u>40,247</u>
Total Federal Financial Assistance				<u>\$ 644,976</u>	<u>250,810</u>	<u>250,810</u>

\*The contract amount represents federal funding only and does not include any matching funds.

**THE PARENT CHILD CENTER OF TULSA, INC.**  
**SCHEDULE OF EXPENDITURES OF STATE AWARDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2013**

<u>State Grantor/ Program Title</u>	<u>Contract Number</u>	<u>Contract Period</u>	<u>Contract Amount</u>	<u>Revenues Recognized</u>	<u>Disbursements/ Expenditures</u>
Oklahoma Department of Human Services:					
<i>Parents Assistance</i>	8000643	07/01/12 to 06/30/13	\$ 194,333	\$ 100,137	\$ 100,137
	8000643	07/01/13 to 06/30/14	<u>194,000</u>	<u>108,360</u>	<u>108,360</u>
			<u>388,333</u>	<u>208,497</u>	<u>208,497</u>
Oklahoma State Health Department:					
<i>Multidisciplinary In-Home     Support Team</i>	Z007514	07/01/12 to 06/30/13	\$ 396,723	\$ 193,302	\$ 193,302
	Z007514	07/01/13 to 06/30/14	<u>424,067</u>	<u>192,218</u>	<u>192,218</u>
			<u>820,790</u>	<u>385,520</u>	<u>385,520</u>
Total State Financial Assistance			<u>\$ 1,209,123</u>	<u>\$ 594,017</u>	<u>\$ 594,017</u>

Total Government Financial Assistance:

Tie in to financial statements:

Revenue-federal	\$ 250,810
Revenue-state	<u>594,017</u>
Total	<u>\$ 844,827</u>