CENTER FOR ADDICTION TREATMENT, INC.

June 30, 2016

FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REPORT

CENTER FOR ADDICTION TREATMENT
Recovery Within Reach

CENTER FOR ADDICTION TREATMENT, INC.
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INDEPENDENT AUDITORS' REPORT

The Board of Directors
Center for Addiction Treatment, Inc.
Cincinnati, Ohio

Report of Financial Statements

We have audited the accompanying financial statements of the Center for Addiction Treatment, Inc. (a nonprofit organization), which comprise the statements of financial position as of June 30, 2016 and 2015, and the related statements of activities, cash flows, and functional expenses 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 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 audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits 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 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 the Center for Addiction Treatment, Inc. as of June 30, 2016 and 2015, 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.

VonLehman & Company Inc.

Fort Mitchell, Kentucky
December 19, 2016

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CENTER FOR ADDICTION TREATMENT, INC.
STATEMENTS OF FINANCIAL POSITION

ASSETS

	June 30, 2016	June 30, 2015
Current Assets		
Cash	$ 1,125,701	$ 496,644
Accounts Receivable	13,482	109,609
Grants Receivable	448,219	831,174
Prepaid Expenses	94,585	43,991
Total Current Assets	1,681,987	1,481,418
Property and Equipment, Net	1,437,680	892,956
Intangibles Subject to Amortization	16,793	20,993
Total Assets	$ 3,136,460	$ 2,395,367

LIABILITIES AND NET ASSETS

	June 30, 2016	June 30, 2015
Current Liabilities		
Accounts Payable	$ 124,573	$ 87,430
Accrued Expenses	228,858	192,343
Accrued Pension Liability	27,795	71,524
Total Current Liabilities	381,226	351,297
Net Assets		
Unrestricted	1,848,765	2,032,070
Temporarily Restricted	906,469	12,000
Total Net Assets	2,755,234	2,044,070
Total Liabilities and Net Assets	$ 3,136,460	$ 2,395,367

See accompanying notes.

CENTER FOR ADDICTION TREATMENT, INC.
STATEMENTS OF ACTIVITIES

	Years Ended June 30, 2016	2015
Public Support and Revenue		
Federal Awards and Other Grants	$ 2,705,231	$ 2,676,982
Client Fees	1,138,068	1,084,437
United Way	105,000	105,723
Food Sales	7,146	7,894
Contributions	111,910	218,102
Net Assets Released from Restriction	107,863	-
Miscellaneous	12,001	32,140
Total Public Support and Revenue	4,187,219	4,125,278
Expenses		
Program Expenses		
Detoxification Program	1,332,043	1,253,892
Rehabilitation Program	1,380,946	1,359,094
Non-Core Programs	906,129	754,832
Total Program Expenses	3,619,118	3,367,818
Management and General	560,096	535,059
Fundraising	111,942	45,354
Total Expenses	4,291,156	3,948,231
Operating Revenue (Under) Over Operating Expenses	(103,937)	177,047
Prior Pension Costs	(79,368)	(53,900)
Change in Net Unrestricted Assets	(183,305)	123,147
Changes in Temporarily Restricted Net Assets		
Contributions	1,002,332	12,000
Net Assets Released from Restriction	(107,863)	-
Change in Temporarily Restricted Net Assets	894,469	12,000
Total Change in Net Assets	711,164	135,147
Net Assets at Beginning of Year	2,044,070	1,908,923
Net Assets at End of Year	$ 2,755,234	$ 2,044,070

See accompanying notes.

CENTER FOR ADDICTION TREATMENT, INC.
STATEMENTS OF CASH FLOWS

	Years Ended June 30, 2016	2015
Cash Flows From Operating Activities		
Change in Net Assets	$ 711,164	$ 135,147
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities		
Depreciation	182,511	176,760
Amortization	4,200	-
Prior Pension Cost	79,368	53,900
Loss on Disposal of Fixed Assets	-	2,097
Changes in		
Accounts Receivable	96,127	(94,100)
Grants Receivable	382,955	(156,268)
Prepaid Expenses	(50,594)	5,348
Accounts Payable	37,143	25,704
Accrued Expenses	36,515	(19,007)
Cash Provided by Operating Activities	1,479,389	129,581
Cash Flows From Investing Activities		
Purchase of Property and Equipment	(727,235)	(50,528)
Acquisition of Intangibles Subject to Amortization	-	(20,993)
Cash Used by Investing Activities	(727,235)	(71,521)
Cash Flows From Financing Activities		
Payments on Accrued Pension Liability	(123,097)	(117,095)
Change in Cash	629,057	(59,035)
Beginning Cash Balance	496,644	555,679
Ending Cash Balance	$ 1,125,701	$ 496,644

See accompanying notes.

CENTER FOR ADDICTION TREATMENT, INC.
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2016

	Program Services				Supporting Services			2015
	Detoxification	Rehabilitation	Non-Core	Subtotal	Management and General	Fundraising	Total	Total (Memorandum Only)
Expenses								
Salaries	$ 777,260	$ 858,811	$ 351,926	$ 1,987,997	$ 364,402	$ 17,760	$ 2,370,159	$ 2,277,374
Payroll Taxes and Benefits	176,672	165,026	76,747	418,445	47,994	3,189	469,628	431,674
Professional Fees and Contracted Service Payments	65,209	60,911	339,704	465,824	51,632	81,318	598,774	421,631
Supplies	101,364	94,682	44,033	240,079	29,366	309	269,754	262,578
Occupancy	60,210	56,241	26,156	142,607	17,444	827	160,878	151,964
Travel and Transportation	5,307	4,957	2,306	12,570	1,538	185	14,293	17,390
Telephone	4,370	4,081	1,898	10,349	1,266	-	11,615	11,375
Staff Training	5,482	5,121	2,382	12,985	1,588	239	14,812	8,679
Postage	430	402	187	1,019	125	861	2,005	2,118
Dues and Memberships	4,909	4,586	2,133	11,628	1,422	-	13,050	10,259
Equipment Rental and Supplies	9,559	8,929	4,153	22,641	2,769	-	25,410	22,613
Printing and Publications	1,543	1,442	670	3,655	447	244	4,346	6,248
Insurance	35,607	33,260	15,468	84,335	10,316	-	94,651	97,293
Interest	7,160	6,688	3,110	16,958	2,074	-	19,032	18,350
Miscellaneous Expenses	10,920	10,200	4,744	25,864	3,164	7,010	36,038	31,925
Total Expenses Before Depreciation	1,266,002	1,315,337	875,617	3,456,956	535,547	111,942	4,104,445	3,771,471
Depreciation	66,041	65,609	30,512	162,162	20,349	-	182,511	176,760
Amortization	-	-	-	-	4,200	-	4,200	-
Total Expenses	$ 1,332,043	$ 1,380,946	$ 906,129	$ 3,619,118	$ 560,096	$ 111,942	$ 4,291,156	$ 3,948,231

See accompanying notes.

CENTER FOR ADDICTION TREATMENT, INC.
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2015

	Program Services				Supporting Services		
	Detoxification	**Rehabilitation**	**Non-Core**	**Subtotal**	**Management and General**	**Fundraising**	**Total**
Expenses							
Salaries	$ 732,947	$ 847,597	$ 300,470	$ 1,881,014	$ 378,977	$ 17,383	$ 2,277,374
Payroll Taxes and Benefits	162,548	159,688	61,796	384,032	44,592	3,050	431,674
Professional Fees and Contracted Service Payments	53,342	52,362	276,912	382,616	22,177	16,838	421,631
Supplies	98,778	96,963	37,449	233,190	28,920	468	262,578
Occupancy	56,975	55,928	21,601	134,504	16,681	779	151,964
Travel and Transportation	6,233	6,119	2,363	14,715	1,825	850	17,390
Telephone	4,287	4,208	1,625	10,120	1,255	-	11,375
Staff Training	3,248	3,188	1,231	7,667	951	61	8,679
Postage	445	437	169	1,051	130	937	2,118
Dues and Memberships	3,866	3,795	1,466	9,127	1,132	-	10,259
Equipment Rental and Supplies	8,522	8,365	3,231	20,118	2,495	-	22,613
Printing and Publications	2,263	2,221	858	5,342	662	244	6,248
Insurance	36,665	35,992	13,901	86,558	10,735	-	97,293
Interest	6,915	6,788	2,622	16,325	2,025	-	18,350
Miscellaneous Expenses	10,245	10,054	3,883	24,182	2,999	4,744	31,925
Total Expenses Before Depreciation	1,187,279	1,293,705	729,577	3,210,561	515,556	45,354	3,771,471
Depreciation	66,613	65,389	25,255	157,257	19,503	-	176,760
Total Expenses	$ 1,253,892	$ 1,359,094	$ 754,832	$ 3,367,818	$ 535,059	$ 45,354	$ 3,948,231

See accompanying notes.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Center for Addiction Treatment, Inc. (the Center) is incorporated in the State of Ohio. Its purpose is to provide a wide range of appropriate community services to primarily, but not exclusively, indigent men and women in the Greater Cincinnati area suffering from alcohol, drug and other dependencies, with the ultimate goal of returning those individuals to the community as recovering, productive and self-sufficient citizens.

A summary of the significant accounting policies applied in the accompanying financial statements follows:

Basis of Presentation

The Center's financial statements have been prepared on the accrual basis of accounting. Financial statement presentation follows accounting principles generally accepted in the United States of America (U.S. GAAP) for nonprofit organizations as promulgated by the Financial Accounting Standards Board. Under these accounting pronouncements, the Center is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Net assets of the two restricted classes are created only by donor-imposed restrictions on their use. All other assets are legally unrestricted and are reported as part of the unrestricted class.

Use of Estimates

The process of preparing financial statements in conformity with accounting principles generally accepted in the United States of America requires the use of estimates and assumptions regarding certain types of assets, liabilities, support, revenues and expenses. Certain estimates relate to unsettled transactions and events as of the date of the financial statements. Other estimates relate to assumptions about the ongoing operations and may impact future periods. Accordingly, upon settlement, actual results may differ from estimated amounts.

Public Support and Revenue Recognition

The Center records revenue from special events, contributions, and miscellaneous sources when earned. Revenue from government grants which reimburse the actual costs of the programs is recognized as such costs are incurred and reimbursements are determinable. All other grants are recognized ratably over the allocation period.

Public support and revenue is considered available for unrestricted use unless specifically restricted by the donor. Amounts received that are restricted for future purposes are reported as temporarily restricted or permanently restricted support that increases those net asset classes. When the requirements of a temporary restriction are met, temporarily restricted net assets are reclassified to unrestricted net assets, and reported in the statements of activities as net assets released from restriction.

Net Assets

The following classes of net assets are maintained:

Unrestricted Net Assets

The unrestricted net assets class includes general and board designated assets and liabilities of the Center. The unrestricted net assets of the Center may be used at the discretion of management to support the Center's purposes and operations.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Temporarily Restricted Net Assets

The Center 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. Such support is recorded as an increase in unrestricted net assets when the net assets are released from restriction (funds expended). Funding from these sources, which has been received, but not expended, is temporarily restricted. The temporarily restricted net assets are available for the "Lead the Change Campaign" which is the source of funding for the building expansion at 830 Ezzard Charles Drive.

Functional Allocation of Expenses

The costs of providing various programs and services have been summarized on a functional basis in the statements of activities. Accordingly, certain costs have been allocated among the programs and services benefited. Non-core programs include several smaller programs which were identified for the purpose of the statements of functional expenses.

Accounts and Grants Receivable

Accounts and grants receivable are stated at their contractual outstanding balances, net of any allowance for doubtful accounts. Accounts and grants receivable are considered past due if any portion of an account has not been paid in full within the contractual terms of the account. The Center begins to assess its ability to collect receivables that are over 90 days past due and provides for an adequate allowance for doubtful accounts based on the Center's collection history, the financial stability and recent payment history of the client, and other pertinent factors. Based on these criteria, an allowance for doubtful accounts is not necessary, at both June 30, 2016 and 2015, since the Center expects no material losses.

Property and Equipment

Property and equipment are shown at cost, if purchased, or market value, if contributed. Depreciation is computed using the straight-line method over the estimated useful lives of the related assets. Maintenance and repairs are charged to operations when incurred. Significant betterments and renewals over $2,500 are capitalized.

The useful lives of property and equipment for purposes of computing depreciation are:

Building	20 Years
Improvements	5 Years
Equipment	5 - 10 Years
Vehicles	5 Years

Intangibles Subject to Amortization

Intangibles consist of rebranding costs being amortized over five years. Future amortization expense of approximately $4,200 per year is expected until they are fully amortized in June, 2020.

Long-Lived Assets

Long-lived assets to be held and used are tested for recoverability whenever events or changes in circumstances indicate that the related carrying amount may not be recoverable. When required, impairment losses on assets to be held and used are measured based on the fair value of the asset, and long-lived assets to be disposed of by sale are reported at the lower of the carrying amount or fair value less costs to sell. Long-lived assets were measured for impairment, and no adjustments were deemed necessary during both the years ended June 30, 2016 and 2015.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Donated Services

The Center occasionally receives donated equipment and investments, which are recorded as public support contributions in the accompanying financial statements, at their estimated market value on the date of receipt. The Center also occasionally receives services from volunteers. No amounts have been recognized in the statements of activities for these services because the criteria for recognition under U.S. GAAP have not been satisfied.

Uncompensated and Charity Care

The Center has a policy of serving clients regardless of their ability to pay. This policy specifically addresses uncompensated as either Charity Care or Uncompensated Care. Charity Care is any treatment provided to a patient who is not eligible for public funds and is unable to self-fund the desired treatment services. Uncompensated Care is any treatment provided to a patient residing in Hamilton County and such treatment provided is above the capped allocation of the Hamilton County Mental Health Board, not covered by the Hamilton County Mental Health Board or originally billed to Medicaid, or any other payor, but unpaid. Total uncompensated and charity care was $46,000 and $0 for the years ended June 30, 2016 and 2015, respectively.

Retirement Plans

Multi-Employer Defined Benefit Pension Plan

The Center elected in 1999 to freeze its participation in a multi-employer, non-contributory defined benefit pension plan for which the United Way of Greater Cincinnati (UWGC) is the plan administrator. The plan is underfunded, and the Center may be additionally liable in the event of termination or its withdrawal from the plan for a portion of the plan's underfunded vested benefits.

U.S. GAAP requires the recording of the entire underfunded liability. In accordance with U.S. GAAP, the Center has recorded the additional, long-term liability to fully accrue its underfunded liability as a direct reduction of the unrestricted fund balance as of both June 30, 2016 and 2015 (see the Multi-Employer Defined Benefit Pension Plan note).

401(k) Retirement Plan

The Center has a 401(k) retirement plan for its employees. The effective date was December 31, 2004. Employees have the option of contributing to the plan through payroll deductions. There is no required employer match, but the Center may, at its discretion, contribute to the plan. By its nature, the plan is fully funded.

Income Taxes

The Center is exempt from federal income taxes under Section 501(c)(3) of the U.S. Internal Revenue Code and a similar provision of state law. In addition, the Center is not a private foundation as defined in Section 509(a)(1) of the Internal Revenue Code.

The Center has adopted the provisions of the accounting pronouncement related to accounting for uncertainty in income taxes. The Center recognized no interest or penalties in the statements of activities for both the years ended June 30, 2016 and 2015. If the situation arose in which the Center would have interest to recognize, it would recognize this as interest expense and penalties would be recognized in other expenses. Currently, the prior three years are open under federal and state statutes of limitations and remain subject to review and change. The Center is not currently under audit nor has the Center been contacted by any jurisdictions.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Based on the evaluation of the Center's tax positions, management believes all positions taken would be upheld under an examination. Therefore, no provision for the effects of uncertain tax positions has been recorded for both the years ended June 30, 2016 and 2015.

Reclassifications

Certain amounts in the prior year financial statements have been reclassified for comparative purposes to conform to the presentation in the current year financial statements.

NOTE 2 - CASH AND CASH FLOW INFORMATION

At various times throughout the year, the Center may have cash in financial institutions in excess of insured limits. The Federal Deposit Insurance Corporation (FDIC) insures account balances up to $250,000 for each business depositor. As of June 30, 2016 and 2015, the Center had $1,174,466 and $251,945, respectively, in cash in financial institutions in excess of insured limits.

For purposes of the statements of cash flows, the Center considers all highly liquid investments available for current use with an initial maturity of three months or less to be a cash equivalent.

There was no cash paid for interest for both the years ended June 30, 2016 and 2015.

NOTE 3 - PROPERTY AND EQUIPMENT

Property and equipment consists of:

	June 30, 2016	June 30, 2015
Land	$ 177,675	$ 177,675
Buildings and Improvements	2,607,909	2,609,984
Equipment	634,552	600,796
Vehicles	23,988	23,988
Construction in Progress	694,527	4,178
	4,138,651	3,416,621
Less Accumulated Depreciation	2,700,971	2,523,665
Total Property and Equipment	$ 1,437,680	$ 892,956

NOTE 4 - LINE OF CREDIT

The Center has a $300,000 line of credit at a bank. The line of credit is collateralized by substantially all of the Center's assets. Monthly interest on the line of credit balance is charged at the LIBOR rate plus 2.15% (the LIBOR rate was 1.26% at June 30, 2016). The line is set to mature in April, 2017. There was nothing drawn on the line of credit at both June 30, 2016 and 2015.

NOTE 5 - RETIREMENT PLANS

Multi-Employer Defined Benefit Pension Plan

As mentioned in the Summary of Significant Accounting Policies note, the Center participates with other organizations in the UWGC's defined benefit pension plan. The risks of participating in this multi-employer plan are different from single-employer plans in the following aspects:

1. Assets contributed to the multi-employer plan by one employer may be used to provide benefits to employees of other participating employers.
2. If a participating employer stops contributing to the plan, the unfunded obligations of the plan may be borne by the remaining participating employers.
3. If the Center chooses to stop participating in this multi-employer plan, it may be required to pay the plan an amount based on the underfunded status of the plan, referred to as a withdrawal liability. This amount is estimated to be $27,795 at June 30, 2016, all of which has been accrued by the Center at June 30, 2016.

Center participation in the plan for the annual period ended December 31, 2015 is outlined in the following table. The "EIN/Pension Plan Number" column provides the Employee Identification Number (EIN) and the three-digit plan number assigned to the plan by the Internal Revenue Service.

Unless otherwise noted, the most recent "Pension Protection Act (PPA) Zone Status" available in 2015 and 2014 is for the plan's years ended at December 31, 2015 and 2014, respectively. The zone status is based on information that the Center received from the plan and is certified by the plan's actuary. A plan in the "red" zone has been determined to be in "critical status", based on criteria established under the Tax Code (the Code) and is generally less than 65% funded. A plan in the "yellow" zone has been determined to be in "endangered status", based on criteria established under the Code and is generally greater than 65% and less than 80% funded. A plan in the "green" zone is generally at least 80% funded.

The "FIP/RP Status Pending/Implemented" column indicates a plan for which a financial improvement plan (FIP), as required under the Code to be adopted by a plan in the "yellow" zone, or a Rehabilitation Plan (RP), as required under the Code to be adopted by a plan in the "red" zone, is either pending or has been implemented.

The "Surcharge Imposed" column indicates whether the Center's contribution rate for 2015 included an amount, as imposed by a plan in "critical status", in accordance with the requirement of the Code. Finally, there have been no significant changes that affect the comparability of 2015 and 2014 contributions.

Pension Fund	EIN/Pension Plan Number	Pension Protection Act Zone Status December 31, 2015	2014	FIP/RP Status Pending/ Implemented	Contributions of the Center for Addiction Treatment June 30, 2016	2015	Surcharged Imposed
Pension Plan for Employees of United Way of Greater Cincinnati and Affiliated Agencies	31-0537502/ PN 333	Yellow	Yellow	Yes	$ 123,097	$ 117,095	No

As determined by the plan's actuary, the Center is noted as providing less than 5% of the total contributions for both plan years 2015 and 2014. At the date the financial statements were issued, the Form 5500 was not available for the plan year ending in 2015.

As noted, at December 31, 2015, the plan was underfunded and the Center's potential additional liability for future years due to the underfunding has been estimated at approximately $27,795, based on the current plan's actuarial data and asset value as of December 31, 2015. The actual minimum funding requirements for the future will be determined at each anniversary date.

NOTE 5 - RETIREMENT PLANS (Continued)

The estimated outstanding liability as of both June 30, 2016 and 2015 utilized actuarial studies available to the Center. In accordance with changes mandated by the Pension Protection Act of 2006, the Center has accrued the entire additional liability as known for both the years ended June 30, 2016 and 2015, though the amounts may be subject to change in future years. The Center does not intend to withdraw from the plan at this time.

Estimated future payments for the plan are as follows:

Year Ending June 30,		
2017	$	27,795

U.S. GAAP requires the recording of the entire underfunded liability. In accordance with U.S. GAAP, the Center recorded the liability to fully accrue its underfunded liability as a direct reduction of the unrestricted fund balance as of both June 30, 2016 and 2015.

401(k) Retirement Plan

The Center made a discretionary contribution of $50,000 and $56,000 for the years ended June 30, 2016 and 2015, respectively.

NOTE 6 - OPERATING LEASES

The Center leases various equipment under an operating lease which expires in April, 2019. The Center's lease expense was $5,623 for both years ended June 30, 2016 and 2015.

Future minimum equipment lease payments are expected as follows:

Years Ending June 30,		
2017	$	5,623
2018		5,623
2019		1,406
	$	12,652

NOTE 7 - FUNCTIONAL EXPENSES

The Center had total functional expenses as follows:

	June 30, 2016				June 30, 2015			
Program Services	$	3,619,118	84.3	%	$	3,367,818	85.3	%
Management and General		560,096	13.1			535,059	13.6	
Fundraising		111,942	2.6			45,354	1.1	
	$	4,291,156	100.0	%	$	3,948,231	100.0	%

NOTE 8 - TEMPORARILY RESTRICTED NET ASSETS

The Center had temporarily restricted net asset activity and balances as follows:

	Lead The Change	Other	Total
Balance, June 30, 2014	$ -	$ -	$ -
Year Ended June 30, 2015 Grants	-	12,000	12,000
Balance, June 30, 2015	-	12,000	12,000
Year Ended June 30, 2016 Grants	980,500	-	980,500
Year Ended June 30, 2016 Contribution Income	21,832	-	21,832
Net Assets Released from Restrictions, Restrictions Satisfied by Payments	95,863	12,000	107,863
Subtotal of Activity for the Year	906,469	(12,000)	894,469
Balance, June 30, 2016	$ 906,469	$ -	$ 906,469

NOTE 9 - CONCENTRATION

The Center has revenue from one funding source which accounted for approximately 48% and 57% of its total revenue for the years ended June 30, 2016 and 2015, respectively, and 100% and 97% of grants receivable as June 30, 2016 and 2015, respectively.

NOTE 10 - RECLASSIFICATION

During the year ended June 30, 2016, the Center reclassified its portion of the actuarial loss of UWGC's defined benefit pension plan from functional expenses to change in pension liability on the statements of activities and changes in net assets for the year ended June 30, 2015. As a result of the reclassification, total functional expenses were decreased by $41,649 and the change in pension liability was increased by $41,649.

NOTE 11 - SUBSEQUENT EVENTS

The Center has evaluated subsequent events through December 19, 2016, which is the date on which the financial statements were available to be issued.

On July 27, 2016 the Center signed an agreement for a $4,000,000 draw loan from Fifth Third Bank, to help finance new construction, which is collateralized by the building expansion. This loan has an interest rate of 4% and is set to mature in July, 2018. Given the nature of this loan it will incur interest only on the amount that has been drawn on the note. Payments are to start in August, 2017 with the final amount due in July, 2018.