Decatur Cooperative Ministry, Inc.
Audited Financial Statements
December 31, 2014

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INDEPENDENT AUDITORS' REPORT

To The Board of Directors:
Decatur Cooperative Ministry, Inc.
Decatur, Georgia

We have audited the accompanying financial statements of Decatur Cooperative Ministry, Inc. (a nonprofit organization) which comprise the statement of financial position as of December 31, 2014, 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.

Auditor's 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 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 financial statements referred to above present fairly, in all material respects, the financial position of Decatur Cooperative Ministry, Inc. as of December 31, 2014, 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

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, as required by Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, is presented for purposes of additional analysis 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 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 18, 2015, on our consideration of the Organization'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 Organization's internal control over financial reporting and compliance.

Bambo Sonaike CPA, LLC

May 18, 2015

Decatur Cooperative Ministry, Inc.
Statement of Financial Position
As of December 31, 2014

Assets	**2014**	**2013**
Cash and cash equivalents	$ 108,624	$ 119,654
Cash restricted for client savings (note 12)	310	1,219
Grants receivable (note 3)	73,480	40,563
Prepaid expenses	267	1,642
Total current assets	182,681	163,078
Capital improvement funds (note 7)	93,140	96,349
Property and equipment (net) (note 4)	688,050	697,562
Total long-term assets	781,190	793,911
Total assets	963,871	956,989
Liabilities		
Accounts payable and accrued liabilities (note 13)	52,871	13,718
Deferred revenue (note 14)	46,664	71,076
Client savings (note 12)	310	564
Total current liabilities	99,845	85,358
Notes payable(note 5)	135,000	135,000
Total long-term liabilities	135,000	135,000
Total liabilities	234,845	220,358
Net assets		
Unrestricted	635,886	640,282
Temporarily restricted (note 7)	93,140	96,349
Permanently restricted	-	-
Total net assets	729,026	736,631
Total liabilities & net assets	$ 963,871	$ 956,989

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

Decatur Cooperative Ministry, Inc.
Statement of Activities
For the year ended December 31, 2014

	December 31, 2014				December 31, 2013			
Revenue	Unrestricted	Temporarily restricted	Permanently restricted	Total	Unrestricted	Temporarily restricted	Permanently restricted	Total
Contributions	$ 492,763	$ 75,204	$ -	$ 567,967	$ 425,094	$ 59,353	$ -	$ 484,447
Grants and awards	829,022	-	-	829,022	647,947	-	-	647,947
Special events	20,000	-	-	20,000	19,814	-	-	19,814
Interest income	22	-	-	22	309	-	-	309
Other revenues	3,294	-	-	3,294	1,906	-	-	1,906
In-kind donations (note 8)	99,083	-	-	99,083	99,083	-	-	99,083
Total revenues	1,444,184	75,204	-	1,519,388	1,194,153	59,353	-	1,253,506
Net assets released from restrictions	78,413	(78,413)	-	-	63,013	(63,013)	-	-
Expenses								
Program services								
Shelter	235,475	-	-	235,475	189,236	-	-	189,236
Family House	192,969	-	-	192,969	197,145	-	-	197,145
Project Take Charge	869,895	-	-	869,895	648,473	-	-	648,473
Supporting services								
Management & general	227,060	-	-	227,060	206,539	-	-	206,539
Fundraising	1,594	-	-	1,594	1,510	-	-	1,510
Total expenses	1,526,993	-	-	1,526,993	1,242,903	-	-	1,242,903
Change in net assets	(4,396)	(3,209)	-	(7,605)	14,263	(3,660)	-	10,603
Net assets, beginning of the year	640,282	96,349	-	736,631	626,019	100,009	-	726,028
Net assets, end of the year	$ 635,886	$ 93,140	$ -	$ 729,026	$ 640,282	$ 96,349	$ -	$ 736,631

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

Decatur Cooperative Ministry, Inc.
Statement of Functional Expenses
For the year ended December 31, 2014

	For the year ended December 31, 2014						
	Program Services				Supporting Services		
	Shelter	Family House	Project Take Charge	Total Program Services	Management & General	Fundraising	**Total**
Salary and wages	$ 89,614	$ 49,499	$ 215,184	$ 354,297	$ 97,382	$ -	$ 451,679
Payroll taxes	7,939	4,561	17,013	29,513	8,349	-	37,862
Benefits	11,439	930	21,810	34,179	4,603	-	38,782
Training and development	-	-	7,129	7,129	7,180	-	14,309
Contractors and consultants	15,847	6,600	490	22,937	19,246	-	42,183
Client services and housing	27,454	59,924	264,380	351,758	856	-	352,614
Donated client services and housing	32,850	63,240	2,993	99,083	-	-	99,083
Professional fees	349	314	4,063	4,726	11,076	-	15,802
Insurance	4,109	4,834	3,001	11,944	3,994	-	15,938
Property taxes and fees	-	-	-	-	225	-	225
Occupancy	-	-	-	-	10,112	-	10,112
Office expenses	288	324	1,412	2,024	12,618	-	14,642
Technology and communications	2,559	1,570	3,515	7,644	15,966	-	23,610
Repairs and maintenance	9	-	106	115	1,156	-	1,271
Other expenses	570	225	1,734	2,529	3,507	-	6,036
Fundraising expenses	-	-	-	-	-	1,594	1,594
Memberships	-	-	-	-	450	-	450
Interest	-	-	-	-	49	-	49
Partnership grants	42,448	-	324,920	367,368	-	-	367,368
Travel	-	948	2,145	3,093	1,404	-	4,497
Depreciation	-	-	-	-	28,887	-	28,887
Total expenses	$ 235,475	$ 192,969	$ 869,895	$ 1,298,339	$ 227,060	$ 1,594	$ 1,526,993

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

Decatur Cooperative Ministry, Inc.
Statement of Functional Expenses
For the year ended December 31, 2014

	For the year ended December 31, 2013						
	Program Services				Supporting Services		
	Shelter	Family House	Project Take Charge	Total Program Services	Management & General	Fundraising	**Total**
Salary and wages	$ 85,001	$ 52,048	$ 145,654	$ 282,703	$ 96,267	$ -	$ 378,970
Payroll taxes	7,699	6,415	9,974	24,088	8,224	-	32,312
Benefits	5,876	240	5,291	11,407	19,172	-	30,579
Training and development	250	250	6,937	7,437	363	-	7,800
Contractors and consultants	8,393	9,838	569	18,800	10,784	-	29,584
Client services and housing	25,557	54,101	177,998	257,656	229	-	257,885
Donated client services and housing	32,850	63,240	2,993	99,083	-	-	99,083
Professional fees	1,427	1,426	1,456	4,309	7,270	-	11,579
Insurance	4,060	4,424	3,333	11,817	3,807	-	15,624
Property taxes and fees	-	-	-	-	225	-	225
Occupancy	1,125	267	273	1,665	8,782	-	10,447
Office expenses	729	729	1,034	2,492	8,454	-	10,946
Technology and communications	3,294	2,595	4,841	10,730	10,522	-	21,252
Repairs and maintenance	17	22	-	39	657	-	696
Other expenses	-	-	-	-	1,851	-	1,851
Fundraising expenses	-	-	-	-	-	1,510	1,510
Memberships	250	250	250	750	610	-	1,360
Interest	-	-	-	-	514	-	514
Partnership grants	12,708	-	287,263	299,971	-	-	299,971
Travel	-	1,300	607	1,907	164	-	2,071
Depreciation	-	-	-	-	28,644	-	28,644
Total expenses	$ 189,236	$ 197,145	$ 648,473	$ 1,034,854	$ 206,539	$ 1,510	$ 1,242,903

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

Decatur Cooperative Ministry, Inc.
Statement of Cash Flows
For the year ended December 31, 2014

	2014	2013
Cash flow from operating activities:		
Change in net assets	$ (7,605)	$ 10,603
Reconciliation of change in net assets used by operating activities:		
Depreciation (note 2)	28,887	28,644
Change in operating assets and liabilities		
(Increase) decrease in assets:		
Grants receivable	(32,917)	(9,830)
Prepaid expenses	1,375	(1,642)
Capital improvement funds	3,209	3,660
Cash restricted for client savings	909	121
Increase (decrease) in liabilities:		
Accounts payable and accrued expenses	39,153	12,034
Deferred revenue	(24,412)	71,076
Other liabilities	-	(19,029)
Client savings	(254)	(221)
Net cash provided (required) by operating activities	8,345	95,416
Cash flow from investing activities:		
Purchase of property and equipment	(19,375)	(3,993)
Net cash provided (required) by investing activities	(19,375)	(3,993)
Cash flow from financing activities:		
Proceeds from line of credit	20,000	20,000
Principal payments on line of credit	(20,000)	(20,000)
Net cash provided (required) by financing activities	-	-
Net change in cash	(11,030)	91,423
Beginning balance of cash	119,654	28,231
Ending balance of cash	$ 108,624	$ 119,654
Supplemental Disclosure of Cash Flow Information:		
Cash paid during the year for interest	$ 49	$ 514
Cash paid during the year for income taxes	$ -	$ -

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

1. Organization

Decatur Cooperative Ministry, Inc. (the Organization) is a nonprofit, 501(c)(3) charitable agency operating since 1969 in the City of Decatur, Georgia, and in other areas of DeKalb County. The Organization is supported by area congregations, as well as state and local government entities, foundations, businesses and community groups.

Programs

Family House Transitional Program:
Provides single-family residences for homeless families; incorporates a budgeting and savings plan to assist residents in moving into permanent housing; includes comprehensive case management and supportive services; and operates year-round.

Hagar's House Emergency Shelter for Women with Children:
Hagar's House Emergency Shelter for Women with Children provides emergency night shelter (3090 nights) for homeless women with children; able to accommodate very large families and families with teenaged boys; incorporates case management and referral services; includes two meals per day and transportation assistance; and operates year-round.

Project Take Charge:
Provides financial assistance and operates a food pantry and food cooperatives for residents of DeKalb County; provides budgeting and financial management classes for all recipients of financial aid; and operates year-round.

2. Significant accounting policies

Basis of accounting and financial statements presentation

The financial statements are reported using the accrual basis of accounting. All of the Organization's assets, liabilities, net assets, revenue and expenses have been reflected in accordance with the accrual method.

The financial statements presentation follows the recommendations of the Financial Accounting Standards Board in its Accounting Standards Codification (ASC) No. 958, Not-for-Profit Entities. The Organization reports information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted, and permanently restricted.

Unrestricted net assets
These are assets that are not subject to donor imposed or grantor-imposed restrictions.

Temporarily restricted assets
These are assets that are subject to donor imposed stipulations that may or will be met, either by actions of the Organization and/or passage of time. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Permanently restricted net assets
These are assets subject to donor imposed stipulations permanently by the Organization. Generally, the donors of these assets permit an organization to use all or part of the income earned on any related investments for general or specific purposes.

Cash and cash equivalents
Cash consists of cash on hand at the Organization and checking accounts held at financial institutions. Cash equivalents are considered to be short term investments with original maturities of three months or less from date of acquisition in authorized financial institutions.

Property and equipment
Property and equipment are generally stated at cost. Depreciation of property and equipment is computed on a straight-line basis over the estimated service lives of the assets. The following lives have been assigned to the capitalized assets:

Description	Useful Life
Buildings and improvements	10 - 39 years
Furniture and equipment	5 years

Property and equipment acquired with certain grant funds are considered to be owned by the Organization while used in the program or in future authorized programs. However, some funding sources have a reversionary interest in these assets as well as in the determination of the use of any proceeds from the sale of assets.

Donated property and equipment are recorded as support at their fair market value. Such donations are reported as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. Donations of long-lived assets with explicit restrictions regarding their use and contributions of cash that must be used to acquire long-lived assets 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 as instructed by the donor. The Organization reclassifies temporarily restricted net assets to unrestricted net assets at that time.

Investments
Investments in equity securities with readily determinable fair values and all investments in debt securities are measured at fair value in the statement of financial position. Other investments without a readily determinable fair value are stated at cost. The realized and unrealized gains or losses on investments are reflected in the statement of activities change in net assets. Investment income is reported as increases or decreases in unrestricted net assets unless a donor or law temporarily or permanently restricts their use.

Investments are exposed to various risks such as significant world events, interest rate, credit, and overall market volatility risks. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in the fair value of investments will occur in the near term and that such changes could materially affect the amounts reported in the statement of financial position.

Fair value

FASB ASC 820-10, "Fair Value Measurement and Disclosures", defines fair value, establishes a framework for measuring fair value, and expands disclosures about fair value measurements. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. A fair value measurement assumes that the transaction to sell the asset or transfer the liability occurs in the principal market for the asset or liability or, in the absence of a principal market, the most advantageous market. Valuation techniques that are consistent with the market, income or cost approach, as specified by ASC 820-10, are used to measure fair value. The fair value hierarchy prioritizes the inputs to valuation techniques used to measure fair value into three broad levels as follows: Level 1 – inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities. Level 2 – inputs are inputs (other than quoted prices included within level 1) that are observable for the asset or liability, either directly or indirectly. Level 3 – are unobservable inputs for the asset or liability and rely on management's own assumptions about the assumptions that market participants would use in pricing the asset or liability. (The unobservable inputs should be developed based on the best information available in the circumstances and may include the Company's own data).

The Organization's financial statements presented these assets and liabilities in accordance with the level of fair value described above are as follows:

Description	Fair Value as of Year Ended 12/31/2014	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Other Unobservable Inputs (Level 3)
Certificate of deposit	$ 50,283	$ 50,283	$ -	$ -
Money market funds	42,857	42,857	-	-
	$ 93,140	$ 93,140	$ -	$ -

Revenue recognition

Contributions

Contributions, which include unconditional promises to give (pledges), are recognized as revenues in the period received or promised. Conditional contributions are recorded when the conditions have been substantially met. Contributions are considered to be unrestricted unless specifically restricted by the donor.

The Organization reports contributions in the temporarily or permanently restricted net asset class if they are received with donor stipulations as to their use. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are released and reclassified to unrestricted net assets in the statement of activities.

Grants and awards

The Organization recognizes grant support from DeKalb County, Georgia, the State of Georgia, the Federal Emergency Management Agency, and U.S. Department of Veterans Affairs. These grants are considered to be exchange transactions. The Organization recognizes grant revenue

for these grants to the extent of related expenses incurred in compliance with the grant provisions. Grant funds received under these awards which are unexpended at the end of the year are reported on the statement of financial position as grant funds received in advance.

Other grants are recognized based on the nature of the grant and the terms of the donor organization.

Contributed services and materials
Contributions of noncash assets are recorded at their fair market values in the period received. Contributions of donated services that create or enhance nonfinancial assets or that require specialized skills, are provided by individual possessing those skills, and would typically need to be purchased if not provided donation, are recorded at their fair values in the period received.

During 2014, volunteers contributed approximately 5,408 hours of uncompensated services to the Organization. The value of such contributed services is not recorded in the financial statements because the criteria for recognition under generally accepted accounting principles has not been met.

Use of estimates
The process of preparing financial statements in conformity with U.S. generally accepted accounting principles requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenues, and expenses. Such estimates primarily relate to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts.

Income tax
Decatur Cooperative Ministry, Inc. is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. Decatur Cooperative Ministry, Inc. is also exempt from Georgia income taxes and, therefore, has made no provision for federal or Georgia income taxes. In addition, the Internal Revenue Service has determined that the Organization is not a "private foundation" within the meaning of Section 509(a) of the Internal Revenue Code.

Financial Accounting Standards Board Accounting Standards Codification Topic 740 clarifies the accounting for uncertainty in income taxes recognized in an organization's financial statements. The guidance prescribes a comprehensive model for recognizing, measuring, presenting and disclosing in the financial statements tax positions taken or expected to be taken on a tax return including positions that the organization is exempt from income taxes or not subject to income taxes on unrelated business income. If there are changes in net assets as a result of application of the guidance, these will be accounted for as an adjustment to the opening balance of net assets. Additional disclosures about the amounts of such liabilities will be required also.

Allocation of expenses
The costs of providing various programs and other activities have been summarized on a functional basis in the Statement of Activities and in the Statement of Functional Expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

3. Grants receivable

The Organization's receivables as of December 31, 2014 consisted of the following:

DeKalb County, Georgia	$ 13,687
Department of Veterans Affairs	37,328
Georgia Department of Community Affairs	10,431
United Way	1,667
Other	10,367
Total	$ 73,480

4. Property and equipment

As of December 31, 2014, property and equipment consisted of the following:

	Beginning	Additions	Reductions	Ending
Land	$ 58,000	$ -	$ -	$ 58,000
Buildings and improvements	903,004	-	-	903,004
Furniture and equipment	74,669	19,375	(11,002)	83,042
Total property and equipment	1,035,673	19,375	(11,002)	1,044,046
Less: accumulated depreciation	(338,111)	(28,887)	11,002	(355,996)
Property and equipment, net	$ 697,562	$ (9,512)	$ -	$ 688,050

For the year ended December 31, 2014, depreciation expense in the amount of $28,887 was recorded in the statement of activities.

5. Notes payable

On September 29, 1998, the Organization entered into a $75,000 loan agreement with the Georgia State Housing Trust Fund for the Homeless Commission for the purchase of the property located on 115 Church Street in Decatur, Georgia. The loan bears no interest and matures on September 29, 2018.

On December 11, 2000, the loan agreement was amended to include an additional $60,000 loan to the Organization for rehabilitation of the building. The loan bears no interest and matures on September 29, 2018.

According to the loan agreement, the entire principal amount of $135,000 shall be forgiven if the Organization uses the building as a homeless shelter for 20 years and adheres to all provisions of the loan agreement. If the terms of the note are not met, the note must be repaid. As of December 31, 2014, the outstanding liability was $135,000.

As of December 31, 2014, the Organization has met all the terms of the loan agreement.

6. Line of credit

As of December 31, 2014, line of credit consisted of the following:

Line of Credit is Secured by	Revolving Line of Credit	2014 Outstanding Balance	Maturity Date	Interest Rate	Payment Frequency	Principal Amortization	Prepayment Ability
Certificate of deposit	$ 50,000	$ -	On Demand	Banks prime rate plus 0.75%	Monthly	Yes	Yes

7. Temporarily restricted net assets

Temporarily restricted net assets are related to funds raised for capital improvements to the Organization's facilities. As of December 31, 2014, the capital improvement funds consisted of the following:

Cash- money market	$ 42,857
Certificate of deposit	50,283
Total capital improvement funds	$ 93,140

Certificate of deposit

The Organization entered into a certificate of deposit (CD) agreement with a local bank on July 31, 2012 for $50,000. On October 31, 2013, the CD was renewed for 15 months and earns interest at the rate of 0.10% per annum. The maturity date of the CD is January 31, 2015. The Organization used $50,000 from the restricted cash designated for capital improvements to establish the CD. As of December 31, 2014, the CD has a balance of $50,283 and is reported on the statement of financial position as restricted cash for capital improvements.

8. In-kind donations

During the year ended December 31, 2014, the Organization received the following in-kind donations:

Donated use of transitional housing	$ 63,240
Donated meals	32,850
Reduced MARTA Fare	2,993
Total in-kind donations	$ 99,083

9. Employee benefits

Employee benefits include a retirement plan qualified under Section 403(b) of the Internal Revenue Code. All employees are eligible to participate in the retirement plan. Employees may contribute to the plan up to the extent allowed by the tax code. There are no employer contributions.

The Organization has vacation, sick, and paid time off leave policies covering substantially all of its employees. Employees may accumulate earned but unused benefits up to a specified maximum each year. The Organization has recorded an accrued liability for paid time off as of December 31, 2014 totaling $9,348.

10. Concentrations

Significant revenue sources

A significant amount of the Organization's revenues for the year ended December 31, 2014 were received in the form of federal and state grants. The ability of the Organization to provide its programs would be significantly reduced if these programs were eliminated. The Organization is not aware of any plans of the federal or state government to reduce these grants as of the date of the financial statements.

11. Commitments

Transitional housing leases

The Organization entered into leasing agreements with various organizations for use of apartments and houses for its transitional housing program some of which are leased at below market or zero rent. During 2014, the Organization paid rent totaling $8,580 and received $63,240 in contributed space for these apartments and houses. The Organization pays maintenance and operating costs for all the apartments and houses. The leases for the donated space have terms of one year. As of December 31, 2014, the Organization was obligated under an operating lease to pay an annual rent of $8,580 for one apartment.

12. Client savings

Families enrolled in the Transitional Housing program contribute a portion of their adjusted gross income toward savings. These savings are deposited into a separate bank account and held for the families until the end of the enrollment period at which time the families may request withdrawals for the purpose of moving expenses (deposits, utilities, etc.). The balance of funds held for clients was $310 at December 31, 2014 and is shown on the statement of financial position as cash restricted for client savings and the client saving liability. As of December 31, 2014, the Organization has discontinued the client saving program and is attempting to return the remaining balances to the participants.

13. Accounts payable and accrued liabilities

As of December 31, 2014, accounts payable and accrued liabilities consisted of the following:

Accounts payable	$	11,210
Partnership grants payable		32,313
Accrued employee time off		9,348
	$	52,871

14. Deferred revenue

As of December 31, 2014, deferred revenue consisted of the following:

Donor	Program	Amount
United Way	Siemer	$ 41,664
IR TUA Mary W Covey Chartiable	ACE Initiative Program	5,000
		$ 46,664

15. Subsequent events

On January 31, 2015, the Organization renewed the certificate of deposit (CD). The CD will mature on April 30, 2016.

Decatur Cooperative Ministry, Inc.
Schedule of Expenditures of Federal Awards
For the year ended December 31, 2014

Federal Grantor/ Pass-through Grantor/ Program Title	Federal CFDA Number	Pass-through Entity Indentifying Number	Federal Expenditures
U.S. Department of Housing and Urban Development:			
Pass-through from Georgia Department of Community Affairs			
Emergency Solution Grant Program (ESGP)	14.231		$ 82,548
Pass-through from DeKalb County Community Development			
Emergency Solution Grant Program (ESGP)	14.231		98,067
Total U.S. Department of Housing and Urban Development			180,615
U.S. Department of Homeland Security:			
Pass-through from United Way:			
Emergency Food & Shelter Program (EFSP)	97.024		21,600
Total U.S. Department of Homeland Security			21,600
U.S. Department of Veteran Affairs:			
Direct:			
Supportive Services for Veteran Families (SSVF)	64.033		598,460
Total U.S. Department of Veteran Affairs			598,460
Total Federal Awards			$ 800,675

1. Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Decatur Cooperative Ministry, Inc. and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with requirements of OMB Circular A-133. Therefore, some amounts presented in this schedule may differ from amount presented in, or used in the preparation of, the basic financial statements.

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INDEPENDENT AUDITOR'S 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

To the Board of Directors
Decatur Cooperative Ministry, Inc.
Decatur, Georgia

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 Decatur Cooperative Ministry, Inc. (the Organization), which comprise the statement of financial position as of December 31, 2014, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated May 18, 2015.

Internal Control over Financial Reporting
In planning and performing our audit of the financial statements, we considered the Organization's 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 the Organization's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization's 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.

Compliance and Other Matters
As part of obtaining reasonable assurance about whether the Organization's 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.

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 results of that testing, and not to provide an opinion on the effectiveness of the organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Bambo Sonaike CPA, LLC

May 18, 2015

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

To the Board of Directors
Decatur Cooperative Ministry, Inc.
Decatur, Georgia

Report on Compliance for Each Major Federal Program
We have audited Decatur Cooperative Ministry, Inc.'s (the Organization) compliance with the types of compliance requirements described in the OMB Circular A-133 Compliance Supplement that could have a direct and material effect on each of the Organization's major federal programs for the year ended December 31, 2014. The Organization's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility
Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility
Our responsibility is to express an opinion on compliance for each of the Organization's major federal programs 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 OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 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 a major federal program occurred. An audit includes examining, on a test basis, evidence about the Organization's 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 each major federal program. However, our audit does not provide a legal determination of the Organization's compliance.

Opinion on Each Major Federal Program
In our opinion, Decatur Cooperative Ministry, Inc. complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2014.

Report on Internal Control over Compliance
Management of the Organization 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 the Organization's internal control over compliance

with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, 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 the Organization's 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 a 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 OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Bambo Sonaike CPA, LLC

May 18, 2015

Section I - Summary of Auditors Results

Financial Statements
An unqualified auditors report was issued.

Internal Control over financial reporting:

- Material weakness(es) identified ? _____ Yes __X__ No
- Significant deficiency(ies) identified that are not considered to be material weaknesses? _____ Yes __X__ None reported

Noncompliance material to financial statements noted? _____ Yes __X__ No

Federal Awards
Internal Control over financial reporting:

- Material weakness(es) identified ? _____ Yes __X__ No
- Significant deficiency(ies) identified that are not considered to be material weaknesses? _____ Yes __X__ None reported

An unqualified compliance report was issued.

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of OMB Circular A-133? _____ Yes __X__ No

Identification of Major Programs:

Federal CFDA Number	Name
64.033	Supportive Services for Veteran Families

Dollar threshold used to distinguish between type A and type B programs: $ 300,000

Auditee qualified as a low risk auditee? _____ Yes __X__ No

Section II- Financial Statement Findings

There were no reportable conditions identified to be material weaknesses.

Section III- Federal Award Findings & Questioned Costs

There were no reportable conditions identified to be material weaknesses.

Decatur Cooperative Ministry, Inc.
Schedule of Expenditures of State Awards
December 31, 2014

State Grantor / Program Title	Expenditures	Amount (due to) / from Agency
Georgia Department of Community Affairs:		
Emergency Shelter	$ 30,269	$ 1,373
Prevention	42,536	7,602
Supportive Services	9,743	1,456
Total State Awards	$ 82,548	$ 10,431

–End of Report–