

AUDITED FINANCIAL STATEMENTS

LOVE146, INC.

**NEW HAVEN, CONNECTICUT
YEARS ENDED JUNE 30, 2017 AND 2016**

LOVE146, INC.

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Guiding Successful People

Ansonia
158 Main Street, Suite 301
Ansonia, Connecticut 06401
P: 203-732-2311

Killingworth
166 Route 81
Killingworth, Connecticut 06419
P: 860-663-0110

New Haven
900 Chapel Street, Suite 620
New Haven, Connecticut 06510
P: 203-773-0384

Westport
611 Riverside Avenue
Westport, Connecticut 06880
P: 877-839-7423

Partners
John A. Accavallo CPA
Darin L. Offerdahl MBA CPA

Founders and Principals
Sandra M. Woodbridge CPA
Dominic L. Cusano MBA CPA
Francis H. Michaud Jr. CPA

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
LOVE146, INC.
New Haven, Connecticut

We have audited the accompanying financial statements of LOVE146, INC. (a nonprofit organization) which comprise the statement of financial position as of June 30, 2017 and 2016, and the related statement of activities 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 financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 LOVE146, INC. as of June 30, 2017 and 2016, 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 Matter

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedules of functional expense on pages 17 and 18 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.

Michaud Accavallo Woodbridge & Cusano, LLC

Killingworth, Connecticut
November 8, 2017

LOVE146, INC.
STATEMENT OF FINANCIAL POSITION
AS OF JUNE 30, 2017 AND 2016

	June 30,	
	2017	2016
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 1,062,417	\$ 1,016,860
Contributions receivable, net of allowance of \$0	276,837	22,564
Other current assets	29,673	23,474
TOTAL CURRENT ASSETS	1,368,927	1,062,898
EQUIPMENT AND IMPROVEMENTS		
Furniture, fixtures and equipment	88,969	63,057
Vehicle	209,599	20,588
Leasehold improvements	67,382	57,554
	365,950	141,199
Less: Accumulated depreciation and amortization	(138,820)	(70,229)
TOTAL EQUIPMENT AND IMPROVEMENTS	227,130	70,970
Deposits	5,500	5,500
TOTAL ASSETS	\$ 1,601,557	\$ 1,139,368
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payables	\$ 11,504	\$ 16,617
Accrued expenses	96,909	59,275
Deferred revenue	136,850	50,000
Current portion of capital lease	15,905	13,141
TOTAL CURRENT LIABILITIES	261,168	139,033
NON-CURRENT LIABILITIES		
Capital lease obligation, net of current portion	155,361	-
NET ASSETS		
Unrestricted	1,137,528	1,000,335
Temporarily restricted	47,500	-
TOTAL NET ASSETS	1,185,028	1,000,335
TOTAL LIABILITIES AND NET ASSETS	\$ 1,601,557	\$ 1,139,368

See notes to financial statements

LOVE146, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2017

	<u>Unrestricted</u>	<u>Temporarily</u>	<u>Total</u>
SUPPORT AND REVENUES			
Contributions	\$ 2,861,102	\$ 47,500	\$ 2,908,602
Federal awards	450,561	-	450,561
State awards	218,715	-	218,715
Events	275,602	-	275,602
Program service revenue	69,237	-	69,237
Gift in-kind	31,118	-	31,118
Interest	1,053	-	1,053
Other	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL SUPPORT AND REVENUES	3,907,388	47,500	3,954,888
 EXPENSES			
Program	2,741,839	-	2,741,839
Management and general	497,630	-	497,630
Fundraising	<u>530,727</u>	<u>-</u>	<u>530,727</u>
TOTAL EXPENSES	3,770,196	-	3,770,196
 INCREASE IN NET ASSETS	137,192	47,500	184,692
 NET ASSETS, BEGINNING OF YEAR	<u>1,000,336</u>	<u>-</u>	<u>1,000,336</u>
 NET ASSETS, END OF YEAR	<u>\$ 1,137,528</u>	<u>\$ 47,500</u>	<u>\$ 1,185,028</u>

See notes to financial statements

LOVE146, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2016

	<u>Unrestricted</u>	<u>Temporarily</u>	<u>Total</u>
SUPPORT AND REVENUES			
Contributions	\$ 2,444,498	\$ -	\$ 2,444,498
Events	349,304	-	349,304
Program service revenue	85,043	-	85,043
Gift in-kind	5,282	-	5,282
Interest	905	-	905
Other	<u>5,536</u>	<u>-</u>	<u>5,536</u>
TOTAL SUPPORT AND REVENUES	2,890,568	-	2,890,568
 EXPENSES			
Program	2,129,023	-	2,129,023
Management and general	365,562	-	365,562
Fundraising	<u>361,142</u>	<u>-</u>	<u>361,142</u>
TOTAL EXPENSES	2,855,727	-	2,855,727
 INCREASE (DECREASE) IN NET ASSETS	34,841	-	34,841
 NET ASSETS, BEGINNING OF YEAR	<u>965,495</u>	<u>-</u>	<u>965,495</u>
 NET ASSETS, END OF YEAR	<u>\$ 1,000,336</u>	<u>\$ -</u>	<u>\$ 1,000,336</u>

See notes to financial statements

LOVE146, INC.
STATEMENT OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2017 AND 2016

	Years Ended June 30,	
	2017	2016
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in net assets	\$ 184,692	\$ 34,840
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Depreciation	89,180	28,658
Loss on disposal	389	-
(Increase) Decrease in operating assets:		
Contributions receivable	(254,273)	(10,353)
Deposits	(6,199)	(20,474)
Increase (Decrease) in operating liabilities:		
Accounts payable	(5,113)	16,436
Deferred revenue	86,850	33,355
Accrued expenses	37,634	48,619
NET CASH PROVIDED BY OPERATING ACTIVITIES	133,160	131,081
 CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	(54,648)	(32,604)
 CASH FLOWS FROM FINANCING ACTIVITIES		
Payments on capital lease	(32,955)	(2,624)
NET CHANGE IN CASH	45,557	95,853
Cash and cash equivalents at beginning of year	1,016,860	921,007
CASH AND CASH EQUIVALENTS AT END OF YEAR	\$ 1,062,417	\$ 1,016,860
 Supplemental disclosure of cash flow information:		
Cash paid during the year for interest expense	\$ 9,480	\$ 1,749

See notes to financial statements

LOVE146, INC.
NOTES TO THE FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2017 AND 2016

NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

In September 2002, LOVE146, INC. (Organization) Co-Founders went on an exploratory trip to SE Asia to determine how they could serve in the fight against child trafficking and exploitation. In brothels, they saw young children being sold for sex. In safe homes, they witnessed the miracle of restoration as they sang and danced with survivors. The goal of this and subsequent trips was not to "reinvent the wheel" but to find out where the greatest needs were and how they could be most helpful in filling those needs. After 18 months of research, networking and other organizational work, LOVE146, INC. became an official public charity in March of 2004 under the name of Justice for Children, Inc. (JFCI). In October 2007, JFCI became known as LOVE146, INC. and is incorporated in the State of Connecticut.

LOVE146, INC. works toward the abolition of child trafficking and exploitation through prevention and survivor care programs. LOVE146, INC. trains care givers and social workers, manages safe homes and safe accommodation, provides specialist care provision and survivor care services, aids socioeconomic development programs in high-risk communities and amplifies the voice of these victims of modern-day slavery. Major programs include educational programs; training programs aimed at developing knowledge and skills for working with survivors of child trafficking and exploitation working to help child survivors by facilitating restorative experiences, teaching life skills, and providing help for a better future; and survivor care programs which provide direct care for survivors.

LOVE146, INC. has developed a U.S. prevention strategy that focuses on education to prevent child trafficking and exploitation. The Organization reaches U.S. children in classroom and community settings, equipping them to recognize vulnerabilities and protect themselves and their peers from exploitation using the Love146 youth curriculum, called "Not A #Number". Through detailed research and collaboration, LOVE146, INC. also contributes to the modern-day abolitionist movement in the U.S. by emphasizing coalition building and partnerships and by equipping volunteer teams with innovative action steps and creative advocacy strategies.

The Organization operates programs in the United States and foreign countries and makes grants to organizations based in foreign countries. These countries have included, but are not limited to, the Philippines, Thailand, Cambodia, India, the United Kingdom and Moldova. Unforeseen political, economic or governmental changes in these countries could have an effect on the Organization's future activities. Total grant expense to organizations worldwide during the years ended June 30, 2017 and 2016 totaled \$459,983 and \$435,678, respectively.

Financial Statement Presentation

The accompanying financial statements of the Organization have been prepared on the accrual basis of accounting. The Organization also reports 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. There were no permanently restricted net assets for the years ended June 30, 2017 and 2016, respectively.

LOVE146, INC.
NOTES TO THE FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2017 AND 2016

Use of Estimates

The accounting and financial reporting policies of the Organization conform to generally accepted accounting principles. The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of support, revenues and expenses during the reporting period. Actual results could differ from those estimates.

Functional Allocation of Expenses

The costs of providing the various programs and other activities of LOVE146, INC. have been summarized on a functional basis in the accompanying statement of activities, which includes all expenses incurred for the years. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Management allocates the direct costs of its operations to its programs and services based upon the percentage of direct labor costs charged to each program and supporting services by LOVE146, INC. staff.

Cash, Cash Equivalents and Credit Risk

For purposes of the statement of cash flows, the Organization considers all short-term investments, with a maturity of three months or less when purchased, and money market mutual funds, to be cash equivalents.

Cash deposits in banks are insured by the Federal Deposit Insurance Corporation up to \$250,000. As of June 30, 2017 and 2016, cash deposit balances in banks and financial institutions were not insured by \$314,555 and \$256,134, respectively.

Contributions

Contributions are generally available for unrestricted use in the related year unless specifically restricted by the donor. Unconditional promises to give are recorded as received. Unconditional promises to give due in the next year are reflected as current promises to give and are recorded at their net realizable value. The Organization does not generally have unconditional promises to give due in subsequent years, but when they occur, they are reflected as long-term promises to give and are recorded at the present value of their net realizable value, using risk-free interest rates applicable to the year in which the promises are received to discount the amounts. Promises to give are received from various contributors and not necessarily related to any specific event. An allowance for uncollectable contributions is provided based on management's evaluation of potential uncollectable receivables. LOVE146, INC. records restricted contributions whose restrictions are met in the same reporting period as unrestricted contributions.

LOVE146, INC.
NOTES TO THE FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2017 AND 2016

Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

Grant and Contracts

Governmental grants and contracts are generally considered to be exchange transactions rather than contributions. Revenue from cost-reimbursement grants and contracts is recognized to the extent of costs incurred. Revenue from performance-based grants and contracts is recognized to the extent of performance achieved. Grant and contract receipts in excess of revenue recognized are presented as deferred grant revenue.

Furniture, Equipment and Leasehold Improvements

Furniture, equipment and leasehold improvements are capitalized at cost. It is the organizations policy to capitalize expenditures for these items in excess of \$500. Lesser amounts are expensed. Furniture and office equipment are being depreciated over estimated useful lives of three to seven years, using the straight-line method. Leasehold improvements are being amortized over the shorter of the lease term or useful life using the straight-line method.

Donated Services

The Organization recognizes donated services if they create or enhance non-financial assets or requires specialized skills and would typically be purchased if not provided by donation. General volunteer services do not meet these criteria for recognition in the financial statement. However, a substantial number of volunteers have donated significant amounts of their time in the Organization's operations and fund-raising campaigns.

Compensated Absences

Employees are entitled to paid vacation and sick days depending on job classification, length of service, and other factors. It is impracticable to estimate the amount of compensation for future paid sick days and time off. Accordingly, no liabilities for these amounts have been recorded in the accompanying financial statements. The Organizations policy is to recognize the cost of compensated absences when actually paid to employees.

Income Tax Status

The Organization is a not-for-profit Organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. The Organization is also exempt from State income taxes. Accordingly, no provision for income taxes has been made in the financial statements. The Organization is subject to tax on unrelated business income, if incurred, as well as certain state filing fees.

LOVE146, INC.
NOTES TO THE FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2017 AND 2016

The Organization has concluded that there are no uncertain tax positions that would require recognition in the financial statements. If the Organization were to incur an income tax liability in the future, interest on any income tax liability would be reported as interest expense and penalties would be reported as income taxes. The Organization's conclusions regarding uncertain tax positions may be subject to review and adjustment at a later date based on ongoing analysis of tax laws, regulations and interpretations thereof as well as other factors. Generally, federal and state authorities may examine the Organization's tax returns for three years from the date of filing. Consequently, income tax returns for years prior to 2013 are no longer subject to examination by taxing authorities.

NOTE 2—REVENUE AND RECEIVABLES

Grants and Contracts

The Organization receives funding under grants and contracts from federal, state and local agencies for direct and indirect program costs. This funding is subject to contractual restrictions, which must be met through incurring qualifying expenses for programs.

Grants and contracts are generally considered to be exchange transactions rather than contributions. Revenue is recognized only when funds are utilized by the Organization to carry out the activity stipulated in the grant or contract agreement. Grants and contracts receivable represent amounts due from funding organizations for reimbursable expenses incurred. Cash received under grants and contracts in advance of incurring the related expenses is reported as deferred revenue.

Contributions and Concentration of Major Contributors

Contributions totaled \$2,908,602 and \$2,444,498 for the years ended June 30, 2017 and 2016, respectively. For the years then ended, the Organization's three largest contributors accounted for 5%, 4% and 4% and 6%, 5% and 3%, respectively.

Contributions Receivable

Contributions receivable totaled \$276,837 and \$22,564 at June 30, 2017 and 2016, respectively, and are due within one year. Contributions receivable includes on-line contributions contributed through credit card transactions by the donor that have not been remitted to the Organization. In addition, contributions receivable also include short-term pledges that were not received prior to the years ended June 30, 2017 and 2016. As of the years ended June 30, 2017 and 2016, the allowance for uncollectable accounts is \$0.

LOVE146, INC.
NOTES TO THE FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2017 AND 2016

NOTE 3—LEASES

Operating Leases

The Organization leases office space in New Haven, Connecticut under a five-year non-cancelable operating lease, which expires July 2019. The lease requires annually increasing monthly payments ranging from \$5,500 to \$5,837 over the five-year life of the lease. The Organization also leases office space in Spring, Texas under a two-year (24 months) non-cancelable operating lease, which expires August 31, 2016. The lease required monthly payments of \$1,435. Total rent expense for the year ended June 30, 2017 and 2016 was \$98,486 and \$103,025. Future minimum operating lease commitments under lease are as follows:

2018	87,229
2019	79,837
2020	<u>8,112</u>
Total	<u>\$ 175,178</u>

Capital Lease

During 2014, the Organization leased a vehicle under a capital lease expiring in 2017. In addition, during the year ended June 30, 2017, the Organization leased ten additional vehicles under capital lease. The asset and liability under capital lease are recorded at the lower of the present value of the minimum lease payments or the fair value of the assets. The asset is amortized over the lower of the related lease terms. Amortization of assets under capital leases is included in depreciation expense for June 30, 2017 and 2016. Following is a summary of equipment held under capital lease at June 30:

	<u>2017</u>	<u>2016</u>
Vehicle	\$ 209,599	\$ 20,588
Less Accumulated amortization	<u>(54,234)</u>	<u>(15,441)</u>
	<u>\$ 155,365</u>	<u>\$ 5,147</u>

Minimum future lease payments under capital lease as of June 30, 2017 are approximated as follows:

2018	\$ 27,663
2019	98,958
2020	<u>69,889</u>
Total minimum lease payments	196,510
Less: Amount representing interest	<u>25,244</u>
Total capital lease	<u>\$ 171,266</u>

Interest rates on the capitalized lease is 8% and is imputed based on the lower of the Company's incremental borrowing rate at the inception of the lease or the lessor's implicit rate of return.

LOVE146, INC.
NOTES TO THE FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2017 AND 2016

NOTE 4—RESTRICTED NET ASSETS

During the year ended June 30, 2017, the organization received \$47,500 in temporarily restricted net assets for use in the Organization Africa programs. There were no permanently restricted net assets for the years ended June 30, 2017 and 2016.

NOTE 5—RELATED PARTY TRANSACTIONS

LOVE146 (Philippines)

On January 24, 2008, LOVE146, INC. (US) entered into an Association Agreement (agreement) with a related party in the Philippines, LOVE146 (Philippines) to support their mission in the area. The agreement requires, among other things, that LOVE146 (Philippines) maintain a board of directors and executive director whose appointments must all be ratified by LOVE146, INC. (US). The agreement also requires that to ensure coordination with LOVE146, INC. (US), LOVE146 (Philippines) annual proposed budget must be approved by LOVE146, INC. (US) prior to adoption. In addition, LOVE146 (Philippines) shall provide monthly financial reports and quarterly audited financial statements to LOVE146, INC. (US).

The initial term of the agreement is five years and has an automatic five-year renewal unless either party provides notice not to renew. The agreement may also terminate if other occurrences occur such as the dissolution of either party, either party submits written cancellation within a certain period of time, loss of tax exempt status by either party or if one party engages in any act that is (1) in violation of the agreement; (2) inconsistent with the ministry of exempt status of any party to this agreement; or (3) which would subject any party to public disrepute.

In addition, the two parties entered into a Trademark License Agreement which grants a non-transferable, exclusive, royalty free license to LOVE146 (Philippines) to use Trademarks registered with the United States Patent and Trademark Office by LOVE146, INC. (US), as long as the Trademark License Agreement and Association Agreement remain in place.

During the years ended June 30, 2017 and 2016, the Organization provided LOVE146 (Philippines) with \$289,000 and \$261,000, respectively, in support to fund operations to support their mutual mission.

LOVE146, INC.
NOTES TO THE FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2017 AND 2016

LOVE146 (UK)

On March 24, 2010, LOVE146, INC. (US) entered into an Association Agreement (agreement) with a related company in the United Kingdom, LOVE146 (UK) to support their mission in Europe. The agreement requires, among other things, that LOVE146 (UK) maintain a board of directors and executive director whose appointments must all be ratified by LOVE146, INC. (US). The agreement also requires that to ensure coordination with LOVE146, INC. (US). LOVE146 (UK)'s, annual proposed budget must be approved by LOVE146, INC. (US) prior to adoption. In addition, LOVE146 (UK) shall provide monthly financial reports and quarterly audited financial statements to LOVE146, INC. (US).

The initial term of the agreement is five years and has an automatic five-year renewal unless either party provides notice not to renew. The agreement may also terminate if other occurrences' occur such as the dissolution of either party, either party submits written cancelation within a certain period of time, loss of tax exempt status by either party or if organization engages in any act that is (1) in violation of the agreement; (2) inconsistent with the ministry of exempt status of any party to this agreement; or (3) which would subject any party to public disrepute.

In addition, the two parties entered into a Trademark License Agreement, which grants non-transferable, exclusive royalty free license to LOVE146 (UK) to use Trademarks registered with the United States Patent and Trademark Office by LOVE146, INC. (US), as long as the Trademark License Agreement and Association Agreement remain in place.

A new agreement was signed on July 31, 2013 for a 5-year term. It clarifies how LOVE146 Europe will promote the organization's vision, mission and values and sets forth new standards for external communications and brand protection.

The geographical boundaries for LOVE146 EUROPE fundraising efforts were agreed to (all countries in the European Union plus Moldova, Romania, Bulgaria and such other countries as shall be agreed between the parties from time to time). In addition, an agreement to the LOVE146 programmatic standards were outlined and agreed to by LOVE146 Europe.

During the years ended June 30, 2017 and 2016, the Organization provided LOVE146 (UK) with \$158,983 and \$161,951, respectively, in support.

NOTE 6– SUBSEQUENT EVENTS

Subsequent events were considered through November 8, 2017, which is the date the financial statements were available to be issued.

SUPPLEMENTAL SCHEDULES

LOVE146, INC.
SUPPLEMENTAL SCHEDULE OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2017

	Program				Total	Management	Fund	Total
	Survivor	Prevention						
	Care	Education	Reimagine	Mobilization				
Program expenses	\$ 81,672	\$ -	\$ -	\$ 15	\$ 81,687	\$ - #	\$ -	\$ 81,687
Grant expense	459,983	-	-	-	459,983	-	-	459,983
Salaries	842,804	295,344	76,184	160,503	1,374,835	219,812	242,345	1,836,992
Employee benefits	53,783	24,091	6,205	15,261	99,340	13,536	14,948	127,824
Payroll taxes	87,150	25,535	6,106	16,112	134,903	16,364	17,765	169,032
Contract labor	129,709	11,068	-	867	141,644	749	70,412	212,805
Travel and related expenses	64,032	59,678	15,481	22,497	161,688	43,908	86,206	291,802
Occupancy	26,888	18,969	19,913	13,398	79,168	17,768	16,195	113,131
Bank fees	649	139	88	-	876	34,320	27,988	63,184
Professional fees	6,295	4,857	1,708	496	13,356	42,347	17,677	73,380
Printing and reproduction	2,189	16,580	284	2,884	21,937	4,925	15,574	42,436
Postage	327	404	550	286	1,567	4,249	1,915	7,731
Insurance	48,072	526	42	530	49,170	14,233	1,411	64,814
Supplies	14,824	1,419	3,483	213	19,939	23,451	8,470	51,860
Telephone	9,970	3,767	795	1,928	16,460	6,365	2,525	25,350
Staff development	8,707	3,250	199	205	12,361	22,119	3,403	37,883
Depreciation expense	60,126	3,203	-	1,595	64,924	24,255	-	89,179
Office equipment	133	87	-	71	291	7,105	858	8,254
Dues and subscriptions	309	725	15	20	1,069	3,072	454	4,595
Other	9,084	(1,931)	-	(512)	6,641	(948)	2,581	8,274
TOTAL	\$ 1,906,706	\$ 467,711	\$ 131,053	\$ 236,369	\$ 2,741,839	\$ 497,630	\$ 530,727	\$ 3,770,196

LOVE146, INC.
SUPPLEMENTAL SCHEDULE OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2016

	Program			Management and General	Fund Raising	Total Expense	
	Survivor	Prevention					Total
	Care	Education	Reimagine				Program
Grant expense	\$ 469,916	\$ -	\$ -	\$ 469,916	\$ -	\$ 469,916	
Salaries	606,427	372,550	5,492	984,469	99,863	1,281,635	
Employee benefits	46,671	26,294	-	72,965	8,856	98,445	
Payroll taxes	50,434	32,427	445	83,306	9,134	111,420	
Contract labor	145,885	27,218	-	173,103	20,469	228,527	
Travel and related expenses	72,045	76,930	7,826	156,801	37,506	260,455	
Occupancy	44,576	40,486	204	85,266	21,117	115,467	
Bank fees	195	-	-	195	51,034	51,312	
Professional fees	16,614	7,120	-	23,734	33,162	56,896	
Printing and reproduction	7,672	16,014	-	23,686	4,161	37,194	
Postage	476	614	-	1,090	2,216	6,900	
Insurance	7,084	120	-	7,204	17,056	24,660	
Supplies	2,312	4,506	276	7,094	13,194	21,466	
Telephone	7,620	5,023	68	12,711	3,048	17,371	
Staff development	1,535	2,543	41	4,119	25,184	30,735	
Depreciation expense	15,045	6,233	216	21,494	7,164	28,658	
Office equipment	398	674	798	1,870	5,543	7,815	
Dues and subscriptions	-	-	-	-	3,942	3,942	
Other	-	-	-	-	2,913	2,913	
TOTAL	\$ 1,494,905	\$ 618,752	\$ 15,366	\$ 2,129,023	\$ 365,562	\$ 2,855,727	