

AUDITED FINANCIAL STATEMENTS

LOVE146, INC.

**NEW HAVEN, CONNECTICUT
YEARS ENDED JUNE 30, 2014 AND 2013**



LOVE146, INC.

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Guiding Successful People

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
LOVE146, INC.
132 Temple Street
New Haven, Connecticut 06510

We have audited the accompanying financial statements of LOVE146, INC. (a nonprofit organization) which comprise the statement of financial position as of June 30, 2014 and 2013, 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, 2014 and 2013, 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
September 5, 2014

LOVE146, INC.
STATEMENT OF FINANCIAL POSITION
AS OF JUNE 30, 2014 AND 2013

	June 30,	
	2014	2013
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 903,858	\$ 749,747
Contributions receivable, net of allowance of \$0	7,102	124,511
Other current assets	3,000	6,194
TOTAL CURRENT ASSETS	913,960	880,452
EQUIPMENT AND IMPROVEMENTS		
Furniture, fixtures and equipment	103,532	98,939
Vehicle	20,588	-
Leasehold improvements	9,980	7,780
	134,100	106,719
Less: Accumulated depreciation and amortization	(89,591)	(72,608)
TOTAL EQUIPMENT AND IMPROVEMENTS	44,509	34,111
OTHER ASSET-deposit	4,789	4,789
TOTAL ASSETS	\$ 963,258	\$ 919,352
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payables	\$ 3,757	\$ 1,390
Accrued expenses	35,822	49,033
Deferred revenue	2,857	-
Current portion of capital lease	2,423	-
TOTAL CURRENT LIABILITIES	44,859	50,423
Captail lease obligation, net of current portion	15,765	-
NET ASSETS		
Unrestricted	902,634	805,878
Temporarily restricted	-	63,051
TOTAL NET ASSETS	902,634	868,929
TOTAL LIABILITIES AND NET ASSETS	\$ 963,258	\$ 919,352

See notes to financial statements

LOVE146, INC.
STATEMENT OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30, 2014

	<u>Unrestricted</u>	<u>Temporarily</u>	<u>Total</u>
SUPPORT AND REVENUES			
Contributions	\$ 2,647,797	\$ -	\$ 2,647,797
Events	233,355	-	233,355
Promotional sales, net	1,130	-	1,130
Gift in-kind	0	-	-
Interest	990	-	990
Net assets released from restriction	63,051	(63,051)	-
TOTAL SUPPORT AND REVENUES	<u>2,946,323</u>	<u>(63,051)</u>	<u>2,883,272</u>
EXPENSES			
Program	2,145,088	-	2,145,088
Management and general	407,185	-	407,185
Fundraising	297,293	-	297,293
TOTAL EXPENSES	<u>2,849,566</u>	<u>-</u>	<u>2,849,566</u>
INCREASE (DECREASE) IN NET ASSETS	96,757	(63,051)	<u>33,706</u>
NET ASSETS, BEGINNING OF YEAR	<u>805,877</u>	<u>63,051</u>	<u>868,928</u>
NET ASSETS, END OF YEAR	<u>\$ 902,634</u>	<u>\$ -</u>	<u>\$ 902,634</u>

See notes to financial statements

LOVE146, INC.
STATEMENT OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30, 2013

	<u>Unrestricted</u>	<u>Temporarily</u>	<u>Total</u>
SUPPORT AND REVENUES			
Contributions	\$ 2,301,541	\$ 63,051	\$ 2,364,592
Events	271,188	-	271,188
Promotional sales, net	5,617	-	5,617
Gift in-kind	1,800	-	1,800
Interest	1,049	-	1,049
Net assets released from restriction	131,639	(131,639)	-
TOTAL SUPPORT AND REVENUES	<u>2,712,834</u>	<u>(68,588)</u>	<u>2,644,246</u>
EXPENSES			
Program	1,803,521	-	1,803,521
Management and general	366,489	-	366,489
Fundraising	367,763	-	367,763
TOTAL EXPENSES	<u>2,537,773</u>	<u>-</u>	<u>2,537,773</u>
(DECREASE) INCREASE IN NET ASSETS	175,061	(68,588)	106,473
NET ASSETS, BEGINNING OF YEAR	<u>630,817</u>	<u>131,639</u>	<u>762,456</u>
NET ASSETS, END OF YEAR	<u>\$ 805,878</u>	<u>\$ 63,051</u>	<u>\$ 868,929</u>

See notes to financial statements

LOVE146, INC.
STATEMENT OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2014 AND 2013

	Years Ended June 30,	
	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in net assets	\$ 33,706	\$ 106,473
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Depreciation	16,983	10,210
(Increase) Decrease in operating assets:		
Contributions receivable	117,408	(59,431)
Other current assets	3,194	35,122
Increase (Decrease) in operating liabilities:		
Accounts payable	2,367	(294)
Deferred revenue	2,857	-
Accrued expenses	(13,211)	16,591
NET CASH PROVIDED BY OPERATING ACTIVITIES	163,304	108,671
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	(6,793)	(31,810)
CASH FLOWS FROM FINANCING ACTIVITIES		
Payments on capital lease	(2,400)	-
NET CHANGE IN CASH	154,111	76,861
Cash and cash equivalents at beginning of year	749,747	672,886
CASH AND CASH EQUIVALENTS AT END OF YEAR	\$ 903,858	\$ 749,747
Supplemental disclosure of cash flow information:		
Cash paid during the year for interest expense	\$ 246	\$ -

See notes to financial statements

LOVE146, INC.
NOTES TO THE FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2014 AND 2013

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 sex trafficking. 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 sex trafficking and exploitation prevention and aftercare. LOVE146, INC. trains aftercare workers, establishes safe homes, 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 victims of Child Sex Trafficking and Exploitation (CSTE); working to help CSTE survivors by facilitating restorative experiences, teaching life skills, and providing help for a better future; and safe home programs which provide care for survivors of CSTE.

LOVE146, INC. has developed a USA prevention strategy that focuses on advocacy to prevent child sex slavery and exploitation. The Organization seeks to advocate on behalf of as well as with victims, survivors, and those at-risk. Through detailed research and collaboration, LOVE146, INC. contributes to the modern-day abolitionist movement in the USA by emphasizing coalition building and partnerships as well as innovative, 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, 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, 2014 and 2013 totaled \$525,144 and \$509,402, 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, 2014 and 2013, respectively.

LOVE146, INC.
NOTES TO THE FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2014 AND 2013

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, 2014 and 2013, cash deposit balances in banks and financial institutions were not insured by \$637,629 and \$527,267, 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 receivable. 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, 2014 AND 2013

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 Revenue

Grants are generally considered exchange transactions in which the grantor requires the performance of specified activities. Entitlement to cost reimbursement grants is conditioned on the expenditure of funds in accordance with grant restrictions and, therefore, revenue is recognized to the extent of grant expenditures. Grant receipts in excess of revenues recognized are presented as deferred grant revenue, if it is expected that the excess will be spent pursuant to the terms of the grant. If the excess is not expected to be spent, it is considered an account payable.

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, 2014 AND 2013

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 2010 are no longer subject to examination by taxing authorities.

NOTE 2—CONTRIBUTION RECEIVABLES, SUPPORT AND REVENUE

Contributions and Concentration of Major Contributors

Contributions totaled \$2,647,797 and \$2,364,592 for the years ended June 30, 2014 and 2013, respectively. For the years then ended, the Organization's three largest contributors accounted for 9%, 5% and 5% and 6%, 4% and 3%, respectively.

Contributions Receivable

Contributions receivable totaled \$7,102 and \$124,511 at June 30, 2014 and 2013, 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 year ended June 30, 2014. As of the years ended June 30, 2014 and 2013, the allowance for doubtful accounts is \$0.

Promotional Sales

During the year ended June 30, 2013, the Organization promoted its mission in part through the sale of promotional items such as t-shirts, wrist bands and other items that individuals purchase in support of LOVE146, INC.'s mission to work toward the abolition of child sex trafficking and exploitation, prevention, survivor and aftercare. Total sales of promotional items for the year ended June 30, 2013 were \$30,638. Total costs related to the promotional items were \$30,101. Net promotional revenues were \$537, for the year ended June 30, 2013. The sale of promotional items ceased at the end of fiscal 2013.

LOVE146, INC.
NOTES TO THE FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2014 AND 2013

NOTE 3—LEASES

Operating Leases

The Organization leases office space in New Haven, Connecticut under a three-year non-cancelable operating lease, which expired April 30, 2013, and is currently being negotiated. The lease requires annually increasing monthly payments ranging from \$3,400 to \$3,678 over the three-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 May 31, 2015. The lease requires monthly payments of \$1,389 for the last twenty-two months of the lease, with no payment required for the first two months of the lease. Total rent expense for the year ended June 30, 2014 and 2013 was \$71,613 and \$120,283. Future minimum operating lease commitments under lease are as follows:

2015		<u>15,276</u>
	Total	<u>\$ 15,276</u>

Capital Lease

During 2014, the Organization leased a vehicle under a capital lease expiring in 2017. 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, 2014 and 2013. Following is a summary of equipment held under capital lease at June 30:

	<u>2014</u>	<u>2013</u>
Vehicle	\$ 20,588	\$ -
Less Accumulated amortization	<u>(1,716)</u>	<u>-</u>
	<u>\$ 18,872</u>	<u>\$ -</u>

Minimum future lease payments under capital lease as of June 30, 2014 are approximated as follows:

2015		\$ 3,790
2016		3,790
2017		<u>13,947</u>
	Total	21,527
Less: Amount representing interest		<u>3,339</u>
Total capital lease		<u>\$ 18,188</u>
Current portion of capital lease		\$ 2,423
Long term portion of capital lease		<u>15,765</u>
		<u>\$ 18,188</u>

LOVE146, INC.
NOTES TO THE FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2014 AND 2013

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.

NOTE 4-TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets are comprised of unconditional promises to give for future periods. The following unconditional promises to give are earmarked for specific programs and uses as of June 30, 2014 and 2013:

	<u>2014</u>	<u>2013</u>	<u>Net change</u>
Asia aftercare	\$ -	\$ 29,334	\$ (29,334)
Survivor aftercare	-	11,104	(11,104)
Empowering movement	-	22,613	(22,613)
Total	<u>\$ -</u>	<u>\$ 63,051</u>	<u>\$ (63,051)</u>

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, 2014 and 2013, the Organization provided LOVE146 (Philippines) with \$259,360 and \$351,419, respectively, in support to fund operations to support our mutual mission.

LOVE146, INC.
NOTES TO THE FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2014 AND 2013

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, 2103 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, 2014 and 2013, the Organization provided LOVE146 (UK) with \$95,436 and \$14,996, respectively, in support.

NOTE 6– SUBSEQUENT EVENTS

Subsequent events were considered through September 5, 2014, which is the date the financial statements were available to be issued.

SUPPLEMENTAL SCHEDULE

LOVE146, INC.
SUPPLEMENTAL SCHEDULE OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2014

	Program				Total	Management	Fund	Total
	Survivor	Prevention	Professional	Empowering				
	Care	Education	Training	Movement	Program	and General	Raising	Expense
Grant expense	\$ 320,201	\$ 86,512	\$ 55,431	\$ 63,000	\$ 525,144	\$ -	\$ -	\$ 525,144
Salaries	223,539	284,275	8,960	302,627	819,401	158,785	163,858	1,142,044
Employee benefits	19,604	24,614	782	26,284	71,284	14,909	12,967	99,160
Payroll taxes	18,853	23,684	751	25,273	68,561	13,556	11,473	93,590
Contract labor	120,971	31,289	16,559	193,790	362,609	3,310	43,784	409,703
Travel and related expenses	53,599	64,009	1,777	57,643	177,028	25,040	21,098	223,166
Occupancy	12,968	17,798	518	17,107	48,391	18,597	7,403	74,391
Bank fees	363	38	2	754	1,157	46,728	134	48,019
Professional fees	5,612	3,932	205	11,637	21,386	51,465	2,506	75,357
Printing and reproduction	893	1,269	27	2,476	4,665	8,122	11,123	23,910
Postage	566	392	20	1,020	1,998	3,300	17,322	22,620
Insurance	723	176		3,247	4,146	19,476	-	23,622
Supplies	3,196	2,366	62	2,272	7,896	17,255	3,506	28,657
Telephone	2,344	5,278	85	2,504	10,211	3,238	812	14,261
Staff development	108	406	5	180	699	11,402	12	12,113
Depreciation expense	3,906	1,189	509	7,303	12,907	4,076	-	16,983
Office equipment	558	751	22	2,076	3,407	4,938	-	8,345
Dues and subscriptions	575	3,194	9	300	4,078	115	1,295	5,488
Other	-	120	-	-	120	2,873	-	2,993
TOTAL	\$ 788,579	\$ 551,292	\$ 85,724	\$ 719,493	\$ 2,145,088	\$ 407,185	\$ 297,293	\$ 2,849,566

LOVE146, INC.
SUPPLEMENTAL SCHEDULE OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2013

	Program				Total	Management	Fund	Total
	Survivor	Prevention	Professional	Empowering				
	Care	Education	Training	Movement	Program	and General	Raising	Expense
Grant expense	\$ 319,419	\$ 67,487	\$ 47,496	\$ 75,000	\$ 509,402	\$ -	\$ -	\$ 509,402
Salaries	143,578	220,363	24,994	232,667	621,602	144,513	90,355	856,470
Employee benefits	10,831	14,862	1,620	18,538	45,851	18,156	6,193	70,200
Payroll taxes	11,907	18,439	2,170	21,512	54,028	12,398	6,815	73,241
Contract labor	74,496	22,975	17,482	184,007	298,960	2,792	87,032	388,784
Travel and related expenses	41,835	63,484	4,302	43,593	153,214	20,262	58,407	231,883
Occupancy	9,538	15,779	1,589	16,219	43,125	15,145	62,013	120,283
Bank fees	182	323	60	770	1,335	46,314	197	47,846
Professional fees	11,945	6,909	2,103	24,486	45,443	51,592	754	97,789
Printing and reproduction	230	1,358	30	786	2,404	4,885	22,152	29,441
Postage	332	206	11	203	752	2,558	19,140	22,450
Insurance	-	-	-	3,671	3,671	13,656	-	17,327
Supplies	1,704	3,016	35	1,162	5,917	14,009	13,803	33,729
Telephone	1,155	2,784	193	1,665	5,797	2,670	439	8,906
Staff development	-	3,101	-	-	3,101	9,552	-	12,653
Depreciation expense	2,340	672	303	4,342	7,657	2,553	-	10,210
Office equipment	-	320	-	49	369	3,979	118	4,466
Dues and subscriptions	74	652	12	155	893	336	312	1,541
Other	-	-	-	-	-	1,119	33	1,152
TOTAL	\$ 629,566	\$ 442,730	\$ 102,400	\$ 628,825	\$ 1,803,521	\$ 366,489	\$ 367,763	\$ 2,537,773