

OUR MISSION: YOUR SUCCESS

**JRC Senior Services  
JRC Learning Center  
Audited Combined Financial Statements  
Years Ended June 30, 2017 and 2016**

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## Independent Auditors' Report

To the Audit Committee of  
JRC Senior Services and JRC Learning Center  
Canton, Ohio

We have audited the accompanying combined financial statements of JRC Senior Services and JRC Learning Center (not-for-profit organizations) which comprise the combined statements of financial position as of June 30, 2017 and 2016, and the related combined statements of activities and changes in net assets, functional expenses and cash flows for the years then ended, and the related notes to the combined financial statements.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these combined 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 combined financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the combined financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the combined financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the combined 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 combined 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 combined 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 combined financial statements referred to above present fairly, in all material respects, the financial position of JRC Senior Services and JRC Learning Center as of June 30, 2017 and 2016, and the changes in their net assets and their cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

*RKCM*

December 5, 2017

**JRC Senior Services  
JRC Learning Center  
Combined Statement of Financial Position  
June 30, 2017**

	<b>Unrestricted</b>	<b>Temporarily Restricted</b>	<b>Total</b>
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	\$ 199,982	\$ 225,050	\$ 425,032
Investments	39,891	-	39,891
Accounts receivable, net of allowance for doubtful accounts	214,471	155,419	369,890
Prepaid expenses	29,345	-	29,345
<b>Total current assets</b>	483,689	380,469	864,158
<b>Property and equipment</b>			
Land	180,619	-	180,619
Building and improvements	3,976,381	-	3,976,381
Furniture, fixtures and equipment	655,446	-	655,446
Vehicles	139,038	-	139,038
<b>Total property and equipment</b>	4,951,484	-	4,951,484
Accumulated depreciation	(2,900,175)	-	(2,900,175)
<b>Net property and equipment</b>	2,051,309	-	2,051,309
<b>Other assets</b>			
Board designated capital improvement fund	650,000	-	650,000
Board designated endowment fund	23,056	-	23,056
<b>Total other assets</b>	673,056	-	673,056
<b>Total assets</b>	\$ 3,208,054	\$ 380,469	\$ 3,588,523
<b>Liabilities and Net Assets</b>			
<b>Current liabilities</b>			
Accounts payable	\$ 39,979	\$ -	\$ 39,979
Accrued payroll and taxes	30,763	-	30,763
Other current liabilities	1,150	-	1,150
<b>Total current liabilities</b>	71,892	-	71,892
<b>Net assets</b>			
Unrestricted			
Unrestricted	2,463,106	-	2,463,106
Board designated funds	673,056	-	673,056
Total unrestricted	3,136,162	-	3,136,162
Temporarily restricted	-	380,469	380,469
<b>Total net assets</b>	3,136,162	380,469	3,516,631
<b>Total liabilities and net assets</b>	\$ 3,208,054	\$ 380,469	\$ 3,588,523

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

**JRC Senior Services  
JRC Learning Center  
Combined Statement of Financial Position  
June 30, 2016**

	<b>Unrestricted</b>	<b>Temporarily Restricted</b>	<b>Total</b>
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	\$ 247,892	\$ 13,726	\$ 261,618
Investments	42,545	-	42,545
Accounts receivable, net of allowance for doubtful accounts	269,525	155,419	424,944
Prepaid expenses	5,527	-	5,527
<b>Total current assets</b>	565,489	169,145	734,634
<b>Property and equipment</b>			
Land	181,245	-	181,245
Building and improvements	3,877,714	-	3,877,714
Furniture, fixtures and equipment	651,093	-	651,093
Vehicles	139,038	-	139,038
<b>Total property and equipment</b>	4,849,090	-	4,849,090
Accumulated depreciation	(2,787,190)	-	(2,787,190)
<b>Net property and equipment</b>	2,061,900	-	2,061,900
<b>Current assets</b>			
Board designated capital improvement fund	523,687	-	523,687
Board designated endowment fund	20,275	-	20,275
<b>Total other assets</b>	543,962	-	543,962
<b>Total assets</b>	\$ 3,171,351	\$ 169,145	\$ 3,340,496
<b>Liabilities and Net Assets</b>			
<b>Current liabilities</b>			
Accounts payable	\$ 45,369	\$ -	\$ 45,369
Accrued payroll and taxes	24,563	-	24,563
Other current liabilities	1,150	-	1,150
<b>Total current liabilities</b>	71,082	-	71,082
<b>Net assets</b>			
Unrestricted			
Unrestricted	2,608,110	-	2,608,110
Board designated funds	492,159	-	492,159
Total unrestricted	3,100,269	-	3,100,269
Temporarily restricted	-	169,145	169,145
<b>Total net assets</b>	3,100,269	169,145	3,269,414
<b>Total liabilities and net assets</b>	\$ 3,171,351	\$ 169,145	\$ 3,340,496

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

**JRC Senior Services  
JRC Learning Center  
Combined Statement of Activities and Changes in Net Assets  
Year Ended June 30, 2017**

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
<b>Public support</b>	\$ 1,998,164	\$ 526,070	\$ 2,524,234
<b>Revenue</b>	263,188	-	263,188
<b>Miscellaneous and interest</b>	<u>34,972</u>	<u>-</u>	<u>34,972</u>
<b>Total public support and revenue</b>	2,296,324	526,070	2,822,394
<b>Net assets released from restriction</b>	<u>314,746</u>	<u>(314,746)</u>	<u>-</u>
<b>Total public support, revenue and net assets released from restriction</b>	2,611,070	211,324	2,822,394
<b>Expenses</b>	<u>2,575,177</u>	<u>-</u>	<u>2,575,177</u>
<b>Change in net assets</b>	35,893	211,324	247,217
<b>Net assets, beginning</b>	<u>3,100,269</u>	<u>169,145</u>	<u>3,269,414</u>
<b>Net assets, ending</b>	<u>\$ 3,136,162</u>	<u>\$ 380,469</u>	<u>\$ 3,516,631</u>

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

**JRC Senior Services  
JRC Learning Center  
Combined Statement of Activities and Changes in Net Assets  
Year Ended June 30, 2016**

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
<b>Public support</b>	\$ 2,264,080	\$ 217,437	\$ 2,481,517
<b>Revenue</b>	273,517	-	273,517
<b>Miscellaneous and interest</b>	<u>18,317</u>	<u>-</u>	<u>18,317</u>
<b>Total public support and revenue</b>	2,555,914	217,437	2,773,351
<b>Net assets released from restriction</b>	<u>233,060</u>	<u>(233,060)</u>	<u>-</u>
<b>Total public support, revenue and net assets released from restriction</b>	2,788,974	(15,623)	2,773,351
<b>Expenses</b>	<u>2,501,460</u>	<u>-</u>	<u>2,501,460</u>
<b>Change in net assets</b>	287,514	(15,623)	271,891
<b>Net assets, beginning</b>	<u>2,812,755</u>	<u>184,768</u>	<u>2,997,523</u>
<b>Net assets, ending</b>	<u>\$ 3,100,269</u>	<u>\$ 169,145</u>	<u>\$ 3,269,414</u>

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

**JRC Senior Services  
JRC Learning Center  
Combined Statement of Functional Expenses  
Year Ended June 30, 2017**

	<u>Program Services</u>	<u>General and Administrative</u>	<u>Fundraising Expenses</u>	<u>Total</u>
Compensation of officers	\$ -	\$ 71,572	\$ 29,805	\$ 101,377
Salaries	1,147,941	203,417	49,435	1,400,793
Payroll taxes	85,726	18,224	5,532	109,482
Employee benefits	171,190	11,774	5,062	188,026
Employee discounts	15,377	-	-	15,377
Employee travel, training and expense	5,223	1,440	283	6,946
Professional fees				
Legal and audit	17,334	-	-	17,334
Nursing	10,081	-	-	10,081
Payroll	8,607	338	-	8,945
Occupancy	124,350	-	-	124,350
Building cleaning	24,906	-	-	24,906
Real estate and property taxes	404	-	-	404
Equipment rental and maintenance	26,794	-	-	26,794
Telephone and internet	15,674	2,036	355	18,065
Computer maintenance, software and upgrades	5,364	354	24	5,742
Furniture, fixtures and equipment	8,325	1,048	-	9,373
Insurance	22,582	1,286	-	23,868
Supplies	72,715	2,282	57	75,054
Food	123,368	-	-	123,368
Transportation	94,834	-	-	94,834
Home repairs/construction	12,016	-	-	12,016
Printing	7,876	698	57	8,631
Postage and shipping	1,248	506	16	1,770
Dues and memberships	4,931	315	100	5,346
Fees and licenses	1,529	-	-	1,529
Bad debt expense	-	-	-	-
Charitable contributions	626	-	-	626
Capital campaign	5,062	-	-	5,062
Farmer's Market/Stark Fresh	-	-	-	-
Fundraising	-	-	16,196	16,196
Marketing/advertising	11,566	-	436	12,002
Depreciation	118,171	5,973	1,664	125,808
Miscellaneous	300	752	20	1,072
<b>Total expenses</b>	<u>\$ 2,144,120</u>	<u>\$ 322,015</u>	<u>\$ 109,042</u>	<u>\$ 2,575,177</u>

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

**JRC Senior Services  
JRC Learning Center  
Combined Statement of Functional Expenses  
Year Ended June 30, 2016**

	<u>Program Services</u>	<u>General and Administrative</u>	<u>Fundraising Expenses</u>	<u>Total</u>
Compensation of officers	\$ -	\$ 76,261	\$ 28,207	\$ 104,468
Salaries	1,078,756	203,995	50,781	1,333,532
Payroll taxes	84,402	18,804	5,253	108,459
Employee benefits	157,809	14,487	5,569	177,865
Employee discounts	-	-	-	-
Employee travel, training and expense	7,251	1,118	333	8,702
Professional fees				
Legal and audit	15,582	(54)	-	15,528
Nursing	8,406	-	-	8,406
Payroll	7,219	291	-	7,510
Occupancy	104,784	-	-	104,784
Building cleaning	-	-	-	-
Real estate and property taxes	455	-	-	455
Equipment rental and maintenance	20,101	-	-	20,101
Telephone and internet	15,624	1,305	445	17,374
Computer maintenance, software and upgrades	1,724	505	22	2,251
Furniture, fixtures and equipment	24,441	1,148	-	25,589
Insurance	21,800	1,237	-	23,037
Supplies	64,286	3,791	155	68,232
Food	111,806	-	-	111,806
Transportation	88,711	-	-	88,711
Home repairs/construction	30,833	-	-	30,833
Printing	18,164	1,864	290	20,318
Postage and shipping	1,242	315	126	1,683
Dues and memberships	4,921	277	40	5,238
Fees and licenses	2,475	235	-	2,710
Bad debt expense	9,000	-	-	9,000
Charitable contributions	13,000	-	-	13,000
Capital campaign	-	-	-	-
Farmer's Market/Stark Fresh	41,818	-	-	41,818
Fundraising	-	-	26,212	26,212
Marketing/advertising	3,957	1,353	-	5,310
Depreciation	111,296	4,461	1,734	117,491
Miscellaneous	641	396	-	1,037
<b>Total expenses</b>	<u>\$ 2,050,504</u>	<u>\$ 331,789</u>	<u>\$ 119,167</u>	<u>\$ 2,501,460</u>

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

**JRC Senior Services  
JRC Learning Center  
Combined Statements of Cash Flows  
Years Ended June 30, 2017 and 2016**

	<u>2017</u>	<u>2016</u>
<b>Cash flows from operating activities</b>		
Change in net assets	\$ 247,217	\$ 271,891
Adjustments to reconcile changes in net assets to net cash provided by operating activities:		
Depreciation	125,808	117,491
Non-cash charitable contribution	626	-
(Gain) loss on sale of property	15,150	-
Unrealized loss on investments	2,654	1,175
(Increase) decrease in assets		
Accounts receivable	55,054	(89,784)
Prepaid expenses	(23,818)	842
Increase (decrease) in liabilities		
Accounts payable and deposits	(5,390)	(15,806)
Other current liabilities	6,200	(34,960)
<b>Net cash provided by operating activities</b>	<u>423,501</u>	<u>250,849</u>
<b>Cash flows from investing activities</b>		
Proceeds received on sale of property	1,000	-
Acquisitions of property and equipment	(131,993)	(45,901)
Designation by board for capital improvements and endowment	(129,094)	(383,245)
<b>Net cash provided (used) by investing activities</b>	<u>(260,087)</u>	<u>(429,146)</u>
<b>Increase (decrease) in cash and cash equivalents</b>	163,414	(178,297)
<b>Cash and cash equivalents, beginning</b>	<u>261,618</u>	<u>439,915</u>
<b>Cash and cash equivalents, ending</b>	<u>\$ 425,032</u>	<u>\$ 261,618</u>

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

**JRC Senior Services**  
**JRC Learning Center**  
**Notes to Combined Financial Statements**  
**Years Ended June 30, 2017 and 2016**

**Note A - Organization**

In September 2013, after 18 months of planning by the Board of Directors and administrative staff, the J. R. Coleman Organizations informally began doing business as JRC. This change was made due to confusion in the community concerning other organizations using "Coleman" in their name. All J. R. Coleman operations took the JRC name. Formalizing the change to the J. R. Coleman Organizations doing business as (dba) JRC was completed during the fiscal year ending June 30, 2014.

The names currently being used and the corresponding names as registered are:

<u>Name in current use</u>	<u>Registered name</u>
JRC Senior Services	J. R. Coleman Senior Outreach Services, Inc.
JRC Learning Center	J. R. Coleman Family Services Corporation

JRC Senior Services (Senior) is a not-for-profit organization established to provide services and programs that allow for maximum quality of life for older adults in the community in which they live. JRC Adult Day Center provides engaging activities that allow for choice, independence and socialization. Common activities include exercise, games, music, field trips, crafts, bible study, quality meals, swimming, transportation, special interest classes and more.

Senior citizens have access to income tax preparation assistance and numerous topics are explored through educational, financial and health forums at the Senior Center.

Since July 1, 2015, Senior also provides community economic development initiatives in the City of Canton and surrounding counties. The Organization is a licensed general contracting company that focuses on home modification for low to moderate income families and seniors. Emphasis is on major developments and home modifications such as wheelchair ramps, grab bars and other accessibility needs that allow older persons and those with developmental disabilities to remain in their own homes. The Organization also completes minor repairs when damage or deteriorating conditions threaten the health and/or safety of the homeowner. The Organization addresses community and economic development as part of its strategic plan and is spearheading several initiatives for northeast Canton. One is a major economic development project along the Mahoning Road Corridor, costing approximately 21 million dollars. It is a collaboration of public and private dollars dedicated to constructing a modernized corridor entering the City of Canton.

JRC Learning Center (Learning Center) is a not-for-profit organization that provides early education, preschool and before and after school care to working families. The JRC Learning Center offers service to families with traditional and extended hours. The Organization operates licensed early education and child care programs that include infant and toddler care, preschool, Early Head Start, before and after school programs, socio-emotional supports for families and children, transportation services and a food service program that provides two meals a day and snacks for children. The Organization offers a variety of comprehensive education and enrichment programs designed to support families in the area of child development. In November 2013, the Learning Center collaborated with Canton City Schools to provide a dedicated preschool program for 3 and 4 year old children. In July 2014, JRC collaborated with other community early education centers in offering Early Head Start programming for children from birth to three years of age. Educational achievement is a priority. The Organization was ranked in the top 5% for quality education and care within the City of Canton and is a five star rated center according to the Step Up to Quality voluntary childcare quality rating system available statewide through the Ohio Department of Job and Family Services. In January 2014, the Learning Center undertook a Healthy Habits for Life initiative and removed 90% of processed foods from its menu to address the childhood obesity issue in our community. Additionally, as part of the Healthy Habits for Life program, JRC instituted daily physical fitness into its curriculum.

JRC Community and Economic Development (Development) was a not-for-profit organization under JRC. Effective November 14, 2015, JRC transferred the corporation to StarkFresh. StarkFresh created a board of directors and became its own separate 501(c)(3) organization apart from JRC. (See Note O).

**Note B - Summary of Significant Accounting Policies**

**Basis of accounting:** The financial statements are prepared on the accrual basis of accounting in accordance with generally accepted accounting principles in the United States of America. The Organizations follow FASB ASC 958-605 and FASB ASC 958. FASB ASC 958 establishes standards for external financial reporting by not-for-profit organizations and requires that resources be classified for accounting and reporting purposes according to externally (donor) imposed restrictions into three net asset categories: unrestricted net assets, temporarily restricted net assets and permanently restricted net assets.

**JRC Senior Services**  
**JRC Learning Center**  
**Notes to Combined Financial Statements**  
**Years Ended June 30, 2017 and 2016**

**Note B - Summary of Significant Accounting Policies (Continued)**

FASB ASC 958-605 requires that unconditional promises to give (pledges) be recorded as receivables for each net asset category in accordance with donor-imposed restrictions. Net asset category descriptions are as follows:

The *unrestricted net assets* include all revenues and expenditures which are free of donor-imposed restrictions and donor-restricted contributions whose restrictions are met during the current year.

The *temporarily restricted net assets* include all revenues that were restricted by the donor, grantor or other outside party for a specific use and time. There were temporarily restricted net assets of \$380,469 and \$169,145 for the fiscal years ended June 30, 2017 and 2016, respectively.

The *permanently restricted net assets* include amounts received for which the principal must be preserved, and only the income is available for use as directed by the Board of Trustees. At this time, the Organizations have no permanently restricted net assets.

**Cash and cash equivalents:** For purposes of the statements of cash flows, the Organizations consider cash on hand, cash in banks and investments with maturities of three months or less when purchased to be cash equivalents.

**Property and equipment:** Property and equipment is capitalized at cost for purchased property and at fair market value for all donated property. Upon disposal, the cost and accumulated depreciation are eliminated from the respective accounts and the resulting gain or loss is included in current operations. Expenditures for routine maintenance, repairs and renewals as well as capital expenditures under \$2,000 are charged to expense as incurred. Depreciation is computed on the straight-line method using the following lives for each asset classification:

Building and improvements	10 - 40 years
Equipment	5 - 10 years
Furniture and fixtures	3 - 10 years
Vehicles	5 years

Combined depreciation expense for the years ended June 30, 2017 and 2016, was \$125,808 and \$117,491, respectively.

The Organizations follow FASB ASC 360-10, *Accounting for Impairment of Long-Lived Assets and for Long-Lived Assets to be Disposed of*. FASB ASC 360-10 requires that long-lived assets and certain identifiable intangibles to be held and used by an entity be reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. No impairment existed as of June 30, 2017 and 2016.

**Principles of combination:** The accompanying combined June 30, 2017 financial statements present the combination of the financial statements of JRC Senior Services and JRC Learning Center, which are under common board control in each respective year. (See Note O). Material intercompany transactions have been eliminated in combination.

**Contributed services:** The Organizations receive services from a large number of volunteers who contribute significant amounts of their time to the Organizations' fundraising and special projects. However, no amounts have been recorded in the financial statements because no objective basis is available to measure the value of such services.

**Contribution and revenue recognition:** Contributions received are recorded as unrestricted, temporarily restricted or permanently restricted depending on the existence or nature of any donor restrictions. If the donor-restricted contribution is received and spent within the same year, it is considered unrestricted. Advance payments received for contract services and conferences are deferred until the services are provided or the conferences are held.

**Management estimates:** The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosures at the date of the financial statements; and also, the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from these estimates.

**Income taxes:** The Organizations are exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. Therefore, there is no provision for income taxes. The Organizations' federal Returns of Organization Exempt from Income Tax (Forms 990) for 2015, 2014 and 2013 (fiscal years ended June 30, 2016, 2015 and 2014) are subject to examination by the Internal Revenue Service, generally for three years after they were filed.

**JRC Senior Services  
JRC Learning Center  
Notes to Combined Financial Statements  
Years Ended June 30, 2017 and 2016**

**Note B - Summary of Significant Accounting Policies (Continued)**

**Advertising:** Advertising costs are expensed as incurred. Advertising expense was \$12,002 and \$5,310 for the years ended June 30, 2017 and 2016, respectively.

**Compensated absences:** Compensated absences for vacation pay and sick time have not been accrued since they cannot be reasonably estimated.

**Management review:** Management has evaluated subsequent events through December 5, 2017, the date which the financial statements were available to be issued.

**Note C - Fair Value Measurements**

The Organizations' investments are reported at fair value in the accompanying statements of financial position. The methods used to measure fair value may produce an amount that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Organizations believe their valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The fair value measurement accounting literature establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. This hierarchy consists of three broad levels: Level 1 inputs consist of unadjusted quoted prices in active markets for identical assets and have the highest priority, Level 2 inputs consist of observable inputs other than quoted prices for identical assets and Level 3 inputs are unobservable and have the lowest priority. The Organizations use appropriate valuation techniques based on the available inputs to measure the fair value of their investments. When available, the Organizations measure fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value. At June 30, 2017 and 2016, the Organizations' investments were valued as Level 1 fair value measurements consisting of mutual funds whose fair value is based on quoted net asset values of the shares held by the Organizations.

Investment securities are carried at fair value based on quoted prices in active markets (all Level 1 measurements) and are composed of the following at June 30, 2017 and 2016, respectively:

	2017		2016	
	Cost	Fair value	Cost	Fair value
Mutual fund	\$ 50,206	\$ 39,891	\$ 50,206	\$ 42,545

Investment income is composed of the following for the years ended June 30, 2017 and 2016, respectively:

	2017	2016
Dividends	\$ 1,847	\$ 1,797
Net unrealized loss	(2,654)	(1,174)
Total investment income (loss)	\$ (807)	\$ 623

The following tabulation summarizes the relationship between carrying values and fair values of investment assets:

	Carrying Value	Fair Value	Excess of Cost Over Fair Value
Balance at beginning of year	\$ 50,206	\$ 42,545	\$ (7,661)
Balance at end of year	50,206	39,891	(10,315)
Unrealized depreciation for the year			\$ (2,654)

**JRC Senior Services**  
**JRC Learning Center**  
**Notes to Combined Financial Statements**  
**Years Ended June 30, 2017 and 2016**

**Note D - Accounts Receivable**

Accounts receivable as of June 30 were as follows:

	2017	2016
Accounts receivable	\$ 370,295	\$ 426,977
Allowance for uncollectible accounts	(405)	(2,033)
Net accounts receivable	\$ 369,890	\$ 424,944

Accounts that are expected to be uncollectible are routinely charged to bad debt expense. Subsequent collections reduce bad debt expense. The reasonableness of the allowance for uncollectible accounts is assessed each month. Bad debt expense, net of recoveries was \$0 and \$9,000 for the years ended June 30, 2017 and 2016, respectively.

**Note E - Board Designated Funds**

The Organizations' Board has designated funds to be held for future capital improvements. The funds are invested in money market accounts and are under the control of the Board. Transfers to the fund totaled \$129,094 and \$380,355 in years ended June 30, 2017 and 2016, respectively. Interest income of \$2,673 and \$1,404 was earned in years ended June 30, 2017 and 2016, respectively.

During the year ended June 30, 2015 the Board established a permanent endowment fund with the Stark Community Foundation (Foundation). The Organizations invested \$10,000 and the Foundation contributed an additional \$10,000 which was included in temporarily restricted income. The Foundation by contract holds, manages, invests and reinvests the fund according to the Foundation's investment policy statement and disburses the distributable amount to the Organizations. Dividends earned by the fund were \$180 and \$171, fees paid were \$111 and \$100 and unrealized appreciation/(depreciation) in the value of the assets was \$2,662 and \$(272) in the years ended June 30, 2017 and 2016, respectively.

**Note F - Temporarily Restricted Net Assets**

The temporarily restricted net assets for each of the organizations at June 30, 2017 are as follows:

	Senior	Learning Center	Total
United Way	\$ 22,500	\$ 132,919	\$ 155,419
Steelworkers Oldtimers Foundation	204,179	-	204,179
Stark Community Foundation	-	1,180	1,180
Women in History	-	212	212
Huntington Bank	-	2,500	2,500
Aultman Foundaton	-	2,500	2,500
Les and Mary Ann Able Scholarship Fund	-	14,479	14,479
Temporarily restricted net assets	\$ 226,679	\$ 153,790	\$ 380,469

**Note G - Support**

Senior receives the majority of its support from Direction Home Akron-Canton Area Agency, United Way, Title XX, the Ohio Department of Education, Stark County Board of Developmental Disabilities and the U.S. Department of Housing and Urban Development. The Organization also receives grants from local foundations. For the home repair program, Senior receives support from local foundations and grants, the Area Agency on Aging and the Ohio Department of Developmental Disabilities. For the Mahoning Road Economic Development Project (MREDP), Senior receives support from the City of Canton, Stark Area Regional Transit Authority (SARTA) and local foundations and grants.

Learning Center receives the majority of its support from the Ohio Department of Job and Family Services, United Way, YWCA Canton-Stark Early Head Start Initiative, Canton City School District and from the Ohio Department of Education for its food service program. The Learning Center also directly bills individuals for services provided. The Organization also receives grants from various local foundations and fundraisers for support of its programs.

**JRC Senior Services  
JRC Learning Center  
Notes to Combined Financial Statements  
Years Ended June 30, 2017 and 2016**

**Note H - Revenue**

Senior leases substantially all of the second and third floor of the Horace Mann building to Canton Harbor High School. The current lease was signed June 20, 2016. This lease has a five year term through June 30, 2021 with a base lease amount of \$6,008 per month for the first three years and \$6,188 for the last two years of the lease.

Senior entered into a lease with Wenger Excavating, Inc. for use of a 660 square foot room from August 25, 2014 through April 30, 2016. The rent is \$900 per month for use of the room for the purpose of office space for management of the Mahoning Road Corridor Project.

Senior entered into a one year lease beginning January 1, 2017 and ending December 31, 2017 with Stump Hill Farm. The lease is for use of the auditorium exclusively for bingo activities. The rent is \$675 per week for use of the room.

Future minimum lease payments are:

<u>Years ended June 30,</u>	
2018	\$ 89,646
2019	72,096
2020	74,256
2021	74,256
2022	-
	<u>\$ 310,254</u>

**Note I - Related Party Transactions**

In fiscal years ended June 30, 2017 and 2016, two organizations, Senior and Learning Center were controlled by the same board of trustees. In fiscal year ended June 30, 2015, three organizations, Senior, Learning Center and Development were controlled by the same board of trustees. Effective November 14, 2015, Development was separated and formed its own board of trustees (See Note O). A fourth organization, JRC Senior Housing, Inc. is also controlled by the same board of trustees, but is operated by a management company and is audited separately.

**Note J - Employee Benefits**

The Organizations provide all full-time employees the option of hospitalization under a PPO plan with AultCare. The employee is required to pay up to 20% of all premiums by payroll deduction. The Organizations also offer a health care medical reimbursement plan.

The Organizations offer a cafeteria plan under Internal Revenue Code Section 125. These benefits are funded entirely by the employees. Employee options include life insurance, a dental plan and a vision plan. Also under this plan, all employees are eligible to participate in a 403(b) retirement plan. Contributions are voluntary and there is no company contribution. The retirement plan is offered through TIAA-CREF. The premiums are paid entirely by employees through payroll deduction.

**Note K - Leases**

Senior leased space for its Adult Day Center from Trinity United Church of Christ. The current lease was signed October 15, 2012 beginning November 1, 2012 for a term of 48 months with payments of \$2,553 per month. Effective September 1, 2016 Senior leased space from Triner Enterprises LLC for its Adult Day Center. The lease is a 36 month lease renewable for an additional 36 months. The lease terms call for payments of \$3,600 per month for the first year, \$3,700 per month for the second year and \$3,800 per month for the third year.

All three Organizations entered into a lease on January 18, 2011 from Graphic Enterprises, Inc. which covered four copiers. The lease term is 63 months with payments of \$1,495 per month. Subsequently, the organizations entered into leases from MT Business Technologies, Inc. on April 15, 2016 for 3 copiers whose terms are 63 months with payments of \$434 per month per copier.

**JRC Senior Services  
JRC Learning Center  
Notes to Combined Financial Statements  
Years Ended June 30, 2017 and 2016**

**Note K – Leases (Continued)**

Future minimum lease payments are:

<u>Years ended June 30,</u>	
2018	\$ 59,824
2019	61,024
2020	23,224
2021	15,624
2022	-
	<u>\$ 159,696</u>

Senior charged StarkFresh in fiscal year ended June 30, 2016 for lease of space for the program and Development in fiscal year ended June 30, 2015 for lease of space for the StarkFresh and MRCP programs through an intercompany account and recorded the corresponding rental income. This amount is eliminated during combination. The eliminated amounts were \$0 and \$2,475 in years ended June 30, 2017 and 2016. Total rent/lease expense exclusive to amounts eliminated for the years ended June 30, 2017 and 2016 was \$44,159 and \$30,636, respectively, and is included in occupancy and printing expense.

**Note L - Concentrations**

The Organizations maintain cash and cash equivalents in bank deposit accounts, which, at times, may exceed federally insured limits. The Organizations have not experienced any losses in such accounts, and management of the Organizations believes they are not exposed to any significant credit risk on their cash and cash equivalents.

The Organizations receive a large part of their support from the Ohio Department of Job and Family Services, Direction Home Akron-Canton Area Agency, the Ohio Department of Education, United Way, Stark County Board of Developmental Disabilities, YWCA Canton-Stark Early Head Start Initiative, Canton City School District and various foundations. A decrease in the amount of support from these sources would impact the Organizations' abilities to provide services to their clients.

**Note M - Reclassifications**

Certain reclassifications have been made to the June 30, 2016 financial statements for comparative purposes, which have no effect on net income.

**Note N - Line of Credit**

The JRC Senior Services and JRC Learning Center have a revolving line of credit with Huntington National Bank, not to exceed \$50,000. The line of credit is payable in monthly payments of all accrued unpaid interest and the balance is due on demand. Interest accrues at the Lender's Prime Commercial Rate computed on a 365/360 basis. It is collateralized by effectively all the Organizations' assets. It was up for review by the bank January 15, 2016 at which time the limit was raised to \$200,000. As of June 30, 2017 and 2016, no balance was owed on this line of credit.

**Note O - Reorganization**

The J. R. Coleman Community Renovation Corporation dba JRC Community and Economic Development included JRC Home Repair, Mahoning Road Corridor Project and StarkFresh programs. In July 2015, JRC Home Repair and Mahoning Road Corridor Project moved their operations to JRC Senior Services. In November 2015, the JRC Board of Directors approved changing the name of the JRC Community Renovation Corporation to Stark Community Food Access and Renovation Corporation. At that time a new, separate board was constituted and the responsibility and control of the operations of the StarkFresh program was assumed by that newly constituted board. Operations of the StarkFresh program which remained under the control of the JRC Board of Directors from July 1, 2015 to the date of separation in November are reported by JRC Senior Services in these financial statements. The Stark Community Food Access and Renovation Corporation including the StarkFresh program operations subsequent to that separation date are not included in these audited financial statements.

**Supplementary Information**

**Independent Auditors' Report on Supplementary Information**

To the Audit Committee of  
JRC Senior Services and JRC Learning Center  
Canton, Ohio

We have audited the combined financial statements of JRC Senior Services and JRC Learning Center (not-for-profit organizations) as of and for the years ended June 30, 2017 and 2016, and have issued our report thereon dated December 5, 2017, which contained an unmodified opinion on those combined financial statements. Our audit was performed for the purpose of forming an opinion on the combined financial statements as a whole.

The supplementary information on pages 16 through 25 are presented for the purposes of additional analysis and are not a required part of the combined 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 combined financial statements. The information has been subjected to the auditing procedures applied in the audit of the combined financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the combined financial statements or to the combined 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 combined financial statements as a whole.

*RKKM*

December 5, 2017

**JRC Senior Services  
JRC Learning Center  
Combining Statements of Financial Position  
June 30, 2017**

	JRC Senior Services			JRC Learning Center		
	Unrestricted	Temporarily Restricted	Total	Unrestricted	Temporarily Restricted	Total
<b>Assets</b>						
<b>Current assets</b>						
Cash and cash equivalents	\$ 88,262	\$ 204,179	\$ 292,441	\$ 111,720	\$ 20,871	\$ 132,591
Investments	-	-	-	39,891	-	39,891
Accounts receivable, net of allowance for doubtful accounts	79,240	22,500	101,740	135,231	132,919	268,150
Accounts receivable, affiliates	19,489	-	19,489	4,495	-	4,495
Prepaid expenses	24,785	-	24,785	4,560	-	4,560
<b>Total current assets</b>	<b>211,776</b>	<b>226,679</b>	<b>438,455</b>	<b>295,897</b>	<b>153,790</b>	<b>449,687</b>
<b>Property and equipment</b>						
Land	14,150	-	14,150	166,469	-	166,469
Building and improvements	1,012,782	-	1,012,782	2,963,599	-	2,963,599
Furniture, fixtures and equipment	30,948	-	30,948	624,498	-	624,498
Vehicles	7,500	-	7,500	131,538	-	131,538
<b>Total property and equipment</b>	<b>1,065,380</b>	<b>-</b>	<b>1,065,380</b>	<b>3,886,104</b>	<b>-</b>	<b>3,886,104</b>
Accumulated depreciation	(868,309)	-	(868,309)	(2,031,866)	-	(2,031,866)
<b>Net property and equipment</b>	<b>197,071</b>	<b>-</b>	<b>197,071</b>	<b>1,854,238</b>	<b>-</b>	<b>1,854,238</b>
<b>Other assets</b>						
Board designated cash for capital improvements	600,000	-	600,000	50,000	-	50,000
Board designated endowment fund	23,056	-	23,056	-	-	-
<b>Total other assets</b>	<b>623,056</b>	<b>-</b>	<b>623,056</b>	<b>50,000</b>	<b>-</b>	<b>50,000</b>
<b>Total assets</b>	<b>\$ 1,031,903</b>	<b>\$ 226,679</b>	<b>\$ 1,258,582</b>	<b>\$ 2,200,135</b>	<b>\$ 153,790</b>	<b>\$ 2,353,925</b>
<b>Liabilities and Net Assets</b>						
<b>Current liabilities</b>						
Accounts payable	\$ 19,469	\$ -	\$ 19,469	\$ 20,510	\$ -	\$ 20,510
Accounts payable, affiliates	4,495	-	4,495	19,489	-	19,489
Accrued payroll and taxes	6,771	-	6,771	23,992	-	23,992
Other current liabilities	1,150	-	1,150	-	-	-
<b>Total current liabilities</b>	<b>31,885</b>	<b>-</b>	<b>31,885</b>	<b>63,991</b>	<b>-</b>	<b>63,991</b>
<b>Net assets</b>						
Unrestricted						
Unrestricted	376,962	-	376,962	2,086,144	-	2,086,144
Board designated funds	623,056	-	623,056	50,000	-	50,000
Total unrestricted	1,000,018	-	1,000,018	2,136,144	-	2,136,144
Temporarily restricted	-	226,679	226,679	-	153,790	153,790
<b>Total net assets</b>	<b>1,000,018</b>	<b>226,679</b>	<b>1,226,697</b>	<b>2,136,144</b>	<b>153,790</b>	<b>2,289,934</b>
<b>Total liabilities and net assets</b>	<b>\$ 1,031,903</b>	<b>\$ 226,679</b>	<b>\$ 1,258,582</b>	<b>\$ 2,200,135</b>	<b>\$ 153,790</b>	<b>\$ 2,353,925</b>

(Continued)

See independent auditors' report on supplementary information.

**JRC Senior Services  
JRC Learning Center  
Combining Statements of Financial Position  
(Continued)  
June 30, 2017**

<u>Eliminations</u>			<u>Total</u>		
<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ 199,982	\$ 225,050	\$ 425,032
-	-	-	39,891	-	39,891
-	-	-	214,471	155,419	369,890
(23,984)	-	(23,984)	-	-	-
-	-	-	<u>29,345</u>	-	<u>29,345</u>
(23,984)	-	(23,984)	483,689	380,469	864,158
-	-	-	180,619	-	180,619
-	-	-	3,976,381	-	3,976,381
-	-	-	655,446	-	655,446
-	-	-	<u>139,038</u>	-	<u>139,038</u>
-	-	-	4,951,484	-	4,951,484
-	-	-	<u>(2,900,175)</u>	-	<u>(2,900,175)</u>
-	-	-	2,051,309	-	2,051,309
-	-	-	650,000	-	650,000
-	-	-	<u>23,056</u>	-	<u>23,056</u>
-	-	-	673,056	-	673,056
<u>\$ (23,984)</u>	<u>\$ -</u>	<u>\$ (23,984)</u>	<u>\$ 3,208,054</u>	<u>\$ 380,469</u>	<u>\$ 3,588,523</u>
\$ -	\$ -	\$ -	\$ 39,979	\$ -	\$ 39,979
(23,984)	-	(23,984)	-	-	-
-	-	-	30,763	-	30,763
-	-	-	<u>1,150</u>	-	<u>1,150</u>
(23,984)	-	(23,984)	71,892	-	71,892
-	-	-	2,463,106	-	2,463,106
-	-	-	<u>673,056</u>	-	<u>673,056</u>
-	-	-	3,136,162	-	3,136,162
-	-	-	-	<u>380,469</u>	<u>380,469</u>
-	-	-	3,136,162	380,469	3,516,631
<u>\$ (23,984)</u>	<u>\$ -</u>	<u>\$ (23,984)</u>	<u>\$ 3,208,054</u>	<u>\$ 380,469</u>	<u>\$ 3,588,523</u>

See independent auditors' report on supplementary information.

**JRC Senior Services  
JRC Learning Center  
Combining Statements of Financial Position  
June 30, 2016**

	JRC Senior Services			JRC Learning Center		
	Unrestricted	Temporarily Restricted	Total	Unrestricted	Temporarily Restricted	Total
<b>Assets</b>						
<b>Current assets</b>						
Cash and cash equivalents	\$ 163,933	\$ 3,514	\$ 167,447	\$ 83,959	\$ 10,212	\$ 94,171
Investments	-	-	-	42,545	-	42,545
Accounts receivable, net of allowance for doubtful accounts	101,888	22,500	124,388	167,637	132,919	300,556
Accounts receivable, affiliates	18,491	-	18,491	-	-	-
Prepaid expenses	2,132	-	2,132	3,395	-	3,395
<b>Total current assets</b>	<b>286,444</b>	<b>26,014</b>	<b>312,458</b>	<b>297,536</b>	<b>143,131</b>	<b>440,667</b>
<b>Property and equipment</b>						
Land	14,150	-	14,150	167,095	-	167,095
Building and improvements	906,529	-	906,529	2,971,185	-	2,971,185
Furniture, fixtures and equipment	33,182	-	33,182	617,911	-	617,911
Vehicles	7,500	-	7,500	131,538	-	131,538
<b>Total property and equipment</b>	<b>961,361</b>	<b>-</b>	<b>961,361</b>	<b>3,887,729</b>	<b>-</b>	<b>3,887,729</b>
Accumulated depreciation	(837,591)	-	(837,591)	(1,949,599)	-	(1,949,599)
<b>Net property and equipment</b>	<b>123,770</b>	<b>-</b>	<b>123,770</b>	<b>1,938,130</b>	<b>-</b>	<b>1,938,130</b>
<b>Other assets</b>						
Board designated cash for capital improvements	441,731	-	441,731	81,956	-	81,956
Board designated endowment fund	20,275	-	20,275	-	-	-
<b>Total other assets</b>	<b>462,006</b>	<b>-</b>	<b>462,006</b>	<b>81,956</b>	<b>-</b>	<b>81,956</b>
<b>Total assets</b>	<b>\$ 872,220</b>	<b>\$ 26,014</b>	<b>\$ 898,234</b>	<b>\$ 2,317,622</b>	<b>\$ 143,131</b>	<b>\$ 2,460,753</b>
<b>Liabilities and Net Assets</b>						
<b>Current liabilities</b>						
Accounts payable	\$ 24,281	\$ -	\$ 24,281	\$ 21,088	\$ -	\$ 21,088
Accounts payable, affiliates	25	-	25	18,466	-	18,466
Accrued payroll and taxes	5,878	-	5,878	18,685	-	18,685
Other current liabilities	1,150	-	1,150	-	-	-
<b>Total current liabilities</b>	<b>31,334</b>	<b>-</b>	<b>31,334</b>	<b>58,239</b>	<b>-</b>	<b>58,239</b>
<b>Net assets</b>						
Unrestricted						
Unrestricted	378,880	-	378,880	2,229,230	-	2,229,230
Board designated funds	462,006	-	462,006	30,153	-	30,153
Total unrestricted	840,886	-	840,886	2,259,383	-	2,259,383
Temporarily restricted	-	26,014	26,014	-	143,131	143,131
<b>Total net assets</b>	<b>840,886</b>	<b>26,014</b>	<b>866,900</b>	<b>2,259,383</b>	<b>143,131</b>	<b>2,402,514</b>
<b>Total liabilities and net assets</b>	<b>\$ 872,220</b>	<b>\$ 26,014</b>	<b>\$ 898,234</b>	<b>\$ 2,317,622</b>	<b>\$ 143,131</b>	<b>\$ 2,460,753</b>

(Continued)

See independent auditors' report on supplementary information.

**JRC Senior Services  
JRC Learning Center  
Combining Statements of Financial Position  
(Continued)  
June 30, 2016**

<u>Eliminations</u>			<u>Total</u>		
<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ 247,892	\$ 13,726	\$ 261,618
-	-	-	42,545	-	42,545
-	-	-	269,525	155,419	424,944
(18,491)	-	(18,491)	-	-	-
-	-	-	<u>5,527</u>	-	<u>5,527</u>
(18,491)	-	(18,491)	565,489	169,145	734,634
-	-	-	181,245	-	181,245
-	-	-	3,877,714	-	3,877,714
-	-	-	651,093	-	651,093
-	-	-	<u>139,038</u>	-	<u>139,038</u>
-	-	-	4,849,090	-	4,849,090
-	-	-	<u>(2,787,190)</u>	-	<u>(2,787,190)</u>
-	-	-	2,061,900	-	2,061,900
-	-	-	523,687	-	523,687
-	-	-	<u>20,275</u>	-	<u>20,275</u>
-	-	-	543,962	-	543,962
<u>\$ (18,491)</u>	<u>\$ -</u>	<u>\$ (18,491)</u>	<u>\$ 3,171,351</u>	<u>\$ 169,145</u>	<u>\$ 3,340,496</u>
\$ -	\$ -	\$ -	\$ 45,369	\$ -	\$ 45,369
(18,491)	-	(18,491)	-	-	-
-	-	-	24,563	-	24,563
-	-	-	<u>1,150</u>	-	<u>1,150</u>
(18,491)	-	(18,491)	71,082	-	71,082
-	-	-	2,608,110	-	2,608,110
-	-	-	<u>492,159</u>	-	<u>492,159</u>
-	-	-	3,100,269	-	3,100,269
-	-	-	-	<u>169,145</u>	<u>169,145</u>
-	-	-	3,100,269	169,145	3,269,414
<u>\$ (18,491)</u>	<u>\$ -</u>	<u>\$ (18,491)</u>	<u>\$ 3,171,351</u>	<u>\$ 169,145</u>	<u>\$ 3,340,496</u>

See independent auditors' report on supplementary information.

**JRC Senior Services  
JRC Learning Center  
Combining Statements of Activities and Changes in Net Assets  
Years Ended June 30, 2017 and 2016**

	JRC Senior Services			JRC Learning Center		
	Unrestricted	Temporarily Restricted	Total	Unrestricted	Temporarily Restricted	Total
<b>Year ended June 30, 2017</b>						
<b>Public support</b>	\$ 583,665	\$ 330,000	\$ 913,665	\$ 1,414,499	\$ 196,070	\$ 1,610,569
<b>Revenue</b>	159,823	-	159,823	103,365	-	103,365
<b>Miscellaneous and interest</b>	33,773	-	33,773	1,199	-	1,199
<b>Total public support</b>	777,261	330,000	1,107,261	1,519,063	196,070	1,715,133
<b>Net assets released from restriction</b>	129,335	(129,335)	-	185,411	(185,411)	-
<b>Total public support, revenue and net assets released from restriction</b>	906,596	200,665	1,107,261	1,704,474	10,659	1,715,133
<b>Expenses</b>	747,464	-	747,464	1,827,713	-	1,827,713
<b>Change in net assets</b>	159,132	200,665	359,797	(123,239)	10,659	(112,580)
<b>Net assets, beginning</b>	840,886	26,014	866,900	2,259,383	143,131	2,402,514
<b>Net assets, ending</b>	<u>\$ 1,000,018</u>	<u>\$ 226,679</u>	<u>\$ 1,226,697</u>	<u>\$ 2,136,144</u>	<u>\$ 153,790</u>	<u>\$ 2,289,934</u>
<b>Year ended June 30, 2016</b>						
<b>Public support</b>	\$ 689,979	\$ 30,000	\$ 719,979	\$ 1,574,101	\$ 187,437	\$ 1,761,538
<b>Revenue</b>	179,018	-	179,018	98,391	-	98,391
<b>Miscellaneous and interest</b>	16,545	-	16,545	1,772	-	1,772
<b>Total public support</b>	885,542	30,000	915,542	1,674,264	187,437	1,861,701
<b>Net assets released from restriction</b>	49,285	(49,285)	-	183,775	(183,775)	-
<b>Total public support, revenue and net assets released from restriction</b>	934,827	(19,285)	915,542	1,858,039	3,662	1,861,701
<b>Expenses</b>	741,451	-	741,451	1,763,901	-	1,763,901
<b>Change in net assets</b>	193,376	(19,285)	174,091	94,138	3,662	97,800
<b>Net assets, beginning</b>	647,510	45,299	692,809	2,165,245	139,469	2,304,714
<b>Net assets, ending</b>	<u>\$ 840,886</u>	<u>\$ 26,014</u>	<u>\$ 866,900</u>	<u>\$ 2,259,383</u>	<u>\$ 143,131</u>	<u>\$ 2,402,514</u>

(Continued)

See independent auditors' report on supplementary information.

**JRC Senior Services  
JRC Learning Center  
Combining Statements of Activities and Changes in Net Assets  
(Continued)  
Years Ended June 30, 2017 and 2016**

<u>Eliminations</u>			<u>Total</u>		
<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ 1,998,164	\$ 526,070	\$ 2,524,234
-	-	-	263,188	-	263,188
-	-	-	<u>34,972</u>	-	<u>34,972</u>
-	-	-	2,296,324	526,070	2,822,394
-	-	-	<u>314,746</u>	<u>(314,746)</u>	-
-	-	-	2,611,070	211,324	2,822,394
-	-	-	<u>2,575,177</u>	-	<u>2,575,177</u>
-	-	-	35,893	211,324	247,217
-	-	-	<u>3,100,269</u>	<u>169,145</u>	<u>3,269,414</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,136,162</u>	<u>\$ 380,469</u>	<u>\$ 3,516,631</u>
\$ -	\$ -	\$ -	\$ 2,264,080	\$ 217,437	\$ 2,481,517
(3,892)	-	(3,892)	273,517	-	273,517
-	-	-	<u>18,317</u>	-	<u>18,317</u>
(3,892)	-	(3,892)	2,555,914	217,437	2,773,351
-	-	-	<u>233,060</u>	<u>(233,060)</u>	-
(3,892)	-	(3,892)	2,788,974	(15,623)	2,773,351
<u>(3,892)</u>	-	<u>(3,892)</u>	<u>2,501,460</u>	-	<u>2,501,460</u>
-	-	-	287,514	(15,623)	271,891
-	-	-	<u>2,812,755</u>	<u>184,768</u>	<u>2,997,523</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,100,269</u>	<u>\$ 169,145</u>	<u>\$ 3,269,414</u>

See independent auditors' report on supplementary information.

**JRC Senior Services  
JRC Learning Center  
Combining Schedule of Activities  
Year Ended June 30, 2017**

	<b>Adult Day Care</b>	<b>Senior Center</b>	<b>Home Maintenance</b>	<b>Stark Fresh</b>	<b>Learning Center</b>	<b>Total</b>	<b>Eliminations</b>	<b>Total</b>
<b>Public Support</b>								
<b>Government grants and purchase of service contracts</b>								
Adult services	\$ 291,475	\$ -	\$ 39,630	\$ -	\$ -	\$ 331,105	\$ -	\$ 331,105
Ohio Department of Education	26,241	-	-	-	114,489	140,730	-	140,730
Title XX	45,120	-	-	-	-	45,120	-	45,120
Medicaid	16,794	-	-	-	-	16,794	-	16,794
HUD	-	16,018	-	-	-	16,018	-	16,018
Ohio Job and Family Services	-	-	-	-	904,242	904,242	-	904,242
Dept of Developmental Disabilities	66,000	-	-	-	-	66,000	-	66,000
Ohio Child Care Resource Assoc	-	-	-	-	-	-	-	-
Early Head Start	-	-	-	-	283,727	283,727	-	283,727
City of Canton	-	-	-	-	23,607	23,607	-	23,607
Other Government	-	72,753	-	-	-	72,753	-	72,753
<b>Local support</b>								
Foundations, non-government grants	300,744	-	-	-	16,345	317,089	-	317,089
Foundations for Stark Fresh	-	-	-	-	-	-	-	-
Corporate and individual donations	1,185	-	-	-	5,184	6,369	-	6,369
Fundraising and events	7,705	-	-	-	85,750	93,455	-	93,455
United Way	30,000	-	-	-	177,225	207,225	-	207,225
<b>Total public support</b>	<b>785,264</b>	<b>88,771</b>	<b>39,630</b>	<b>-</b>	<b>1,610,569</b>	<b>2,524,234</b>	<b>-</b>	<b>2,524,234</b>
<b>Revenues</b>								
Rental income	-	113,400	-	-	-	113,400	-	113,400
Fee for services	43,860	1,213	350	-	119,515	164,938	-	164,938
Gain (loss) on sale of property	1,000	-	-	-	(16,150)	(15,150)	-	(15,150)
Miscellaneous and interest	1,717	32,031	25	-	1,199	34,972	-	34,972
<b>Total revenues</b>	<b>46,577</b>	<b>146,644</b>	<b>375</b>	<b>-</b>	<b>104,564</b>	<b>298,160</b>	<b>-</b>	<b>298,160</b>
<b>Total public support and revenues</b>	<b>831,841</b>	<b>235,415</b>	<b>40,005</b>	<b>-</b>	<b>1,715,133</b>	<b>2,822,394</b>	<b>-</b>	<b>2,822,394</b>

(Continued)

See independent auditors' report on supplementary information.

**JRC Senior Services  
JRC Learning Center  
Combining Schedule of Activities  
(Continued)  
Year Ended June 30, 2017**

	<b>Adult Day Care</b>	<b>Senior Center</b>	<b>Home Maintenance</b>	<b>Stark Fresh</b>	<b>Learning Center</b>	<b>Total</b>	<b>Eliminations</b>	<b>Total</b>
<b>Expenses</b>								
Salaries	223,825	48,176	54,614	-	1,175,555	1,502,170	-	1,502,170
Payroll taxes	16,111	3,583	3,906	-	85,882	109,482	-	109,482
Employee benefits	34,700	677	8,480	-	144,169	188,026	-	188,026
Employee discounts	-	-	-	-	15,377	15,377	-	15,377
Employee travel, training and expense	1,146	235	58	-	5,507	6,946	-	6,946
Professional fees								
Legal and audit	3,399	1,350	1,150	-	11,435	17,334	-	17,334
Nursing	10,081	-	-	-	-	10,081	-	10,081
Payroll	2,316	-	-	-	6,629	8,945	-	8,945
Occupancy	44,159	34,721	-	-	45,470	124,350	-	124,350
Building cleaning	-	-	-	-	24,906	24,906	-	24,906
Real estate and property taxes	-	90	-	-	314	404	-	404
Equipment rental and maintenance	750	6,253	-	-	19,791	26,794	-	26,794
Telephone and internet	6,311	2,056	1,606	-	8,092	18,065	-	18,065
Computer maintenance, software and upgrades	2,046	134	79	-	3,483	5,742	-	5,742
Furniture, fixtures and equipment	5,785	1,394	-	-	2,194	9,373	-	9,373
Insurance	3,799	3,693	1,316	-	15,060	23,868	-	23,868
Supplies	10,087	2,891	288	-	61,788	75,054	-	75,054
Food	47,383	-	-	-	75,985	123,368	-	123,368
Transportation	87,519	-	3,478	-	3,837	94,834	-	94,834
Home repairs/construction	-	-	12,016	-	-	12,016	-	12,016
Printing	2,726	1,705	353	-	3,847	8,631	-	8,631
Postage and shipping	662	60	226	-	822	1,770	-	1,770
Dues and subscriptions	1,363	498	298	-	3,187	5,346	-	5,346
Fees and licenses	461	343	425	-	300	1,529	-	1,529
Bad debt expense	-	-	-	-	-	-	-	-
Charitable contributions	-	-	-	-	626	626	-	626
Capital campaign	62	5,000	-	-	-	5,062	-	5,062
Stark Fresh program	-	-	-	-	-	-	-	-
Fundraising	896	-	-	-	15,300	16,196	-	16,196
Marketing/advertising	7,306	200	-	-	4,496	12,002	-	12,002
Depreciation	8,636	21,816	2,500	-	92,856	125,808	-	125,808
Miscellaneous	68	140	59	-	805	1,072	-	1,072
<b>Total expenses</b>	<b>521,597</b>	<b>135,015</b>	<b>90,852</b>	<b>-</b>	<b>1,827,713</b>	<b>2,575,177</b>	<b>-</b>	<b>2,575,177</b>
<b>Change in net assets</b>	<b>\$ 310,244</b>	<b>\$ 100,400</b>	<b>\$ (50,847)</b>	<b>\$ -</b>	<b>\$ (112,580)</b>	<b>\$ 247,217</b>	<b>\$ -</b>	<b>\$ 247,217</b>

See independent auditors' report on supplementary information.

**JRC Senior Services  
JRC Learning Center  
Combining Schedule of Activities  
Year Ended June 30, 2016**

	<b>Adult Day Care</b>	<b>Senior Center</b>	<b>Home Maintenance</b>	<b>Stark Fresh</b>	<b>Learning Center</b>	<b>Total</b>	<b>Eliminations</b>	<b>Total</b>
<b>Public Support</b>								
<b>Government grants and purchase of service contracts</b>								
Adult services	\$ 274,885	\$ -	\$ 90,418	\$ -	\$ -	\$ 365,303	\$ -	\$ 365,303
Ohio Department of Education	22,601	-	-	-	119,713	142,314	-	142,314
Title XX	39,290	-	-	-	-	39,290	-	39,290
Medicaid	14,524	-	-	-	-	14,524	-	14,524
HUD	-	16,108	-	-	-	16,108	-	16,108
Ohio Job and Family Services	-	-	-	-	865,704	865,704	-	865,704
Dept of Developmental Disabilities	31,680	-	-	-	-	31,680	-	31,680
Ohio Child Care Resource Assoc	-	-	-	-	76,700	76,700	-	76,700
Early Head Start	-	-	-	-	278,963	278,963	-	278,963
City of Canton	-	-	-	-	124,545	124,545	-	124,545
Other Government	-	71,133	-	48,310	-	119,443	-	119,443
<b>Local support</b>								
Foundations, non-government grants	10,000	11,484	-	16,354	16,162	54,000	-	54,000
Foundations for Stark Fresh	-	-	-	18,500	-	18,500	-	18,500
Corporate and individual donations	-	1,071	2,000	4,586	8,932	16,589	-	16,589
Fundraising and events	15,534	-	-	820	93,594	109,948	-	109,948
United Way	30,681	-	-	-	177,225	207,906	-	207,906
<b>Total public support</b>	<b>439,195</b>	<b>99,796</b>	<b>92,418</b>	<b>88,570</b>	<b>1,761,538</b>	<b>2,481,517</b>	<b>-</b>	<b>2,481,517</b>
<b>Revenues</b>								
Rental income	-	114,560	-	-	-	114,560	(2,475)	112,085
Fee for services	46,935	1,153	10,432	5,938	98,391	162,849	(1,417)	161,432
Gain (loss) on sale of property	-	-	-	-	-	-	-	-
Miscellaneous and interest	14,438	1,776	331	-	1,772	18,317	-	18,317
<b>Total revenues</b>	<b>61,373</b>	<b>117,489</b>	<b>10,763</b>	<b>5,938</b>	<b>100,163</b>	<b>295,726</b>	<b>(3,892)</b>	<b>291,834</b>
<b>Total public support and revenues</b>	<b>500,568</b>	<b>217,285</b>	<b>103,181</b>	<b>94,508</b>	<b>1,861,701</b>	<b>2,777,243</b>	<b>(3,892)</b>	<b>2,773,351</b>

(Continued)

See independent auditors' report on supplementary information.

**JRC Senior Services  
JRC Learning Center  
Combining Schedule of Activities  
(Continued)  
Year Ended June 30, 2016**

	<b>Adult Day Care</b>	<b>Senior Center</b>	<b>Home Maintenance</b>	<b>Stark Fresh</b>	<b>Learning Center</b>	<b>Total</b>	<b>Eliminations</b>	<b>Total</b>
<b>Expenses</b>								
Salaries	179,991	28,940	51,992	44,486	1,132,591	1,438,000	-	1,438,000
Payroll taxes	13,181	2,274	3,825	3,844	85,335	108,459	-	108,459
Employee benefits	27,391	209	9,407	1,021	139,837	177,865	-	177,865
Employee discounts	-	-	-	-	-	-	-	-
Employee travel, training and expense	1,089	150	256	-	7,207	8,702	-	8,702
Professional fees								
Legal and audit	2,956	699	1,198	2,003	8,672	15,528	-	15,528
Nursing	8,406	-	-	-	-	8,406	-	8,406
Payroll	2,116	100	-	-	5,294	7,510	-	7,510
Occupancy	30,636	29,580	-	2,576	44,467	107,259	(2,475)	104,784
Building cleaning	-	-	-	-	-	-	-	-
Real estate and property taxes	-	90	-	-	365	455	-	455
Equipment rental and maintenance	225	5,805	-	75	13,996	20,101	-	20,101
Telephone and internet	5,066	1,895	1,890	458	8,065	17,374	-	17,374
Computer maintenance, software and upgrades	162	180	90	979	840	2,251	-	2,251
Furniture, fixtures and equipment	7,447	1,291	-	-	16,851	25,589	-	25,589
Insurance	3,692	3,462	1,481	776	13,626	23,037	-	23,037
Supplies	8,807	2,127	665	87	56,546	68,232	-	68,232
Food	36,962	249	-	-	74,595	111,806	-	111,806
Transportation	80,357	-	3,122	-	5,232	88,711	-	88,711
Home repairs/construction	-	-	32,250	-	-	32,250	(1,417)	30,833
Printing	2,987	1,948	1,954	2,875	10,554	20,318	-	20,318
Postage and shipping	460	25	23	58	1,117	1,683	-	1,683
Dues and subscriptions	1,664	197	-	250	3,127	5,238	-	5,238
Fees and licenses	1,017	613	300	150	630	2,710	-	2,710
Bad debt expense	-	-	-	-	9,000	9,000	-	9,000
Charitable contributions	-	-	-	13,000	-	13,000	-	13,000
Capital campaign	-	-	-	-	-	-	-	-
Stark Fresh program	-	-	-	41,818	-	41,818	-	41,818
Fundraising	-	-	-	-	26,212	26,212	-	26,212
Marketing/advertising	2,167	-	-	103	3,040	5,310	-	5,310
Depreciation	890	17,794	2,500	-	96,307	117,491	-	117,491
Miscellaneous	154	93	206	189	395	1,037	-	1,037
<b>Total expenses</b>	<b>417,823</b>	<b>97,721</b>	<b>111,159</b>	<b>114,748</b>	<b>1,763,901</b>	<b>2,505,352</b>	<b>(3,892)</b>	<b>2,501,460</b>
<b>Change in net assets</b>	<b>\$ 82,745</b>	<b>\$ 119,564</b>	<b>\$ (7,978)</b>	<b>\$ (20,240)</b>	<b>\$ 97,800</b>	<b>\$ 271,891</b>	<b>\$ -</b>	<b>\$ 271,891</b>

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