

**JRC SENIOR SERVICES AND  
JRC LEARNING CENTER  
COMBINED FINANCIAL REPORT  
JUNE 30, 2019 AND 2018**

JRC SENIOR SERVICES AND  
JRC LEARNING CENTER

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## Independent Auditors' Report

To the Boards of Directors  
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 (nonprofit organizations), which comprise the combined statement of financial position as of June 30, 2019 and 2018, and the related combined statements of activities, 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.

### **Auditors' 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 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 auditors' 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 auditors consider 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, 2019 and 2018, 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.

**Report on Supplementary Information**

Our audit was conducted for the purpose of forming an opinion on the combined financial statements as a whole. The supplementary information on pages 23 to 32 is presented for purposes of additional analysis of the financial statements rather than to present the financial position and results of operations of the individual entities, and it is not a required part of the combined financial statements. The supplementary 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. Such 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 supplementary information on pages 23 to 32 is fairly stated in all material respects in relation to the combined financial statements as a whole.



Canton, Ohio  
November 5, 2019

JRC SENIOR SERVICES AND JRC LEARNING CENTER

COMBINED STATEMENTS OF FINANCIAL POSITION

June 30, 2019 and 2018

<u>Assets</u>	<u>2019</u>	<u>2018</u>
<b>Current assets</b>		
Cash and cash equivalents	\$ 786,895	\$ 523,775
Investments	-	37,771
Receivables:		
Trade, net	143,970	206,721
Contributions	975,448	373,150
Prepaid expenses	7,805	21,184
<b>Total current assets</b>	<u>1,914,118</u>	<u>1,162,601</u>
<b>Property and equipment</b>		
Land	206,489	206,489
Buildings and improvements	5,266,499	5,259,719
Construction in progress	208,059	-
Furniture, fixtures and equipment	693,560	662,605
Vehicles	90,028	139,038
<b>Total property and equipment</b>	<u>6,464,635</u>	<u>6,267,851</u>
Accumulated depreciation	<u>(3,072,791)</u>	<u>(3,037,250)</u>
<b>Net property and equipment</b>	<u>3,391,844</u>	<u>3,230,601</u>
<b>Other assets</b>		
Board designated cash for capital improvements	175,000	175,000
Board designated cash for capital campaign	265,857	-
Restricted cash	1,534,494	275,009
Contributions receivable, net	289,999	-
Beneficial interest in assets held by		
Stark Community Foundation	24,811	24,513
<b>Total other assets</b>	<u>2,290,161</u>	<u>474,522</u>
<b>Total assets</b>	<u>\$ 7,596,123</u>	<u>\$ 4,867,724</u>

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

JRC SENIOR SERVICES AND JRC LEARNING CENTER

COMBINED STATEMENTS OF FINANCIAL POSITION

June 30, 2019 and 2018

<b><u>Liabilities and Net Assets</u></b>	<b><u>2019</u></b>	<b><u>2018</u></b>
<b>Current liabilities</b>		
Bridge loan	\$ -	\$ 650,000
Accounts payable	61,303	53,171
Accrued payroll and taxes	28,616	27,597
Other current liabilities	1,350	3,778
<b>Total current liabilities</b>	<b><u>91,269</u></b>	<b><u>734,546</u></b>
<b>Net assets</b>		
Without donor restrictions:		
Undesignated	4,260,058	3,262,992
Board designated funds	<u>199,811</u>	<u>199,513</u>
Total without donor restrictions	4,459,869	3,462,505
With donor restrictions	<u>3,044,985</u>	<u>670,673</u>
<b>Total net assets</b>	<b><u>7,504,854</u></b>	<b><u>4,133,178</u></b>
<b>Total liabilities and net assets</b>	<b><u>\$ 7,596,123</u></b>	<b><u>\$ 4,867,724</u></b>

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

JRC SENIOR SERVICES AND JRC LEARNING CENTER

COMBINED STATEMENTS OF ACTIVITIES

Years Ended June 30, 2019 and 2018

	Year Ended June 30, 2019		
	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
<b>Public support</b>	\$ 2,510,140	\$ 3,028,000	\$ 5,538,140
<b>Revenue</b>	369,710	-	369,710
<b>Miscellaneous and interest</b>	<u>37,378</u>	<u>-</u>	<u>37,378</u>
<b>Total public support and revenue</b>	2,917,228	3,028,000	5,945,228
<b>Net assets released from restrictions</b>	<u>653,688</u>	<u>(653,688)</u>	<u>-</u>
<b>Total public support, revenue and net assets released from restrictions</b>	3,570,916	2,374,312	5,945,228
<b>Expenses</b>	<u>2,573,552</u>	<u>-</u>	<u>2,573,552</u>
<b>Change in net assets</b>	997,364	2,374,312	3,371,676
<b>Net assets, beginning</b>	<u>3,462,505</u>	<u>670,673</u>	<u>4,133,178</u>
<b>Net assets, ending</b>	\$ <u><u>4,459,869</u></u>	\$ <u><u>3,044,985</u></u>	\$ <u><u>7,504,854</u></u>

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

JRC SENIOR SERVICES AND JRC LEARNING CENTER

COMBINED STATEMENTS OF ACTIVITIES

Years Ended June 30, 2019 and 2018

	Year Ended June 30, 2018		
	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
<b>Public support</b>	\$ 2,174,085	\$ 658,159	\$ 2,832,244
<b>Revenue</b>	335,571	-	335,571
<b>Miscellaneous and interest</b>	<u>16,649</u>	<u>-</u>	<u>16,649</u>
<b>Total public support and revenue</b>	2,526,305	658,159	3,184,464
<b>Net assets released from restrictions</b>	<u>367,955</u>	<u>(367,955)</u>	<u>-</u>
<b>Total public support, revenue and net assets released from restrictions</b>	2,894,260	290,204	3,184,464
<b>Expenses</b>	<u>2,567,917</u>	<u>-</u>	<u>2,567,917</u>
<b>Change in net assets</b>	326,343	290,204	616,547
<b>Net assets, beginning</b>	<u>3,136,162</u>	<u>380,469</u>	<u>3,516,631</u>
<b>Net assets, ending</b>	\$ <u><u>3,462,505</u></u>	\$ <u><u>670,673</u></u>	\$ <u><u>4,133,178</u></u>

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



JRC SENIOR SERVICES AND JRC LEARNING CENTER  
 COMBINED STATEMENTS OF FUNCTIONAL EXPENSES

Years Ended June 30, 2019 and 2018

	Year Ended June 30, 2019			
	Program Services	Management and General	Fundraising	Total
Salaries	\$ 1,162,726	\$ 221,567	\$ 62,922	\$ 1,447,215
Payroll taxes	88,642	14,021	4,991	107,654
Employee benefits	141,234	9,148	5,936	156,318
Employee discounts	6,417	-	-	6,417
Employee travel and training	5,221	-	257	5,478
Professional fees:				
Legal and audit	60,974	9,400	2,250	72,624
Nursing	8,538	-	-	8,538
Payroll	5,162	4,300	-	9,462
Occupancy	87,663	9,546	-	97,209
Building cleaning	32,830	-	-	32,830
Real estate and property taxes	11,396	-	18,808	30,204
Equipment rental and maintenance	34,044	-	180	34,224
Telephone and internet	16,676	-	326	17,002
Computer maintenance, software and upgrades	4,467	-	231	4,698
Furniture, fixtures and equipment	6,774	-	1,104	7,878
Insurance	23,184	1,700	-	24,884
Supplies	59,805	-	309	60,114
Food	124,492	-	-	124,492
Transportation	85,153	-	-	85,153
Home repairs/construction	5,896	-	-	5,896
Printing	9,030	900	79	10,009
Postage and shipping	1,441	35	52	1,528
Dues and subscriptions	3,019	1,640	-	4,659
Fees and licenses	1,867	-	300	2,167
Bad debt expense	7,000	-	-	7,000
Charitable contributions	800	-	-	800
Fundraising	-	-	18,904	18,904
Marketing/advertising	3,429	-	3,454	6,883
Depreciation	139,603	24,036	-	163,639
Finance charges/bank fees	2,525	63	16,614	19,202
Miscellaneous	388	-	83	471
<b>Total expenses</b>	<b>\$ 2,140,396</b>	<b>\$ 296,356</b>	<b>\$ 136,800</b>	<b>\$ 2,573,552</b>

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

JRC SENIOR SERVICES AND JRC LEARNING CENTER  
 COMBINED STATEMENTS OF FUNCTIONAL EXPENSES

Years Ended June 30, 2019 and 2018

	Year Ended June 30, 2018			
	Program Services	Management and General	Fundraising	Total
Salaries	\$ 1,200,055	\$ 214,043	\$ 72,287	\$ 1,486,385
Payroll taxes	92,251	13,446	4,066	109,763
Employee benefits	147,570	9,148	4,975	161,693
Employee discounts	8,718	-	-	8,718
Employee travel and training	7,076	-	-	7,076
Professional fees:				
Legal and audit	19,429	9,350	25,717	54,496
Nursing	8,638	-	-	8,638
Payroll	-	9,508	-	9,508
Occupancy	98,401	14,344	-	112,745
Building cleaning	32,796	-	-	32,796
Real estate and property taxes	352	-	-	352
Equipment rental and maintenance	35,945	-	76	36,021
Telephone and internet	18,018	-	-	18,018
Computer maintenance, software and upgrades	1,915	-	-	1,915
Furniture, fixtures and equipment	6,243	-	-	6,243
Insurance	17,952	5,256	-	23,208
Supplies	65,548	-	506	66,054
Food	122,532	-	-	122,532
Transportation	89,633	-	-	89,633
Home repairs/construction	21,973	-	-	21,973
Printing	8,971	900	1,942	11,813
Postage and shipping	1,355	95	879	2,329
Dues and subscriptions	623	3,280	145	4,048
Fees and licenses	1,584	410	-	1,994
Charitable contributions	500	-	-	500
Capital campaign	-	-	437	437
Fundraising	54	-	18,328	18,382
Marketing/advertising	2,198	4,561	1,725	8,484
Depreciation	122,483	9,003	5,589	137,075
Finance charges/bank fees	1,321	-	2,645	3,966
Miscellaneous	1,039	-	83	1,122
<b>Total expenses</b>	<b>\$ 2,135,173</b>	<b>\$ 293,344</b>	<b>\$ 139,400</b>	<b>\$ 2,567,917</b>

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

JRC SENIOR SERVICES AND JRC LEARNING CENTER

COMBINED STATEMENTS OF CASH FLOWS

Years Ended June 30, 2019 and 2018

	<u>2019</u>	<u>2018</u>
<b>Cash flows from operating activities</b>		
Change in net assets	\$ 3,371,676	\$ 616,547
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	163,639	137,075
(Gain) on sale of property and equipment	(20,700)	-
Unrealized (gain) loss on investments and beneficial interest in assets held by SCF	(102)	934
Decrease (increase) in:		
Receivables	(829,546)	(209,981)
Prepaid expenses	13,379	8,161
Increase (decrease) in:		
Accounts payable	8,132	13,192
Accrued payroll and taxes	1,019	(3,166)
Other current liabilities	(2,428)	2,628
<b>Net cash provided by operating activities</b>	<u>2,705,069</u>	<u>565,390</u>
<b>Cash flows from investing activities</b>		
Proceeds from sale of property and equipment	20,700	-
Purchase of property and equipment	(324,882)	(1,316,367)
Purchase of investments	-	(142)
Proceeds from sale of investments	37,877	-
Purchase of beneficial interest in assets held by Stark Community Foundation	(302)	(129)
<b>Net cash (used) by investing activities</b>	<u>(266,607)</u>	<u>(1,316,638)</u>
<b>Cash flows from financing activities</b>		
Proceeds from bridge loan	-	650,000
Repayment of bridge loan	(650,000)	-
<b>Net cash (used) provided by financing activities</b>	<u>(650,000)</u>	<u>650,000</u>
<b>Net increase (decrease) in cash, cash equivalents and restricted cash</b>	1,788,462	(101,248)
<b>Cash, cash equivalents and restricted cash, beginning</b>	<u>973,784</u>	<u>1,075,032</u>
<b>Cash, cash equivalents and restricted cash, ending</b>	<u>\$ 2,762,246</u>	<u>\$ 973,784</u>

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

JRC SENIOR SERVICES AND  
JRC LEARNING CENTER

NOTES TO COMBINED FINANCIAL STATEMENTS

**Organization and Summary of Significant Accounting Policies**

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 Corp.

JRC Senior Services (Senior Services) is a nonprofit 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 Services Center.

Since July 1, 2015, Senior Services also provides community economic development initiatives in the City of Canton and surrounding counties. Senior Services 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. Senior Services also completes minor repairs when damage or deteriorating conditions threaten the health and/or safety of the homeowner. Senior Services 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. It is a collaboration of public and private dollars dedicated to constructing a modernized corridor entering the City of Canton.

JRC SENIOR SERVICES AND  
JRC LEARNING CENTER

NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)

**Organization and Summary of Significant Accounting Policies (Continued)**

A. Organization (Continued)

JRC Learning Center (Learning Center) is a nonprofit organization that provides early education, preschool and before and after school care to working families. The Learning Center 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 Learning Center offers a variety of comprehensive education and enrichment programs designed to support families in the area of child development. Since November 2013, the Learning Center has collaborated with Canton City Schools to provide a dedicated preschool program for 3 and 4 year old children. Since July 2014, the Learning Center has 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 Learning Center 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 began 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 initiative, the Learning Center instituted daily physical fitness into its curriculum.

B. Basis of Presentation

The financial statements are prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (GAAP). Net assets and support and revenue are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organizations and changes therein are classified and reported as follows:

Net assets without donor restrictions: Net assets available for use in general operations and not subject to donor-imposed stipulations.

Net assets with donor restrictions: Net assets subject to donor-imposed stipulations that may or will be met either by actions of the Organizations and/or the passage of time. Also included in this category are net assets subject to donor-imposed stipulations that they be maintained permanently by the Organizations.

JRC SENIOR SERVICES AND  
JRC LEARNING CENTER

NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)

**Organization and Summary of Significant Accounting Policies (Continued)**

C. Cash, Cash Equivalents and Restricted Cash

Cash, cash equivalents and restricted cash consists of the following as of June 30:

	<u>2019</u>	<u>2018</u>
Cash and cash equivalents	\$ 786,895	\$ 523,775
Board designated cash	440,857	175,000
Cash - restricted	<u>1,534,494</u>	<u>275,009</u>
 Cash, cash equivalents and restricted cash shown in the statements of cash flows	 \$ <u>2,762,246</u>	 \$ <u>973,784</u>

Cash and cash equivalents consist of accounts with daily liquidity such as checking, savings and money market accounts. Cash, cash equivalents and restricted cash accounts are maintained at financial institutions and may at times exceed federally-insured amounts. Cash equivalents held in the investment funds are included in investments on the statements of financial position.

D. Receivables – Trade

Accounts receivable are stated at unpaid balances, less an allowance for doubtful accounts. The Organizations provide for losses on accounts receivable using the allowance method. The allowance is based on experience, and other circumstances, which may affect the collectability of the receivable. It is the Organizations' policy to charge off uncollectible receivables when management determines the receivable will not be collected. Subsequent collections reduce bad debt expense.

E. Property and Equipment

Property and equipment is capitalized at cost for purchased property and at fair market value for all donated property. 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:

Buildings and improvements	10 – 40 years
Equipment	5 – 10 years
Furniture and fixtures	3 – 10 years
Vehicles	5 years

GAAP 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. There were no impairment losses recognized for the years ended June 30, 2019 or 2018.

JRC SENIOR SERVICES AND  
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NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)

**Organization and Summary of Significant Accounting Policies (Continued)**

F. Principles of Combination

The accompanying combined 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. Intercompany accounts and transactions have been eliminated in combination.

G. 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 these services do not meet the criteria for recognition as contributed services.

H. Contribution and Revenue Recognition

Contributions received are recorded as without donor restrictions or with donor restrictions depending on the existence or nature of any donor restrictions. Support that is restricted by the donor is reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in net assets with donor restrictions, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

I. Management Estimates

The preparation of financial statements in conformity with GAAP 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.

J. Income Taxes

The Organizations are exempt from Federal income tax under Section 501(c)(3) of the Internal Revenue Code except for taxes on unrelated business income. As of June 30, 2019, there is no provision for income taxes. The Organizations' Federal Returns of Organization Exempt from Income Tax (Forms 990) are subject to examination by the Internal Revenue Service, generally for three years after they were filed.

JRC SENIOR SERVICES AND  
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NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)

**Organization and Summary of Significant Accounting Policies (Continued)**

J. Income Taxes (Continued)

The Organizations believe that they have appropriate support for any tax position taken, and as such, do not have any uncertain tax positions that are material to the financial statements.

K. Advertising

The Organizations use advertising to promote their programs and services. Advertising costs are expenses as incurred.

L. Functional Expenses

The costs of program and supporting services activities have been summarized in total in the statements of activities. The statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The expenses that are allocated include occupancy, repairs and maintenance and utilities, which are allocated on a square footage basis, as well as salaries, employee benefits and payroll taxes, which are allocated on the basis of estimates of time and effort.

M. New Accounting Principle

During the year ended June 30, 2019, the Organizations adopted Accounting Standards Update (ASU) 2016-14, *Presentation of Financial Statements of Not-for-Profit Entities*. In addition to changes in terminology used to describe categories of net assets throughout the financial statements, new disclosures were added regarding liquidity and availability of resources and related to functional allocation of expenses. The accompanying information from the June 30, 2018 financial statements has been restated to conform to the June 30, 2019 presentation and disclosure requirements of ASU 2016-14.

N. Reclassification

Certain information previously presented has been reclassified to conform with the current presentation.

O. Subsequent Events

Management has evaluated subsequent events through November 5, 2019, which is the date the financial statements were available to be issued.



JRC SENIOR SERVICES AND  
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NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)

**Note 1. Fair Value Measurements**

The Organizations estimate the fair value of financial instruments using available market information and other generally accepted valuation methodologies. Fair value is defined as the price that would be received to sell an asset or would be paid to transfer a liability in an orderly transaction between market participants at the measurement date. The inputs used to measure fair value are classified into three levels:

- Level 1 – Quoted market prices in active markets for identical assets and liabilities
- Level 2 – Observable market-based inputs or unobservable inputs that are corroborated by market data
- Level 3 – Unobservable inputs in which little or no market data exists.

The asset's or liability's fair value measurement level is based on the lowest level of any input that is significant to the fair value measurement.

The valuation methods used for financial instruments may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. There have been no changes in the methodologies used from 2018 to 2019. Furthermore, while the Organizations believe the 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 following table sets forth by level within the fair value hierarchy the Organizations' financial assets that were accounted for at a fair value on a recurring basis:

	As of June 30, 2019			
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Beneficial interest in assets held by Stark Community Foundation	\$ <u>-</u>	\$ <u>-</u>	\$ <u>24,811</u>	\$ <u>24,811</u>
	\$ <u>-</u>	\$ <u>-</u>	\$ <u>24,811</u>	\$ <u>24,811</u>

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NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)

**Note 1. Fair Value Measurements (Continued)**

	As of June 30, 2018			
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Investments – Mutual fund	\$ 37,771	\$ -	\$ -	\$ 37,771
Beneficial interest in assets held by Stark Community Foundation	-	-	<u>24,513</u>	<u>24,513</u>
	<u>\$ 37,771</u>	<u>\$ -</u>	<u>\$ 24,513</u>	<u>\$ 62,284</u>

Investments - The Organizations invest in a mutual fund with a quoted price in active markets that is considered to be a Level 1 asset.

The Organizations invest in a pool of investments held by Stark Community Foundation (SCF), which includes Level 3 assets. The pool of investments is valued at SCF's best estimate of the fair value of the underlying assets as reviewed by the Organizations. Accordingly, the Organizations do not use separate quantitative information to value their investment in the SCF pool. The Organizations' investment in the SCF pool is considered a Level 3 asset.

Assets measured at fair value on a recurring basis using significant unobservable inputs (Level 3 inputs) are as follows:

	<u>Beneficial interest in assets held by SCF</u>
Balance at June 30, 2017	\$ 23,056
Investment return, net	1,457
Purchases	-
Sales	-
Balance at June 30, 2018	24,513
Investment return, net	248
Purchases	50
Sales	-
Balance at June 30, 2019	\$ <u>24,811</u>

JRC SENIOR SERVICES AND  
JRC LEARNING CENTER

NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)

**Note 2. Receivables**

Receivables as of June 30 were as follows:

	<u>2019</u>	<u>2018</u>
Receivable – trade	\$ 152,132	\$ 207,330
Allowance for uncollectible accounts	<u>(8,162)</u>	<u>(609)</u>
Net receivables – trade	\$ <u>143,970</u>	\$ <u>206,721</u>
Contributions receivable:		
Due in less than one year	\$ 975,448	\$ 373,150
Due in one to five years	308,334	-
Discounting for time value (5.25%)	<u>(18,335)</u>	<u>-</u>
Contributions receivable	\$ <u>1,265,447</u>	\$ <u>373,150</u>

**Note 3. Line of Credit**

JRC Senior Services and JRC Learning Center have a revolving line of credit with Huntington National Bank, not to exceed \$200,000. The line of credit is payable in monthly installments 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 (5.25% at June 30, 2019). It is collateralized by effectively all the Organizations' assets. As of June 30, 2019 and 2018, no balance was owed on this line of credit.

**Note 4. Bridge Loan**

On March 30, 2018, JRC Senior Services entered into a bridge loan agreement with Stark Community Foundation, Inc. for \$650,000. The loan incurred interest at 4.0% and was secured by a mortgage. The loan was paid in full on November 15, 2018.

**Note 5. Board Designated Funds**

The Organizations' Board has delegated to management the ability to designate funds to be held for future capital improvements. The funds are invested in money market and checking accounts and are under the control of the Board. Designated funds for capital improvements as of June 30 are as follows:

	<u>2019</u>	<u>2018</u>
Senior Services	\$ 365,857	\$ 100,000
Learning Center	<u>75,000</u>	<u>75,000</u>
	\$ <u>440,857</u>	\$ <u>175,000</u>

JRC SENIOR SERVICES AND  
JRC LEARNING CENTER

NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)

**Note 5. Board Designated Funds (Continued)**

During the year ended June 30, 2015 the Board established a permanent endowment fund with Stark Community Foundation (SCF). The Organizations invested \$10,000 and SCF contributed an additional \$10,000. The Foundation by contract holds, manages, invests and reinvests the fund according to SCF's investment policy statement and disburses the distributable amount to the Organizations. Endowment funds are appropriated based on an approval process through the Board of Directors. The Board can withdraw any percentage of the endowment up to the percentage allowed by the SCF Charitable Payout Policy which is currently an annual rate of 4.75%. SCF has been granted variance power in the event that the Organizations cease to exist and do not designate a substitute recipient or if the distributions to the Organizations become unnecessary, incapable of fulfillment or inconsistent with the charitable needs of the community.

	<u>Without Donor Restrictions</u>
Endowment net assets, June 30, 2017	\$ 23,056
Investment return, net	1,457
Contributions	-
Appropriations of endowment assets for expenditure	<u>-</u>
Endowment net assets, June 30, 2018	24,513
Investment return, net	248
Contributions	50
Appropriations of endowment assets for expenditure	<u>-</u>
Endowment net assets, June 30, 2019	\$ <u>24,811</u>

JRC SENIOR SERVICES AND  
JRC LEARNING CENTER

NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)

**Note 6. Net Assets with Donor Restrictions**

Net assets with donor restrictions are available for the following purposes:

	As of June 30, 2019		
	<u>Senior Services</u>	<u>Learning Center</u>	<u>Total</u>
Subject to passage of time:			
Contributions receivable	\$ 30,000	\$ 168,150	\$ 198,150
Subject to expenditure for specified purpose:			
Capital campaign – Building at Meyers Lake	2,809,850	-	2,809,850
Les and Mary Ann Able Scholarship Fund	-	29,296	29,296
Teacher appreciation fund	-	7,689	7,689
	\$ <u>2,839,850</u>	\$ <u>205,135</u>	\$ <u>3,044,985</u>

	As of June 30, 2018		
	<u>Senior Services</u>	<u>Learning Center</u>	<u>Total</u>
Subject to passage of time:			
Contributions receivable	\$ 30,000	\$ 168,150	\$ 198,150
Subject to expenditure for specified purpose:			
Capital campaign – Building at Meyers Lake	450,009	-	450,009
Les and Mary Ann Able Scholarship Fund	-	22,514	22,514
	\$ <u>480,009</u>	\$ <u>190,664</u>	\$ <u>670,673</u>

**Note 7. Support**

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

JRC SENIOR SERVICES AND  
JRC LEARNING CENTER

NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)

**Note 7. Support (Continued)**

The Learning Center receives the majority of its support from the Ohio Department of Job and Family Services, United Way of Greater Stark County, 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 Learning Center also receives grants from various local foundations and fundraisers for support of its programs.

**Note 8. Revenue**

Senior Services 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 \$7,094 per month beginning June 1, 2018 and \$7,307 for the last two years of the lease.

Senior Services also entered into various leases with other tenants for leases that terminated during the year ended June 30, 2019.

Future minimum lease payments to be received during the years ended June 30 are as follows:

2020	\$ 87,684
2021	<u>87,684</u>
	<u>\$ 175,368</u>

**Note 9. Related Party Transactions**

In fiscal years ended June 30, 2019 and 2018, two organizations, Senior Services and Learning Center were controlled by the same board of directors. A third organization, JRC Senior Housing, Inc. is also controlled by the same board of directors but is operated by a management company. JRC Senior Housing, Inc. sold its assets and operations during the year ended June 30, 2019. The net proceeds of \$278,063 were donated to Senior Services and are included in public support on the statements of activities.

**Note 10. Employee Benefits**

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.

JRC SENIOR SERVICES AND  
JRC LEARNING CENTER

NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)

**Note 11. Leases**

Senior Services leased space for its Adult Day Center from Triner Enterprises LLC through March 2018 at \$3,800 per month.

The Organizations lease office equipment under various leases through April 2022. Rental expense related to these leases aggregated \$5,748 for each of the years ended June 30, 2019 and 2018.

Future minimum lease payments for the years ended June 30 are as follows:

2020	\$ 5,748
2021	5,748
2022	<u>884</u>
	\$ <u>12,380</u>

**Note 12. Concentrations**

The Organizations receive a large part of their support from the Ohio Department of Job and Family Services, Direction Home, the Ohio Department of Education, United Way of Greater Stark County, 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 13. Liquidity and Availability**

The financial assets available to meet general expenditures within one year as of June 30, 2019 are as follows:

Cash and cash equivalents	\$ 2,762,246
Trade receivables	143,970
Contributions receivable	<u>1,265,447</u>
Total financial assets	4,171,663
Less: board designated cash	(440,857)
Less: restricted cash	(1,534,494)
Less: long-term receivables	<u>(289,999)</u>
Total financial assets for use within one year	\$ <u>1,906,313</u>

JRC SENIOR SERVICES AND  
JRC LEARNING CENTER

NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)

**Note 13. Liquidity and Availability (Continued)**

The Organizations received significant grants and contributions restricted by donors for the JRC Campus at Meyers Lake Capital Campaign. Because those grantors and contributors require the resources to be used in a particular area or in a future period, the Organizations must maintain sufficient resources to meet those responsibilities to its grantors and contributors. There are also other grants that are restricted for programs which are ongoing, major, and central to its annual operations. The Organizations must be able to meet its cash needs for expenditures as nearly all grant payments are made on a reimbursement basis.

The Organizations manage their liquidity and reserves following three guiding principles:

- Operating programs within a prudent range of financial soundness and stability,
- Maintaining adequate liquid assets, and
- Maintaining sufficient reserves to provide reasonable assurance that long-term obligations will be met.

The Organizations have available a line of credit from which they can borrow up to \$200,000 as needed. Although withdrawals are not planned at this time, the Organizations also have investments in an endowment fund of \$24,811 as of June 30, 2019 available if necessary.

**Note 14. Capital Campaign and Expansion**

In March 2018, the Organizations purchased the former Meyers Lake Ballroom property in NW Canton as part of an expansion of services in both adult day services and early education. The Organizations worked with local foundations and internal investments to purchase the property. At the same time, JRC began a Capital Campaign effort to fund the expansion and renovation of the property. The JRC Adult Day Center had leased a portion of this property since September 2016. During the year ended June 30, 2019, the Capital Campaign reached out to additional foundations, individuals and corporations for support. \$724,661 was raised by the Capital Campaign in the year ended June 30, 2018, and \$3,098,750 was raised by the Capital Campaign in the year ended June 30, 2019 with \$1,064,297 to be collected in future years. The Organizations will use the funding to add over 10,000 square feet as well as renovate the existing facility. JRC will open a second early education center to complement the current N. E. Canton facility and double the size of the current adult day center. The expected completion date for this expansion is projected for December 2020.



SUPPLEMENTARY INFORMATION

JRC SENIOR SERVICES AND JRC LEARNING CENTER

COMBINING STATEMENTS OF FINANCIAL POSITION

June 30, 2019 and 2018

	June 30, 2019			
	<u>JRC Senior Services</u>	<u>JRC Learning Center</u>	<u>Eliminations</u>	<u>Total</u>
<b><u>Assets</u></b>				
<b>Current assets</b>				
Cash and cash equivalents	\$ 552,012	\$ 234,883	\$ -	\$ 786,895
Receivables:				
Trade, net	30,710	113,260	-	143,970
Contributions	807,298	168,150	-	975,448
Related party	20,845	14	(20,859)	-
Prepaid expenses	1,803	6,002	-	7,805
<b>Total current assets</b>	<u>1,412,668</u>	<u>522,309</u>	<u>(20,859)</u>	<u>1,914,118</u>
<b>Property and equipment</b>				
Land	40,020	166,469	-	206,489
Buildings and improvements	2,297,058	2,969,441	-	5,266,499
Construction in progress	208,059	-	-	208,059
Furniture, fixtures and equipment	39,474	654,086	-	693,560
Vehicles	64,088	25,940	-	90,028
<b>Total property and equipment</b>	<u>2,648,699</u>	<u>3,815,936</u>	<u>-</u>	<u>6,464,635</u>
Accumulated depreciation	<u>(981,471)</u>	<u>(2,091,320)</u>	<u>-</u>	<u>(3,072,791)</u>
<b>Net property and equipment</b>	<u>1,667,228</u>	<u>1,724,616</u>	<u>-</u>	<u>3,391,844</u>
<b>Other assets</b>				
Board designated cash for capital improvements	100,000	75,000	-	175,000
Board designated cash for capital campaign	265,857	-	-	265,857
Restricted cash	1,534,494	-	-	1,534,494
Contributions receivable, net	289,999	-	-	289,999
Beneficial interest in assets held by Stark Community Foundation	24,811	-	-	24,811
<b>Total other assets</b>	<u>2,215,161</u>	<u>75,000</u>	<u>-</u>	<u>2,290,161</u>
<b>Total assets</b>	<u>\$ 5,295,057</u>	<u>\$ 2,321,925</u>	<u>\$ (20,859)</u>	<u>\$ 7,596,123</u>

JRC SENIOR SERVICES AND JRC LEARNING CENTER

COMBINING STATEMENTS OF FINANCIAL POSITION

June 30, 2019 and 2018

	June 30, 2019			
	<u>JRC Senior Services</u>	<u>JRC Learning Center</u>	<u>Eliminations</u>	<u>Total</u>
<b><u>Liabilities and Net Assets</u></b>				
<b>Current liabilities</b>				
Payables:				
Trade	\$ 45,207	\$ 16,096	\$ -	\$ 61,303
Related party	14	20,845	(20,859)	-
Accrued payroll and taxes	6,290	22,326	-	28,616
Other current liabilities	1,350	-	-	1,350
<b>Total current liabilities</b>	<u>52,861</u>	<u>59,267</u>	<u>(20,859)</u>	<u>91,269</u>
<b>Net assets</b>				
Without donor restrictions:				
Undesignated	2,277,535	1,982,523	-	4,260,058
Board designated funds	124,811	75,000	-	199,811
Total without donor restrictions	<u>2,402,346</u>	<u>2,057,523</u>	<u>-</u>	<u>4,459,869</u>
With donor restrictions	2,839,850	205,135	-	3,044,985
<b>Total net assets</b>	<u>5,242,196</u>	<u>2,262,658</u>	<u>-</u>	<u>7,504,854</u>
<b>Total liabilities and net assets</b>	<u>\$ 5,295,057</u>	<u>\$ 2,321,925</u>	<u>\$ (20,859)</u>	<u>\$ 7,596,123</u>

JRC SENIOR SERVICES AND JRC LEARNING CENTER

COMBINING STATEMENTS OF FINANCIAL POSITION

June 30, 2019 and 2018

	June 30, 2018			
	<u>JRC Senior Services</u>	<u>JRC Learning Center</u>	<u>Eliminations</u>	<u>Total</u>
<b><u>Assets</u></b>				
<b>Current assets</b>				
Cash and cash equivalents	\$ 448,367	\$ 75,408	\$ -	\$ 523,775
Investments	-	37,771	-	37,771
Receivables:				
Trade, net	77,383	129,338	-	206,721
Contributions	205,000	168,150	-	373,150
Related party	20,820	43	(20,863)	-
Prepaid expenses	3,699	17,485	-	21,184
<b>Total current assets</b>	<u>755,269</u>	<u>428,195</u>	<u>(20,863)</u>	<u>1,162,601</u>
<b>Property and equipment</b>				
Land	40,020	166,469	-	206,489
Buildings and improvements	2,290,278	2,969,441	-	5,259,719
Furniture, fixtures and equipment	30,948	631,657	-	662,605
Vehicles	7,500	131,538	-	139,038
<b>Total property and equipment</b>	<u>2,368,746</u>	<u>3,899,105</u>	<u>-</u>	<u>6,267,851</u>
Accumulated depreciation	<u>(911,287)</u>	<u>(2,125,963)</u>	<u>-</u>	<u>(3,037,250)</u>
<b>Net property and equipment</b>	<u>1,457,459</u>	<u>1,773,142</u>	<u>-</u>	<u>3,230,601</u>
<b>Other assets</b>				
Board designated cash for capital improvements	100,000	75,000	-	175,000
Restricted cash	275,009	-	-	275,009
Beneficial interest in assets held by Stark Community Foundation	24,513	-	-	24,513
<b>Total other assets</b>	<u>399,522</u>	<u>75,000</u>	<u>-</u>	<u>474,522</u>
<b>Total assets</b>	<u>\$ 2,612,250</u>	<u>\$ 2,276,337</u>	<u>\$ (20,863)</u>	<u>\$ 4,867,724</u>

JRC SENIOR SERVICES AND JRC LEARNING CENTER

COMBINING STATEMENTS OF FINANCIAL POSITION

June 30, 2019 and 2018

	June 30, 2018			
	<u>JRC Senior Services</u>	<u>JRC Learning Center</u>	<u>Eliminations</u>	<u>Total</u>
<b><u>Liabilities and Net Assets</u></b>				
<b>Current liabilities</b>				
Bridge loan	\$ 650,000	\$ -	\$ -	\$ 650,000
Payables:				
Trade	34,306	18,865	-	53,171
Related party	43	20,820	(20,863)	-
Accrued payroll and taxes	5,869	21,728	-	27,597
Other current liabilities	3,778	-	-	3,778
<b>Total current liabilities</b>	<u>693,996</u>	<u>61,413</u>	<u>(20,863)</u>	<u>734,546</u>
<b>Net assets</b>				
Without donor restrictions:				
Undesignated	1,313,732	1,949,260	-	3,262,992
Board designated funds	124,513	75,000	-	199,513
Total without donor restrictions	<u>1,438,245</u>	<u>2,024,260</u>	<u>-</u>	<u>3,462,505</u>
With donor restrictions	<u>480,009</u>	<u>190,664</u>	<u>-</u>	<u>670,673</u>
<b>Total net assets</b>	<u>1,918,254</u>	<u>2,214,924</u>	<u>-</u>	<u>4,133,178</u>
<b>Total liabilities and net assets</b>	<u>\$ 2,612,250</u>	<u>\$ 2,276,337</u>	<u>\$ (20,863)</u>	<u>\$ 4,867,724</u>

JRC SENIOR SERVICES AND JRC LEARNING CENTER

COMBINING STATEMENTS OF ACTIVITIES

Years Ended June 30, 2019 and 2018

	Year Ended June 30, 2019											
	JRC Senior Services			JRC Learning Center			Eliminations			Total		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
<b>Public support</b>	\$ 1,081,228	\$ 2,839,850	\$ 3,921,078	\$ 1,428,912	\$ 188,150	\$ 1,617,062	\$ -	\$ -	\$ -	\$ 2,510,140	\$ 3,028,000	\$ 5,538,140
<b>Revenue</b>	217,288	-	217,288	152,422	-	152,422	-	-	-	369,710	-	369,710
<b>Miscellaneous and interest</b>	28,613	-	28,613	8,765	-	8,765	-	-	-	37,378	-	37,378
<b>Transfers</b>	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total public support and revenue</b>	1,327,129	2,839,850	4,166,979	1,590,099	188,150	1,778,249	-	-	-	2,917,228	3,028,000	5,945,228
<b>Net assets released from restrictions</b>	480,009	(480,009)	-	173,679	(173,679)	-	-	-	-	653,688	(653,688)	-
<b>Total public support, revenue and net assets released from restrictions</b>	1,807,138	2,359,841	4,166,979	1,763,778	14,471	1,778,249	-	-	-	3,570,916	2,374,312	5,945,228
<b>Expenses</b>	843,037	-	843,037	1,730,515	-	1,730,515	-	-	-	2,573,552	-	2,573,552
<b>Change in net assets</b>	964,101	2,359,841	3,323,942	33,263	14,471	47,734	-	-	-	997,364	2,374,312	3,371,676
<b>Net assets, beginning</b>	1,438,245	480,009	1,918,254	2,024,260	190,664	2,214,924	-	-	-	3,462,505	670,673	4,133,178
<b>Net assets, ending</b>	\$ 2,402,346	\$ 2,839,850	\$ 5,242,196	\$ 2,057,523	\$ 205,135	\$ 2,262,658	\$ -	\$ -	\$ -	\$ 4,459,869	\$ 3,044,985	\$ 7,504,854

JRC SENIOR SERVICES AND JRC LEARNING CENTER

COMBINING STATEMENTS OF ACTIVITIES

Years Ended June 30, 2019 and 2018

	Year Ended June 30, 2018											
	JRC Senior Services			JRC Learning Center			Eliminations			Total		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
<b>Public support</b>	\$ 828,619	\$ 480,009	\$ 1,308,628	\$ 1,345,466	\$ 178,150	\$ 1,523,616	\$ -	\$ -	\$ -	\$ 2,174,085	\$ 658,159	\$ 2,832,244
<b>Revenue</b>	187,190	-	187,190	148,381	-	148,381	-	-	-	335,571	-	335,571
<b>Miscellaneous and interest</b>	12,381	-	12,381	4,268	-	4,268	-	-	-	16,649	-	16,649
<b>Transfers</b>	(9,829)	-	(9,829)	9,829	-	9,829	-	-	-	-	-	-
<b>Total public support and revenue</b>	1,018,361	480,009	1,498,370	1,507,944	178,150	1,686,094	-	-	-	2,526,305	658,159	3,184,464
<b>Net assets released from restrictions</b>	226,679	(226,679)	-	141,276	(141,276)	-	-	-	-	367,955	(367,955)	-
<b>Total public support, revenue and net assets released from restrictions</b>	1,245,040	253,330	1,498,370	1,649,220	36,874	1,686,094	-	-	-	2,894,260	290,204	3,184,464
<b>Expenses</b>	806,813	-	806,813	1,761,104	-	1,761,104	-	-	-	2,567,917	-	2,567,917
<b>Change in net assets</b>	438,227	253,330	691,557	(111,884)	36,874	(75,010)	-	-	-	326,343	290,204	616,547
<b>Net assets, beginning</b>	1,000,018	226,679	1,226,697	2,136,144	153,790	2,289,934	-	-	-	3,136,162	380,469	3,516,631
<b>Net assets, ending</b>	\$ 1,438,245	\$ 480,009	\$ 1,918,254	\$ 2,024,260	\$ 190,664	\$ 2,214,924	\$ -	\$ -	\$ -	\$ 3,462,505	\$ 670,673	\$ 4,133,178

JRC SENIOR SERVICES AND JRC LEARNING CENTER

STATEMENTS OF ACTIVITIES BY DEPARTMENT

Years Ended June 30, 2019 and 2018

	Year Ended June 30, 2019						
	Adult Day Center	Capital Campaign	Senior Center	Home Maintenance	Subtotal Senior Services	Learning Center	Total
<b>Public Support</b>							
<b>Government grants and purchase of service contracts</b>							
Adult services	\$ 321,258	\$ -	\$ -	\$ 24,461	\$ 345,719	\$ -	\$ 345,719
Ohio Department of Education	23,667	-	-	-	23,667	116,547	140,214
Title XX	50,100	-	-	-	50,100	-	50,100
Ohio Job and Family Services	-	-	-	-	-	737,483	737,483
Early Head Start	-	-	-	-	-	276,533	276,533
City of Canton	-	-	-	-	-	116,219	116,219
Other Government	-	-	41,695	-	41,695	15,000	56,695
<b>Local support</b>							
Foundations, non-government grants	38,412	2,954,150	-	-	2,992,562	17,250	3,009,812
Corporate and individual donations	4,280	394,600	28,063	-	426,943	23,631	450,574
Fundraising and events	392	-	-	-	392	90,199	90,591
United Way	40,000	-	-	-	40,000	224,200	264,200
<b>Total public support</b>	<u>478,109</u>	<u>3,348,750</u>	<u>69,758</u>	<u>24,461</u>	<u>3,921,078</u>	<u>1,617,062</u>	<u>5,538,140</u>
<b>Revenue</b>							
Rental income	-	-	143,253	-	143,253	-	143,253
Fee for services	73,320	-	-	715	74,035	131,722	205,757
Gain on sale of property and equipment	-	-	-	-	-	20,700	20,700
Miscellaneous and interest	2,003	15,857	8,580	2,173	28,613	8,765	37,378
Transfers	-	-	-	-	-	-	-
<b>Total revenue</b>	<u>75,323</u>	<u>15,857</u>	<u>151,833</u>	<u>2,888</u>	<u>245,901</u>	<u>161,187</u>	<u>407,088</u>
<b>Total public support and revenue</b>	<u>\$ 553,432</u>	<u>\$ 3,364,607</u>	<u>\$ 221,591</u>	<u>\$ 27,349</u>	<u>\$ 4,166,979</u>	<u>\$ 1,778,249</u>	<u>\$ 5,945,228</u>



JRC SENIOR SERVICES AND JRC LEARNING CENTER

STATEMENTS OF ACTIVITIES BY DEPARTMENT

Years Ended June 30, 2019 and 2018

	Year Ended June 30, 2019						
	Adult Day Center	Capital Campaign	Senior Center	Home Maintenance	Subtotal Senior Services	Learning Center	Total
<b>Expenses</b>							
Salaries	\$ 244,731	\$ -	\$ 25,836	\$ 54,350	\$ 324,917	\$ 1,122,298	\$ 1,447,215
Payroll taxes	17,931	-	1,948	4,057	23,936	83,718	107,654
Employee benefits	38,634	-	2,332	5,793	46,759	109,559	156,318
Employee discounts	-	-	-	-	-	6,417	6,417
Employee travel and training	428	511	93	200	1,232	4,246	5,478
Professional fees:							
Legal and audit	4,642	47,400	9,264	900	62,206	10,418	72,624
Nursing	8,538	-	-	-	8,538	-	8,538
Payroll	2,800	-	-	-	2,800	6,662	9,462
Occupancy	20,185	-	34,146	-	54,331	42,878	97,209
Building cleaning	-	-	-	-	-	32,830	32,830
Real estate and property taxes	9,012	18,808	2,143	-	29,963	241	30,204
Equipment rental and maintenance	6,225	180	9,958	-	16,363	17,861	34,224
Telephone and internet	6,182	-	745	1,548	8,475	8,527	17,002
Computer maintenance, software and upgrades	422	-	145	90	657	4,041	4,698
Furniture, fixtures and equipment	754	1,104	922	-	2,780	5,098	7,878
Insurance	4,225	-	3,175	1,271	8,671	16,213	24,884
Supplies	9,702	202	2,115	74	12,093	48,021	60,114
Food	48,589	-	-	-	48,589	75,903	124,492
Transportation	80,097	-	-	2,867	82,964	2,189	85,153
Home repairs/construction	-	-	-	5,896	5,896	-	5,896
Printing	2,702	79	2,111	339	5,231	4,778	10,009
Postage and shipping	555	25	53	131	764	764	1,528
Dues and subscriptions	1,519	-	151	-	1,670	2,989	4,659
Fees and licenses	334	300	363	150	1,147	1,020	2,167
Bad debt expense	-	-	-	-	-	7,000	7,000
Charitable contributions	-	-	-	-	-	800	800
Fundraising	-	-	-	-	-	18,904	18,904
Marketing/advertising	1,926	3,454	194	194	5,768	1,115	6,883
Depreciation	24,996	22,356	22,832	-	70,184	93,455	163,639
Finance charges/bank fees	-	16,614	63	-	16,677	2,525	19,202
Miscellaneous	115	230	61	20	426	45	471
<b>Total expenses</b>	<u>535,244</u>	<u>111,263</u>	<u>118,650</u>	<u>77,880</u>	<u>843,037</u>	<u>1,730,515</u>	<u>2,573,552</u>
<b>Change in net assets</b>	\$ <u>18,188</u>	\$ <u>3,253,344</u>	\$ <u>102,941</u>	\$ <u>(50,531)</u>	\$ <u>3,323,942</u>	\$ <u>47,734</u>	\$ <u>3,371,676</u>

JRC SENIOR SERVICES AND JRC LEARNING CENTER

STATEMENTS OF ACTIVITIES BY DEPARTMENT

Years Ended June 30, 2019 and 2018

	Year Ended June 30, 2018						
	Adult Day Center	Capital Campaign	Senior Center	Home Maintenance	Subtotal Senior Services	Learning Center	Total
<b>Public Support</b>							
<b>Government grants and purchase of service contracts</b>							
Adult services	\$ 301,805	\$ -	\$ -	\$ 50,506	\$ 352,311	\$ -	\$ 352,311
Ohio Department of Education	22,864	-	-	-	22,864	122,611	145,475
Title XX	41,700	-	-	-	41,700	-	41,700
Medicaid	2,269	-	-	-	2,269	-	2,269
HUD	-	-	10,516	-	10,516	-	10,516
Ohio Job and Family Services	-	-	-	-	-	799,125	799,125
Dept of Developmental Disabilities	33,240	-	-	-	33,240	-	33,240
Early Head Start	-	-	-	-	-	272,532	272,532
City of Canton	-	-	-	-	-	71,467	71,467
Other Government	-	-	66,138	-	66,138	-	66,138
<b>Local support</b>							
Foundations, non-government grants	1,458	513,991	-	-	515,449	12,637	528,086
Corporate and individual donations	-	140,184	-	-	140,184	13,694	153,878
Fundraising and events	1,184	82,773	-	-	83,957	7,350	91,307
United Way	40,000	-	-	-	40,000	224,200	264,200
<b>Total public support</b>	<u>444,520</u>	<u>736,948</u>	<u>76,654</u>	<u>50,506</u>	<u>1,308,628</u>	<u>1,523,616</u>	<u>2,832,244</u>
<b>Revenue</b>							
Rental income	-	-	131,837	-	131,837	-	131,837
Fee for services	53,613	-	-	1,740	55,353	148,381	203,734
Miscellaneous and interest	1,206	-	10,520	655	12,381	4,268	16,649
Transfers	2,457	(12,286)	-	-	(9,829)	9,829	-
<b>Total revenue</b>	<u>57,276</u>	<u>(12,286)</u>	<u>142,357</u>	<u>2,395</u>	<u>189,742</u>	<u>162,478</u>	<u>352,220</u>
<b>Total public support and revenue</b>	<u>\$ 501,796</u>	<u>\$ 724,662</u>	<u>\$ 219,011</u>	<u>\$ 52,901</u>	<u>\$ 1,498,370</u>	<u>\$ 1,686,094</u>	<u>\$ 3,184,464</u>

JRC SENIOR SERVICES AND JRC LEARNING CENTER

STATEMENTS OF ACTIVITIES BY DEPARTMENT

Years Ended June 30, 2019 and 2018

	Year Ended June 30, 2018						
	Adult Day Center	Capital Campaign	Senior Center	Home Maintenance	Subtotal Senior Services	Learning Center	Total
<b>Expenses</b>							
Salaries	\$ 235,602	\$ -	\$ 52,965	\$ 53,446	\$ 342,013	\$ 1,144,372	\$ 1,486,385
Payroll taxes	17,112	-	3,854	3,929	24,895	84,868	109,763
Employee benefits	39,081	-	2,726	7,561	49,368	112,325	161,693
Employee discounts	-	-	-	-	-	8,718	8,718
Employee travel and training	893	-	315	25	1,233	5,843	7,076
Professional fees:							
Legal and audit	4,616	25,717	767	775	31,875	22,621	54,496
Nursing	8,638	-	-	-	8,638	-	8,638
Payroll	2,913	-	-	-	2,913	6,595	9,508
Occupancy	32,945	-	31,818	-	64,763	47,982	112,745
Building cleaning	-	-	-	-	-	32,796	32,796
Real estate and property taxes	-	-	90	-	90	262	352
Equipment rental and maintenance	1,770	76	11,708	-	13,554	22,467	36,021
Telephone and internet	6,217	-	2,069	1,597	9,883	8,135	18,018
Computer maintenance, software and upgrades	158	-	79	79	316	1,599	1,915
Furniture, fixtures and equipment	3,471	-	-	-	3,471	2,772	6,243
Insurance	5,278	-	3,384	1,265	9,927	13,281	23,208
Supplies	9,042	406	3,917	111	13,476	52,578	66,054
Food	45,802	-	-	-	45,802	76,730	122,532
Transportation	80,425	-	-	2,306	82,731	6,902	89,633
Home repairs/construction	-	-	-	21,973	21,973	-	21,973
Printing	3,035	1,942	2,089	246	7,312	4,501	11,813
Postage and shipping	573	834	50	70	1,527	802	2,329
Dues and subscriptions	1,426	-	201	-	1,627	2,421	4,048
Fees and licenses	349	-	313	150	812	1,182	1,994
Charitable contributions	-	-	-	-	-	500	500
Capital campaign	-	-	-	-	-	437	437
Fundraising	54	18,328	-	-	18,382	-	18,382
Marketing/advertising	2,018	1,725	113	65	3,921	4,563	8,484
Depreciation	13,258	5,589	22,882	1,249	42,978	94,097	137,075
Finance charges/bank fees	-	2,645	70	-	2,715	1,251	3,966
Miscellaneous	245	83	248	42	618	504	1,122
<b>Total expenses</b>	<u>514,921</u>	<u>57,345</u>	<u>139,658</u>	<u>94,889</u>	<u>806,813</u>	<u>1,761,104</u>	<u>2,567,917</u>
<b>Change in net assets</b>	\$ <u>(13,125)</u>	\$ <u>667,317</u>	\$ <u>79,353</u>	\$ <u>(41,988)</u>	\$ <u>691,557</u>	\$ <u>(75,010)</u>	\$ <u>616,547</u>