

**THE CHILDREN'S BEREAVEMENT CENTER  
OF SOUTH TEXAS**

**FINANCIAL STATEMENTS  
DECEMBER 31, 2014 AND 2013**

## **INDEPENDENT AUDITOR'S REPORT**

Board of Directors  
The Children's Bereavement Center of South Texas  
San Antonio, Texas

We have audited the accompanying financial statements of The Children's Bereavement Center of South Texas (CBCST), a non-profit corporation, as of December 31, 2014 and 2013, and the related statements of activities (with comparative totals for 2013), functional expenses (with comparative totals for 2013), and cash flows for the years then ended, and the related notes to the financial statements.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

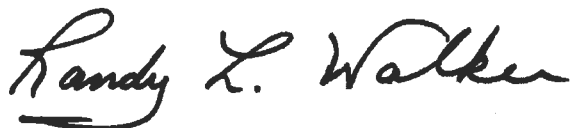
Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

## Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The Children's Bereavement Center of South Texas as of December 31, 2014 and 2013, and the changes in its net assets and cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

A handwritten signature in black ink that reads "Randy L. Walker". The signature is written in a cursive style with a prominent underline under the first letter of "Randy".

San Antonio, Texas  
April 13, 2015

# THE CHILDREN'S BEREAVEMENT CENTER OF SOUTH TEXAS

## STATEMENTS OF FINANCIAL POSITION

December 31, 2014 and 2013

|  | 2014                | 2013                |
|--|---------------------|---------------------|
| <b><u>ASSETS</u></b>                         |                     |                     |
| Cash and Cash Equivalents                    | \$ 904,706          | \$ 1,636,519        |
| Investments                                  | 767,904             | -                   |
| Grants and Pledges Receivable                | 154,812             | 99,910              |
| Prepaid Expenses                             | 33,091              | 31,367              |
| Other Assets                                 | 29,502              | -                   |
| Property and Equipment, net                  | 2,066,466           | 2,148,345           |
| <b>TOTAL ASSETS</b>                          | <b>\$ 3,956,481</b> | <b>\$ 3,916,141</b> |
| <br><b><u>LIABILITIES AND NET ASSETS</u></b> |                     |                     |
| <b>LIABILITIES</b>                           |                     |                     |
| Accounts Payable                             | \$ 5,290            | \$ 8,977            |
| Accrued Expenses                             | 48,190              | 33,317              |
| Deferred Income                              | 93,650              | 45,167              |
| <b>TOTAL LIABILITIES</b>                     | <b>147,130</b>      | <b>87,461</b>       |
| <b>NET ASSETS</b>                            |                     |                     |
| <b>Unrestricted</b>                          |                     |                     |
| Undesignated                                 | 915,353             | 1,037,648           |
| Board Designated: Future Operations          | 500,000             | 500,000             |
| Board Designated: Investment in Fixed Assets | 2,066,466           | 2,148,345           |
| Total Unrestricted                           | 3,481,819           | 3,685,993           |
| Temporarily Restricted                       | 327,532             | 142,687             |
| <b>TOTAL NET ASSETS</b>                      | <b>3,809,351</b>    | <b>3,828,680</b>    |
| <b>TOTAL LIABILITIES AND NET ASSETS</b>      | <b>\$ 3,956,481</b> | <b>\$ 3,916,141</b> |

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

**THE CHILDREN'S BEREAVEMENT CENTER OF SOUTH TEXAS**

**STATEMENT OF ACTIVITIES**

**For The Year Ended December 31, 2014**

**(with comparative totals for 2013)**

|  | 2014                |                           |                     | 2013<br>Total       |
|--|---------------------|---------------------------|---------------------|---------------------|
|  | Unrestricted        | Temporarily<br>Restricted | Total               |                     |
| <b><u>SUPPORT AND REVENUE</u></b>  |                     |                           |                     |                     |
| Grants and Foundations   | \$ 283,500          | \$ 270,000                | \$ 553,500          | \$ 324,375          |
| Contributions  | 465,464             | -                         | 465,464             | 380,398             |
| Fundraising Events, net of direct expenses of<br>\$52,179 and \$33,225, respectively | 178,918             | -                         | 178,918             | 149,325             |
| In-kind Contributions  | 159,905             | -                         | 159,905             | 68,542              |
| Program Fees   | 15,059              | -                         | 15,059              | 18,059              |
| Unrealized and Realized Gain on Investments  | 12,024              | -                         | 12,024              | -                   |
| Interest Income  | 5,324               | -                         | 5,324               | 1,331               |
| Other Income   | 873                 | -                         | 873                 | 2,784               |
| Net Assets Released from Restrictions  | 85,155              | (85,155)                  | -                   | -                   |
| <b>TOTAL SUPPORT AND REVENUE</b>   | <b>1,206,222</b>    | <b>184,845</b>            | <b>1,391,067</b>    | <b>944,814</b>      |
| <br><b><u>EXPENSES</u></b>   |                     |                           |                     |                     |
| Program Services   | 1,153,693           | -                         | 1,153,693           | 900,308             |
| Supporting Services  | 256,703             | -                         | 256,703             | 220,691             |
| <b>TOTAL EXPENSES</b>  | <b>1,410,396</b>    | <b>-</b>                  | <b>1,410,396</b>    | <b>1,120,999</b>    |
| <br>Change in Net Assets   | <br>(204,174)       | 184,845                   | <b>(19,329)</b>     | (176,185)           |
| Net Assets, Beginning of Year  | 3,685,993           | 142,687                   | 3,828,680           | 4,004,865           |
| <b>NET ASSETS, End of Year</b>   | <b>\$ 3,481,819</b> | <b>\$ 327,532</b>         | <b>\$ 3,809,351</b> | <b>\$ 3,828,680</b> |

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

**THE CHILDREN'S BEREAVEMENT CENTER OF SOUTH TEXAS**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**For the Year Ended December 31, 2014**  
**(with comparative totals for 2013)**

|                                     | Program Services  |                       |                     |                   | Supporting Services       |                        |                     | 2013<br>Total       |
|-------------------------------------|-------------------|-----------------------|---------------------|-------------------|---------------------------|------------------------|---------------------|---------------------|
|                                     | Child<br>Services | Community<br>Outreach | Total<br>Program    | Fundraising       | Management<br>and General | Supporting<br>Services | 2014<br>Total       |                     |
| Salaries and Related Expenses       | \$ 371,302        | \$ 191,945            | \$ 563,247          | \$ 101,125        | \$ 65,534                 | \$ 166,659             | \$ 729,906          | \$ 508,181          |
| In-kind Services and Goods          | 154,705           | 1,032                 | 155,737             | 4,168             | -                         | 4,168                  | 159,905             | 68,542              |
| Depreciation Expense                | 97,000            | 5,389                 | 102,389             | 2,694             | 7,692                     | 10,386                 | 112,775             | 119,281             |
| Community Outreach                  | 32,153            | 8,168                 | 40,321              | 859               | 9,568                     | 10,427                 | 50,748              | 27,804              |
| Insurance - Health                  | 25,606            | 8,030                 | 33,636              | 5,834             | 1,869                     | 7,703                  | 41,339              | 16,941              |
| Supplies and Food                   | 34,315            | 3,814                 | 38,129              | 1,293             | 1,131                     | 2,424                  | 40,553              | 42,159              |
| Professional Fees                   | 19,330            | 10,552                | 29,882              | 3,625             | 2,194                     | 5,819                  | 35,701              | 38,070              |
| Printing and Publications           | 20,136            | 5,297                 | 25,433              | 5,256             | 1,566                     | 6,822                  | 32,255              | 34,025              |
| Repairs and Maintenance             | 27,963            | 2,220                 | 30,183              | 1,007             | 870                       | 1,877                  | 32,060              | 25,459              |
| Professional Development            | 11,612            | 7,671                 | 19,283              | 3,139             | 3,199                     | 6,338                  | 25,621              | 9,544               |
| Student Stipends                    | 22,786            | -                     | 22,786              | -                 | -                         | -                      | 22,786              | 23,813              |
| Travel                              | 13,752            | 2,039                 | 15,791              | 230               | 149                       | 379                    | 16,170              | 8,118               |
| Equipment Expense                   | 9,026             | 3,610                 | 12,636              | 2,138             | 603                       | 2,741                  | 15,377              | 10,159              |
| Payroll Fees                        | 7,601             | 3,876                 | 11,477              | 2,059             | 1,728                     | 3,787                  | 15,264              | 7,411               |
| Insurance - Liability               | 7,012             | 5,144                 | 12,156              | 1,483             | 872                       | 2,355                  | 14,511              | 12,932              |
| Utilities                           | 11,570            | 964                   | 12,534              | 459               | 369                       | 828                    | 13,362              | 10,614              |
| Uncollectible Pledges               | -                 | -                     | -                   | -                 | 11,400                    | 11,400                 | 11,400              | 51,059              |
| Dues, Fees and Subscriptions        | 4,328             | 2,223                 | 6,551               | 805               | 2,163                     | 2,968                  | 9,519               | 6,005               |
| Telephone                           | 4,603             | 2,605                 | 7,208               | 928               | 512                       | 1,440                  | 8,648               | 11,162              |
| Bank and Credit Card Service Charge | 2,235             | 1,723                 | 3,958               | 1,825             | 1,605                     | 3,430                  | 7,388               | 7,178               |
| Postage and Shipping                | 3,101             | 2,057                 | 5,158               | 1,253             | 400                       | 1,653                  | 6,811               | 6,150               |
| Awards and Recognition              | 1,859             | 683                   | 2,542               | 541               | 1,970                     | 2,511                  | 5,053               | 5,893               |
| Rent Expense                        | 1,251             | 70                    | 1,321               | 35                | 34                        | 69                     | 1,390               | -                   |
| Contractual Services                | 251               | 251                   | 502                 | 251               | 252                       | 503                    | 1,005               | 29,199              |
| Security                            | 817               | 16                    | 833                 | 8                 | 8                         | 16                     | 849                 | 1,514               |
| Strategic Initiatives               | -                 | -                     | -                   | -                 | -                         | -                      | -                   | 38,136              |
| Capital Campaign -Room to Heal      | -                 | -                     | -                   | -                 | -                         | -                      | -                   | 1,650               |
| <b>TOTAL EXPENSES</b>               | <b>\$ 884,314</b> | <b>\$ 269,379</b>     | <b>\$ 1,153,693</b> | <b>\$ 141,015</b> | <b>\$ 115,688</b>         | <b>\$ 256,703</b>      | <b>\$ 1,410,396</b> | <b>\$ 1,120,999</b> |

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

**THE CHILDREN'S BEREAVEMENT CENTER OF SOUTH TEXAS**

**STATEMENTS OF CASH FLOWS**

**For The Years Ended December 31, 2014 and 2013**

|   | <u>2014</u>       | <u>2013</u>         |
|---|-------------------|---------------------|
| <b><u>CASH FLOWS FROM OPERATING ACTIVITIES</u></b>                                |                   |                     |
| Decrease in Net Assets from Operations  | \$ (19,329)       | \$ (176,185)        |
| Adjustments to Reconcile Net Change to Net Cash<br>Provided (Used) by Operations: |                   |                     |
| Depreciation Expense  | 112,775           | 119,281             |
| Unrealized and Realized Gain on Investments                                       | (12,024)          | -                   |
| (Increase) Decrease in Assets:  |                   |                     |
| Grants and Pledges Receivable   | (54,902)          | 227,618             |
| Employee Receivable   | -                 | 28,538              |
| Prepaid Expenses  | (1,724)           | (19,810)            |
| Advance to Birdies for Charity  | -                 | 50,815              |
| Other Assets  | (29,502)          | 2,396               |
| (Decrease) Increase in Liabilities:   |                   |                     |
| Accounts Payable  | (3,687)           | (54,545)            |
| Accrued Expenses  | 14,873            | 27,544              |
| Deferred Income   | 48,483            | 32,317              |
| <b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>                                  | <u>54,963</u>     | <u>237,969</u>      |
| <b><u>CASH FLOWS FROM INVESTING ACTIVITIES</u></b>                                |                   |                     |
| Purchases of Investments  | (755,880)         | -                   |
| Purchases of Property and Equipment   | (30,896)          | (65,114)            |
| <b>NET CASH USED BY INVESTING ACTIVITIES</b>                                      | <u>(786,776)</u>  | <u>(65,114)</u>     |
| <b>NET (DECREASE) INCREASE IN CASH FLOWS</b>                                      | <u>(731,813)</u>  | <u>172,855</u>      |
| Cash and Cash Equivalents, Beginning of Year                                      | <u>1,636,519</u>  | <u>1,463,664</u>    |
| <b>CASH AND CASH EQUIVALENTS, End of Year</b>                                     | <u>\$ 904,706</u> | <u>\$ 1,636,519</u> |

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

**THE CHILDREN'S BEREAVEMENT CENTER OF SOUTH TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2014 and 2013**

**NOTE 1 – SUMMARY OF ACCOUNTING POLICIES**

The accompanying statements of The Children's Bereavement Center of South Texas have been prepared on the accrual basis of accounting. The significant accounting policies followed are described below to enhance the usefulness of the financial statements to the reader.

*Organization and Nature of Activities*

The Children's Bereavement Center of South Texas (CBCST) was organized in Texas on February 20, 1997, as a non-profit corporation. CBCST provides support groups, counseling, and community awareness programs, and it produces educational material directed towards children who have experienced trauma from the death of a loved one.

*Basis of Presentation*

CBCST is required to report information regarding its financial position and activities according to three classes of net assets:

- Unrestricted net assets – Net assets that are not subject to donor-imposed stipulations.
- Temporarily restricted net assets – Net assets subject to donor-imposed stipulations that may or will be met either by actions of CBCST and/or the passage of time.
- Permanently restricted net assets – Net assets subject to donor-imposed stipulations that they be maintained permanently by CBCST. CBCST had no permanently restricted net assets at December 31, 2014 and 2013.

*Use of Estimates*

The preparation of financial statements in conformity with generally accepted accounting principles require management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

*Cash and Cash Equivalents*

For purposes of the statement of cash flows, CBCST considers all highly liquid savings and securities with a maturity of three months or less to be cash equivalents.

*Contributions and Grants*

CBCST reports contributions and grants as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.



**THE CHILDREN'S BEREAVEMENT CENTER OF SOUTH TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2014 and 2013**

**NOTE 1 – SUMMARY OF ACCOUNTING POLICIES (continued)**

*Property and Equipment*

Purchased property and equipment are stated at cost. Donated assets are recorded at estimated market value at the date of donation. Expenses for betterments that materially extend the useful life of an asset are capitalized at cost. Depreciation is computed using the straight-line method over the estimated useful lives as follows:

|                                 |               |
|---------------------------------|---------------|
| Building                        | 39 years      |
| Computer Equipment and Software | 3 to 10 years |
| Furniture and Equipment         | 3 to 10 years |
| Website                         | 5 years       |

*Deferred Income*

Deferred income represents funds received from donors that are provided for the following year's operating budget and advanced table sales for the following year's annual gala.

*Income Taxes*

CBCST is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and as such qualifies for the maximum charitable contributions deduction by donors. As of December 31, 2014, the tax years that remain subject to examination by taxing authorities begin with 2012.

*Subsequent Events*

CBCST has evaluated subsequent events through April 13, 2015, which is the date the financial statements were available to be issued.

*Reclassification*

Certain reclassifications have been made to the 2013 financial statement presentation to correspond to the 2014 presentation. Net assets and changes in net assets are unchanged due to these reclassifications.

**NOTE 2 – RELATED-PARTY TRANSACTION**

During the year ended December 31, 2013, CBCST paid \$46,087 for consulting services provided by a firm, of which one of the executives is CBCST's Chairperson of the Board. The individual is not permitted to vote on proposed services to CBCST. CBCST did not have related party transactions during the year ended December 31, 2014.

**THE CHILDREN'S BEREAVEMENT CENTER OF SOUTH TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2014 and 2013**

**NOTE 3 – GRANTS AND PLEDGES RECEIVABLE**

The grants and pledges receivable represents unconditional gifts from donors that are expected to be collected as follows at December 31:

|                           | <b>2014</b>       | <b>2013</b> |
|---------------------------|-------------------|-------------|
| Due in less than one year | \$ <b>151,412</b> | \$ 90,910   |
| Due in one to five years  | <b>3,400</b>      | 9,000       |
| Total                     | <b>\$ 154,812</b> | \$ 99,910   |

Management considers all amounts as of December 31, 2014 and 2013 to be fully collectible. Therefore, no allowance for doubtful accounts has been established.

**NOTE 4 – PROPERTY AND EQUIPMENT**

Property and equipment consisted of the following at December 31:

|                                 | <b>2014</b>         | <b>2013</b>  |
|---------------------------------|---------------------|--------------|
| Land                            | \$ <b>107,832</b>   | \$ 107,832   |
| Building                        | <b>1,996,059</b>    | 1,933,288    |
| Computer Equipment and Software | <b>83,535</b>       | 67,714       |
| Furniture and Equipment         | <b>452,030</b>      | 439,786      |
| Website                         | <b>35,161</b>       | 35,161       |
|                                 | <b>2,674,617</b>    | 2,643,721    |
| Less Accumulated Depreciation   | <b>(608,151)</b>    | (495,376)    |
| Total Property and Equipment    | <b>\$ 2,066,466</b> | \$ 2,148,345 |

Depreciation expense for the years ended December 31, 2014 and 2013 was \$112,775 and \$119,281, respectively.

**NOTE 5 – IN-KIND CONTRIBUTIONS**

CBCST receives significant support from the public in the form of in-kind services. For the years ended December 31, 2014 and 2013, in-kind services provided by volunteers with specialized skills totaled 5,673 and 2,683 hours, respectively. The total value of these services amounted to \$132,748 and \$68,542, respectively. These services included program facilitators and counselors, community outreach, secretarial, fundraising, and grant writing.

Many other unpaid volunteers have made contributions of their time to CBCST during the years ended December 31, 2014 and 2013. The value of this contributed time is not reflected in the accompanying financial statements since it is not susceptible to objective measurement or valuation.

**THE CHILDREN'S BEREAVEMENT CENTER OF SOUTH TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2014 and 2013**

**NOTE 5 – IN-KIND CONTRIBUTIONS (continued)**

During the years ended December 31, 2014 and 2013, CBCST received donations of goods valued at \$27,158 and \$-0-, respectively.

**NOTE 6 – OPERATING LEASE COMMITMENTS**

In July 2009, CBCST entered into a copier lease agreement with Canon Financial Services. The terms of the lease agreement are \$269 per month for 60 months. In March 2013, CBCST signed a lease agreement with Konica Minolta for office equipment. The terms of the lease agreement are \$549 per month for 48 months.

The total future required minimum lease payments for these operating leases are as follows:

| Years Ending<br>December 31, |    |               |
|------------------------------|----|---------------|
| 2015                         | \$ | 6,586         |
| 2016                         |    | 6,586         |
| 2017                         |    | 1,646         |
| Total Future Payments        | \$ | <u>14,818</u> |

Total office equipment lease expense for the years ended December 31, 2014 and 2013 was \$8,706 and \$8,167, respectively.

**NOTE 7 – TEMPORARILY RESTRICTED NET ASSETS**

Temporarily restricted net assets are for the following purposes at December 31:

|                          | <u>2014</u>       |    | <u>2013</u>    |
|--------------------------|-------------------|----|----------------|
| Room to Heal Program     | \$ 75,865         | \$ | 106,187        |
| Future Years' Operations | <u>251,667</u>    |    | <u>36,500</u>  |
| Total                    | <u>\$ 327,532</u> | \$ | <u>142,687</u> |

**NOTE 8 – BOARD DESIGNATED NET ASSETS**

Board designated net assets are for the following purposes at December 31:

|                            | <u>2014</u>         |    | <u>2013</u>      |
|----------------------------|---------------------|----|------------------|
| Future Operations          | \$ 500,000          | \$ | 500,000          |
| Investment in Fixed Assets | <u>2,066,466</u>    |    | <u>2,148,345</u> |
| Total                      | <u>\$ 2,566,466</u> | \$ | <u>2,648,348</u> |

**THE CHILDREN'S BEREAVEMENT CENTER OF SOUTH TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2014 and 2013**

**NOTE 9 – FUNCTIONAL ALLOCATION OF EXPENSES**

The costs of providing the various programs and general and administrative expenses have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated between the program and supporting services benefited.

**NOTE 10 – CONCENTRATION OF CREDIT RISK**

CBCST maintains its cash balances in several checking accounts at five financial institutions. The Federal Deposit Insurance Corporation insures cash balances up to \$250,000 per bank. At December 31, 2014 and 2013, CBCST's uninsured cash balances totaled \$45,250 and \$555,398, respectively, without consideration of reconciling items.

**NOTE 11 – LINE OF CREDIT**

On June 24, 2011, CBCST entered into an unsecured revolving line of credit agreement for up to \$100,000. The line of credit has an interest rate of 4% per annum, maturing on May 30, 2015. As of December 31, 2014 and 2013, the outstanding balance was \$-0-, respectively.

**NOTE 12 – INVESTMENTS**

Investments consisted of the following at December 31, 2014:

|                      | Fair Value        | Cost              |
|----------------------|-------------------|-------------------|
| Cash/Money Accounts  | \$ 2,676          | \$ 2,676          |
| Fixed Income - Bonds | 539,325           | 551,633           |
| Equities             | 225,903           | 229,611           |
| Total                | <u>\$ 767,904</u> | <u>\$ 783,920</u> |

CBCST held no investments at December 31, 2013.

Investment activity consists of the following for the year ended December 31, 2014:

|                        |                  |
|------------------------|------------------|
| Interest and Dividends | \$ 4,331         |
| Realized Gain          | 25,923           |
| Unrealized Loss        | (13,899)         |
| Total                  | <u>\$ 16,355</u> |

**NOTE 13 – FAIR VALUE OF FINANCIAL INSTRUMENTS**

CBCST adopted the provisions of ASC 820, "Fair Value Measurements and Disclosures" (formerly SFAS 157). ASC 820 defines fair value as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market, and establishes a framework for measuring fair value in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants at the measurement date. The adoption of ASC 820 did not affect CBCST's financial position or results of operations.

**THE CHILDREN'S BEREAVEMENT CENTER OF SOUTH TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2014 and 2013**

**NOTE 13 – FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)**

The valuation techniques required by ASC 820 are based upon observable and unobservable inputs, and ASC 820 establishes a three-level fair value hierarchy that prioritizes the inputs used to measure fair value. The three levels of inputs used to measure fair value are as follows:

- Level 1 inputs consist of unadjusted quoted prices in active markets for identical assets or liabilities and have the highest priority.
- Level 2 valuations are based on quoted prices in markets that are not active.
- Level 3 valuations are based on inputs that are unobservable and supported by little or no market activity.

CBCST does not have Level 2 or Level 3 assets or liabilities.

CBCST's financial instruments (Level 1) are as follows at December 31:

|                               | 2014            |            | 2013            |              |
|-------------------------------|-----------------|------------|-----------------|--------------|
|                               | Carrying Amount | Fair Value | Carrying Amount | Fair Value   |
| <b>Financial Assets:</b>      |                 |            |                 |              |
| Cash and Cash Equivalents     | \$ 904,706      | \$ 904,706 | \$ 1,636,519    | \$ 1,636,519 |
| Grants and Pledges Receivable | \$ 154,812      | \$ 154,812 | \$ 99,910       | \$ 99,910    |
| Prepaid Expenses              | \$ 33,091       | \$ 33,091  | \$ 31,367       | \$ 31,367    |
| Other Assets                  | \$ 29,502       | \$ 29,502  | \$ -            | \$ -         |
| <b>Financial Liabilities:</b> |                 |            |                 |              |
| Accounts Payable              | \$ 5,290        | \$ 5,290   | \$ 8,977        | \$ 8,977     |
| Accrued Expenses              | \$ 48,190       | \$ 48,190  | \$ 33,317       | \$ 33,317    |
| Deferred Income               | \$ 93,650       | \$ 93,650  | \$ 45,167       | \$ 45,167    |

The carrying amounts reported in the statements of financial position approximate fair values because of the short maturities of those instruments.

CBCST's financial instruments also include investments. The fair values of investments are based on quoted market prices for those or similar investments.

**NOTE 14 – PROGRAM SERVICES**

CBCST's purpose is to help children and families who have experienced the death of someone significant in their lives. In addition to on-going support groups and counseling, CBCST provides training, crisis intervention, and consultation services to individuals, schools, churches, and various types of community agencies. The following tables provide statistics of services provided to the public at large during the years ended December 31, 2014 and 2013. A "unit of service" is based on a mental health hour of 50 minutes of service provided to an individual or family by CBCST. Units of service may include direct and indirect support services provided to an individual or family.

**THE CHILDREN'S BEREAVEMENT CENTER OF SOUTH TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2014 and 2013**

**NOTE 14 – PROGRAM SERVICES (continued)**

Services provided at December 31, 2014:

|   | <b>Individuals<br/>Served</b> | <b>Program<br/>Service<br/>Visits</b> | <b>Units of<br/>Service</b> |
|---|-------------------------------|---------------------------------------|-----------------------------|
| <b>Peer support program</b>                     |                               |                                       |                             |
| Children and youth served                       | 551                           | 3,306                                 | 7,934                       |
| Adult caregivers served                         | 390                           | 2,286                                 | 5,479                       |
| Total peer support program                      | 941                           | 5,589                                 | 13,414                      |
| <b>Individual and family counseling program</b> |                               |                                       |                             |
| Children and youth served                       | 211                           | 1,008                                 | 1,210                       |
| Adult caregivers served                         | 117                           | 538                                   | 646                         |
| Anticipatory support                            | 5                             | 11                                    | 13                          |
| Total served under counseling program           | 333                           | 1,557                                 | 1,869                       |
| <b>Family assessments</b>                       |                               |                                       |                             |
| Children and youth served                       | 518                           | 518                                   | 932                         |
| Adult caregivers served                         | 385                           | 385                                   | 693                         |
| Total family assessments                        | 903                           | 903                                   | 1,625                       |
| <b>Camps and external groups</b>                |                               |                                       |                             |
| Pre-Camp Assessment, Adults                     | 22                            | 22                                    | 40                          |
| Pre-Camp Assessment, Children                   | 31                            | 31                                    | 56                          |
| Camp participants                               | 31                            | 78                                    | 733                         |
| External groups                                 | 33                            | 154                                   | 54                          |
| Total camps and external groups                 | 86                            | 285                                   | 882                         |
| <b>Family workshops and activities</b>          | <b>322</b>                    | <b>322</b>                            | <b>966</b>                  |
| <b>Total bereavement program services</b>       | <b>2,585</b>                  | <b>8,656</b>                          | <b>18,757</b>               |
| <b>Community outreach services</b>              |                               |                                       |                             |
| Training, education and outreach                | 9,061                         | 9,061                                 | 14,195                      |
| <b>Total for all programs and services</b>      | <b>11,646</b>                 | <b>17,717</b>                         | <b>32,952</b>               |

**THE CHILDREN'S BEREAVEMENT CENTER OF SOUTH TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2014 and 2013**

**NOTE 14 – PROGRAM SERVICES (continued)**

Services provided at December 31, 2013:

|   | Individuals<br>Served | Units of<br>Service |
|---|-----------------------|---------------------|
| <b>Peer support program</b>                             |                       |                     |
| Children and youth served                               | 486                   | 6,917               |
| Adult caregivers served                                 | 369                   | 4,759               |
| Total peer support program                              | 855                   | 11,676              |
| <b>Individual and family counseling program</b>         |                       |                     |
| Children and youth served                               | 142                   | 606                 |
| Adult caregivers served                                 | 41                    | 178                 |
| Total serviced under counseling program                 | 183                   | 784                 |
| <b>Family assessments</b>                               |                       |                     |
| Children and youth served                               | 472                   | 1,105               |
| Adult caregivers served                                 | 437                   | 860                 |
| Total family assessments                                | 909                   | 1,965               |
| <b>Family workshops</b>                                 | 195                   | 380                 |
| <b>Phone consultation service (fourth quarter only)</b> | 572                   | 143                 |
| <b>Total bereavement program services</b>               | 2,714                 | 14,948              |
| <b>Community outreach services</b>                      |                       |                     |
| Training, education and outreach                        | 5,156                 | 7,102               |
| <b>Total for all programs and services</b>              | 7,870                 | 22,050              |