

**SACRAMENTO CHILDREN'S
HOME, INC.**

**FINANCIAL STATEMENTS WITH
INDEPENDENT AUDITOR'S REPORT
AND SUPPLEMENTAL SCHEDULES**

**YEARS ENDED
JUNE 30, 2022 AND 2021**

SACRAMENTO CHILDREN'S HOME, INC.



TABLE OF CONTENTS JUNE 30, 2022 AND 2021

Independent Auditor's Report	1
Financial Statements:	
Statements of Financial Position	4
Statements of Activities	5
Statements of Functional Expenses	6
Statements of Cash Flows	8
Notes to Financial Statements	9
Supplemental Schedules:	
Schedule of Revenue and Expenses for First 5 Funding.....	20
Note to Schedule of Revenue and Expenses for First 5 Funding.....	21
Schedules of Group Home Program Costs and Revenues.....	22

INDEPENDENT AUDITOR'S REPORT

**Board of Directors
Sacramento Children's Home, Inc.
Sacramento, California**

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Sacramento Children's Home, Inc. (SCH), which comprise the statements of financial position as of June 30, 2022 and 2021, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements present fairly, in all material respects, the financial position of the SCH as of June 30, 2022 and 2021, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the SCH and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the SCH's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and

therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 SCH's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the SCH's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of revenue and expenses for First 5 funding and schedules of group home program costs and revenues are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audits of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 20, 2022, on our consideration of the SCH's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the SCH's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the SCH's internal control over financial reporting and compliance.



GILBERT CPAs
Sacramento, California

October 20, 2022

SACRAMENTO CHILDREN'S HOME, INC.



SACRAMENTO
CHILDREN'S HOME
Giving children & families a better tomorrow since 1867

STATEMENTS OF FINANCIAL POSITION JUNE 30, 2022 AND 2021

	<u>2022</u>	<u>2021</u>
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 11,295,445	\$ 10,751,501
Contracts, grants, and other receivables, net	2,670,674	2,407,778
Prepaid expenses and other assets	<u>376,091</u>	<u>367,807</u>
Total current assets	<u>14,342,210</u>	<u>13,527,086</u>
NONCURRENT ASSETS:		
Investments	22,841,241	24,805,634
Property and equipment, net	<u>5,359,269</u>	<u>5,676,736</u>
Total noncurrent assets	<u>28,200,510</u>	<u>30,482,370</u>
TOTAL ASSETS	<u>\$ 42,542,720</u>	<u>\$ 44,009,456</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES:		
Accounts payable	\$ 515,903	\$ 998,430
Accrued expenses and other liabilities	1,168,450	733,899
Refundable advance	93,934	93,934
Deferred revenues	<u>3,127,484</u>	<u>2,482,356</u>
Total current liabilities	<u>4,905,771</u>	<u>4,308,619</u>
NET ASSETS:		
Without donor restrictions	25,413,115	25,464,924
With donor restrictions	<u>12,223,834</u>	<u>14,235,913</u>
Total net assets	<u>37,636,949</u>	<u>39,700,837</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 42,542,720</u>	<u>\$ 44,009,456</u>

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

SACRAMENTO CHILDREN'S HOME, INC.



**SACRAMENTO
CHILDREN'S HOME**
Giving children & families a better tomorrow since 1867

STATEMENTS OF ACTIVITIES YEARS ENDED JUNE 30, 2022 AND 2021

	<u>2022</u>	<u>2021</u>
NET ASSETS WITHOUT DONOR RESTRICTIONS:		
REVENUES:		
Governmental grants and contracts	\$ 20,146,074	\$ 18,318,268
Contributions, grants, and bequests	1,930,794	1,221,059
Rental income	469,893	436,392
In-kind contributions	431,582	226,708
United Way	46,725	43,805
Interest and investment income (loss)	(1,600,861)	1,888,458
Other income	13,907	14,500
Net assets released from restriction	<u>1,829,299</u>	<u>549,656</u>
Total revenues	<u>23,267,413</u>	<u>22,698,846</u>
EXPENSES:		
Program services:		
Mental health clinical services	9,069,147	7,659,206
Family support services	6,056,850	5,140,109
Residential treatment and educational services	<u>5,045,793</u>	<u>4,546,858</u>
Total program services	20,171,790	17,346,173
Supporting services:		
General and administrative	2,623,677	2,381,422
Philanthropy	<u>523,755</u>	<u>526,408</u>
Total expenses	<u>23,319,222</u>	<u>20,254,003</u>
INCREASE (DECREASE) IN NET ASSETS WITHOUT DONOR RESTRICTIONS	<u>(51,809)</u>	<u>2,444,843</u>
NET ASSETS WITH DONOR RESTRICTIONS:		
Contributions, grants, and bequests	1,090,516	663,747
Special events	488,494	317,012
Interest and investment income (loss)	(1,770,999)	3,027,072
Other income	9,209	14,956
Net assets released from restriction	<u>(1,829,299)</u>	<u>(549,656)</u>
INCREASE (DECREASE) IN NET ASSETS WITH DONOR RESTRICTIONS	<u>(2,012,079)</u>	<u>3,473,131</u>
INCREASE (DECREASE) IN NET ASSETS	(2,063,888)	5,917,974
NET ASSETS, Beginning of Year	<u>39,700,837</u>	<u>33,782,863</u>
NET ASSETS, End of Year	<u>\$ 37,636,949</u>	<u>\$ 39,700,837</u>

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



SACRAMENTO CHILDREN'S HOME, INC.

STATEMENT OF FUNCTIONAL EXPENSES YEAR ENDED JUNE 30, 2022

	Program Services			Supporting Services			Total
	Mental Health Clinical Services	Family Support Services	Residential Treatment & Educational Services	Total Program Services	General & Admin.	Philanthropy	
Salaries	\$ 6,312,451	\$ 3,843,465	\$ 3,258,283	\$ 13,414,199	\$ 1,720,181	\$ 298,169	\$ 15,432,549
Employee benefits	752,245	467,298	419,653	1,639,196	182,096	22,306	1,843,598
Payroll taxes and insurance	521,661	326,263	331,502	1,179,426	133,249	22,442	1,335,117
Total compensation	<u>7,586,357</u>	<u>4,637,026</u>	<u>4,009,438</u>	<u>16,232,821</u>	<u>2,035,526</u>	<u>342,917</u>	<u>18,611,264</u>
Direct support for clients	519,522	555,523	348,205	1,423,250			1,423,250
Occupancy	102,482	302,752	159,790	565,024	111,866	7,225	684,115
Professional fees	261,907	138,768	100,434	501,109	97,317	7,229	605,655
Depreciation	130,237	76,797	117,052	324,086	179,465	4,128	507,679
Communications	168,115	102,840	51,612	322,567	13,491	11,682	347,740
Equipment repairs and rentals	93,733	33,027	25,371	152,131	72,264	31,642	256,037
Insurance	45,826	56,407	60,902	163,135	40,812	2,017	205,964
Travel	70,314	25,480	101,146	196,940	2,693	624	200,257
Supplies	30,904	82,010	26,064	138,978	15,133	3,902	158,013
Events, conferences, and meetings	20,377	7,284	10,904	38,565	2,828	71,168	112,561
Furniture and equipment	27,068	27,793	26,486	81,347	10,950	1,057	93,354
Printing and publications	6,115	2,376	645	9,136	4,987	21,041	35,164
Dues and memberships	1,641	120	3,067	4,828	17,196	3,918	25,942
Miscellaneous	4,549	8,647	4,677	17,873	19,149	15,205	52,227
Total expenses	<u>\$ 9,069,147</u>	<u>\$ 6,056,850</u>	<u>\$ 5,045,793</u>	<u>\$ 20,171,790</u>	<u>\$ 2,623,677</u>	<u>\$ 523,755</u>	<u>\$ 23,319,222</u>

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



SACRAMENTO CHILDREN'S HOME, INC.

STATEMENT OF FUNCTIONAL EXPENSES YEAR ENDED JUNE 30, 2021

	<u>Program Services</u>				<u>Supporting Services</u>		
	<u>Mental Health Clinical Services</u>	<u>Family Support Services</u>	<u>Residential Treatment & Educational Services</u>	<u>Total Program Services</u>	<u>General & Admin.</u>	<u>Philanthropy</u>	<u>Total</u>
Salaries	\$ 5,055,172	\$ 3,258,087	\$ 2,992,778	\$ 11,306,037	\$ 1,413,989	\$ 303,547	\$ 13,023,573
Employee benefits	748,166	426,683	382,039	1,556,888	161,673	39,684	1,758,245
Payroll taxes and insurance	408,565	216,624	264,797	889,986	104,942	22,577	1,017,505
Total compensation	<u>6,211,903</u>	<u>3,901,394</u>	<u>3,639,614</u>	<u>13,752,911</u>	<u>1,680,604</u>	<u>365,808</u>	<u>15,799,323</u>
Direct support for clients	559,559	227,395	314,368	1,101,322			1,101,322
Occupancy	55,183	284,746	156,219	496,148	111,084	14,407	621,639
Professional fees	133,534	234,166	83,853	451,553	187,832	2,339	641,724
Depreciation	114,294	73,299	128,205	315,798	184,953	6,615	507,366
Communications	282,468	113,141	56,666	452,275	29,879	12,792	494,946
Equipment repairs and rentals	76,148	38,744	13,465	128,357	58,749	28,700	215,806
Insurance	50,402	50,075	52,947	153,424	29,931	2,044	185,399
Travel	20,652	26,543	31,824	79,019	1,681	495	81,195
Supplies	20,979	79,148	24,996	125,123	28,339	3,168	156,630
Events, conferences, and meetings	16,731	19,709	14,192	50,632	4,315	47,945	102,892
Furniture and equipment	104,078	79,904	24,008	207,990	27,575	1,457	237,022
Printing and publications	7,695	3,012	586	11,293	2,218	23,736	37,247
Dues and memberships	1,759	703	1,013	3,475	14,508	3,975	21,958
Miscellaneous	3,821	8,130	4,902	16,853	19,754	12,927	49,534
Total expenses	<u>\$ 7,659,206</u>	<u>\$ 5,140,109</u>	<u>\$ 4,546,858</u>	<u>\$ 17,346,173</u>	<u>\$ 2,381,422</u>	<u>\$ 526,408</u>	<u>\$ 20,254,003</u>

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

SACRAMENTO CHILDREN'S HOME, INC.



**SACRAMENTO
CHILDREN'S HOME**
Giving children & families a better tomorrow since 1867

STATEMENTS OF CASH FLOWS YEARS ENDED JUNE 30, 2022 AND 2021

	<u>2022</u>	<u>2021</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received from contracts and grants	\$ 20,528,306	\$ 18,210,074
Cash received from public support	2,571,133	2,474,892
Cash received (paid) from (for) other sources	483,478	(434,194)
Cash received from interest and dividends	644,226	317,006
Cash paid for employee salaries	(14,997,998)	(13,390,250)
Cash paid for goods and services	<u>(7,437,228)</u>	<u>(6,881,077)</u>
Net cash provided by operating activities	<u>1,791,917</u>	<u>296,451</u>
 CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchases of investments	(5,899,179)	(6,924,548)
Proceeds from sale and maturity of investments	4,831,887	5,635,246
Purchases of property and equipment	(197,458)	(100,790)
Proceeds from sale of property and equipment	<u>16,777</u>	<u>1,000</u>
Net cash used for investing activities	<u>(1,247,973)</u>	<u>(1,389,092)</u>
 NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	 543,944	 (1,092,641)
 CASH AND CASH EQUIVALENTS, Beginning of Year	 <u>10,751,501</u>	 <u>11,844,142</u>
 CASH AND CASH EQUIVALENTS, End of Year	 <u>\$ 11,295,445</u>	 <u>\$ 10,751,501</u>

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



SACRAMENTO CHILDREN'S HOME, INC.

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2022 AND 2021

1. ORGANIZATION AND CURRENT PROGRAMS

Sacramento Children's Home, Inc. (SCH) is Sacramento County's oldest private 501(c)(3) not-for-profit organization dedicated to serving children and families at risk. All of the service operations provided by the SCH have been accredited by the Council on Accreditation.

Originally founded as an orphanage in 1867, the SCH has changed with the times and the needs of the community. Today, the SCH programs throughout Sacramento County provide diverse services for children and their families, all designed toward our mission of "Opening doors to the future by maximizing the potential of children and families."

In order to fulfill that mission, the SCH provides a broad range of resources for families including:

Family Support Services: A wide variety of family support services are provided in high-risk communities through family resource centers. The purpose of these programs is to eliminate substantiated complaints to Child Protective Services through in-home visitation and counseling, pre-natal counseling, parenting classes, and peer-family support programs. The innovative Sacramento Crisis Nursery provides short-term respite care for children from birth to age five for families in crisis. The nursery case managers provide problem solving and referrals to parents in order to develop long-term solutions to the crisis while their children are in a safe and caring environment.

STRTP Residential Treatment/Wraparound Program: The SCH has a residential capacity for 30 boys ages 6 to 19 at the main 15-acre campus. The residential care team includes licensed therapists, social workers, residential counselors, medical support staff and therapeutic recreation program staff. The teams provide 24-hour-a-day care and trauma treatment to children overcoming issues stemming from neglect, abandonment, sexual or physical abuse, mental health issues or serious family conflict. Emphasis is placed on behavioral stabilization in the home, school and community in order to move the boys to a home and family. In September of 2018 the Residential Program was licensed as a Short Term Residential Therapeutic Program (STRTP). The Residential and Wraparound goal is to move the children to a family that will provide a stable home and support system for life.

Educational Services: The SCH provides literacy programs and afterschool tutoring assistance for foster youth as well as a violence prevention and early intervention program designed to teach social skills, violence prevention, and conflict management skills for youth and families.

Mental Health Clinical Services: A wide range of clinical intervention is provided to children and families throughout the Sacramento region based on treatment modalities that have been proven to be effective. Treatment interventions are tailored to the specific needs of each child and family based on a needs assessment agreed upon between the clinical services provider and the child/family. Mental Health services are provided at the on-campus clinics as well as in schools, in the community and in home. Services are also provided virtually via telehealth and a crisis support line. Mental Health intervention provides a range of services from prevention and early intervention to intensive trauma treatment.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of accounting and financial statement presentation – The SCH's financial statements are prepared on the accrual basis of accounting in conformity with professional standards applicable to not-for-profit entities. The SCH reports information regarding its financial position and activities according to two classes of net assets: with or without donor restrictions.

SACRAMENTO CHILDREN'S HOME, INC.



NOTES TO FINANCIAL STATEMENTS JUNE 30, 2022 AND 2021

Revenue recognition – Revenues from government grants and contracts are recognized when qualifying expenses are incurred or services are provided in compliance with these grants and contracts.

Funds received in advance of being earned are recorded as deferred revenue, which represents a contract liability. Contract liabilities totaled \$3,127,484, \$2,482,356, and \$1,941,155 at June 30, 2022, 2021, and 2020, respectively.

A portion of the SCH's revenue from government grants and contracts are multi-year agreements. Amounts per these agreements that have not been recognized at June 30, 2022 as they relate to qualifying expenses or services to be performed through the year ending June 30, 2024 totaled \$11,852,066. Amounts per these agreements that have not been recognized at June 30, 2021 as they relate to qualifying expenses or services to be performed through the year ending June 30, 2024 totaled \$10,244,276.

Contributions are recognized in full when received or unconditionally promised, in accordance with professional standards. All contributions are considered available for unrestricted use unless specifically restricted by donors for future periods or specific purposes. Donor-restricted amounts are reported as increases in net assets with donor restrictions. Net assets with donor restrictions become unrestricted, and are reported in the statements of activities as net assets released from restrictions, when the time restrictions expire or the contributions are used for the restricted purpose. All restricted contributions whose restrictions and conditions are met in the same reporting period are recognized as revenue within net assets without donor restrictions.

Donated materials, equipment, and professional services are recorded as in-kind donations and recognized at the estimated fair value as of the date of donation or service. Contributed services that do not meet the criteria for recognition under professional standards are not reflected in the financial statements.

Cash and cash equivalents – For financial statement purposes, the SCH considers all investments with a maturity at purchase of three months or less to be cash equivalents, unless held for long-term purposes.

The SCH minimizes credit risk associated with cash by periodically evaluating the credit quality of its primary financial institution. The SCH deposits that may be in excess of federally insured limits are held in a financial institution with a deposit rating of Aa1/Prime-1. The SCH deposits held with financial institutions in excess of federal depository insurance limits were \$8,426,940 and \$7,994,623 as of June 30, 2022 and 2021, respectively. The SCH has not experienced any losses in such accounts and management believes the SCH is not exposed to any significant credit risk related to cash.

Contracts, grants, and other receivables are comprised of amounts due to the SCH and are expected to be received within the next fiscal year. An allowance of \$18,843 for the years ended June 30, 2022 and 2021 has been recorded. The allowance is based on historical experience of uncollected receivables for which documentation of the receivable may be discrepant with the contracting agency. Management reviews all receivables on a monthly basis and follows up for collection. Contracts, grants, and other receivables, net totaled \$2,670,674, \$2,407,778, and \$1,758,383 at June 30, 2022, 2021, and 2020, respectively.

SACRAMENTO CHILDREN'S HOME, INC.



NOTES TO FINANCIAL STATEMENTS JUNE 30, 2022 AND 2021

Investments are stated at fair value and held for long-term purposes.

Property and equipment are stated at cost or, if donated, at the estimated fair value at the time of donation. The SCH capitalizes all expenditures of property and equipment in excess of \$5,000. Assets are depreciated using the straight-line method over estimated useful lives of 3 to 30 years.

Functional allocation of expenses – The costs of program and supporting services activities have been summarized on a functional basis 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 financial statements report certain categories of expenses that are attributable to one or more programs or supporting functions of the SCH. Therefore, expenses require allocation on a reasonable basis that is consistently applied. Those expenses include occupancy and depreciation, telephone, the administration office including the CEO, finance department, human resources department, information technology department and portions of the quality improvement department. Occupancy and depreciation are allocated based on square footage, telephone is based on the number of phone lines, the information technology department is allocated based on IT ports utilized, and all other departments are allocated based on direct expenses of each program as a percentage of total program expenses.

Income taxes – The SCH is exempt from income taxes under Section 501(c)(3) of the U. S. Internal Revenue Code and corresponding California state codes. Contributions to the SCH are deductible to the full extent allowable under these laws.

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

Fair value measurements – Fair value is a market-based measurement, not an entity-specific measurement. For some assets and liabilities, observable market transactions or market information might be available. For other assets and liabilities, observable market transactions and market information might not be available. However, the objective of a fair value measurement in both cases is the same; to estimate the price at which an orderly transaction to sell the asset or to transfer the liability would take place between market participants at the measurement date under current market conditions (that is, an exit price at the measurement date from the perspective of a market participant that holds the asset or owes the liability). In order to increase consistency and comparability in fair value measurements, a fair value hierarchy that prioritizes observable and unobservable inputs is used to measure fair value into three broad levels, as follows:

Level 1 Inputs	Unadjusted quoted prices in active markets that are accessible at the measurement date for identical assets or liabilities.
Level 2 Inputs	Inputs other than quoted prices in active markets that are observable either directly or indirectly.
Level 3 Inputs	Unobservable inputs for the asset or liability.

SACRAMENTO CHILDREN'S HOME, INC.



SACRAMENTO
CHILDREN'S HOME
Giving children & families a better tomorrow since 1867

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2022 AND 2021

Recent accounting pronouncements – Effective for the year ended June 30, 2022, and applied retrospectively, the SCH implemented Accounting Standards Update (ASU) 2020-07, *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*. The new guidance requires nonprofit entities to present contributed nonfinancial assets as a separate line item in the statements of activities, apart from contributions of cash or other financial assets. The standard also increases the disclosure requirements around contributed nonfinancial assets, including disaggregating by category the types of contributed nonfinancial assets a nonprofit entity has received. Adoption of this standard did not have a significant impact on the financial statements, with the exception of increased disclosure.

Future accounting pronouncements – In February 2016, the Financial Accounting Standards Board (FASB) issued ASU 2016-02, *Leases* (Topic 842). The new accounting standard requires lessees to recognize a lease liability measured on a discounted basis and a right-of-use asset for all leases with terms longer than 12 months. Application of this statement is effective for the year ending June 30, 2023. The SCH is currently evaluating the impact this pronouncement will have on the financial statements.

Subsequent events have been evaluated through October 20, 2022, the date the financial statements were available to be issued. Management concluded that no material subsequent events have occurred since June 30, 2022 that require recognition or disclosure in the financial statements.

3. LIQUIDITY AND AVAILABILITY OF RESOURCES

The following reflects the SCH's financial assets as of the statement of financial position date, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the statement of financial position date. Amounts not available include amounts set aside for long-term investing in the quasi-endowments that can be drawn upon if the governing board approves that action. In addition, amounts already appropriated from either the donor-restricted endowment or quasi-endowment for general expenditure within one year of the statement of financial position date have not been subtracted as unavailable:

	<u>2022</u>	<u>2021</u>
Cash and cash equivalents	\$ 11,295,445	\$ 10,751,501
Contracts, grants, and other receivables, net	2,670,674	2,407,778
Investments	<u>22,841,241</u>	<u>24,805,634</u>
Financial assets, at year end	36,807,360	37,964,913
Less those unavailable for general expenditures within one year, due to:		
Board designated net assets	(13,020,157)	(13,327,511)
Restricted by donor for purpose or to be held in perpetuity	<u>(12,223,834)</u>	<u>(14,235,913)</u>
Total financial assets available to management for general expenditure within one year	<u>\$ 11,563,369</u>	<u>\$ 10,401,489</u>

The SCH is partially supported by restricted contributions. Because a donor's restriction requires resources to be used in a particular manner or in a future period, the SCH must maintain sufficient resources to meet those responsibilities to its donors. Thus, financial assets may not be available for

SACRAMENTO CHILDREN'S HOME, INC.



SACRAMENTO
CHILDREN'S HOME
Giving children & families a better tomorrow since 1867

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2022 AND 2021

general expenditure within one year. As part of the SCH's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. In addition, the SCH invests cash in excess of daily requirements in short-term investments. Occasionally, the board designates a portion of any operating surplus to its operating reserve, which was \$3,489,967 and \$3,613,001 as of June 30, 2022 and 2021, respectively. There are funds established by the governing board that may be drawn upon in the event of financial distress or an immediate liquidity need resulting from events outside the typical life cycle of converting financial assets to cash or settling financial liabilities. In the event of an unanticipated liquidity need, the SCH also could draw upon \$2,500,000 of an available line of credit (as further discussed in Note 6) or its quasi-endowment fund.

4. INVESTMENTS

Corporate bonds and U.S. Treasury notes are classified within Level 2 of the fair value hierarchy because they are valued using observable inputs other than quoted market prices. All other investments are classified within Level 1 of the fair value hierarchy because they are measured by pricing on publicly traded markets with reasonable levels of price transparency. Investments consist of the following:

	<u>2022</u>	<u>2021</u>
Fixed income:		
Domestic mutual funds	\$ 4,476,973	\$ 3,804,594
U.S. Treasury notes	3,447,963	3,433,606
International mutual funds	409,092	765,933
Corporate bonds	93,861	207,503
Stock funds:		
Domestic mutual funds	6,279,887	6,370,534
International mutual funds	1,759,347	3,058,428
Information technology	1,504,225	1,809,081
Health care	681,763	646,898
Consumer discretionary	626,993	803,740
Financials	529,841	608,726
International equities	485,103	546,672
Consumer staples	399,927	418,785
Industrials	364,156	428,719
Energy	207,155	181,135
Utilities	192,703	190,393
Materials	122,545	157,446
Telecommunication services	92,158	100,069
Special equities	10,937	13,738
Real asset funds	1,156,612	1,240,955
Other		18,679
Total investments	<u>\$ 22,841,241</u>	<u>\$ 24,805,634</u>

SACRAMENTO CHILDREN'S HOME, INC.



SACRAMENTO
CHILDREN'S HOME
Giving children & families a better tomorrow since 1867

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2022 AND 2021

Interest and investment income consist of the following:

	<u>2022</u>	<u>2021</u>
Interest and dividends	\$ 620,787	\$ 314,196
Net realized gain	201,536	1,068,121
Net unrealized gain (loss)	<u>(4,194,183)</u>	<u>3,533,213</u>
Total interest and investment income (loss)	<u>\$ (3,371,860)</u>	<u>\$ 4,915,530</u>

Interest and dividends is shown net of investment fees of \$103,551 and \$116,849 in 2022 and 2021, respectively.

5. PROPERTY AND EQUIPMENT

Property and equipment consist of the following:

	<u>2022</u>	<u>2021</u>
Land	\$ 469,350	\$ 469,350
Buildings and improvements	12,466,824	12,345,924
Furniture and equipment	372,679	473,234
Automobiles	148,378	197,301
Construction in progress	93,890	55,325
Total	<u>13,551,121</u>	<u>13,541,134</u>
Less accumulated depreciation	<u>(8,191,852)</u>	<u>(7,864,398)</u>
Property and equipment, net	<u>\$ 5,359,269</u>	<u>\$ 5,676,736</u>

6. LINE OF CREDIT

The SCH has a revolving line of credit up to \$2,500,000 with interest equal to the prime rate announced by Wells Fargo Bank minus 1.75%, maturing February 2024. Investments are pledged in an amount equal to the outstanding balance, if applicable. No amounts were outstanding as of June 30, 2022 and 2021.

7. OPERATING LEASE AGREEMENTS

The SCH leases certain office space and equipment under non-cancelable operating leases and month-to-month leases. Total expense under non-cancelable operating leases was \$288,006 for 2022 and \$289,307 for 2021. Future minimum lease payments on non-cancelable leases are as follows:

<u>Fiscal year ending June 30:</u>	
2023	\$ 278,343
2024	203,549
2025	182,852
2026	<u>17,014</u>
Total	<u>\$ 681,758</u>

SACRAMENTO CHILDREN'S HOME, INC.



NOTES TO FINANCIAL STATEMENTS JUNE 30, 2022 AND 2021

The SCH receives rental income for certain property under non-cancelable operating leases and month-to-month leases. Total revenue under these leases was \$469,893 for 2022 and \$436,392 for 2021. During 2015, the SCH entered into a long-term non-cancelable operating lease agreement that expires in January 2041. During 2022, the SCH entered into an additional long-term operating lease agreement that expires in 2027. Subsequent to June 30, 2022, the tenant vacated the premises and is unable to make future payments. Payments from this tenant subsequent to the last payment made in July 2022 are excluded from the future minimum rental schedule.

Future minimum rentals are to be received on non-cancelable leases as follows:

<u>Fiscal year ending June 30:</u>	
2023	\$ 395,804
2024	393,834
2025	381,600
2026	210,000
2027	210,000
Thereafter	<u>2,835,000</u>
Total	<u>\$ 4,426,238</u>

8. NET ASSETS

Net assets without donor restrictions are as follows:

	<u>2022</u>	<u>2021</u>
Board designated:		
Board designated endowment funds:		
Operating reserve	\$ 3,489,967	\$ 3,613,001
Strategic fund	1,949,725	2,318,433
Deferred maintenance fund	3,192,384	3,479,468
Promise fund	<u>1,058,847</u>	<u>1,225,325</u>
Subtotal, board designated endowment funds	9,690,923	10,636,227
Program sustainability	2,620,234	1,927,064
Community outreach	500,738	579,946
Employee recruitment	<u>208,262</u>	<u>184,274</u>
Total board designated	<u>13,020,157</u>	<u>13,327,511</u>
Undesignated	<u>12,392,958</u>	<u>12,137,413</u>
Total net assets without donor restrictions	<u>\$ 25,413,115</u>	<u>\$ 25,464,924</u>



SACRAMENTO CHILDREN'S HOME, INC.

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2022 AND 2021

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

	<u>2022</u>	<u>2021</u>
Purpose restrictions:		
Operating funds:		
Family support services	\$ 3,218,073	\$ 3,928,053
Residential treatment services	4,307,115	4,763,034
Educational services	10,807	13,015
Subtotal, operating funds	<u>7,535,995</u>	<u>8,704,102</u>
Assets held for scholarship endowments	465,443	579,310
Other	<u>213,954</u>	<u>11,380</u>
Total purpose restrictions	<u>8,215,392</u>	<u>9,294,792</u>
Perpetually restricted:		
Residential treatment services	2,970,606	4,261,785
Family support services (Crisis Nursery)	500,000	500,000
SCH general endowment	358,500	
Scholarship	<u>179,336</u>	<u>179,336</u>
Total perpetually restricted net assets	<u>4,008,442</u>	<u>4,941,121</u>
Total net assets with donor restrictions	<u>\$ 12,223,834</u>	<u>\$ 14,235,913</u>

The SCH's funds include both donor-restricted endowment funds and funds designated by the Board of Directors (Board) to function as endowments. As required by professional standards, net assets associated with endowment funds, including funds designated by the Board to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

The SCH classifies as perpetually restricted net assets (a) the original value of gifts donated to the permanent endowment, (b) accumulated unrealized appreciation and depreciation of endowment investments if directed by the donor gift instrument, (c) the original value of subsequent gifts to the permanent endowments, and (d) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund, and are to be invested in perpetuity and interest and dividends to be used for operating or other purposes as designated by the Board.

Board designated funds have been established to allow for funding of various strategic programs, outreach programs, and capital improvements. Since 2016 the Board has established and grown a board designated operating reserve. The operating reserve policy ensures that sufficient funds are available to manage cash flow on a day to day basis and to maintain financial flexibility long term. SCH maintains an operating reserve account along with a sufficient operating cash balance to absorb or respond to temporary changes in funding needs. The target balance of the combined operating reserve fund and operating cash balance is 50% of quarterly annualized operating cash based expenses. The finance committee of the Board of Directors reviews performance against this target five to six times a year. Perpetually restricted net assets consist of several endowment-like funds for residential care, providing music lessons and instruments, and scholarships.



SACRAMENTO CHILDREN'S HOME, INC.

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2022 AND 2021

The primary investment objectives of the fund's investment policies, approved by the Board, are to preserve principal, to provide a dependable and reasonable rate of return consistent with appropriate investment risk, and to maximize income within a framework of moderate risk assumptions. The Board designated fund objectives are to protect the principal in order to generate interest and appreciation for the fund's intended use.

On April 29, 2021, the S. H. Cowell Foundation Board of Directors approved the request from the SCH to allocate \$1,500,000 of perpetually restricted funds derived from the 1977 Cowell endowment grant, known as the Helen E. Cowell Children's Home endowment, to renovate facilities on its campus known as the Marzen building. The majority of the Marzen building renovation is expected to be completed by the end of calendar year 2022.

On August 9, 2021, the SCH received a \$358,500 endowment from the Los Niños Service League, which ceased to operate effective February 1, 2021.

Changes in endowment net assets are as follows:

	<u>Board designated</u>	<u>Time or purpose restricted</u>	<u>Perpetually restricted</u>
Year ended June 30, 2022:			
Endowment net assets, beginning of year	\$ 10,636,227	\$ 4,579,090	\$ 4,941,121
Investment loss	(1,116,304)	(55,653)	(1,291,179)
Contributions	211,000		358,500
Endowment expenditures	<u>(40,000)</u>	<u>(618,480)</u>	
Endowment net assets, end of year	<u>\$ 9,690,923</u>	<u>\$ 3,904,957</u>	<u>\$ 4,008,442</u>
Year ended June 30, 2021:			
Endowment net assets, beginning of year	\$ 8,652,112	\$ 2,216,039	\$ 5,016,545
Investment income	1,474,452	902,569	1,424,576
Contributions	559,000		
Endowment expenditures	(49,337)	(39,518)	
Transfers		<u>1,500,000</u>	<u>(1,500,000)</u>
Endowment net assets, end of year	<u>\$ 10,636,227</u>	<u>\$ 4,579,090</u>	<u>\$ 4,941,121</u>

9. PAYCHECK PROTECTION PROGRAM LOAN

On May 14, 2020, the SCH received a Paycheck Protection Program (PPP) loan under the Federal Coronavirus Aid, Relief, and Economic Security (CARES) Act totaling \$1,500,000. The terms and repayment conditions of PPP loans were modified through the subsequent Paycheck Protection Program Flexibility Act (PPFPA) signed into law in June 2020. Under the CARES Act, as modified by PPFPA, a portion or all of the loan and accrued interest may be forgiven provided the funds are spent on qualifying payroll and other expenditures in the 24-week period following the loan and provided certain other criteria regarding full-time equivalent employee and payroll levels are maintained.

SACRAMENTO CHILDREN'S HOME, INC.



NOTES TO FINANCIAL STATEMENTS JUNE 30, 2022 AND 2021

The SCH has accounted for the loan as a conditional contribution in accordance with professional standards for revenue recognition for not-for profit entities. During the year ended June 30, 2022, the SCH did not recognize any portion of the loan as contribution revenue. During the years ended June 30, 2021 and 2020, the SCH recognized \$896,296 and \$509,770, respectively, as contribution revenue (included with government grants and contracts in the statements of activities), representing the portion of the loan for which it believes it has met the criteria for forgiveness through incurring qualifying expenses. The balance of the original loan, totaling \$93,934 as of June 30, 2022 is included in the statements of financial position as a refundable advance.

The portion of the loan that does not qualify for forgiveness or any additional amount that the SCH chooses to retain as a loan, is required to be repaid within 5 years at 1% interest. The application for loan forgiveness was approved for the SCH for the full amount of the original loan, which was in excess of what the SCH requested to be forgiven. The SCH is awaiting correspondence from the SBA to determine if they must repay the remaining \$93,934 noted above. In the event that a portion of this loan is required to be repaid, the SCH has sufficient cash reserves to repay any portion.

10. IN-KIND CONTRIBUTIONS

The SCH received the following in-kind contributions for the years ended June 30:

	<u>2022</u>	<u>2021</u>
Holiday program gift donations	\$ 249,363	\$ 116,549
Necessities and supplies	151,384	91,587
Auction items	23,635	18,572
Other professional services	<u>7,200</u>	<u> </u>
Total in-kind contributions	<u>\$ 431,582</u>	<u>\$ 226,708</u>

Holiday program gift donations include gifts contributed for the annual Adopt a Child or Family, Holiday Wish Stars, and Gift Card Ornament programs. Necessities and supplies include bed donations, supplies for the Fill-A-Backpack Drive, event tickets, and various other clothing, food, toys, and hygiene products. All auction items donated during the years ended June 30, 2022 and 2021 were sold at fundraising events during the year received. All items were valued based upon estimates of fair market or wholesale values that would be received for selling the goods in their principal market considering their condition and utility for use at the time the goods are contributed by the donor. Other professional services include tree removal services.

The SCH's policy related to in-kind contributions is to utilize the assets given to carry out their mission. All in-kind contributions received by the SCH for the years ended June 30, 2022 and 2021 were either considered without donor restrictions and able to be used by the SCH as determined by the Board and management or were restricted in-kind contributions whose restrictions and conditions were met in the same reporting period and recognized as without donor restrictions.

SACRAMENTO CHILDREN'S HOME, INC.



NOTES TO FINANCIAL STATEMENTS JUNE 30, 2022 AND 2021

11. RETIREMENT PLAN

The SCH has a defined contribution retirement plan under Internal Revenue Code Section 403(b). Employees are eligible to participate upon date of hire. On a discretionary basis, the SCH contributes amounts up to 3% of annual salary. Plan expense totaled \$287,173 and \$271,116 in 2022 and 2021, respectively.

12. CONCENTRATION

The SCH receives a significant portion of its public support and revenue from various government agencies. These funds are subject to audit by agents of the funding authorities, the purpose of which is to ensure compliance with conditions precedent to providing such funds. Management believes that any liability for reimbursement that may arise as the result of such audits would not be material. However, if a significant reduction in funding from these government agencies occurred, the SCH's ability to maintain related programs would significantly decrease.

SACRAMENTO CHILDREN'S HOME, INC.



**SACRAMENTO
CHILDREN'S HOME**
Giving children & families a better tomorrow since 1867

**SCHEDULE OF REVENUE AND EXPENSES FOR
FIRST 5 FUNDING
YEAR ENDED JUNE 30, 2022**

	<u>Family Resource Centers</u>			<u>Total</u>
	<u>Crisis Nurseries</u>	<u>HVI CalWORKS</u>	<u>Birth & Beyond</u>	
REVENUES:				
First 5 program income	\$ 946,887	\$ 1,212,667	\$ 1,281,957	\$ 3,441,511
Total revenues	<u>946,887</u>	<u>1,212,667</u>	<u>1,281,957</u>	<u>3,441,511</u>
EXPENSES:				
Salaries	687,329	744,791	804,782	2,236,902
Employee benefits	86,707	99,469	88,376	274,552
Payroll taxes and insurance	<u>50,988</u>	<u>53,835</u>	<u>58,692</u>	<u>163,515</u>
Total compensation	825,024	898,095	951,850	2,674,969
Occupancy	28,568	89,528	79,978	198,074
Communications	11,716	53,264	64,206	129,186
Professional fees	1,099	14,751	23,819	39,669
Travel	1,618	1,716	11,650	14,984
Supplies	263	14,217	10,955	25,435
Direct support for clients		10,681	1,305	11,986
Furniture and equipment	1,575	7,344	3,365	12,284
Insurance	417	10,669	10,916	22,002
Depreciation	22,753	901	1,004	24,658
Miscellaneous	90		30	120
Indirect	<u>104,424</u>	<u>128,747</u>	<u>134,789</u>	<u>367,960</u>
Total expenses	<u>997,547</u>	<u>1,229,913</u>	<u>1,293,867</u>	<u>3,521,327</u>
TOTAL NET DEFICIT	<u>\$ (50,660)</u>	<u>\$ (17,246)</u>	<u>\$ (11,910)</u>	<u>\$ (79,816)</u>

SACRAMENTO CHILDREN'S HOME, INC.



NOTE TO SCHEDULE OF REVENUE AND EXPENSES FOR FIRST 5 FUNDING YEAR ENDED JUNE 30, 2022

1. BASIS OF PRESENTATION

The accompanying schedule of revenue and expenses for First 5 funding of Sacramento Children's Home, Inc. (SCH) is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of First 5. It is not representative of the full spending of the programs and only includes spending related to First 5. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

CORPORATE NAME:		PROGRAM NAME (FFA, STRTP, GH, ETC.)		PROGRAM NUMBER	CORPORATE NUMBER	CORP. FISCAL YEAR (MO/YR-MO/YR)	
Sacramento Children's Home - STRTP		STRTP		0208.14.02	C0077012	7/2021 - 6/2022	
COST GROUPS		A	B	C	D	E	F
		TOTAL PROGRAM AND OPERATION COSTS	OFFSETS (From other funding sources i.e. donation)	NET PROGRAM AND ADMIN COSTS (A - B)	PROGRAM COSTS	ADMIN, MANAGEMENT, AND GENERAL (C - D)	PERCENTAGE OF TOTAL COSTS
I. Personnel Costs							
Salary and Wages							
1	Executive Director	\$ 52,743.00	\$ -	\$ 52,743.00		\$ 52,743.00	1.31%
2	Assistant Director	62,631.00	-	62,631.00	-	62,631.00	1.55%
3	Program Director & Administrator	47,627.00	-	47,627.00	-	47,627.00	1.18%
4	Recruitment or Training	-	-	-	-	-	0.00%
5	Direct Care Staff	1,522,287.00	(65,168.00)	1,457,119.00	-	1,457,119.00	37.74%
6	First Line Supervisor	297,079.00	(15,815.00)	281,264.00	-	281,264.00	7.36%
7	Administrative Support Staff	346,916.00	(5,137.00)	341,779.00	-	341,779.00	8.60%
8	Client Support Staff	113,851.00	(30,167.00)	83,684.00	-	83,684.00	2.82%
9	Social Worker Payroll and/or Social Worker Contracts	105,273.00	(2,107.00)	103,166.00	-	103,166.00	2.61%
10	Social Worker Supervisor	18,569.00	(1,046.00)	17,523.00	-	17,523.00	0.46%
11	Other Personnel Costs (attach detail)	-	-	-	-	-	0.00%
Sub-total Salary & Wages		\$ 2,566,976.00	\$ (119,440.00)	\$ 2,447,536.00	\$ -	\$ 2,447,536.00	63.64%
Fringe Benefits and Payroll Taxes							
12	Payroll Taxes	\$ 188,015.00	\$ (8,963.00)	\$ 179,052.00	\$ -	\$ 179,052.00	4.66%
13	Health, Dental, Vision, Etc.	252,049.00	(8,466.00)	243,583.00	-	243,583.00	6.25%
14	Retirement	53,343.00	(2,115.00)	51,228.00	-	51,228.00	1.32%
15	Workers' Compensation Insurance	79,350.00	(4,108.00)	75,242.00	-	75,242.00	1.97%
16	Other Costs (attach detail)	20,754.00	-	20,754.00	-	20,754.00	0.51%
Sub-total Fringe Benefits & Payroll Taxes		\$ 593,511.00	\$ (23,652.00)	\$ 569,859.00	\$ -	\$ 569,859.00	14.71%
Total Personnel Costs		\$ 3,160,487.00	\$ (143,092.00)	\$ 3,017,395.00	\$ -	\$ 3,017,395.00	78.35%
II. Operational Costs							
17	Accreditation Expense	\$ 72.00	\$ -	\$ 72.00	\$ -	\$ 72.00	0.00%
19	Amortization Expense	-	-	-	-	-	0.00%
18	Conference, Meetings, In-service Training	9,855.00	(2,400.00)	7,455.00	-	7,455.00	0.24%

CORPORATE NAME:		PROGRAM NAME (FFA, STRTP, GH, ETC.)		PROGRAM NUMBER	CORPORATE NUMBER	CORP. FISCAL YEAR (MO/YR-MO/YR)	
Sacramento Children's Home - STRTP		STRTP		0208.14.02	C0077012	7/2021 - 6/2022	
COST GROUPS		A	B	C	D	E	F
		TOTAL PROGRAM AND OPERATION COSTS	OFFSETS (From other funding sources i.e. donation)	NET PROGRAM AND ADMIN COSTS (A - B)	PROGRAM COSTS	ADMIN, MANAGEMENT, AND GENERAL (C - D)	PERCENTAGE OF TOTAL COSTS
19	Depreciation Expense	106,032.00	(3,484.00)	102,548.00	-	102,548.00	2.63%
20	Dues, Membership, and Subscriptions	6,393.00	(43.00)	6,350.00	-	6,350.00	0.16%
20	Equipment Leases	230.00	-	230.00	-	230.00	0.01%
21	Insurance	13,551.00	-	13,551.00	-	13,551.00	0.34%
21	Licenses and Permits	2,459.00	-	2,459.00	-	2,459.00	0.06%
22	Office, Postage and Printing Expense	5,845.00	(1,290.00)	4,555.00	-	4,555.00	0.14%
22	Professional & Auditing Fees	30,053.00	(837.00)	29,216.00	-	29,216.00	0.75%
23	Repairs & Maintenance	33,764.00	(17,880.00)	15,884.00	-	15,884.00	0.84%
23	Shelter Costs - Building Rent & Leases	304,439.00	-	304,439.00	-	304,439.00	7.55%
24	Shelter Costs - Mortgage Interest, Tax, and Insurance	138.00	-	138.00	-	138.00	0.00%
24	Telephone	31,686.00	(4,939.00)	26,747.00	-	26,747.00	0.79%
25	Recruitment or Training Expense	21,358.00	(1,673.00)	19,685.00	-	19,685.00	0.53%
25	Resource Family Approval	-	-	-	-	-	0.00%
26	Utilities	-	-	-	-	-	0.00%
26	Vehicles & Transportation Expense	57,987.00	(13,182.00)	44,805.00	-	44,805.00	1.44%
27	Other Operational Costs (attach detail)	89,180.00	(20,540.00)	68,640.00	-	68,640.00	2.21%
Total Operational Costs		\$ 713,042.00	\$ (66,268.00)	\$ 646,774.00	\$ -	\$ 646,774.00	17.68%
III. Services Costs							
28	Total Paid to Certified Family Homes	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
29	Family Engagement & Support	160,188.00	(61,766.00)	98,422.00	-	98,422.00	3.97%
30	Other Direct Service Costs (attach detail)	-	-	-	-	-	0.00%
Total Services Costs		\$ 160,188.00	\$ (61,766.00)	\$ 98,422.00	\$ -	\$ 98,422.00	3.97%
TOTAL		\$ 4,033,717.00	\$ (271,126.00)	\$ 3,762,591.00	\$ -	\$ 3,762,591.00	100.00%

CORPORATE NAME: Sacramento Children's Home - STRTP		PROGRAM NAME (FFA, STRTP, THP, ETC.) STRTP
CORPORATE NUMBER C0077012	PROGRAM NUMBER 0208.14.02	CORP. FISCAL/CALENDAR YEAR (MO/YR-MO/YR) 7/2021 - 6/2022

REVENUE GROUPS		PROGRAM REVENUE
I. Program Revenue (including infant supplement, etc.)		
1	Government Grants & Contracts	\$ 3,478,143.00
2	Clothing Allowance Reimbursement	1,818.00
3		-
4		-
TOTAL Direct Program Revenue		\$ 3,479,961.00
II. Other Revenue (Donations, Fundraising, Refunds, Etc.)		OTHER REVENUE
5	Other Donations & Grants	\$ 201,381.00
6		-
7		-
8		-
TOTAL Other Revenue		\$ 201,381.00
GRAND TOTAL REVENUE		\$ 3,681,342.00