

MACC Alliance of Connected Communities
Minneapolis, Minnesota

Consolidated Financial Statements
Auditor's Report
For the Years Ended
December 31, 2014 and 2013

Carpenter *Evert*
Certified Public Accountants



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Independent Auditor's Report

Carpenter Evert

Certified Public Accountants

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Board of Directors
MACC Alliance of Connected Communities
Minneapolis, Minnesota

We have audited the accompanying consolidated financial statements of MACC Alliance of Connected Communities, which are comprised of the consolidated statements of financial position as of December 31, 2014 and 2013, and the related consolidated statements of activities and changes in net assets, functional expense, 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 consolidated 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

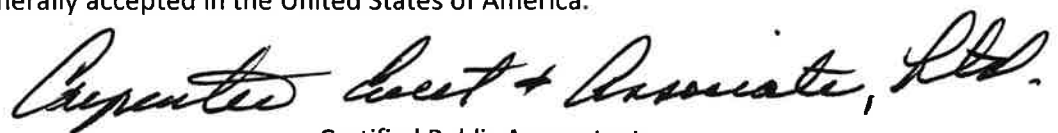
Our responsibility is to express an opinion on these consolidated financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of 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 consolidated financial statements referred to above present fairly, in all material respects, the financial position of MACC Alliance of Connected Communities as of December 31, 2014 and 2013, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.


Carpenter Evert & Associate, P.C.
Certified Public Accountants

Minneapolis, Minnesota
May 28, 2015

MACC ALLIANCE OF CONNECTED COMMUNITIES
CONSOLIDATED STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEARS ENDED DECEMBER 31, 2014 and 2013

	2014			2013		
	Unrestricted	Temporarily Restricted	Total	Unrestricted	Temporarily Restricted	Total
Support and Revenue:						
Contributions	\$ 56,066	\$ -	\$ 56,066	\$ 64,266	\$ 87,000	\$ 151,266
Government Grants and Contracts	733,603	-	733,603	564,374	-	564,374
Service Fees	4,002,710	-	4,002,710	3,921,649	-	3,921,649
Membership Dues	75,060	-	75,060	79,024	-	79,024
Interest and Other Income	11,962	-	11,962	2,421	-	2,421
Net Assets Released from Restrictions:						
Satisfaction of Program Restrictions	67,310	(67,310)	-	238,328	(238,328)	-
Total Support and Revenue	4,946,711	(67,310)	4,879,401	4,870,062	(151,328)	4,718,734
Expense:						
Program Services	4,676,939	-	4,676,939	4,564,274	-	4,564,274
Support Services:						
Management and General	211,729	-	211,729	164,706	-	164,706
Fundraising	21,286	-	21,286	14,428	-	14,428
Total Support Services	233,015	-	233,015	179,134	-	179,134
Total Expense	4,909,954	-	4,909,954	4,743,408	-	4,743,408
Change in Net Assets	36,757	(67,310)	(30,553)	126,654	(151,328)	(24,674)
Net Assets - Beginning of Year	592,190	68,672	660,862	465,536	220,000	685,536
Net Assets - End of Year	\$ 628,947	\$ 1,362	\$ 630,309	\$ 592,190	\$ 68,672	\$ 660,862

The accompanying Notes to Consolidated Financial Statements
are an integral part of these statements.

MACC ALLIANCE OF CONNECTED COMMUNITIES
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSE
FOR THE YEAR ENDED DECEMBER 31, 2014 WITH COMPARATIVE TOTALS FOR 2013

	2014			2013		
	Total Program Services	Management & General	Fund- raising	Total Support Services	Total All Services	Total All Services
Wages	\$ 2,134,387	\$ 115,187	\$ 9,824	\$ 125,011	\$ 2,259,398	\$ 2,271,756
Employee Benefits	314,109	16,601	-	16,601	330,710	356,688
Payroll Taxes	163,497	8,641	-	8,641	172,138	161,239
Temporary Agency	15,639	827	-	827	16,466	18,335
Subtotal Personnel	2,627,632	141,256	9,824	151,080	2,778,712	2,808,018
Professional Fees	1,571,075	47,115	11,170	58,285	1,629,360	1,447,206
Office and Technology	174,353	2,834	262	3,096	177,449	190,502
Occupancy	126,085	4,526	30	4,556	130,641	120,477
Other Expense	31,604	14,083	-	14,083	45,687	46,505
Staff and Volunteer Training	36,786	1,334	-	1,334	38,120	46,529
National Dues	24,240	-	-	-	24,240	26,320
Telecommunication	11,913	314	-	314	12,227	19,049
Transportation	7,375	108	-	108	7,483	4,506
Program	2,748	-	-	-	2,748	-
Depreciation	63,128	159	-	159	63,287	34,296
Total Expense	\$ 4,676,939	\$ 211,729	\$ 21,286	\$ 233,015	\$ 4,909,954	\$ 4,743,408

The accompanying Notes to Consolidated Financial Statements
are an integral part of this statement.

MACC ALLIANCE OF CONNECTED COMMUNITIES
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSE
FOR THE YEAR ENDED DECEMBER 31, 2013

EXHIBIT C

	Support Services				Total All Services
	Total Program Services	Management & General	Fund- raising	Total Support Services	
Wages	\$ 2,187,922	\$ 72,691	\$ 11,143	\$ 83,834	\$ 2,271,756
Employee Benefits	345,987	10,701	-	10,701	356,688
Payroll Taxes	156,402	4,837	-	4,837	161,239
Temporary Agency	17,785	550	-	550	18,335
Subtotal Personnel	2,708,096	88,779	11,143	99,922	2,808,018
Professional Fees	1,394,966	49,190	3,050	52,240	1,447,206
Office and Technology	181,593	8,704	205	8,909	190,502
Occupancy	116,622	3,855	-	3,855	120,477
Other Expense	34,257	12,248	-	12,248	46,505
Staff and Volunteer Training	45,120	1,409	-	1,409	46,529
National Dues	26,320	-	-	-	26,320
Telecommunication	18,635	384	30	414	19,049
Transportation	4,419	87	-	87	4,506
Depreciation	34,246	50	-	50	34,296
Total Expense	\$ 4,564,274	\$ 164,706	\$ 14,428	\$ 179,134	\$ 4,743,408

The accompanying Notes to Consolidated Financial Statements
are an integral part of this statement.

MACC ALLIANCE OF CONNECTED COMMUNITIES
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2014 and 2013

<u>ASSETS</u>	<u>2014</u>	<u>2013</u>
Current Assets:		
Cash and Cash Equivalents	\$ 1,267,827	\$ 952,903
Accounts Receivable	268,783	201,423
Prepaid Expense	82,145	89,824
Total Current Assets	<u>1,618,755</u>	<u>1,244,150</u>
Long-term Assets:		
Property and Equipment - Net	169,484	129,856
Net Long-term Assets	<u>169,484</u>	<u>129,856</u>
 TOTAL ASSETS	 <u>\$ 1,788,239</u>	 <u>\$ 1,374,006</u>
 <u>LIABILITIES AND NET ASSETS</u>		
Current Liabilities:		
Accounts Payable	\$ 43,008	\$ 1,088
Accrued Expense	762,471	427,320
Notes Payable - Current	10,000	-
Deferred Revenue	31,044	29,162
Total Current Liabilities	<u>846,523</u>	<u>457,570</u>
Notes Payable - Long-term	55,833	-
Notes Payable to Founders	255,574	255,574
Total Liabilities	<u>1,157,930</u>	<u>713,144</u>
Net Assets:		
Unrestricted	628,947	592,190
Temporarily Restricted	1,362	68,672
Total Net Assets	<u>630,309</u>	<u>660,862</u>
 TOTAL LIABILITIES AND NET ASSETS	 <u>\$ 1,788,239</u>	 <u>\$ 1,374,006</u>

The accompanying Notes to Consolidated Financial Statements
are an integral part of these statements.

MACC ALLIANCE OF CONNECTED COMMUNITIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2014 and 2013

<u>Increase (Decrease) in Cash and Cash Equivalents</u>	<u>2014</u>	<u>2013</u>
Cash Flows from Operating Activities:		
Change in Net Assets	\$ (30,553)	\$ (24,674)
Total Adjustments	<u>382,559</u>	<u>166,021</u>
Net Cash Provided by Operating Activities	352,006	141,347
Cash Flows from Investing Activities:		
Purchase of Property and Equipment	<u>(102,914)</u>	<u>(129,912)</u>
Net Cash (Used) by Investing Activities	(102,914)	(129,912)
Cash Flows from Financing Activities:		
Proceeds from Notes Payable	70,000	-
Repayment of Notes Payable	<u>(4,168)</u>	<u>-</u>
Net Cash Provided by Financing Activities	<u>65,832</u>	<u>-</u>
Net Increase in Cash and Cash Equivalents	314,924	11,435
Cash - Beginning of Year	<u>952,903</u>	<u>941,468</u>
Cash - End of Year	<u>\$ 1,267,827</u>	<u>\$ 952,903</u>
 <u>Supplemental Disclosure of Cash Flow Information</u>		
Cash Paid For:		
Interest	<u>\$ 1,216</u>	<u>\$ -</u>

The accompanying Notes to Consolidated Financial Statements
are an integral part of these statements.

MACC ALLIANCE OF CONNECTED COMMUNITIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2014 AND 2013

1. Summary of Significant Accounting Policies

Basis of Consolidation

The consolidated financial statements of MACC Alliance of Connected Communities (Alliance) include the accounts of MACC CommonWealth Services (MCW), and MACC Service Network, LLC. (MSN). Significant inter-company transactions have been eliminated. The Board of Directors of the Alliance controls the appointment of the MCW Board of Directors and the appointment of the MSN Board of Governors. MCW became the single member entity of the Alliance on January 1, 2011. MSN became the single member of the Alliance on February 22, 2012.

On January 1, 2015, MCW was merged into the Alliance and ceased to exist as a separate entity.

Organizational Purpose

The Alliance launched in 1999, is a partnership of community-based social service organizations, primarily neighborhood and community centers, with the primary goal of advocating collectively for changes in both policy and practice in order to affect long-term, systemic change in the lives of low-income individuals, families and communities in the Minneapolis/St. Paul Metropolitan area.

MCW was launched by the Alliance in 2007 to provide management services to Alliance non-profit member organizations. Service is provided in the areas of finance, human resources, information technology, medical billing, facilities, and client data management. MCW is managed by its Board of Directors, which is appointed by the Board of Directors of the Alliance.

MSN was launched by the Alliance in 2012 to provide operating flexibility for fund raising and program operation of and between Alliance members.

Fund Accounting

In order to observe the limitation and restrictions placed on resources available to the Alliance, MCW, and MSN, the accounts are maintained in accordance with the principles of fund accounting. This is the procedure whereby resources are classified for accounting and reporting purposes into net asset groupings established according to their nature and restrictions. A description of the groupings is as follows:

Unrestricted Net Assets – Net assets which are neither permanently nor temporarily restricted by donor-imposed stipulations. These net assets include both board designated and undesignated amounts. Property and equipment is reported as unrestricted net assets.

Temporarily Restricted Net Assets – The part of net assets of Alliance, MCW, and MSN resulting from contributions and other inflows of assets whose use is limited by donor-imposed stipulations that either expire by passage of time or can be fulfilled and removed by actions pursuant to those stipulations.

MACC ALLIANCE OF CONNECTED COMMUNITIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2014 AND 2013

1. Summary of Significant Accounting Policies (continued)

Cash and Cash Equivalents

For purposes of the statements of cash flows, the Alliance, MCW, and MSN considers all highly liquid debt instruments purchased with an original maturity of three months or less to be cash equivalents.

Accounts Receivable and Doubtful Accounts

The Alliance, MCW, and MSN extends credit to their customers on terms established for individual customers. Receivables are recorded at amounts billed and are generally due when billed. Amounts outstanding for more than 30 days are considered delinquent. Accounts receivable are generally uncollateralized and overdue balances may be charged interest at 1% per month. Alliance, MCW, and MSN review accounts receivable balances on a periodic basis and writes off delinquent receivables when they are considered uncollectible.

Equipment

All major expenditures for equipment in excess of \$2,500 are recorded at cost if purchased, or an estimated market value if donated. Depreciation is provided using the straight-line method, over the following estimated useful lives:

Computer Equipment	2-5 years
Furniture and Equipment	3-10 years

Contributions

Contributions are recorded when received and recognized as support in the period received. If donor-imposed restrictions accompany the contribution, the amount is recorded as temporarily or permanently restricted until the donor-imposed restrictions expire or are fulfilled. Temporarily restricted net assets are reclassified to unrestricted in the period donor-imposed restrictions expire or are fulfilled, and are reported in the Statements of Activities under the Support and Revenue Category – Net Assets Released from Restrictions, except when receipt and satisfaction occur in the same period, in which case the contribution is shown as unrestricted.

Contributions of long-lived assets are recorded as temporarily restricted when received and the restriction is satisfied as they are depreciated.

Promises-To-Give (Pledges Receivable)

Unconditional promises-to-give are recognized in the period the promises are made. Conditional promises-to-give are recognized when the conditions on which they depend are substantially met, that is, when the conditional promise becomes unconditional.

MACC ALLIANCE OF CONNECTED COMMUNITIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2014 AND 2013

1. Summary of Significant Accounting Policies (continued)

Functional Allocation of Expense

Expenses are recorded in functional categories when incurred. In certain cases, allocations between categories must be made. When allocations are required, they are based on the best estimates of management.

Income Tax

The Alliance and MCW have a tax-exempt status under Section 501(c)(3) of the Internal Revenue Code. MSN is a disregarded tax entity of the Alliance. The Organizations have adopted *Accounting for Uncertainty in Income Taxes*, ASC 740-10. The policy of Alliance and MCW is to evaluate uncertain tax positions, at least annually, for the potential for income tax exposure from unrelated business income or from loss of nonprofit status. Alliance and MCW continue to operate consistent with their original exemption applications and each year takes the necessary actions to maintain their exempt status. Alliance and MCW have been classified as organizations that are not private foundations under the Internal Revenue Code and charitable contributions by donors are tax deductible. In compliance with its exempt status, Alliance and MCW annually file a Return of Organization Exempt From Income Tax (Form 990) and Exempt Organization Income Tax Return (Form 990-T). The returns for the years ending December 31, 2011 and later remain subject to examination by the Internal Revenue Service.

MCW has determined that the revenue from services it provides to organizations that are not Founding Members are subject to unrelated business income tax.

Risks and Uncertainties

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 the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Subsequent Events

The Alliance, MCW, and MSN have evaluated the effect that subsequent events would have on the financial statements through May 28, 2015, which is the date financial statements were available to be issued.

MACC ALLIANCE OF CONNECTED COMMUNITIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2014 AND 2013

2. Significant Concentrations of Credit Risk

The Alliance, MCW, and MSN provide services within the Twin Cities area. Contributions, service fees and accounts receivable are from local institutions and members.

Concentrations of Credit Risk Arising from Cash Deposits in Excess of Insured Limits

At December 31, 2014 and 2013, Alliance, MCW, and MSN had funds on deposit in a local financial institution in excess of federally insured limits.

3. Equipment

MCW's equipment was comprised of the following as of:

	December 31,	
	2014	2013
Computer Equipment	\$ 311,948	\$ 281,025
Leasehold Improvements	68,600	-
Furniture & Equipment	6,111	2,928
	386,659	283,953
Less Accumulated Depreciation	217,175	154,097
	\$ 169,484	\$ 129,856

Depreciation and amortization expense of \$63,287 and \$34,296 was recorded for the years ended December 31, 2014 and 2013, respectively.

4. Notes Payable

The breakdown of interest bearing notes payable is as follows:

	December 31,	
	2014	2013
Note payable to Wells Fargo, payable in monthly principal installments of \$833, excluding interest at 3.85%. The final payment is scheduled for July 1, 2021 when the all unpaid principal and interest is due. The note is secured by all receivables, savings, inventory, property, and equipment.	\$ 65,833	\$ -
Less Portion Due within One (1) Year	10,000	-
Long-term Portion	\$ 55,833	\$ -

MACC ALLIANCE OF CONNECTED COMMUNITIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2014 AND 2013

4. Notes Payable (continued)

Principal payments required at December 31, 2014 are as follows:

<u>Due in the Year Ending December 31,</u>	
2015	\$ 10,000
2016	10,000
2017	10,000
2018	10,000
2019	10,000
2020 and future years	<u>15,833</u>
Total	<u>\$ 65,833</u>

Non-interest bearing notes payable to founders are as follows as of:

	<u>December 31,</u>	
	<u>2014</u>	<u>2013</u>
Pillsbury United Communities	\$ 147,753	\$ 147,753
The Family Partnership	84,405	84,405
Plymouth Christian Youth Center	17,225	17,225
Phyllis Wheatley Community Center	<u>6,191</u>	<u>6,191</u>
	<u>\$ 255,574</u>	<u>\$ 255,574</u>

The member notes are payable upon dissolution of MCW unless prepaid.

5. In-kind Contributions

The Alliance, MCW, and MSN record in-kind contributions at fair market value at date of donation. In-kind contributions include the following as of:

	<u>December 31,</u>	
	<u>2014</u>	<u>2013</u>
Interest	<u>\$ 12,816</u>	<u>\$ 12,816</u>

6. Leased Facilities

MCW leases office space from The Family Partnership on a month-to-month basis. Rent expense was \$114,756 and \$111,810 for the years ending December 31, 2014 and 2013, respectively.

MACC ALLIANCE OF CONNECTED COMMUNITIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2014 AND 2013

7. Pension Plan

MCW initiated a 403(b) retirement plan January 1, 2009. The plan is funded by discretionary employer profit sharing and matching contributions, and employee contributions. Employer contributions of \$106,721 and \$102,045 were made in the years ended December 31, 2014 and 2013, respectively.

8. Temporarily Restricted Net Assets

Temporarily restricted net assets consisted of amounts from the following as of:

	December 31,	
	2014	2013
Wagner Travel Expense	\$ 1,362	\$ 8,672
Capacity Building Strategies	-	60,000
	\$ 1,362	\$ 68,672

9. Line-of-Credit

MCW maintains a \$150,000 line-of-credit with Wells Fargo Bank at a rate of Prime plus .45% which expires November 30, 2015. Principal is due on demand and is unsecured. Balance was \$-0- for both years ended December 31, 2014 and 2013.

10. Cash Flow Operating Adjustments

Adjustments to reconcile Change in Net Assets to Net Cash Provided by Operating Activities were as follows as of:

	December 31,	
	2014	2013
Depreciation	\$ 63,287	\$ 34,296
Increases (Decreases) in Current Liabilities:		
Accounts Payable	41,920	(24,929)
Accrued Expense	335,151	19,362
Deferred Revenue	1,882	14,457
Decreases (Increases) in Current Assets:		
Accounts Receivable	(67,360)	6,872
Grants receivable	-	60,000
Prepaid Expense	7,679	55,963
Total Adjustments	\$ 382,559	\$ 166,021

ADDITIONAL INFORMATION

Certified Public Accountants

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Carpenter Evert

Statement of Auditor's Responsibility

Board of Directors
MACC Alliance of Connected Communities
Minneapolis, Minnesota

We have audited the consolidated financial statements of MACC Alliance of Connected Communities as of and for the years ended December 31, 2014 and 2013, and our report thereon dated May 28, 2015, which expressed an unmodified opinion on those consolidated financial statements, appears on page 1.

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The consolidating schedule of assets and liabilities as of December 31, 2014, and the consolidating schedule of revenue and expense for the year ended December 31, 2014, are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.



Certified Public Accountants

Minneapolis, Minnesota
May 28, 2015

MACC ALLIANCE OF CONNECTED COMMUNITIES
CONSOLIDATING SCHEDULE OF REVENUE AND EXPENSE
FOR THE YEAR ENDED DECEMBER 31, 2014

	MACC Alliance of Connected Communities	MACC CommonWealth Services	MACC Services Network, LLC	Eliminations	2014 Total
Support and Revenue:					
Contributions	\$ 45,749	\$ 12,816	\$ 3,299	\$ (5,798)	56,066
Government Grants and Contracts	-	27,050	706,553	-	733,603
Service Fees	100	4,048,484	72,996	(118,870)	4,002,710
Membership Dues	75,060	-	-	-	75,060
Interest and Other Income	18,800	6,062	2,100	(15,000)	11,962
Total Support and Revenue	139,709	4,094,412	784,948	(139,668)	4,879,401
Expense:					
Wages	46,027	2,164,091	49,280	-	2,259,398
Employee Benefits	-	330,710	-	-	330,710
Payroll Taxes	-	172,138	-	-	172,138
Temporary Agency	-	16,466	-	-	16,466
Total Personnel Expense	46,027	2,683,405	49,280	-	2,778,712
Professional Fees	132,454	853,116	762,660	(118,870)	1,629,360
Program Expense	1,199	-	1,549	-	2,748
Telecommunication	285	12,227	285	(570)	12,227
Office and Technology	1,848	175,702	3,147	(3,248)	177,449
Occupancy	990	130,441	1,190	(1,980)	130,641
Transportation	44	7,439	-	-	7,483
Staff and Volunteer Training	1,987	32,528	3,605	-	38,120
Other Expense	489	45,154	15,044	(15,000)	45,687
National Dues	24,240	-	-	-	24,240
Depreciation	-	63,287	-	-	63,287
Total Expense	209,563	4,003,299	836,760	(139,668)	4,909,954
Change in Net Assets from Operations	(69,854)	91,113	(51,812)	-	(30,553)
Net Assets - Beginning of Year	61,038	496,035	104,789	(1,000)	660,862
Net Assets - End of Year	\$ (8,816)	\$ 587,148	\$ 52,977	\$ (1,000)	630,309

MACC ALLIANCE OF CONNECTED COMMUNITIES
CONSOLIDATING SCHEDULE OF ASSETS AND LIABILITIES
DECEMBER 31, 2014

<u>ASSETS</u>	<u>MACC Alliance of Connected Communities</u>	<u>MACC CommonWealth Services</u>	<u>MACC Services Network, LLC</u>	<u>Eliminations</u>	<u>2014 Total</u>
Current Assets:					
Cash and Cash Equivalents	\$ 19,449	\$ 1,190,435	\$ 57,943	\$ -	\$ 1,267,827
Accounts Receivable	-	193,910	91,873	(17,000)	268,783
Prepaid Expense	-	82,145	-	-	82,145
Total Current Assets	<u>19,449</u>	<u>1,466,490</u>	<u>149,816</u>	<u>(17,000)</u>	<u>1,618,755</u>
Receivable from MCW	745	-	-	(745)	-
Investment in MACC Service Network	1,000	-	-	(1,000)	-
Property and Equipment - Net	-	<u>169,484</u>	-	-	<u>169,484</u>
TOTAL ASSETS	<u><u>\$ 21,194</u></u>	<u><u>\$ 1,635,974</u></u>	<u><u>\$ 149,816</u></u>	<u><u>\$ (18,745)</u></u>	<u><u>\$ 1,788,239</u></u>
 <u>LIABILITIES AND NET ASSETS</u>					
Current Liabilities:					
Accounts Payable	\$ -	\$ 43,008	\$ -	\$ -	\$ 43,008
Accrued Expense	30,010	652,622	96,839	(17,000)	762,471
Notes Payable - Current	-	10,000	-	-	10,000
Deferred Revenue	-	31,044	-	-	31,044
Total Current Liabilities	<u>30,010</u>	<u>736,674</u>	<u>96,839</u>	<u>(17,000)</u>	<u>846,523</u>
Notes Payable - Long-term	-	55,833	-	-	55,833
Notes Payable to Founders	-	256,319	-	(745)	255,574
Total Liabilities	<u>30,010</u>	<u>1,048,826</u>	<u>96,839</u>	<u>(17,745)</u>	<u>1,157,930</u>
Net Assets:					
Unrestricted	(8,816)	585,786	52,977	(1,000)	628,947
Temporarily Restricted	-	1,362	-	-	1,362
Total Net Assets	<u>(8,816)</u>	<u>587,148</u>	<u>52,977</u>	<u>(1,000)</u>	<u>630,309</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 21,194</u></u>	<u><u>\$ 1,635,974</u></u>	<u><u>\$ 149,816</u></u>	<u><u>\$ (18,745)</u></u>	<u><u>\$ 1,788,239</u></u>

See Statement of Auditor's Responsibility.