A C C A, INC.
(ANNANDALE CHRISTIAN COMMUNITY FOR ACTION)

FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2015

A C C A, INC.
(ANNANDALE CHRISTIAN COMMUNITY FOR ACTION)
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INDEPENDENT AUDITORS' REPORT

Board of Directors
A C C A, Inc.
Annandale, Virginia

We have audited the accompanying financial statements of A C C A, Inc. (Annandale Christian Community for Action) ("ACCA"), which comprise the statement of financial position as of June 30, 2015, and the related statements of activities, functional expenses and cash flows for the year 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.

Auditors' 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 auditors' 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 organization'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 organization'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.

Board of Directors
A C C A, Inc. (Annandale Christian Community for Action)

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of A C C A, Inc. (Annandale Christian Community for Action) as of June 30, 2015, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited ACCA's 2014 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated October 29, 2014. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2014, is consistent, in all material respects, with the audited financial statements from which it has been derived.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Arlington, Virginia
September 15, 2015

A C C A, INC.
(ANNANDALE CHRISTIAN COMMUNITY FOR ACTION)
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2015
(WITH SUMMARIZED TOTALS AS OF JUNE 30, 2014)

	2015			2014 (Summarized)
	Child Development Center	Human Service Ministries	Total	Total All Funds
ASSETS				
CURRENT ASSETS				
Cash and Cash Equivalents	$ 603,832	$ 304,975	$ 908,807	$ 902,590
Accounts Receivable				
Government, net of allowance	187,518	-	187,518	220,046
Non-Government	6,741	5,811	12,552	3,808
Inventory	-	22,257	22,257	21,694
Prepaid Expenses	17,346	-	17,346	28,179
Total Current Assets	815,437	333,043	1,148,480	1,176,317
INVESTMENTS	100,551	210,339	310,890	309,683
NOTE RECEIVABLE	-	31,642	31,642	25,881
PROPERTY AND EQUIPMENT, NET	200,881	14,167	215,048	110,612
Total Assets	$ 1,116,869	$ 589,191	$ 1,706,060	$ 1,622,493
LIABILITIES AND NET ASSETS				
CURRENT LIABILITIES				
Accounts Payable	$ 89,747	$ 114	$ 89,861	$ 30,152
Accrued Expenses	113,435	-	113,435	89,688
Deferred Revenue	8,586	-	8,586	15,067
Escrow Payable	-	2,044	2,044	1,133
Total Current Liabilities	211,768	2,158	213,926	136,040
NET ASSETS				
Unrestricted - Operating	889,101	137,230	1,026,331	1,019,284
Unrestricted - Board Designated	-	404,703	404,703	414,703
	889,101	541,933	1,431,034	1,433,987
Temporarily Restricted	16,000	45,100	61,100	52,466
Total Net Assets	905,101	587,033	1,492,134	1,486,453
Total Liabilities and Net Assets	$ 1,116,869	$ 589,191	$ 1,706,060	$ 1,622,493

See accompanying Notes to Financial Statements.

A C C A, INC.
(ANNANDALE CHRISTIAN COMMUNITY FOR ACTION)
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2015
(WITH SUMMARIZED TOTALS FOR THE YEAR ENDED JUNE 30, 2014)

	2015				2014 (Summarized)
	Unrestricted				
	Child Development Center	Human Service Ministries	Temporarily Restricted	Total	Total
REVENUE AND OTHER SUPPORT					
Tuition:					
Parent Fees	$ 581,223	$ -	$ -	$ 581,223	$ 554,849
Parental Subsidy - Government	1,687,864	-	-	1,687,864	1,600,558
Contributions:					
Churches	1,600	125,331	3,060	129,991	156,120
Individual	21,150	210,528	9,862	241,540	162,465
Organizations	3,831	23,073	691	27,595	37,080
Grants:					
Fairfax County QAP	10,675	-	-	10,675	12,775
Virginia PreSchool Initiative	64,800	-	-	64,800	54,000
Fairfax County	-	80,200	30,000	110,200	101,000
Emergency Food and Shelter Program	-	3,500	-	3,500	3,500
United Way		15,000		15,000	10,000
United States Department of Agriculture	145,947	-	-	145,947	129,720
Community Foundation	-	-	-	-	500
Other Organizations and Businesses	-	20,000	14,000	34,000	53,840
In-kind Support	465,722	19,614	135,430	620,766	651,388
Investment Income	1,271	2,800	-	4,071	4,888
Other Revenue	8,418	-	-	8,418	4,094
Net Assets Released from Restrictions	-	184,409	(184,409)	-	-
Total Revenue and Other Support	2,992,501	684,455	8,634	3,685,590	3,536,777
EXPENSES					
Program Services	2,604,694	533,804	-	3,138,498	2,887,523
Management and General	531,808	9,603	-	541,411	502,113
Total Expenses	3,136,502	543,407	-	3,679,909	3,389,636
CHANGE IN NET ASSETS	(144,001)	141,048	8,634	5,681	147,141
Net Assets - Beginning of Year	900,602	533,385	52,466	1,486,453	1,339,312
Transfers, Net	132,500	(132,500)	-	-	-
NET ASSETS - END OF YEAR	$ 889,101	$ 541,933	$ 61,100	$ 1,492,134	$ 1,486,453

See accompanying Notes to Financial Statements.

A C C A, INC.
(ANNANDALE CHRISTIAN COMMUNITY FOR ACTION)
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2015
(WITH SUMMARIZED TOTALS FOR THE YEAR ENDED JUNE 30, 2014)

	2015							2014 (Summarized)
	Program			Management and General				
	Child Development Center	Human Service Ministries	Total Program	Child Development Center	Human Service Ministries	Total Management and General	Total	Total All Funds
Salaries	$ 1,368,046	$ -	$ 1,368,046	$ 300,303	$ -	$ 300,303	$ 1,668,349	$ 1,547,677
Payroll and Other Taxes	101,306	-	101,306	22,238	-	22,238	123,544	115,079
Employee Benefits	136,519	-	136,519	29,968	-	29,968	166,487	146,845
Food	220,454	-	220,454	20,253	-	20,253	240,707	228,152
Bank and Services Charges	-	-	-	5,794	569	6,363	6,363	5,300
Materials, Equipment and Supplies	109,870	-	109,870	6,061	867	6,928	116,798	61,880
Repairs and Maintenance	38,191	-	38,191	8,383	-	8,383	46,574	17,687
Rent and Custodial	41,658	-	41,658	9,144	-	9,144	50,802	43,100
Insurance	7,142	-	7,142	1,568	2,134	3,702	10,844	6,162
Contracted Services	30,269	-	30,269	-	-	-	30,269	23,918
Professional Development	16,207	-	16,207	3,558	-	3,558	19,765	11,944
Laundry	-	-	-	-	-	-	-	2,270
Temporary Help	-	-	-	-	402	402	402	168
Dues and Registration	11,200	-	11,200	2,459	75	2,534	13,734	4,296
Telephone and Postage	7,472	-	7,472	1,640	1,179	2,819	10,291	6,461
Printing and Equipment Rental	17,189	-	17,189	3,773	1,140	4,913	22,102	17,566
Legal and Accounting	-	-	-	23,935	1,920	25,855	25,855	33,583
Miscellaneous	27,899	-	27,899	3,505	1,317	4,822	32,721	5,636
In-kind Support	381,892	-	381,892	83,830	-	83,830	465,722	511,768
Depreciation	24,580	5,000	29,580	5,396	-	5,396	34,976	27,635
VPI Expense	64,800	-	64,800	-	-	-	64,800	54,000
Assistance to Individuals								
Family Emergency	-	278,382	278,382	-	-	-	278,382	275,611
Housing	-	7,000	7,000	-	-	-	7,000	7,000
Furniture	-	58,532	58,532	-	-	-	58,532	58,905
Food and Nutrition	-	168,309	168,309	-	-	-	168,309	160,412
Scholarship	-	16,581	16,581	-	-	-	16,581	16,581
Total Expenses	$ 2,604,694	$ 533,804	$ 3,138,498	$ 531,808	$ 9,603	$ 541,411	$ 3,679,909	$ 3,389,636

See accompanying Notes to Financial Statements.

A C C A, INC.
(ANNANDALE CHRISTIAN COMMUNITY FOR ACTION)
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2015
(WITH SUMMARIZED TOTALS FOR THE YEAR ENDED JUNE 30, 2014)

	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts:		
Tuition Fees and Subsidies	$ 2,367,676	$ 2,185,991
Contributions	399,126	355,665
Grants	302,836	301,365
Interest	4,071	4,888
Other Revenue	8,418	4,094
Total Receipts	3,082,127	2,852,003
Disbursements	2,937,886	2,720,703
Net Cash Provided by Operating Activities	144,241	131,300
CASH FLOWS FROM BY INVESTING ACTIVITIES		
Purchases of Property and Equipment	(139,412)	(15,554)
Purchases of Investments	(210,890)	(99,450)
Sales/Maturities of Investments	209,683	-
Net Cash Used by Investing Activities	(140,619)	(115,004)
CASH FLOWS FROM FINANCING ACTIVITIES		
Principal Payments Received on Note	1,684	3,502
Escrow Payable	911	(1,758)
Net Cash Provided by Financing Activities	2,595	1,744
NET INCREASE IN CASH	6,217	18,040
Cash and Cash Equivalents - Beginning of Year	902,590	884,550
CASH AND CASH EQUIVALENTS - END OF YEAR	$ 908,807	$ 902,590
RECONCILIATION OF CHANGE IN NET ASSETS TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		
Change in Net Assets	$ 5,681	$ 147,141
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Expenses:		
Depreciation	34,976	27,635
Loan Amortization Write-Off	(7,445)	-
Changes in Assets and Liabilities:		
Accounts Receivable	23,784	(48,453)
Inventory	(563)	3,000
Prepaid Expenses	10,833	(9,615)
Accounts Payable	59,709	161
Accrued Expenses	23,747	(3,636)
Deferred Revenue	(6,481)	15,067
Net Cash Provided by Operating Activities	$ 144,241	$ 131,300

See accompanying Notes to Financial Statements.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

A C C A, Inc. (Annandale Christian Community for Action) ("ACCA") is a nonprofit corporation organized in 1967 under the laws of the Commonwealth of Virginia to promote and sponsor Christian social action in the Annandale, VA area. ACCA is governed by a Board of Directors (Board) consisting of the corporation's officers and representatives from area member churches. ACCA operates the Child Development Center, with paid staff, to provide day care and early childhood education for its infant, toddler, and preschool children from primarily low-income families. ACCA also operates the all-volunteer Human Services Ministries to provide financial assistance for needy family emergencies, food and furniture deliveries, housing renovations, and scholarships in accordance with Board-approved budgets, policies, and procedures. ACCA is supported by contributions from individuals, Annandale area churches, and private foundations; subsidies and in-kind contributions from Fairfax County, VA; and federal and state grants.

Basis of Presentation

ACCA prepares its financial statements on the accrual basis of accounting. Consequently, revenue is recognized when earned and expenses when the obligations are incurred.

Income Tax Status

ACCA is exempt from the payment of federal income taxes on its exempt activities under Section 501(c)(3) of the Internal Revenue Code. The Internal Revenue Service has determined that the Organization is not a private foundation.

ACCA has adopted the guidance in the income tax standard regarding the recognition and measurement of uncertain tax positions. The adoption of this standard had no impact on the Organization's financial statements. The Organization files as a tax-exempt organization and is not aware of any activities that would jeopardize its tax-exempt status.

Comparative Financial Information

The financial statements include certain prior year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with ACCA's financial statements for the year ended June 30, 2014, from which the summarized information was derived.

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash and Cash Equivalents

Cash and cash equivalents consist primarily of interest bearing checking accounts, saving accounts and money market accounts.

Accounts Receivable

Tuition fees receivable from parents are considered past due if payments are not received within 30 days of the invoice date. The Organization currently does not charge any interest or finance charges on the past due invoices. The provision for doubtful accounts is based on management's evaluation of the collectability of existing receivables. Government receivables are primarily due from Fairfax County for the tuition subsidy and recorded when earned.

Inventory

Inventory consists mainly of donated food and is recorded using estimated fair value at retail cost.

Investments

Certificates of deposit held through a financial institution are reported at cost plus accrued interest which approximate fair value and those held at an investment brokerage firm are reported fair market value. Money market accounts are recorded at fair market value.

Property and Equipment

Property is stated at cost. Depreciation is computed using the straight-line method over the estimated useful lives of the property which ranges from 5 to 10 years. The Organization capitalizes items with an original purchase price, or fair market value at the time of donation, of at least $500 and $250 for the years ended June 30, 2015 and 2014, respectively, and a useful life of more than one year. Maintenance and repairs are expensed as incurred.

Net Assets

Net assets and changes therein are classified into the following categories:

Unrestricted Net Assets

Operating - represent funds available for general operations.
Board Designated - represent funds designated by the Board of Directors for specific purposes.

Temporarily Restricted Net Assets

Represents resources received by ACCA that are specifically time-restricted or restricted by donors for various programs.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue Recognition

Contributions from area churches, individuals and organizations are recorded when received. Contributions with donor-imposed restrictions are reported as restricted support except for donor-restricted contributions whose restrictions are met in the same reporting period are reported as unrestricted support. When the donor restriction expires, that is, when a stipulated time restriction ends or purpose 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.

Tuition revenue is recognized when earned. Parent fees are billed weekly for child care based on a sliding scale of family income. Parental tuition subsidies from Fairfax County are recorded based on children attendance for eligible parents. Any amounts received in advance of services are recorded as deferred revenue.

The Organization recognizes in-kind support only if professional services received (a) create or enhance long-lived assets or (b) require specialized skills, provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. Most services received by the Organization do not meet these criteria. Contributions of tangible assets are recognized at fair market value when received. The amounts reflected in the accompanying financial statements as in-kind support are offset by like amounts included in expenses or assets.

Fair Value Measurements

ACCA accounts for a significant portion of its financial instruments at fair value or considers fair value in their measurement. ACCA accounts for certain financial assets and liabilities at fair value under various accounting literature. ACCA also accounts for certain assets at fair value under applicable industry guidance.

Fair Value Hierarchy

ACCA has categorized its financial instruments, based on the priority of the inputs to the valuation technique, into a three-level fair value hierarchy. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). If the inputs used to measure the financial instruments fall within different levels of the hierarchy, the categorization is based on the lowest level input that is significant to the fair value measurement of the instrument.

Financial assets and liabilities recorded on the statements of financial position are categorized based on the inputs to the valuation techniques as follows:

Level 1

Financial assets and liabilities whose values are based on unadjusted quoted prices for identical assets or liabilities in an active market that ACCA has the ability to access. These include investments that are recorded at fair value on a recurring basis and fair value measurement is based upon quoted prices, if available. Securities valued using Level 1 inputs include those traded on active exchanges (such as the New York Stock Exchange), as well as U.S. Treasury and other exchange traded securities.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fair Value Hierarchy - Continued

Level 2

Financial assets and liabilities whose values are based on quoted prices in markets that are not active or model inputs that are observable either directly or indirectly for substantially the full term of the asset or liability.

Level 3

Financial assets and liabilities whose values are based on prices or valuation techniques that require inputs that are both unobservable and significant to the overall fair value measurement. These inputs reflect management's own assumptions about the assumptions a market participant would use in pricing the asset or liability.

Interfund Transfers

The Human Services Ministries shares donations with the Child Development Center through the annual budget process. These amounts are treated as interfund transfers and are eliminated in the financial statements. Total support from the Human Service Ministries to the Child Development Center was $132,500 and $162,000 for the years ended June 30, 2015 and 2014, respectively.

Allocation of Expenses

The costs of providing various programs and supporting activities have been summarized on a functional basis in the financial statements. Accordingly, certain costs have been allocated among the programs and supporting services benefited based on personnel efforts or space usage.

Reclassification

Certain 2014 amounts have been reclassified to conform to 2015 presentation. The reclassification had no effect on previously reported net asset balances.

Subsequent Events

In preparing these financial statements, ACCA has evaluated events and transactions for potential recognition or disclosure through September 15, 2015, the date the financial statements were available to be issued.

NOTE 2 CONCENTRATION OF CREDIT RISK

Financial instruments which subject ACCA to a concentration of credit risk consist of demand deposits placed with financial institutions. At times during the year, the Organization had funds invested with local financial institutions in excess of the Federal Deposit Insurance Corporation limits.

NOTE 3 CASH AND CASH EQUIVALENTS

A summary of cash and cash equivalents at June 30, 2015 and 2014, is as follows:

	2015	2014
Child Development Center		
Business Checking	$ 346,996	$ 344,286
Business Saving	199,378	198,960
Money Market	57,458	57,172
	603,832	600,418
Human Service Ministries		
Business Checking	37,317	13,380
Family Emergency Checking	8,195	29,145
Nutrition Checking	1,323	1,675
Money Market Savings	258,140	257,972
	304,975	302,172
	$ 908,807	$ 902,590

Cash and cash equivalents are classified for the following purposes:

	2015	2014
Operating	$ 443,004	$ 435,421
Board Designated	404,703	414,703
Temporarily Restricted	61,100	52,466
	$ 908,807	$ 902,590

NOTE 4 ACCOUNTS RECEIVABLE

Tuition receivable (non-government) is reported net of the allowance for uncollectible accounts. There was no allowance for uncollectible accounts as of June 30, 2015 and 2014.

ACCA submits monthly estimated billings to government agencies. A summary of amounts included in total government receivables, net of allowance of $0 and $9,979 at June 30, 2015 and 2014, respectively, is as follows:

	2015	2014
Child Development Center		
Parental Subsidy - Fairfax County	$ 174,643	$ 196,496
United States Department of Agriculture	12,000	22,500
Virginia Preschool Initiative	875	1,050
Total Government Receivables	$ 187,518	$ 220,046

NOTE 5 INVENTORY

Inventory consists of the following donated food and furniture at June 30, 2015 and 2014. The donated food and furniture are estimated at their fair market value.

	2015	2014
Food	$ 19,133	$ 16,317
Furniture	3,124	5,377
	$ 22,257	$ 21,694

NOTE 6 NOTE RECEIVABLE

On March 15, 1989, land and buildings in Leesburg, Virginia were sold for a $55,000 note receivable with payments of $303 due on a monthly basis for a term of 40 years at 6% per annum. Prevailing rate at that time was 12% and therefore a discount was recorded when the note was issued. The discount of $7,445 remaining as of June 30, 2014, has been written off in 2015.

NOTE 7 INVESTMENTS

Investments consist of the following at June 30, 2015 and 2014:

	2015	2014
Child Development Center		
Certificates of Deposit	$ 100,551	$ 100,000
Human Service Ministries		
Certificates of Deposit	-	200,218
Money Market	210,339	9,465
Total investments	$ 310,890	$ 309,683

Investment income for the years ended June 30, 2015 and 2014, is comprised of the following:

	2015	2014
Interest from Investments	$ 2,124	$ 2,758
Interest from Note Receivable	1,947	2,130
	$ 4,071	$ 4,888

NOTE 8 FAIR VALUE MEASUREMENT

The following table presents ACCA's fair value hierarchy for those assets and liabilities measured at fair value on a recurring basis as of June 30, 2015 and 2014:

	June 30, 2015			
	Total	Level 1	Level 2	Level 3
Investments:				
Money Market	$ 210,339	$ 210,339	$ -	$ -
	$ 210,339	$ 210,339	$ -	$ -

	June 30, 2014			
	Total	Level 1	Level 2	Level 3
Investments:				
Certificates of Deposit	$ 200,218	$ -	$ 200,218	$ -
Money Market	9,465	9,465	-	-
	$ 209,683	$ 9,465	$ 200,218	$ -

NOTE 9 PROPERTY AND EQUIPMENT

A summary of property and equipment at June 30, 2015 and 2014, is as follows:

	June 30, 2015			
	Cost	Accumulated Depreciation	Net Cost	Depreciation
Child Development Center				
Equipment and Furniture	$ 640,550	$ 439,669	$ 200,881	$ 29,976
Human Service Ministries				
Vehicles	41,907	27,740	14,167	5,000
	$ 682,457	$ 467,409	$ 215,048	$ 34,976

	June 30, 2014			
	Cost	Accumulated Depreciation	Net Cost	Depreciation Expense
Child Development Center				
Equipment and Furniture	$ 501,138	$ 409,693	$ 91,445	$ 22,635
Human Service Ministries				
Vehicles	47,543	28,376	19,167	5,000
	$ 548,681	$ 438,069	$ 110,612	$ 27,635

NOTE 10 UNRESTRICTED BOARD-DESIGNATED NET ASSETS

The Board of Directors formed the Legacy Fund to designate certain contributions to benefit the poor of the community through programs and services deemed appropriate by ACCA. These funds will be used for Board-approved projects over a 10-year period.

Unrestricted Board-Designated net assets at June 30, 2015 and 2014, consisted of the following:

	2015	2014
Balance, Beginning of Year	$ 414,703	$ 494,703
Support Approved	(10,000)	(80,000)
Balance, End of Year	$ 404,703	$ 414,703

NOTE 11 TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets at June 30, 2015 and 2014, consisted of funds for the following purposes:

	July 1, 2014	Additions	Releases	June 30, 2015
Scholarship - Ruffing	$ 18,254	$ 14,925	$ (16,000)	$ 17,179
Preschool Technology Initiative - CDC	16,000	-	-	16,000
Nutrition and Hygiene	8,782	178,118	(168,409)	18,491
Furniture - Crib Fund	9,430	-	-	9,430
	$ 52,466	$ 193,043	$ (184,409)	$ 61,100

	July 1, 2013	Additions	Releases	June 30, 2014
Scholarship - Ruffing	$ 19,729	$ 14,525	$ (16,000)	$ 18,254
Preschool Technology Initiative - CDC	-	16,000	-	16,000
Nutrition and Hygiene	14,497	154,697	(160,412)	8,782
Furniture - Crib Fund	8,720	710	-	9,430
	$ 42,946	$ 185,932	$ (176,412)	$ 52,466

NOTE 12 IN-KIND SUPPORT

ACCA receives various types of in-kind support, including facilities, food, furniture and professional services. A summary of in-kind support received by type for the years ended June 30, 2015 and 2014, is as follows:

	2015	2014
Rent and Utilities	$ 459,410	$ 467,682
Donated Food	135,430	117,689
Donated Furniture	19,614	21,930
Donated Professional Service	-	3,600
Donated Software	-	29,711
Donated Other	6,312	10,776
	$ 620,766	$ 651,388

NOTE 13 PENSION PLAN

Effective October 1, 2014, ACCA amended its 403(b) plan agreement. The amended plan agreement is available for employees who are 18 or older, and has worked greater than 1,000 hours or one year of service. The plan allows for a discretionary employer match. Under this plan, amounts contributed to the plan for the benefit of eligible employees were treated as deferred salary. As the plan qualified under Section 403(b) of the Internal Revenue Code, such deferred salary payments were not treated as taxable income for the employees. Retirement plan expense for the year ended June 30, 2015 and 2014, is $4,925 and $0, respectively.

NOTE 14 LEASED FACILITIES

The Child Development Center operates at 7200 Columbia Pike, Annandale, Virginia. The preschool day care activities are housed in a former elementary school where approximately 12,000 square feet of space is leased from Fairfax County for rental of $627 per month, including all utilities. The lease agreement executed August 26, 1980, does not specify any fixed terms but provides that the County Board of Supervisors may adjust all terms and conditions of the lease upon 120 days written notice. The infant and toddler day care activities are housed at an additional facility adjacent to the preschool day care, consisting of approximately 6,000 square feet of space which ACCA began leasing from Fairfax County on October 1, 1991. The lease provides for free rent and utilities and for automatic renewal on a yearly basis unless 90 days written notice is given by either party. The facility is accepted “as is” with the understanding that ACCA is solely responsible for all necessary repairs and improvements. ACCA’s total rent and custodial expense was $50,802 and $43,100 for the years ended June 30, 2015 and 2014, respectively.

The fair value of free rent component has been recorded in the accompanying financial statements as in-kind support and in-kind expense, estimated at $27 a square foot for the years ended June 30, 2015 and 2014, less the actual amount of rent and custodial expenses paid by ACCA.

NOTE 15 LEASED EQUIPMENT

ACCA has two operating lease agreements for two copiers. Future minimum lease payments under the above two leases are as follows for June 30:

2016	$ 15,383
2017	10,158
	$ 25,541

NOTE 16 ECONOMIC DEPENDENCY AND CONCENTRATION OF REVENUE

The operation of ACCA is dependent to a significant extent on continuing contributions from area churches and by future funding from Fairfax County and the United States Department of Agriculture. The CDC received 46% and 45% of total revenue directly from Fairfax County for parental tuition subsidies for the years ending June 30, 2015 and 2014, respectively. The CDC also received 12% and 13% of total revenue directly from Fairfax County for in-kind rent and utilities for the years ending June 30, 2015 and 2014, respectively.