

AUDITED FINANCIAL STATEMENTS

COMMUNITY HARVEST, INC.

June 30, 2009



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To the Board of Trustees
Community Harvest, Inc.

I have audited the accompanying statements of financial position of Community Harvest, Inc. (a nonprofit organization) as of June 30, 2009 and the related statements of activities, cash flows and functional expenses for the year then ended. These financial statements are the responsibility of the Organization's management. My responsibility is to express an opinion on these financial statements based on my audit. The prior year summarized comparative information has been derived from the Organization's 2006 financial statements and, in my report dated January 29, 2008, I expressed an unqualified opinion on those financial statements.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities and net asset balances of Community Harvest, Inc. as of June 30, 2009, and its support, revenue and expenses for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

David H. Wackerly CPA

January 16, 2010

COMMUNITY HARVEST, INC.
Statement of Financial Position
June 30, 2009
(With Comparative Totals for 2008)

ASSETS

	2009	2008
CURRENT ASSETS		
Cash	\$ 25,091	\$ 24,393
Accounts Receivable	19,000	23,000
TOTAL CURRENT ASSETS	44,091	47,393
FIXED ASSETS		
Furniture and equipment	1,332	1,332
Delivery equipment	41,465	41,465
	42,797	42,797
Less: accumulated depreciation	38,985	37,678
TOTAL FIXED ASSETS	3,812	5,119
TOTAL ASSETS	\$ 47,903	\$ 52,512

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES		
Payroll taxes payable	\$ 1,586	\$ 1,543
NET ASSETS		
Unrestricted	46,317	50,969
Temporarily restricted	-	-
TOTAL NET ASSETS	46,317	50,969
TOTAL LIABILITIES AND NET ASSETS	\$ 47,903	\$ 52,512

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

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COMMUNITY HARVEST, INC.
Statement of Activities
For the Year Ended June 30, 2009
(With Comparative Totals for 2008)

SUPPORT AND REVENUE	<u>UNRESTRICTED</u>	<u>TEMPORARILY RESTRICTED</u>	<u>TOTALS</u>	
			<u>2009</u>	<u>2008</u>
SUPPORT				
Contributions, fundraisers	\$ 33,584	\$ -	\$ 33,584	\$ 27,485
Celebrity cuisine	19,000	-	19,000	23,000
In-kind donations - food	732,925	-	732,925	679,054
REVENUE				
Interest income	144	-	144	887
NET ASSETS RELEASED FROM RESTRICTIONS:				
Restrictions satisfied	-	-	-	-
TOTAL SUPPORT AND REVENUE	785,653	-	785,653	730,426
EXPENSES				
Program services	762,949	-	762,949	710,117
General and administrative	27,356	-	27,356	25,641
TOTAL EXPENSES	790,305	-	790,305	735,758
CHANGES IN NET ASSETS	(4,652)	-	(4,652)	(5,332)
NET ASSETS, BEGINNING OF YEAR	50,969	-	50,969	56,301
NET ASSETS, END OF YEAR	\$ 46,317	\$ -	\$ 46,317	\$ 50,969

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

COMMUNITY HARVEST, INC.
Statement of Cash Flows
For the Year Ended June 30, 2009
(With Comparative Totals for 2008)

	2009	2008
CASH FLOWS PROVIDED BY OPERATING ACTIVITIES:		
Change in net assets	\$ (4,652)	\$ (5,332)
Adjustment to reconcile change in net assets to net cash used for operating activities		
Depreciation	1,307	1,307
Decrease(Increase) in accounts receivable	4,000	(23,000)
Increase (Decrease) in payroll taxes payable	43	(88)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	698	(27,113)
CASH USED BY INVESTING ACTIVITIES		
Purchase of fixed assets	-	-
NET INCREASE (DECREASE) IN CASH	698	(27,113)
CASH, BEGINNING OF YEAR	24,393	51,506
CASH, END OF YEAR	\$ 25,091	\$ 24,393

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COMMUNITY HARVEST, INC.
Statement of Functional Expenses
For the Year Ended June 30, 2009
(With Comparative totals for 2008)

	PROGRAM SERVICES	GENERAL AND ADMINISTRATIVE	TOTALS	
			2009	2008
Wages	\$ 11,522	\$ 11,521	\$ 23,043	\$ 22,728
Benefits	2,807	2,807	5,614	5,087
Payroll taxes	946	946	1,892	1,815
TOTAL PERSONNEL	<u>15,275</u>	<u>15,274</u>	<u>30,549</u>	<u>29,630</u>
Donated food	732,925	-	732,925	679,054
Professional fees	-	1,815	1,815	1,872
Supplies	633	1,700	2,333	1,790
Telephone	873	874	1,747	1,838
Postage	445	445	890	547
Occupancy	1,677	1,678	3,355	3,547
Maintance	238	239	477	158
Printing and publications	-	4,259	4,259	3,639
Insurance	-	950	950	963
Vehicle expenses	9,286	-	9,286	10,073
Conferences, meetings	-	-	-	90
Other expenses	<u>290</u>	<u>122</u>	<u>412</u>	<u>1,250</u>
TOTAL EXPENSES BEFORE DEPRECIATION	761,642	27,356	788,998	734,451
Depreciation	<u>1,307</u>	<u>-</u>	<u>1,307</u>	<u>1,307</u>
TOTAL EXPENSES	<u>\$ 762,949</u>	<u>\$ 27,356</u>	<u>\$ 790,305</u>	<u>735,758</u>

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COMMUNITY HARVEST, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2009

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Nature of Activities:

Community Harvest, Inc.'s mission statement is to rescue prepared and perishable food from restaurants and caterers and distribute the food to hunger sights throughout Stark County.

Basis of Accounting:

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles.

Contributions:

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as temporarily restricted or permanently restricted support that increases those net asset classes. When a temporary restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Fixed Assets:

Fixed assets acquired by Community Harvest, Inc. are considered to be owned by Community Harvest, Inc. The organization follows the practice of capitalizing at cost all expenditures of fixed assets in excess of \$500. Depreciation is computed on a straight-line basis over the lives of the assets as follows:

Furniture and equipment	5 years
Vehicles	5 years

Functional Allocation of Expenses:

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

COMMUNITY HARVEST, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2009

Estimates:

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

Income Taxes:

Community Harvest, Inc. is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and therefore has made no provision for federal income taxes in the accompanying financial statements.

COMMUNITY HARVEST, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2009

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