

**Cheryl Rohlf & Associates, Ltd.**

*Certified Public Accountants*

**CASA LAKE COUNTY, INC.**  
**FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEARS ENDED**  
**JUNE 30, 2016 AND 2015**

**WITH**  
**REPORT OF CERTIFIED PUBLIC ACCOUNTANTS**

## **CONTENTS**

	<b>Page</b>
Independent Auditor's Report	1-2
Statements of Financial Position	3
Statements of Activities	4
Statements of Functional Expenses	5-6
Statements of Cash Flow	7
Notes to Financial Statements	8-11
Other Financial Information	12
Independent Auditors' Report on Financial Information	13
Schedules of Public Support and Revenues	14-15
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in accordance with <i>Government Auditing Standards</i> for the fiscal year ended June 30, 2016	16-17



Cheryl Rohlfs & Associates, Ltd.

*Certified Public Accountants*

## **INDEPENDENT AUDITOR'S REPORT**

January 17, 2017

To the Board of Directors of  
CASA Lake County, Inc.

### **Report on the Financial Statements**

We have audited the accompanying financial statements of CASA Lake County, Inc. (an Illinois nonprofit organization), which comprise the statements of financial position, as of June 30, 2016 and 2015, and the related statements of activities, functional expenses, and cash flows for the fiscal years then ended, and the related notes to the financial statements.

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

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

### ***Auditor's Responsibility***

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

***Opinion***

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of CASA Lake County, Inc. as of June 30, 2016 and 2015, and the changes in its net assets and its cash flows for the fiscal years then ended in accordance with accounting principles generally accepted in the United States of America.

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated January 17, 2017, on our consideration of CASA Lake County, Inc.'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 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 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 CASA Lake County, Inc.'s internal control over financial reporting and compliance.

*Cheryl Rohlf & Associates, Ltd.*

**CHERYL ROHLFS & ASSOCIATES, LTD.**

Northbrook, Illinois

**CASA LAKE COUNTY, INC.**  
**STATEMENTS OF FINANCIAL POSITION**  
**JUNE 30, 2016 AND 2015**

	<u>2016</u>	<u>2015</u>
<b>ASSETS</b>		
Cash	\$ 660,558	\$ 471,614
Investments	186,921	174,027
Unconditional Promises to Give	48,271	41,045
Prepaid Expenses	2,944	2,743
Security Deposits	4,000	4,000
Property and Equipment:		
Office Equipment	17,406	47,720
Furniture and Fixtures	20,925	25,925
Software	3,500	2,000
Website	<u>2,990</u>	<u>5,000</u>
	44,821	80,645
Less: Accumulated Depreciation	<u>(29,681)</u>	<u>(63,403)</u>
Total Property and Equipment	<u>15,140</u>	<u>17,242</u>
<b>Total Assets</b>	<u><u>\$ 917,834</u></u>	<u><u>\$ 710,671</u></u>
<b>LIABILITIES</b>		
Accounts Payable and Accrued Expenses	<u>\$ 69,544</u>	<u>\$ 19,929</u>
<b>Total Liabilities</b>	<u><u>\$ 69,544</u></u>	<u><u>\$ 19,929</u></u>
<b>Net Assets</b>		
Unrestricted	594,155	476,607
Board Designated	<u>214,135</u>	<u>214,135</u>
Total Unrestricted	<u>808,290</u>	<u>690,742</u>
Temporarily Restricted	<u>40,000</u>	<u>-</u>
<b>Total Net Assets</b>	<u><u>\$ 848,290</u></u>	<u><u>\$ 690,742</u></u>
<b>Total Liabilities and Net Assets</b>	<u><u>\$ 917,834</u></u>	<u><u>\$ 710,671</u></u>

See accompanying notes and independent auditor's report.

**CASA LAKE COUNTY, INC.  
STATEMENTS OF ACTIVITIES  
FOR THE FISCAL YEARS ENDED JUNE 30, 2016 AND 2015**

	<u>2016</u>	<u>2015</u>
<b>UNRESTRICTED NET ASSETS:</b>		
<b>Unrestricted Revenues and Gains:</b>		
Public Support:		
Government Grants (Schedule I)	\$ 53,570	\$ 60,935
Contributions and United Way (Schedule I)	584,015	453,456
Special Events and Fundraising Revenues:		
Annual Dinner Benefit, less expenses of \$103,195		
in 2016 and \$90,625 in 2015	305,675	199,265
Golf Outings, less expenses of \$30,951 in 2016		
and \$76,093 in 2015	78,618	87,952
Other Fundraising	435	2,470
Other Revenues:		
Training Fees	5,990	4,445
Miscellaneous Income	2,517	-
Investment Income	<u>8,777</u>	<u>16,035</u>
<b>Total Unrestricted Revenues and Gains</b>	1,039,597	824,558
Net Assets Released From Restrictions Satisfied		
By Payments	<u>-</u>	<u>71,975</u>
<b>Total Unrestricted Revenues, Gains, and Other Support</b>	<u>1,039,597</u>	<u>896,533</u>
<b>Expenses:</b>		
Program Services	809,957	773,892
Supporting Services:		
Management and General	48,376	50,018
Development	<u>63,716</u>	<u>54,580</u>
<b>Total Expenses</b>	<u>922,049</u>	<u>878,490</u>
 <b>INCREASE IN UNRESTRICTED NET ASSETS</b>	 <u>\$ 117,548</u>	 <u>\$ 18,043</u>
 <b>TEMPORARILY RESTRICTED NET ASSETS:</b>		
Restricted Grant Received	\$ 40,000	\$ -
Net Assets Released From Restrictions	<u>-</u>	<u>(71,975)</u>
 <b>INCREASE (DECREASE) IN TEMPORARILY RESTRICTED NET ASSETS</b>	 <u>\$ 40,000</u>	 <u>\$ (71,975)</u>
 <b>INCREASE (DECREASE) IN NET ASSETS</b>	 <u>\$ 157,548</u>	 <u>\$ (53,932)</u>
<b>NET ASSETS, BEGINNING OF YEAR</b>	<u>690,742</u>	<u>744,674</u>
 <b>NET ASSETS, END OF YEAR</b>	 <u>\$ 848,290</u>	 <u>\$ 690,742</u>

See accompanying notes and independent auditor's report.

**CASA LAKE COUNTY, INC.**  
**STATEMENTS OF FUNCTIONAL EXPENSES**  
**FOR THE FISCAL YEARS ENDED JUNE 30, 2016 AND 2015**

	<u>Program</u>	<u>Management and General</u>	<u>Development</u>	<u>2016 Total</u>
Compensation and Related Expenses:				
Salaries	\$ 576,881	\$ 28,020	\$ 45,496	\$ 650,397
Payroll Taxes	47,904	2,322	3,780	54,006
Employee Benefits	58,026	2,813	4,579	65,418
	<u>\$ 682,811</u>	<u>\$ 33,155</u>	<u>\$ 53,855</u>	<u>\$ 769,821</u>
Seminars and Education	6,925	-	-	6,925
Meetings and Conferences	1,399	1,224	-	2,623
Advocate Training and Development	2,771	-	-	2,771
Recognition Dinner	1,352	-	-	1,352
Occupancy	63,372	3,072	5,001	71,445
Telephone and Internet	5,479	266	432	6,177
Postage	2,341	114	185	2,640
Office Expenses and Printing	22,433	1,087	1,770	25,290
Insurance	3,715	1,094	-	4,809
Dues and Subscriptions	2,895	-	-	2,895
Professional Fees	3,000	7,884	-	10,884
Promotional Materials	1,544	-	-	1,544
Miscellaneous Expenses	3,045	147	240	3,432
Other Fundraising Expenses	-	-	1,690	1,690
Total Expenses Before Depreciation	<u>\$ 803,082</u>	<u>\$ 48,043</u>	<u>\$ 63,173</u>	<u>\$ 914,298</u>
Depreciation	6,875	333	543	7,751
<b>TOTAL EXPENSES</b>	<u><u>\$ 809,957</u></u>	<u><u>\$ 48,376</u></u>	<u><u>\$ 63,716</u></u>	<u><u>\$ 922,049</u></u>

See accompanying notes and independent auditor's report.

**CASA LAKE COUNTY, INC.**  
**STATEMENTS OF FUNCTIONAL EXPENSES**  
**FOR THE FISCAL YEARS ENDED JUNE 30, 2016 AND 2015 (CONTINUED)**

	Program	Management and General	Development	2015 Total
Compensation and Related Expenses:				
Salaries	\$ 543,028	\$ 28,048	\$ 35,671	\$ 606,747
Payroll Taxes	51,695	2,678	3,406	57,779
Employee Benefits	47,033	2,454	3,230	52,717
	<u>\$ 641,756</u>	<u>\$ 33,180</u>	<u>\$ 42,307</u>	<u>\$ 717,243</u>
Seminars and Education	4,313	-	-	4,313
Travel and Lodging - Staff	2,782	-	-	2,782
Meetings and Conferences	728	242	-	970
Advocate Training and Development	719	-	-	719
Recognition Dinner	3,552	-	-	3,552
Occupancy	61,571	4,709	6,157	72,437
Telephone and Internet	5,044	296	593	5,933
Postage	2,785	164	328	3,277
Office Expenses and Printing	25,225	1,484	2,968	29,677
Insurance	4,932	1,233	-	6,165
Dues and Subscriptions	1,775	-	-	1,775
Professional Fees	7,000	8,331	-	15,331
Promotional Materials	5,255	-	-	5,255
Other Fundraising Expenses	-	-	1,468	1,468
Total Expenses Before Depreciation	<u>\$ 767,437</u>	<u>\$ 49,639</u>	<u>\$ 53,821</u>	<u>\$ 870,897</u>
Depreciation	6,455	379	759	7,593
<b>TOTAL EXPENSES</b>	<u><u>\$ 773,892</u></u>	<u><u>\$ 50,018</u></u>	<u><u>\$ 54,580</u></u>	<u><u>\$ 878,490</u></u>

See accompanying notes and independent auditor's report.



**CASA LAKE COUNTY, INC.**  
**STATEMENTS OF CASH FLOWS**  
**FOR THE FISCAL YEARS ENDED JUNE 30, 2016 AND 2015**

	<u>2016</u>	<u>2015</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Increase (Decrease) in Net Assets	\$ 157,548	\$ (53,932)
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
Depreciation	7,751	7,592
Loss on Disposal of Assets	841	-
Unrealized Gains on Investments	(3,135)	(10,627)
(Increase) Decrease in Operating Assets:		
Unconditional Promises to Give	(7,226)	10,143
Prepaid Expenses	(201)	25,896
Increase (Decrease) in Operating Liabilities:		
Accounts Payable	<u>49,615</u>	<u>(9,961)</u>
 NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	 <u>\$ 205,193</u>	 <u>\$ (30,889)</u>
 <b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
(Increase) Decrease in Investments	\$ (9,759)	\$ 35,444
Purchases of Property and Equipment	<u>(6,490)</u>	<u>(1,490)</u>
 NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES	 <u>\$ (16,249)</u>	 <u>\$ 33,954</u>
 <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>	 <u>\$ -</u>	 <u>\$ -</u>
 NET INCREASE IN CASH	 \$ 188,944	 \$ 3,065
 <b>CASH, BEGINNING OF YEAR</b>	 <u>471,614</u>	 <u>468,549</u>
 <b>CASH, END OF YEAR</b>	 <u><u>\$ 660,558</u></u>	 <u><u>\$ 471,614</u></u>

See accompanying notes and independent auditor's report.

**CASA LAKE COUNTY, INC.  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2016 AND 2015**

**1. NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES**

**Nature of Activities**

CASA Lake County, Inc. (Organization) was incorporated under the laws of Illinois in October 1993, as a non-for-profit corporation. CASA Lake County advocates for the best interests of abused and neglected children within the juvenile court system. Based on the belief that every child is entitled to a safe and permanent home, thoroughly trained CASA volunteers work in collaboration with key agencies, legal counsel and community resources to serve as the child's advocate and represent the child's best interest in juvenile court.

**Basis of Accounting**

The financial statements of CASA Lake County have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities.

**Basis of Presentation**

The Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

**Cash and Cash Equivalents**

For purposes of the Statement of Cash Flows, the Organization considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

**Contributions**

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

**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.

### **Investments**

Investments in equity securities and certificates of deposit are stated at fair market value. Unrealized gains and losses are included in the change in net assets in the accompanying statement of activities.

### **Property and Equipment**

It is the Organization's policy to capitalize property and equipment more than \$1,000. Lesser amounts are expensed. Purchased property and equipment are capitalized at cost. Donations for property and equipment are recorded as support at their estimated fair value. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support.

Property and equipment are depreciated using the straight-line method over the useful lives of the assets as follows:

Office Equipment	5-10 years
Furniture and Fixtures	5-10 years
Software	3 years
Website	3 years

### **Promises to Give**

Unconditional promises to give are recognized as revenues or gains in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promises become unconditional.

### **Income Taxes**

The Organization is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. However, income from certain activities not directly related to the Organization's tax-exempt purpose is subject to taxation as unrelated business income. In addition, the Organization qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization other than a private foundation under Section 509 (a)(2).

### **Expense Allocations**

The costs of providing program and supporting services have been summarized on a functional basis in the Statement of Activities and in the Statement of Functional Expenses. Accordingly, costs have been allocated between the Organization's program and the supporting services in a direct functional method, when applicable, and on the basis of proportional use of the service provided.

## **Donated Services**

Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by individuals possessing those skills, and would typically need to be purchased by the Organization. Donated services are recorded at their fair values in the year received.

The Organization's program services rely upon the extensive use of volunteer time. These volunteers receive specialized initial training and must fulfill ongoing continuing education requirements. This contributed time is used to provide essential court-appointed advocacy services to the Organization's client population.

## **2. CONCENTRATIONS OF CREDIT RISK**

The Organization maintains its cash balances in four financial institutions. The cash balances are insured by the Federal Deposit Insurance Corporation up to \$250,000. The cash balances exceeded the insured limits by \$165,186 and \$108,512 as of June 30, 2016 and 2015, respectively.

## **3. INVESTMENTS**

The Organization has short-term investments in certificates of deposits and equity securities, which are carried at the quoted market values.

These investments include the following at June 30:

	<u>2016</u>	<u>2015</u>
<b>Certificates of Deposit</b>		
Due through 9/3/19, 1.2% to 2.25%	\$ 64,672	\$ 64,060
<b>Equity Securities</b>	<u>122,249</u>	<u>109,967</u>
<b>Total Investments</b>	<u>\$ 186,921</u>	<u>\$ 174,027</u>

The investment income and changes in market value have been included in the Statements of Activities of \$8,777 and \$16,035 for the fiscal years ended June 30, 2016 and 2015, respectively.

## **4. FAIR VALUE MEASUREMENTS**

Fair values of assets measured on a recurring basis as of June 30, 2016 were as follows:

	<u>Fair Value</u>	<u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u>	<u>Significant Other Observable Inputs (Level 2)</u>	<u>Significant Unobservable Inputs (Level 3)</u>
Certificates of Deposit	\$ 64,672	\$ 64,672	\$ -	\$ -
Equity Securities	<u>122,249</u>	<u>122,249</u>	<u>-</u>	<u>-</u>
	<u>\$ 186,921</u>	<u>\$ 186,921</u>	<u>\$ -</u>	<u>\$ -</u>

Fair values of assets measured on a recurring basis as of June 30, 2015 were as follows:

	<u>Fair Value</u>	<u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u>	<u>Significant Other Observable Inputs (Level 2)</u>	<u>Significant Unobservable Inputs (Level 3)</u>
Certificates of				
Deposit	\$ 64,060	\$ 64,060	\$ -	\$ -
Equity Securities	<u>109,967</u>	<u>109,967</u>	<u>-</u>	<u>-</u>
	<u>\$ 174,027</u>	<u>\$ 174,027</u>	<u>\$ -</u>	<u>\$ -</u>

Fair values for these investments are determined by reference to quoted market prices and other relevant information generated by market transactions.

## **5. LEASE COMMITMENT**

CASA Lake County entered into a lease agreement for office space for a five-year term to April 2016, at a monthly rental of \$4,000. The Organization is responsible for utilities expense, landscaping and snow removal and security under this agreement. The lease was extended for five years to April 2021. Under the lease extension, monthly rental is 4,500 from April 2016 to March 2017, \$4,800 from April 2017 to March 2018 and \$5,000 from April 2018 to April 2021. Rent expense for the fiscal years ended June 30, 2016 and 2015 was \$49,500 and \$48,000, respectively.

Minimum future rental payments under the operating lease are:

<u>Fiscal Year Ending</u>	<u>Amount</u>
2017	\$ 54,900
2018	58,200
2019	60,000
2020	<u>45,000</u>
	<u>\$ 218,100</u>

## **6. EVALUATION OF SUBSEQUENT EVENTS**

The Organization has evaluated subsequent events through January 17, 2017, the date which the financial statements were available to be issued.

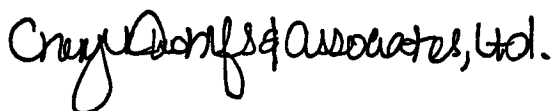
**OTHER FINANCIAL INFORMATION**

**INDEPENDENT AUDITOR'S REPORT  
ON FINANCIAL INFORMATION**

January 17, 2017

To the Board of Directors of  
CASA Lake County, Inc.

We have audited the financial statements of CASA Lake County, Inc. as of and for the fiscal years ended June 30, 2016 and 2015, and have issued our report thereon dated January 17, 2017, which contained an unmodified opinion on those financial statements. Our audits were performed for the purpose of forming an opinion on the financial statements as a whole. The schedules of public support are presented for the 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.



**CHERYL ROHLFS & ASSOCIATES, LTD.**  
Northbrook, Illinois

**CASA LAKE COUNTY, INC.**  
**SCHEDULES OF PUBLIC SUPPORT**  
**FOR THE FISCAL YEARS ENDED JUNE 30, 2016 AND 2015**

	<u>2016</u>	<u>2015</u>
<b>UNITED WAY, CONTRIBUTIONS AND OTHER GRANTS:</b>		
National CASA	\$ 40,000	\$ 60,200
United Way of Lake County	14,000	14,000
Gorter Family Foundation	30,000	-
Circle of Service	-	20,000
Trustmark Foundation	28,500	28,500
Heartland Children's Foundation	5,500	-
Jewish Federation of Metropolitan Chicago	10,000	10,000
Winnetka Congregational Church	6,000	6,000
John R. Houlsby Foundation	20,000	25,000
George M. Eisenberg Foundation for Charities	5,000	5,000
W.W. Grainger, Inc.	5,000	5,000
Community Foundation for the Fox Valley Region, Inc.	32,687	25,153
Blowitz-Ridgeway Foundation	10,000	10,000
Hospira Foundation	-	10,000
Lundbeck	10,000	15,000
Russell V. Ray and Mary Rose Ray Charitable Trust	50,000	-
Chicago Mercantile Exchange	15,000	5,000
Grotefeld Hoffman, LLP	5,000	10,000
Cardinal Health Foundation	-	7,500
The Society of First Presbyterian Church of Lake Forest	10,000	20,000
John and Editha Kapoor Charitable Foundation	10,000	-
Grace A. Bersted Foundation	15,000	-
AON Foundation	10,000	-
AbbVie Inc.	25,000	10,000
Zurich North	-	7,500
St. Joseph Catholic Church	5,000	5,000
Healthcare Foundation of Highland Park	30,000	10,000
Sacks Family Foundation	-	9,250
Illinois Tool Works Foundation	6,195	-
UL LLC	12,000	-
Takeda Pharmaceuticals U.S.A., Inc.	55,700	-
Various Organizations, Foundations, Churches, and Individuals Contributions and Grants	<u>158,433</u>	<u>135,353</u>
Total	<u>\$ 624,015</u>	<u>\$ 453,456</u>

See accompanying notes and independent auditor's report.



**CASA LAKE COUNTY, INC.**  
**SCHEDULES OF PUBLIC SUPPORT (CONTINUED)**  
**FOR THE FISCAL YEARS ENDED JUNE 30, 2016 AND 2015**

	<u>2016</u>	<u>2015</u>
<b>GRANTS FROM GOVERNMENTAL AGENCIES:</b>		
City of Waukegan - Community Development Block Grant	\$ 6,000	\$ 6,000
Lake County Community Development Block Grant	25,000	30,000
Libertyville Township Grant	2,920	3,000
State of Illinois Attorney General - Violent Crime Victims Assistance Act Grant	13,150	11,935
Village of Vernon Hills	5,000	5,000
Vernon Township	<u>1,500</u>	<u>5,000</u>
Total Unrestricted	<u>\$ 53,570</u>	<u>\$ 60,935</u>
<b>SPECIAL EVENT SPONSORS AND CONTRIBUTORS:</b>		
AbbVie	\$ -	\$ 10,000
BACO, Inc.	7,900	16,475
Baxter International, Inc.	10,000	10,000
CDW	46,000	25,000
Stericycle	-	5,000
AON Foundation	20,000	30,000
Lundbeck LLC	10,000	10,000
UL LLC	10,000	-
Illinois Tool Works, Inc.	10,000	10,000
Hewlett-Packard Tech	-	10,000
Walgreens	-	10,000
Medline Industries, Inc.	5,000	5,000
Zurich American Insurance	-	5,000
The Canning Foundation	5,000	-
Northwestern Memorial Foundation	5,000	-
Other	<u>271,198</u>	<u>62,989</u>
	<u>\$ 400,098</u>	<u>\$ 209,464</u>

See accompanying notes and independent auditor's report.

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED  
ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE  
WITH  
GOVERNMENT AUDITING STANDARDS**

January 17, 2017

To the Board of Directors of  
CASA Lake County, Inc.

We have audited, 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, the financial statements of CASA Lake County, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2016, and the related statements of activities, functional expenses and cash flows for the fiscal year then ended, and the related notes to the financial statements, and have issued our report thereon dated January 17, 2017.

**Internal Control Over Financial Reporting**

In planning and performing our audit of financial statements, we considered CASA Lake County, Inc.'s internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the CASA Lake County, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

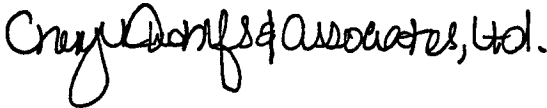
**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether CASA Lake County, Inc.'s financial statements are free from material misstatement, we performed tests of its compliance with certain

provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



**CHERYL ROHLFS & ASSOCIATES, LTD.**

Northbrook, Illinois