

**CORNERHOUSE-INTERAGENCY
CHILD ABUSE EVALUATION CENTER**

FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2013

**CORNERHOUSE-INTERAGENCY
CHILD ABUSE EVALUATION CENTER
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YEAR ENDED DECEMBER 31, 2013**

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INDEPENDENT AUDITORS' REPORT

Board of Directors
CornerHouse-Interagency
Child Abuse Evaluation Center
Minneapolis, Minnesota

We have audited the accompanying financial statements of CornerHouse-Interagency Child Abuse Evaluation Center (a nonprofit organization), which comprise the statement of financial position as of December 31, 2013, and the related statements of activities and changes in net assets, 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 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.

Board of Directors
CornerHouse-Interagency
Child Abuse Evaluation Center

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of CornerHouse-Interagency Child Abuse Evaluation Center as of December 31, 2013 and the changes in its net assets, functional expenses 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 CornerHouse-Interagency Child Abuse Evaluation Center's 2012 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated May 13, 2013. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2012, is consistent, in all material respects, with the audited financial statements from which it has been derived.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Minneapolis, Minnesota
May 19, 2014

**CORNERHOUSE-INTERAGENCY
CHILD ABUSE EVALUATION CENTER
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2013
(WITH SUMMARIZED TOTALS AS OF DECEMBER 31, 2012)**

	2013	2012
ASSETS		
CURRENT ASSETS		
Cash and Cash Equivalents	\$ 471,134	\$ 482,194
Certificates of Deposit	25,903	25,852
Accounts Receivable	70,670	53,891
Contributions Receivable	2,850	7,084
Prepaid Expenses	3,187	12,523
Intangible Assets	4,000	-
Total Current Assets	577,744	581,544
Land Lease, Net	15,600	16,800
Property and Equipment, Net	528,829	586,973
Total Assets	\$ 1,122,173	\$ 1,185,317
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts Payable	\$ 11,271	\$ 18,308
Accrued Payroll and Related Costs	80,373	91,778
Refundable Advances	51,401	46,335
Total Current Liabilities	143,045	156,421
NET ASSETS		
Unrestricted:		
Board Designated - Facility Replacement Reserve	225,000	225,000
Invested in Property and Equipment	528,829	586,973
Other	205,807	200,123
Total Unrestricted	959,636	1,012,096
Temporarily Restricted	19,492	16,800
Total Net Assets	979,128	1,028,896
Total Liabilities and Net Assets	\$ 1,122,173	\$ 1,185,317

See accompanying Notes to Financial Statements.

**CORNERHOUSE-INTERAGENCY
CHILD ABUSE EVALUATION CENTER
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
YEAR ENDED DECEMBER 31, 2013
(WITH SUMMARIZED TOTALS FOR THE YEAR ENDED DECEMBER 31, 2012)**

	2013			2012
	Unrestricted	Temporarily Restricted	Total	
SUPPORT AND REVENUE				
Foundations and Corporations	\$ 10,640	\$ 15,000	\$ 25,640	\$ 21,000
Contributions - Cash	27,413	-	27,413	51,400
Contributions - In-Kind	126,488	-	126,488	157,514
Special Fundraising Events	299,570	-	299,570	208,916
Less: Costs of Direct Benefits to Donors	(24,300)	-	(24,300)	(41,979)
Contracts	561,551	-	561,551	613,970
Fees	248,882	-	248,882	218,741
Government Grants	67,000	-	67,000	76,215
Investment Income	653	-	653	1,389
Other	503	-	503	4,150
Net Assets Released from Restrictions Upon Expiration of Time and Purpose Restrictions	12,308	(12,308)	-	-
Total Support and Revenue	<u>1,330,708</u>	<u>2,692</u>	<u>1,333,400</u>	<u>1,311,316</u>
EXPENSES				
Program Services	1,089,512	-	1,089,512	1,097,523
Management and General	189,387	-	189,387	207,775
Fundraising	104,269	-	104,269	99,967
Total Expenses	<u>1,383,168</u>	<u>-</u>	<u>1,383,168</u>	<u>1,405,265</u>
CHANGE IN NET ASSETS	(52,460)	2,692	(49,768)	(93,949)
Net Assets - Beginning of Year	<u>1,012,096</u>	<u>16,800</u>	<u>1,028,896</u>	<u>1,122,845</u>
NET ASSETS - END OF YEAR	<u>\$ 959,636</u>	<u>\$ 19,492</u>	<u>\$ 979,128</u>	<u>\$ 1,028,896</u>

See accompanying Notes to Financial Statements.

CORNERHOUSE-INTERAGENCY
CHILD ABUSE EVALUATION CENTER
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2013
(WITH SUMMARIZED TOTALS FOR THE YEAR ENDED DECEMBER 31, 2012)

	2013					2012	
	Program Services						
	Forensic	Training	Service Development	Total	Management and General	Fundraising	Total
Salaries	\$ 427,514	\$ 160,601	\$ 103,268	\$ 691,383	\$ 59,055	\$ 30,699	\$ 781,137
Payroll Taxes	36,279	13,628	8,763	58,670	5,011	2,605	66,286
Employee Benefits	34,289	19,512	7,727	61,528	10,373	2,717	74,618
Total Personnel Expense	498,082	193,741	119,758	811,581	74,439	36,021	922,041
Professional Fees	12,771	31,612	-	44,383	3,282	-	47,665
Staff Development	1,246	842	-	2,088	8,082	-	10,170
Marketing	5,209	12,473	2,861	20,543	12,004	-	32,547
Office and Administration	9,927	7,955	2,710	20,592	14,566	1,470	36,628
Outside Financial Resources	-	-	-	-	49,423	-	49,423
Building and Property	16,741	8,821	3,880	29,442	3,933	1,364	34,739
Meals and Travel	2,154	4,194	-	6,348	3,074	-	9,422
Fund Development	-	-	13,098	13,098	-	53,662	53,662
In-Kind Contributions	57,012	29,771	-	99,881	13,280	9,219	122,380
Other Expense	-	-	-	-	-	-	-
Total Expenses and Other Than Depreciation and Direct Donor Benefits	603,142	289,409	142,307	1,034,858	182,083	101,736	1,318,677
Depreciation and Amortization	31,076	16,374	7,204	54,654	7,304	2,533	64,491
Total Expenses	\$ 634,218	\$ 305,783	\$ 149,511	\$ 1,089,512	\$ 189,387	\$ 104,269	\$ 1,383,168
Direct Donor Benefits:							
Twins Event							20,192
Gala Event							4,108
Total Expenses							\$ 1,407,468
							\$ 1,447,244

See accompanying Notes to Financial Statements. (5)

**CORNERHOUSE-INTERAGENCY
CHILD ABUSE EVALUATION CENTER
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2013
(WITH SUMMARIZED TOTALS FOR THE YEAR ENDED DECEMBER 31, 2012)**

	<u>2013</u>	<u>2012</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ (49,768)	\$ (93,949)
Adjustments to Reconcile Change in Net Assets to Net Cash		
(Used) Provided by Operating Activities:		
Depreciation	63,291	65,962
Amortization of Land Lease	1,200	1,200
Purchase of Intangible Assets	(4,000)	-
Reinvested Interest on Certificates of Deposit	(51)	-
Changes in Certain Assets and Liabilities:		
Accounts Receivable	(16,779)	24,225
Contributions Receivable	4,234	4,616
Prepaid Expenses	9,336	(95)
Accounts Payable	(7,037)	13,449
Accrued Payroll and Related Costs	(11,405)	19,480
Refundable Advances	5,066	17,678
Net Cash Provided (Used) by Operating Activities	<u>(5,913)</u>	<u>52,566</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Property and Equipment	(5,147)	(33,639)
Redemption of Certificates of Deposit	-	24,676
Purchase of Certificates of Deposit	-	(24,741)
Net Cash Used by Investing Activities	<u>(5,147)</u>	<u>(33,704)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(11,060)	18,862
Cash and Cash Equivalents - Beginning of Year	<u>482,194</u>	<u>463,332</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 471,134</u>	<u>\$ 482,194</u>
SUPPLEMENTAL CASH FLOW INFORMATION		
Donated Goods	<u>\$ 82,326</u>	<u>\$ 124,881</u>
Donated Services	<u>\$ 44,162</u>	<u>\$ 32,633</u>

See accompanying Notes to Financial Statements.

**CORNERHOUSE-INTERAGENCY
CHILD ABUSE EVALUATION CENTER
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013
(WITH SUMMARIZED TOTALS FOR THE YEAR ENDED DECEMBER 31, 2012)**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

For the past 24 years, CornerHouse-Interagency Child Abuse Evaluation Center (CornerHouse), located on the corner of 25th Street and 10th Avenue in Minneapolis, Minnesota, has been meeting the needs of children, adolescence and vulnerable adults referred by law enforcement and child protection community partners. It is the goal of CornerHouse to begin the healing process by assuring that an objective, non-duplicative forensic interview is conducted in a child centered environment with family support services offered to decrease the trauma and the likelihood of further victimization. Services are offered in a neutral approach which also protects the rights of the accused.

The mission of CornerHouse is to assure that the voices of children and adolescents are heard. Part of a national movement and accredited by the National Children's Alliance, CornerHouse is a 501(c)3 child advocacy center established as the result of a collaborative effort of county attorneys, law enforcement, child protection and concerned citizens during the late 1980s when concern about how children alleged to have been abused were interviewed and supported emerged. Working as a multi-disciplinary team with these partners, CornerHouse developed an internationally recognized protocol for interviewing children and training professionals working with children and teens.

The core philosophy of the CornerHouse work is that of "child first". The interview process, the décor and physical layout of the house and the support services offered incorporate the commitment that children's needs are above the priorities of the criminal justice system. This philosophy assures that a child's development and special needs such as language, mental health and physical challenges are all considered as a part of the interview process. Forensic interviewers are specially trained professionals both in the protocol and in child development, and the interview is non-duplicative so as to minimize trauma to the child. Multi-disciplinary team members attend the interview sessions to assure that concerns and planning occur in real time. Planning with respect to future needs, follow up by team members and medical and psychological support services are all included. Support services are designed based on research, which reflects that children are more likely to be kept safe if their family/caregivers feel supported. During this past year, CornerHouse has developed increased family support services, including a home visiting program.

Because of its leadership in the development of the forensic interviewing protocol, CornerHouse has become an international leader by training prosecutors, law enforcement and child protection workers in forensic interviewing. Utilizing the experienced forensic interviewers on staff as trainers in the program, CornerHouse conducts training for both basic and advanced levels of learning. To date, CornerHouse has trained child abuse professionals from 49 states and fifteen foreign countries including American Samoa, Canada, Colombia, Ireland, Jamaica, Japan, Kosovo, Nigeria, Uruguay, and The International Criminal Court at The Hague. As CornerHouse continues to research its practice modalities, it has and will continue to develop new training programs.

CORNERHOUSE-INTERAGENCY
CHILD ABUSE EVALUATION CENTER
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013
(WITH SUMMARIZED TOTALS FOR THE YEAR ENDED DECEMBER 31, 2012)

NOTE 1 **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

Organization (Continued)

In 2013, CornerHouse served over 450 children and adolescents who were alleged to have been abused either sexually or physically as well as witnesses to violent crimes. Over 80% of the family members who came to CornerHouse were provided with counseling and support, referrals for counseling and consultation on strategies for keeping their children safe in the future.

Financial Statement Presentation

Net assets and revenues, gains, and losses are classified based on donor imposed restrictions. Accordingly, net assets of CornerHouse and changes therein are classified and reported as follows:

Unrestricted – Resources over which the board of directors has discretionary control. Designated amounts represent those revenues which the board has set aside for a particular purpose.

Temporarily Restricted – Those resources subject to donor imposed restrictions which will be satisfied by actions of CornerHouse or passage of time.

Cash and Cash Equivalents

CornerHouse considers highly liquid investments with original maturities of three months or less to be cash equivalents. The Organization places its cash and temporary cash investments with high credit quality financial institutions. At times, such amounts may be in excess of the FDIC insurance limits. The Organization has not experienced any loss associated with this practice.

Concentration of Credit Risk

CornerHouse places its cash with one banking institution. At times the amount on deposit exceeds the insured limit of the institution which exposes CornerHouse to a collection risk. CornerHouse has not experienced any losses on its cash deposits. Management believes it is not exposed to any significant credit risk on these accounts.

Accounts Receivable

Receivables are stated at net realizable value. CornerHouse provides an allowance for bad debts using the allowance method, which is based on management judgment considering historical information. Accounts for which no payments have been received are individually assessed for collectability and are written off when deemed uncollectible. At December 31, 2013, all amounts were deemed collectible, so no allowance was necessary.

CORNERHOUSE-INTERAGENCY
CHILD ABUSE EVALUATION CENTER
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013
(WITH SUMMARIZED TOTALS FOR THE YEAR ENDED DECEMBER 31, 2012)

NOTE 1 **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

Property and Equipment

CornerHouse capitalizes additions to property and equipment over \$500. Purchased items are capitalized at cost. Donated property and equipment are capitalized at the estimated fair market value at the date of receipt. Depreciation is computed using the straight-line method over the estimated useful lives of the assets. The cost of maintenance and repairs is charged to expense as incurred; renewals or betterments over \$500 are capitalized.

Contributions

Contributions are recognized when the donor makes a commitment to give to CornerHouse that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in temporarily restricted net assets and transferred to unrestricted net assets when restrictions expire or the condition is met. 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.

Contributed Materials and Services

Contributed materials are recorded at their fair value when received and are included in contribution income. Contributed services are recorded as contributions, at their fair value, when the service creates or enhances a non-financial asset or the service requires specialized skills that would need to be purchased if not provided by donation.

Government Grants, Contracts and Fees

Government grants, contracts and fees are generally considered exchange transactions and are recorded as revenue when earned. Revenue is earned when eligible expenditures, as defined in each grant or contract, are incurred, or when services are provided. Funds received but not yet earned are recorded as refundable advances.

Functional Allocation of Expense

Expenses incurred have been summarized on a functional basis. Expenses which relate to a specific program or to a supporting service are charged directly to the function while other expenses are allocated primarily based on management estimates of how employees spend their time.

Summarized 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 U.S. generally accepted accounting principles. Accordingly, such information should be read in conjunction with CornerHouse's financial statements for the year ended December 31, 2012 from which the summarized information was derived.

**CORNERHOUSE-INTERAGENCY
CHILD ABUSE EVALUATION CENTER
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013
(WITH SUMMARIZED TOTALS FOR THE YEAR ENDED DECEMBER 31, 2012)**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Use of Estimates

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of asset and liabilities and disclosure 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.

Income Taxes

CornerHouse-Interagency Child Abuse Evaluation Center is exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code and similar state income tax laws. CornerHouse is a public charity and contributions to the Organization qualify as a charitable tax deduction by the contributor.

CornerHouse follows guidance on accounting for uncertainty in income taxes. The Organization reviews and assesses its tax positions taken or expected to be taken in tax returns. Based on this assessment the Organization determines whether it is more likely than not that the tax positions would be sustained upon examination by tax authorities. The Organization's assessment has not identified any significant positions that it believes would not be sustained under examination. The Organization's tax returns are open to examination for tax years 2010 through 2012.

Reclassifications

Certain reclassifications have been made to the December 31, 2012 financial statements in order to present them in conformity with the December 31, 2013 financial statements. These reclassifications had no effect on net assets as previously reported.

Subsequent Events

In preparing these financial statements, CornerHouse has evaluated events and transactions for potential recognition or disclosure through May 19, 2014, the date the financial statements were available to be issued.

**CORNERHOUSE-INTERAGENCY
CHILD ABUSE EVALUATION CENTER
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013
(WITH SUMMARIZED TOTALS FOR THE YEAR ENDED DECEMBER 31, 2012)**

NOTE 2 PROPERTY AND EQUIPMENT

Property and equipment consist of the following:

	<u>2013</u>	<u>2012</u>	<u>Estimated Useful Life</u>
Building	\$ 1,159,919	\$ 1,159,919	20 - 29 Years
Furniture and Equipment	221,861	216,714	2 - 7 Years
Artwork	10,929	10,929	10 Years
	<u>1,392,709</u>	<u>1,387,562</u>	
Accumulated Depreciation	<u>(863,881)</u>	<u>(800,589)</u>	
Total	<u>\$ 528,829</u>	<u>\$ 586,973</u>	

NOTE 3 NET ASSETS

Board designated net assets have been set aside by the Board as a contingency for possible relocation if the existing land lease is terminated, or for renovation and expansion of the existing facility.

Temporarily restricted net assets are for the following purposes:

	<u>2013</u>	<u>2012</u>
Programs, Usage Restricted	\$ 3,892	\$ -
Land Lease	15,600	16,800
Total	<u>\$ 19,492</u>	<u>\$ 16,800</u>

NOTE 4 RETIREMENT PLAN

CornerHouse has a 401(k) retirement plan. Generally, all employees of CornerHouse who are over 21 years of age and have worked one month are eligible to participate in this plan. CornerHouse contributes a minimum of 1.5% of each employee's salary. Employees may contribute to the plan through a salary reduction agreement. CornerHouse matches employee contributions up to 4% of salary. Contributions charged to expense were \$4,814 and \$21,092 for the years ended December 31, 2013 and 2012, respectively.

**CORNERHOUSE-INTERAGENCY
CHILD ABUSE EVALUATION CENTER
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013
(WITH SUMMARIZED TOTALS FOR THE YEAR ENDED DECEMBER 31, 2012)**

NOTE 5 RELATED PARTY TRANSACTIONS

Children's Hospitals and Clinics of Minnesota (CHC)

CornerHouse has an agreement to purchase certain services and supplies through CHC. Total services and supplies purchased from CHC were \$19,635 and \$27,614 for the years ended December 31, 2013 and 2012, respectively. There were amounts of \$2,615 and \$1,818 owed to CHC at December 31, 2013 and 2012, respectively. CHC provided telephone and technology services which are reported as in-kind contributions included in utilities expense in the amount of \$27,600 for the years ended December 31, 2013 and 2012.

CHC also owns the land on which CornerHouse's building is located. During 1996, CornerHouse entered into a ground lease agreement with CHC. The lease expires December 31, 2027. The lease requires CornerHouse to pay \$1 per year plus its share of real estate taxes. The lease allows CHC to terminate the agreement with twelve months notice in the fifth, tenth and fifteenth through twenty-ninth years of the agreement. CornerHouse may terminate the lease at any time with twelve months notice. In 1999 an appraisal was done for the land subject to the ground lease. The land was valued at \$36,000. This asset was recorded and rent is expensed on a straight-line basis over the term of the lease. Rent expense was \$1,200 for the years ended December 31, 2013 and 2012.

Hennepin County

CornerHouse has entered into a contract for interview services with the Hennepin County Attorney's Office. Fees received under this contract were \$177,264 and 174,636 for the years ended December 31, 2013 and 2012. A key employee of Hennepin County Attorney's Office is a board member of CornerHouse.

City of Minneapolis

CornerHouse has entered into a contract with the City of Minneapolis to provide interviewing and evaluation services. Amounts received were \$147,408 and \$141,742 for the years ended December 31, 2013 and 2012, respectively. Two key employees of the City of Minneapolis are board members of CornerHouse.

Hubbard Radio

During 2013 and 2012, Hubbard Radio donated airtime to CornerHouse to air various announcements. The estimated value of this airtime was recorded as an in-kind contribution and in-kind radio outreach and advertising expense in the amount of \$9,225 and \$57,350. Of that total, \$4,613 and \$28,675 has been reported as program services expense, and \$4,612 and \$28,675 as fundraising expense based on the purpose of the various announcements aired for the years ended December 31, 2013 and 2012, respectively. A key employee of Hubbard Radio is a board member of CornerHouse.

**CORNERHOUSE-INTERAGENCY
CHILD ABUSE EVALUATION CENTER
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013
(WITH SUMMARIZED TOTALS FOR THE YEAR ENDED DECEMBER 31, 2012)**

NOTE 5 RELATED PARTY TRANSACTIONS (CONTINUED)

Dorsey & Whitney, LLP

During the years ended December 31, 2013 and 2012, CornerHouse received contributed legal services from Dorsey & Whitney, LLP of \$45,501 and \$39,931, respectively, which are reported as in-kind contributions. Of these totals, \$38,560 and \$33,306, respectively, are reported as program services expense in 2013 and 2012, and the remaining balance is in management and general expense. A partner at the firm is a board member of CornerHouse.

NOTE 6 IN-KIND CONTRIBUTIONS

In-kind contributions consist of the following for the years ended December 31:

	2013	2012
Legal Services	\$ 45,501	\$ 39,931
Telephone and Technology Services	27,600	27,600
Radio Outreach and Advertising	9,225	57,350
Auction Items and Food - Twins Event	44,162	32,633
Total	\$ 126,488	\$ 157,514

NOTE 7 ECONOMIC DEPENDENCE

CornerHouse received 41% of its 2013 support and revenue from governmental contracts with Hennepin County (22%), the City of Minneapolis (11%), and the State of Minnesota (8%).

CornerHouse received 33% of its 2012 support and revenue from governmental contracts with Hennepin County (14%), the City of Minneapolis (11%), and the State of Minnesota (8%).

NOTE 8 CONTINGENT LIABILITIES

Amounts received from grantor agencies are subject to audit and adjustment by grantor agencies. Such audits could result in claims against CornerHouse for disallowed costs of noncompliance with grantor restrictions. No provision has been made for any liabilities that may arise from such audits since the amounts, if any, cannot be determined at this time.