

**FRIENDS OF THE VA PUGET SOUND
FISHER HOUSE**

**INDEPENDENT AUDITORS' REPORT AND
FINANCIAL STATEMENTS**

**FOR THE YEARS ENDED
SEPTEMBER 30, 2015 AND 2014**

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Mahrt & Associates, PLLC

Certified Public Accountants

March 4, 2016

INDEPENDENT AUDITORS' REPORT

Board of Directors
Friends of the VA Puget Sound Fisher House
Seattle, Washington

We have audited the accompanying financial statements of Friends of the VA Puget Sound Fisher House (a nonprofit organization), which comprise the statements of financial position as of September 30, 2015 and 2014, and the related statements of activities, changes in net assets, and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal controls 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 audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free 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.

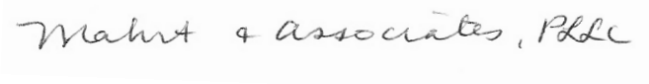
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Board of Directors
Friends of the VA Puget Sound Fisher House
Seattle, Washington

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Friends of the VA Puget Sound Fisher House as of September 30, 2015 and 2014, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Very truly yours,



Mahrt & Associates, PLLC
Federal Way, Washington

**FRIENDS OF THE VA PUGET SOUND FISHER HOUSE
STATEMENTS OF FINANCIAL POSITION**

	As of September 30,	
	<u>2015</u>	<u>2014</u>
ASSETS		
Current Assets		
Cash and Cash Equivalents	\$ <u>421,495</u>	\$ <u>265,801</u>
Total Assets	\$ <u>421,495</u>	\$ <u>265,801</u>
LIABILITIES AND UNRESTRICTED NET ASSETS		
Current Liabilities		
Accrued Payroll Taxes	\$ 1,986	\$ 2,280
Unallocated Payments Due to an Affiliated Organization	<u>100,000</u>	<u>-0-</u>
Total Current Liabilities	101,986	2,280
Net Assets		
Unrestricted	<u>319,509</u>	<u>263,521</u>
Total Liabilities and Unrestricted Net Assets	\$ <u>421,495</u>	\$ <u>265,801</u>

FRIENDS OF THE VA PUGET SOUND FISHER HOUSE
STATEMENTS OF ACTIVITIES AND CHANGE IN NET ASSETS

	For The Years Ended	
	September 30,	
	2015	2014
Support, Revenue and Interest Income		
Contributions	\$ 337,566	\$ 268,381
Interest Income	164	281
	337,730	268,662
Expenses		
Fundraising	19,897	20,781
Management and General	29,847	30,319
Program	131,998	126,074
Unallocated Payments to an Affiliated Organization	100,000	100,000
	281,742	277,174
Change in Unrestricted Net Assets	55,988	(8,512)
Net Assets - Beginning of Year	263,521	272,033
Net Assets - End of Year	\$ 319,509	\$ 263,521

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FRIENDS OF THE VA PUGET SOUND FISHER HOUSE
STATEMENTS OF CASH FLOWS

	For The Years Ended	
	September 30,	
	<u>2015</u>	<u>2014</u>
Cash Flows From Operating Activities		
Change in Unrestricted Net Assets	\$ 55,988	\$ (8,512)
Provided by Operating Activities:		
Increase in Other Current Liabilities	<u>99,706</u>	<u>1,010</u>
Changes in Cash and Cash Equivalents	155,694	(7,502)
Cash and Cash Equivalents, Beginning of Year	<u>265,801</u>	<u>273,303</u>
Cash and Cash Equivalents, End of Year	\$ <u>421,495</u>	\$ <u>265,801</u>

FRIENDS OF THE VA PUGET SOUND FISHER HOUSE
NOTES TO FINANCIAL STATEMENTS

NOTE 1 - ORGANIZATION AND PURPOSE AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Friends of the VA Puget Sound Fisher House (the “Organization”) was established and recognized as an exempt nonprofit 501(c)(3) organization by the Internal Revenue Service effective September 2006. The organization’s primary purpose is to provide goods and services and extra amenities that may not normally be available at the VA Puget Sound Fisher House. Consistent with those purposes, the organization assists in raising funds to defray the cost of operations of the house.

Basis of Accounting - The accounts of Friends of the VA Puget Sound Fisher House are maintained in accordance with the accrual basis of accounting.

Federal Income Taxes - The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code.

Accounting principles generally accepted in the United States of America require the Organization’s management to evaluate tax positions taken by the organization and recognize a tax liability (or asset) if the organization has taken an uncertain position that more likely than not would not be sustained upon examination by the Internal Revenue Service. The organization is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress. Therefore, no provision for federal income taxes has been made.

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

Cash and Cash Equivalents - For purposes of the statement of financial position and cash flows, the Organization considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents.

Date of Management’s Review - Subsequent events have been evaluated through March 4, 2016, which is the date the financial statements were available to be issued.

NOTE 2 - RECLASSIFICATIONS

Certain amounts in the 2014 financial statements have been reclassified, where appropriate, to conform to the financial presentation in 2015.

FRIENDS OF THE VA PUGET SOUND FISHER HOUSE
NOTES TO FINANCIAL STATEMENTS

NOTE 3 - CONCENTRATION OF CREDIT RISK

The Organization maintains cash deposits with its bank that at times may exceed the insurance provided by the Federal Deposit Insurance Corporation of \$250,000 per institution.

NOTE 4 - UNALLOCATED PAYMENTS TO AN AFFILIATED ORGANIZATION

For fiscal years in which the board determines the Organization is holding sufficient cash reserves, a donation will be made to the Fisher House Foundation, an affiliated organization. Payments to the Fisher House Foundation totaled \$100,000 and \$100,000 for the years ended September 30, 2015 and September 30, 2014, respectively.