

3CORE
(A NONPROFIT CORPORATION)

FINANCIAL STATEMENTS

FOR THE YEAR ENDED
JUNE 30, 2011

3CORE
(A Nonprofit Corporation)

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
3CORE

We have audited the accompanying statement of financial position of 3CORE (a nonprofit corporation) as of June 30, 2011, and the related statements of activities, functional expenses and cash flows for the year then ended. These financial statements are the responsibility of 3CORE's management. Our responsibility is to express an opinion on these financial statements based on our audit.

HARRISON-
DAILEY-WRIGHT
accountancy
corporation



CERTIFIED PUBLIC
ACCOUNTANTS

Michael E. Wright
CPA

John G. Woodmansee
CPA

Susan M. Farr
CPA

Ruth Wright
CPA

Lisanne M. Kelly
CPA

FOUNDED IN
1977 BY
RETIRED PRINCIPALS

Richard L. Harrison
George F. Dailey

We conducted our audit 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 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. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of 3CORE (a nonprofit corporation) as of June 30, 2011, and the changes in net assets and cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 5, 2011, on our consideration of 3CORE's internal control over financial reporting and our test of its compliance with certain provisions of laws, regulations, contracts, grants, 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is 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.


HARRISON-DAILEY-WRIGHT
Accountancy Corporation

October 5, 2011

3CORE
(A Nonprofit Corporation)

STATEMENT OF FINANCIAL POSITION
June 30, 2011

ASSETS

Current Assets:

Cash	\$ 94,652
Accounts receivable	50,690
Deposits and prepaid expenses	<u>5,665</u>

Total Current Assets \$ 151,007

Restricted Assets - Revolving Loan and Grant Programs:

Cash	967,542
Cash - loan loss reserve	101,233
North Valley Community Foundation Loan Confidence Fund	209,084
Land	42,000
Loans receivable	<u>2,990,530</u>

Total Restricted Assets - Revolving
Loan and Grant Programs 4,310,389

Fixed Assets:

Equipment	81,449
Leasehold improvements	1,279
Accumulated depreciation	<u>(68,931)</u>

Total Fixed Assets 13,797

Other Asset - North Valley Community Foundation

28,609

TOTAL ASSETS

\$ 4,503,802

The accompanying notes are an integral part of this statement.

