



FY 2017-2018 BUDGET

**2405 Tulare St.
Fresno, CA 93721**

**LIGHTHOUSE FOR CHILDREN, INC.
FY2017-2018 BUDGET SUMMARY**

Revenue	
Fund Balance	\$0
Annual Rent Income	\$148,000
Donations	\$0
Total Revenue	\$148,000
Expenses	
Administrative Contract	\$10,500
Insurance & Taxes Expense	
Insurance Expense	\$7,682
Taxes Expense	\$8,000
Insurance & Taxes Sub-total	\$15,682
Professional Services Expense	
Legal Services	\$4,278
Auditing Services	\$5,500
Professional Services Sub-total	\$9,778
New Market Tax Credit (NMTC) Expense	\$112,040
Total Expenses	\$148,000
Net Income	\$0

**DETAIL BUDGET LINE ITEMS
COST ANALYSIS AND JUSTIFICATION**

OPERATING EXPENSES

Administrative Contract	Amount
Justification/Calculations:	
<p>The Lighthouse for Children, Inc. (LFC) has an administrative services agreement in place with the Children and Families Commission of Fresno County (First 5 Fresno County) for services of day-to-day administrative operations such as bookkeeping, maintaining records, processing payments, procuring necessary services/goods for LFC's operation, etc. Services are paid for when rendered. Anticipated expenses for services in fiscal year (FY) 2017-2018 through this agreement are \$10,500.</p>	\$10,500

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<p>The Lighthouse for Children, Inc. (LFC) is required to carry insurance for Special Property Insurance Program (SPIP) and Directors and Officers policy (D&O) insurance. A 10% increase from the FY 2016-2017 amounts is recommended by the insurance broker for both coverages. Additionally, the LFC will be re-procuring for an accounting firm to prepare and file the required 990 tax form. Anticipated costs are outlined below. Property taxes are paid to the County of Fresno based on the rates provided by the Fresno County Assessor's Office.</p>	\$15,682																																																												
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Professional Services Expense	Amount										
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<p>The Lighthouse for Children, Inc. (LFC) contracts with outside professional contractors for legal and auditing services. LFC procured for auditing services for a total of four years with an option to renew, based on performance, for an additional three years. Fees for these services will remain the same throughout the term of the contract. Fewer board meetings are anticipated resulting in an potential decrease in expenses for legal services.</p>	\$9,778										
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NMTC Expenses	Amount																								
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<p>The Lighthouse for Children, Inc. (LFC) was formed through the New Market Tax Credit Program (NMTC) to obtain financing assistance for the construction of the LFC facility. Based on the financing structure and the agreement between the LFC and the NMTC investors, quarterly payments are issued to pay back the loan. The NMTC investors include two Community Development Entities (CDE). NMTC expenses include CDE filings, tax preparation, and audit.</p>	\$112,040																								
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**LIGHTHOUSE FOR CHILDREN, INC.
TWO YEAR BUDGET HISTORY**

REVENUE	FY16/17 BUDGET AMOUNT	FY16/17 PROJECTED ACTUALS	FY17/18 BUDGET
Fund Balance	\$256,341	\$256,341	\$0
Annual Rent Income	\$148,000	\$148,000	\$148,000
Tenant Improvement Contribution	\$395,000	\$395,000	\$0
Donations	\$0	\$0	\$0
TOTAL INCOME	\$799,341	\$799,341	\$148,000
EXPENSES			
Administrative Contract	\$25,000	\$11,770	\$10,500
Tenant Improvement Construction (3rd Floor)	\$630,500	\$630,500	\$0
Insurance & Taxes	\$15,000	\$15,000	\$15,682
Professional Services	\$11,341	\$10,550	\$9,778
NMTC Expenses	\$117,500	\$131,521	\$112,040
TOTAL EXPENSES	\$799,341	\$799,341	\$148,000
Net Income	\$0	\$0	\$0