

**IONIA MONTCALM SECURE AND FRIENDLY  
ENVIRONMENTAL CHILD ADVOCACY CENTER  
FINANCIAL STATEMENTS  
For the year ended December 31, 2021**

<b>Independent Auditors' Report</b>	<b>1 - 2</b>
<b>Statement of Financial Position</b>	<b>3</b>
<b>Statement of Activities</b>	<b>4</b>
<b>Statement of Functional Expenses</b>	<b>5</b>
<b>Statement of Cash Flows</b>	<b>6</b>
<b>Notes to Financial Statements</b>	<b>7 - 10</b>



WALKER, FLUKE & SHELDON, PLC

CERTIFIED PUBLIC ACCOUNTANTS

*Building Trust, Delivering Integrity, One Handshake at a Time.*

## INDEPENDENT AUDITORS' REPORT

The Board of Directors

Ionia Montcalm Secure and Friendly Environmental Child Advocacy Center

### Opinion

We have audited the accompanying financial statements of Ionia Montcalm Secure and Friendly Environmental Child Advocacy Center (a nonprofit organization), which comprise the statement of financial position as of December 31, 2021, and the related statement of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Ionia Montcalm Secure and Friendly Environmental Child Advocacy Center as of December 31, 2021, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Ionia Montcalm Secure and Friendly Environmental Child Advocacy Center and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Responsibilities for Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Ionia Montcalm Secure and Friendly Environmental Child Advocacy Center's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

### Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Ionia Montcalm Secure and Friendly Environmental Child Advocacy Center's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Ionia Montcalm Secure and Friendly Environmental Child Advocacy Center's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Hastings, MI  
July 25, 2022

Walker, Fiske & Shields, PLLC

**Ionia Montcalm Secure and Friendly Environmental Child Advocacy Center**  
**Statement of Financial Position**  
**December 31, 2021**

---

**Assets**

Current assets:	
Cash and cash equivalents	\$ 96,387
Grant receivables	364,462
Prepaid expenses	<u>6,955</u>
Total current assets	<u>467,804</u>
Property, furniture and equipment	229,191
Less: accumulated depreciation	<u>(53,972)</u>
Net property, furniture and equipment	<u>175,219</u>
Total assets	<u>\$ 643,023</u>

**Liabilities and Net Assets**

Current liabilities:	
Accounts payable	\$ 25,571
Accrued and other liabilities	<u>342,172</u>
Deferred revenues	<u>367,743</u>
Total current liabilities	<u>367,743</u>
Total liabilities	<u>367,743</u>
Net assets:	
Without donor restrictions	275,280
With donor restrictions	<u>-</u>
Total net assets	<u>275,280</u>
Total liabilities and net assets	<u>\$ 643,023</u>

The accompanying notes are an integral part of these financial statements.

**Ionia Montcalm Secure and Friendly Environmental Advocacy Center**  
**Statement of Activities**  
**For the Year Ended December 31, 2021**

	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
<b>Revenues, gains, and other support:</b>			
Contributions	\$ 48,986	\$ -	\$ 48,986
Grant income	527,132	-	527,132
<b>Fundraising events</b>			
Candle project	7,669	-	7,669
Champions for children	6,675	-	6,675
Golf events	21,091	-	21,091
Letter writing campaign	10,235	-	10,235
No shave November	2,635	-	2,635
Pop can drive	3,059	-	3,059
Raffle and dinner auction	26,916	-	26,916
Other	5,379	-	5,379
Other income	5,971	-	5,971
<b>Net assets released from restrictions:</b>			
Satisfaction of purpose restrictions	-	-	-
	665,748	-	665,748
<b>Expenses and losses:</b>			
<b>Program services</b>			
Child advocacy center	478,457	-	478,457
<b>Supporting services:</b>			
General and administrative	58,923	-	58,923
Fund-raising	43,462	-	43,462
	580,842	-	580,842
<b>Changes in net assets</b>	84,906	-	84,906
<b>Net assets at beginning of year</b>	190,374	-	190,374
<b>Net assets at end of year</b>	\$ 275,280	\$ -	\$ 275,280

The accompanying notes are an integral part of these financial statements.

**Ionia Montcalm Secure and Friendly Environmental Child Advocacy Center**  
**Statement of Functional Expenses**  
**For the Year Ended December 31, 2021**

	<u>Program Services</u>	<u>Supporting Activities</u>		<u>Total</u>
	<u>Child Advocacy Center</u>	<u>General and Administrative</u>	<u>Fund-Raising</u>	
Advertising	\$ -	\$ -	\$ 305	\$ 305
Conferences and meetings	14,527	68	70	14,665
Depreciation expense	10,508	10,508	-	21,016
Dues and memberships	1,300	3,671	-	4,971
Employee health insur. and benefits	24,858	1,251	49	26,158
Fund-raising costs	190	27	24,332	24,549
Insurance	5,874	-	-	5,874
Interest expense	-	400	-	400
Meals and entertainment	-	265	-	265
Mileage	1,257	619	-	1,876
Office supplies	7,180	592	-	7,772
Payroll taxes	26,521	2,673	1,444	30,638
Postage	290	92	-	382
Prevention program expenses	213	2,067	1,077	3,357
Printing and copying	648	579	-	1,227
Professional services	6,800	3,139	-	9,939
Rent	8,700	-	-	8,700
Repairs and maintenance	6,290	-	-	6,290
Salaries and wages	322,046	29,971	16,182	368,199
Service and bank charges	-	750	3	753
Software fees	1,595	105	-	1,700
Supplies	39,660	1,156	-	40,816
Telephone	-	990	-	990
<b>Totals</b>	<b><u>\$ 478,457</u></b>	<b><u>\$ 58,923</u></b>	<b><u>\$ 43,462</u></b>	<b><u>\$ 580,842</u></b>

The accompanying notes are an integral part of these financial statements.

**Ionia Montcalm Secure and Friendly Environmental Child Advocacy Center**  
**Statement of Cash Flows**  
**For the Year Ended December 31, 2021**

---

<b>Cash flows from operating activities:</b>	
Change in net assets	\$ 84,906
Adjustments to reconcile change in net assets to net cash used by operating activities:	
Depreciation	21,016
Changes in:	
Grants receivable	(53,203)
Prepaid expenses	3,295
Accrued and other liabilities	(9,571)
Deferred revenue	77,763
Net cash used by operating activities	<u>124,206</u>
<b>Cash flows from investing activities:</b>	
Acquisition of property, furniture and equipment	<u>(55,702)</u>
Net cash used by investing activities	<u>(55,702)</u>
<b>Cash flows from financing activities:</b>	
Proceeds from loans	60,000
Payments on loans	<u>(60,000)</u>
Net cash received by financing activities	<u>-</u>
Net increase (decrease) in cash and cash equivalents	68,504
Cash and cash equivalents at beginning of year	<u>27,883</u>
Cash and cash equivalents at end of year	<u>\$ 96,387</u>
<b>Supplemental cash flow disclosures:</b>	
Interest paid	<u>\$ 400</u>

The accompanying notes are an integral part of these financial statements.



**Ionia Montcalm Secure and Friendly Environmental Child Advocacy Center**  
**Notes to Financial Statements**  
**December 31, 2021**

---

**Note A: Summary of Significant Accounting Policies**

**Nature of Activities** - The Ionia Montcalm Secure and Friendly Environmental Child Advocacy Center (the CAC) is a non-profit organization whose mission is to protect children from abuse by providing prevention through education and to coordinate multi-disciplinary investigation, assessment and the treatment of child abuse in an environment that is child-sensitive, supportive, and safe. The Organization generates revenue primarily from grants, donations and fundraising.

**Basis of Presentation** - The accompanying financial statements have been prepared on the accrual basis in accordance with accounting principles generally accepted in the United States of America. The financial statements are presented in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958 dated August 2016, and the provisions of the American Institute of Certified Public Accountants (AICPA) "Audit and Accounting Guide for Not-for-Profit Organizations" (the Guide)". (ASC) 958-205 was effective January 1, 2018. The (ASC) has been applied retrospectively to all periods presented.

Under the provisions of the Guide, net assets and revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

**Net assets without donor restrictions** - Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. The Organization's board may designate assets without restrictions for specific operational purposes from time to time.

**Net assets with donor restrictions** - Net assets that are subject to donor-imposed stipulations. This includes restrictions on assets that may or will be met, either by actions of the Organization and/or the passage of time. These restrictions also include stipulations on assets that they are to be maintained permanently by the organization. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the Statement of Activities as net assets released from restrictions.

**Cash and Cash Equivalents** - For the statement of financial position and statement of cash flows, the organization considers cash and cash equivalents to consist of cash balances in checking accounts and certificates of deposit. These accounts are insured by the Federal Deposit Insurance Corporation up to \$250,000 per bank. From time to time during the year, the organization may have cash in these accounts in excess of the federally insured limit. The organization has not experienced any loss on these accounts and does not believe that it is exposed to any significant risk.

**Grant Receivable** - Grant receivable consists of amounts to be received from other organizations and companies. The amounts are recorded when the grant is awarded. Grants receivable are shown net of allowance for doubtful accounts. Management assesses the collectability of the grants at the close of each period. The allowance for doubtful accounts is \$0 at December 31, 2021.

**Prepaid Expenses** - Expenses benefiting future periods are treated as prepaid, and are expense in the period benefited. Prepaid expenses as of December 31, 2021 consisted of prepaid rent and insurance expenses in the amount of \$3,060 and \$3,895.

**Ionia Montcalm Secure and Friendly Environmental Child Advocacy Center**  
**Notes to Financial Statements**  
**December 31, 2021**

---

**Note A: Summary of Significant Accounting Policies (Continued)**

Property, furniture and equipment - The organization capitalizes all expenditures for property, furniture and equipment in excess of \$1,000 with a useful life of greater than one year. Fixed assets are carried at cost, or if donated, at the approximate fair value at the date of donation. Maintenance and repairs that do not improve or extend the useful lives of the respective assets are expensed as incurred. Depreciation is computed using the straight-line method over the estimated useful lives of the assets, which range from three to fifteen years. Depreciation expense for the year ended December 31, 2021 was \$21,016.

Promises to Give - Unconditional promises to give are recorded as revenue 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 promise becomes unconditional.

Contributions - Contributions received are recorded as without donor restrictions or with donor restrictions depending on the existence and/or nature of any donor restrictions. When a donor restriction expires, that is when a stipulated time restriction ends or purpose restriction is accomplished with donor restricted net assets, donor restricted net assets are reclassified to without donor restricted net assets and reported in the statements of activities as net assets released from restrictions. If the restriction will be met in the same reporting period, the support may be recorded as unrestricted.

Functional Expenses - Expenses have been charged directly to program, fundraising or general administrative categories based on specific identification. Indirect expenses have been allocated among the programs and supporting services benefited based on estimates of the employee time and effort spent on specific programs, fundraising activities or administrative work.

Income Taxes - The Internal Revenue Service has determined that the organization is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for federal income tax has been made. The organization is subject to federal income tax only on net unrelated business income under the provisions of Section 501(c)(3) of the Internal Revenue Code. The organization has evaluated its tax positions and determined it has no uncertain tax positions and has recorded no obligation for unrelated business income tax. No provision for federal or state income taxes is required as of December 31, 2021. The organization's 2017 through 2021 tax years are open for examination by the federal and state taxing authorities.

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

**Ionia Montcalm Secure and Friendly Environmental Child Advocacy Center**  
**Notes to Financial Statements**  
**December 31, 2021**

---

**Note B: Property, Furniture and Equipment**

A summary of property, furniture and equipment is as follows:

Furniture and fixtures	\$ 94,451
Leasehold Improvements	55,873
Machinery and equipment	78,867
Total property, furniture and equipment	229,191
Less: accumulated depreciation	(53,972)
 Net property, furniture and equipment	 \$ 175,219

**Note C: Concentrations of Credit Risk**

The Organization maintains accounts at two banks. Accounts at an institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. Cash at this institution could exceed federally insured limits at various times. The amount in excess of the FDIC limits totaled \$0 as of December 31, 2021.

**Note D: Line of Credit**

The Organization has a commercial line of credit loan with Isabella Bank for \$60,000 that matures on September 28, 2024. The line of credit balances was \$0 at December 31, 2021. Total line of credit interest expense paid was \$400 for the year ended December 31, 2021.

**Note E: In-Kind Contributions**

Included in contributions revenue as well as program, general and fundraising expenses are donations of supplies valued at \$10,581. These donations were collected during fund-raising events and at other various times throughout the year. In-kind contributions are valued based on the cost that would have been incurred to purchase these items.

Volunteers have contributed a significant amount of time to the organization without compensation. However, these services were not recognized as contributions in the financial statements as they do not meet the necessary accounting criteria.

**Note F: Advertising Expenses**

The organization expenses advertising costs as incurred. The organization expensed \$305 during the year ended December 31, 2021.

**Note G: Lease Agreements**

During the year the organization operated under an operating lease to rent its office facilities that expires in August 2022. Under the current lease, the annual lease requires bi-yearly payments of \$4,230 for the first year, \$4,320 for the second year and \$4,410 for the third year. Total lease expense for the year ended December 31, 2021 was \$8,700.

Future lease payments are expected to be as follows for the year ended December 31

2022	\$4,410
------	---------

**Ionia Montcalm Secure and Friendly Environmental Child Advocacy Center**  
**Notes to Financial Statements**  
**December 31, 2021**

---

**Note H: Liquidity and Availability of Financial Assets**

The following reflects the organization's financial assets as of the balance sheet date, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the balance sheet date.

Financial assets at year-end	\$ 643,023
Less those unavailable for general expenditures within one year due to:	
Property, furniture and equipment, net	(175,219)
Prepaid expenses	<u>(6,955)</u>
Financial assets available to meet cash needs for general expenditure within one year	<u>\$ 460,849</u>

**Note I: Coronavirus Pandemic**

In March 2020, the World health organization categorized COVID-19 as a global pandemic, prompting many national, regional, and local governments to implement preventative or protective measures, such as travel and business restrictions, temporary closures, and wide-sweeping quarantines and stay-at-home orders. The pandemic has caused disruption through mandated and voluntary closings of many businesses. As of the date that these financial statements were available to be issued. The COVID-19 pandemic was ongoing and the resulting financial impact and duration of the pandemic cannot be reasonably estimated at this time.

**Note J: Evaluation of Subsequent Events**

The organization has evaluated subsequent events through July 25, 2022, the date which the financial statements were available to be issued.



WALKER, FLUKE & SHELDON, PLC

CERTIFIED PUBLIC ACCOUNTANTS

*Building Trust, Delivering Integrity, One Handshake at a Time.*

To the Board of Directors  
Ionia Montcalm Secure and Friendly  
Environmental Child Advocacy Center

We have recently completed our audit of the basic financial statements of Ionia Montcalm Secure and Friendly Environmental Child Advocacy Center for the year ended December 31, 2021. As an addition to the audit report, the following report on internal control and results of the audit are being provided to Ionia Montcalm Secure & Friendly Environmental Child Advocacy Center.

	<u>Page</u>
<b>Report on Internal Control</b>	2
<b>Results of the Audit</b>	3 - 4

We are very thankful for the opportunity to be of service to Ionia Montcalm Secure and Friendly Environmental Child Advocacy Center. Should you have any questions regarding these reports, please do not hesitate to contact us.

Hastings, Michigan  
July 25, 2022

*Walker, Fluke & Sheldon, PLC*



**WALKER, FLUKE & SHELDON, PLC**

**CERTIFIED PUBLIC ACCOUNTANTS**

*Building Trust, Delivering Integrity, One Handshake at a Time.*

To the Board of Directors of  
Ionia Montcalm Secure and Friendly Environmental Child Advocacy Center  
Fenwick, MI

In planning and performing our audit of the financial statements of Ionia Montcalm Secure and Friendly Environmental Child Advocacy Center as of and for the year ended December 31, 2021, in accordance with auditing standards generally accepted in the United States of America, we considered Ionia Montcalm Secure and Friendly Environmental Child Advocacy Center's internal control over financial reporting (internal control) as a basis for designing 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 Organization's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified certain deficiencies in internal control that we consider to be material weaknesses.

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 Organization'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.

We consider the following deficiencies in Ionia Montcalm Secure and Friendly Environmental Child Advocacy Center's internal control to be material weaknesses:

- During the course of the audit, it was noted that the financial reporting of capital assets were not reported properly in the general ledger causing material reclassification entries. Purchases of furniture, equipment and improvements during the year were posted to various expense accounts. This is a recurring comment. The Organization should follow its capital outlay policy and assets purchased that meet the criteria should be posted to the capital asset accounts and reported on the statement of financial position.
- The Organization does not have the technical expertise to prepare financial statements in accordance with U.S. generally accepted accounting principles, including procedures to record revenue and expenditure accruals, changes in capital assets, and to present required financial statement disclosures. This is a recurring comment. Currently, the Organization contracts with Walker, Fluke & Sheldon, PLC to prepare the financial statements and assist with accrual entries, because the additional benefits derived from implementing a system, would not outweigh the costs incurred.

This communication is intended solely for the information and use of management, others within the Organization, and the Board of Directors, and is not intended to be, and should not be, used by anyone other than these specified parties.

Hastings, Michigan  
July 25, 2022

*Walker, Fluke & Sheldon, PLC*

July 25, 2022

To the Board of Directors  
Ionia Montcalm Secure and Friendly Environmental Child Advocacy Center  
Fenwick, MI

We have audited the financial statements of Ionia Montcalm Secure and Friendly Environmental Child Advocacy Center for the year ended December 31, 2021, and we will issue our report thereon dated July 25, 2022. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated January 17, 2022. Professional standards also require that we communicate to you the following information related to our audit.

**Significant Audit Matters**

*Qualitative Aspects of Accounting Practices*

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Ionia Montcalm Secure and Friendly Environmental Child Advocacy Center are described in Note A to the financial statements. No new accounting policies were adopted and the application of existing polices was not changed during the year ended December 31, 2021. We noted no transactions entered into by the Organization during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate affecting the financial statements were:

Management's estimate of depreciation is based on estimated useful lives of capital assets. We reviewed these estimates used to calculate depreciation and believe they are reasonable in relation to the financial statement

Management's estimate of the In-kind contributions is based on cost that would have been incurred to purchase such items. We evaluated the key factors and assumptions used to develop the in-kind estimates in determining that it is reasonable in relation to the financial statements taken as a whole.

The financial statement disclosures are neutral, consistent, and clear.

*Difficulties Encountered in Performing the Audit*

We encountered no significant difficulties in dealing with management in performing and completing our audit.

*Corrected and Uncorrected Misstatements*

Professional standards require us to accumulate all misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. The following material misstatements detected as a result of audit procedures were corrected by management: reclassified capital assets, recording depreciation expense, adjusting grant receivable, deferred revenue and corresponding grant revenue.

*Disagreements with Management*

For purpose of this letter, a disagreement with management is disagreement on a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

*Management Representations*

We have requested certain representations from management that are included in the management representation letter dated July 25, 2022.

*Management Consultation with Other Independent Accountants*

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the Organization's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

*Other Audit Findings or Issues*

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the Organization's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition of our retention.

This information is intended solely for the use of the Board of Directors of Ionia Montcalm Secure and Friendly Environmental Child Advocacy Center and management of Ionia Montcalm Secure and Friendly Environmental Child Advocacy Center and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,

*Wolke, Fenske & Sheldahl, PLLC*