



Consolidated Financial Statements and Report of  
Independent Certified Public Accountants

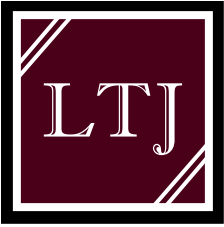
**Mesa Developmental Services and Affiliate**

June 30, 2008



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# Logan, Thomas & Johnson, LLC

Certified Public Accountants

## REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

Board of Directors  
Mesa Developmental Services

We have audited the accompanying consolidated statement of financial position of Mesa Developmental Services and Affiliate (the Center) as of June 30, 2008, and the related consolidated statements of activities and cash flows for the year then ended. These financial statements are the responsibility of the Center's management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year summarized comparative information has been derived from the Center's 2007 financial statements, and in our report dated November 8, 2007, we expressed an unqualified opinion on those financial statements.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America as established by the Auditing Standards Board of the American Institute of Certified Public Accountants. 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 consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Center's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, 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 consolidated financial statements referred to above present fairly, in all material respects, the financial position of Mesa Developmental Services and Affiliate as of June 30, 2008, and the changes in their net assets and their cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

*Logan, Thomas & Johnson, LLC*

Broomfield, Colorado  
November 13, 2008

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*Consolidated Financial Statements*

Mesa Developmental Services and Affiliate  
CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
June 30, 2008  
(With summarized financial information for June 30, 2007)

	2008	2007
<b>ASSETS</b>		
Current assets		
Cash and cash equivalents	\$ 2,589,835	\$ 3,087,747
Accounts receivable		
Fees and grants from governmental agencies, net	1,379,821	1,160,937
Other	46,421	38,155
Prepaid expenses and other	69,697	66,306
Total current assets	4,085,774	4,353,145
Restricted cash and investments	22,391	34,699
Land, building and equipment, net	3,479,126	3,449,514
	\$ 7,587,291	\$ 7,837,358
<b>LIABILITIES AND NET ASSETS</b>		
Current liabilities		
Accounts payable and accrued liabilities	\$ 1,479,503	\$ 1,530,142
Current portion of long-term debt	62,447	58,328
Deferred revenue	17,062	16,607
Total current liabilities	1,559,012	1,605,077
Long-term debt		
Notes payable, net of current portion	861,354	922,453
Total liabilities	2,420,366	2,527,530
Commitments and contingencies	-	-
Net assets		
Unrestricted		
Net investment in land, building and equipment	2,555,325	2,468,733
Undesignated	2,540,113	2,797,588
Total unrestricted	5,095,438	5,266,321
Temporarily restricted	71,487	43,507
	5,166,925	5,309,828
	\$ 7,587,291	\$ 7,837,358

The accompanying notes are an integral part of this statement.

Mesa Developmental Services and Affiliate  
CONSOLIDATED STATEMENT OF ACTIVITIES

Year ended June 30, 2008

(With summarized financial information for the year ended June 30, 2007)

	Unrestricted	Temporarily restricted	Total	
			2008	2007
Fees and grants from governmental agencies				
Fees for services				
State of Colorado				
State General Fund				
Comprehensive	\$ 88,634	\$ -	\$ 88,634	\$ 232,660
Adult supported living	250,035	-	250,035	276,320
Children and families	484,512	-	484,512	533,151
Medicaid				
Comprehensive	10,309,456	-	10,309,456	9,317,106
Adult supported living	1,418,212	-	1,418,212	1,708,363
Children's extensive support	130,559	-	130,559	100,994
Children and families	61,468	-	61,468	35,300
Part C	124,488	-	124,488	140,396
County	426,464	-	426,464	361,591
Grants and other				
School districts	35,400	-	35,400	-
U.S. Department of Housing and Urban Development	32,237	-	32,237	34,965
Vocational Rehabilitation Grant	109,261	-	109,261	69,334
Other	-	-	-	20,264
Total fees and grants from governmental agencies	13,470,726	-	13,470,726	12,830,444
Public support - contributions	2,319	157,723	160,042	109,389
Residential room and board	809,302	-	809,302	793,760
Other revenue	343,091	-	343,091	357,028
Net assets released from restrictions				
Satisfaction of program restrictions	129,743	(129,743)	-	-
Total support and revenue	14,755,181	27,980	14,783,161	14,090,621

(Continued)

The accompanying notes are an integral part of this statement.

Mesa Developmental Services and Affiliate  
CONSOLIDATED STATEMENT OF ACTIVITIES (CONTINUED)  
Year ended June 30, 2008  
(With summarized financial information for the year ended June 30, 2007)

	Unrestricted	Temporarily restricted	Total	
			2008	2007
Expenses				
Program services				
Medicaid comprehensive	\$ 10,537,467	\$ -	\$ 10,537,467	\$ 9,502,792
State adult supported living	171,462	-	171,462	183,220
Medicaid adult supported living	1,184,466	-	1,184,466	1,170,388
Children's extensive support	125,368	-	125,368	90,274
Early intervention	436,284	-	436,284	409,012
Family support	220,335	-	220,335	215,385
Case management	895,724	-	895,724	690,195
Total program services	13,571,106	-	13,571,106	12,261,266
Supporting services				
Management and general	1,354,958	-	1,354,958	1,129,480
Total expenses	14,926,064	-	14,926,064	13,390,746
CHANGE IN NET ASSETS	(170,883)	27,980	(142,903)	699,875
Net assets, beginning of year	5,266,321	43,507	5,309,828	4,609,953
Net assets, end of year	\$ 5,095,438	\$ 71,487	\$ 5,166,925	\$ 5,309,828

The accompanying notes are an integral part of this statement.

Mesa Developmental Services and Affiliate  
CONSOLIDATED STATEMENT OF CASH FLOWS

Year ended June 30, 2008

(With summarized financial information for the year ended June 30, 2007)

	2008	2007
Cash flows from operating activities		
Change in net assets	\$ (142,903)	\$ 699,875
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities		
Depreciation and amortization	243,137	239,859
Gain on sale of assets	(15,084)	(1,468)
Change in assets and liabilities		
Increase in accounts receivable	(227,150)	(818,317)
Increase in prepaid expenses	(3,391)	(21,542)
Increase (decrease) in accounts payable and accrued expenses	(50,639)	346,196
Increase in deferred revenue	455	16,607
Net cash provided by (used in) operating activities	(195,575)	461,210
Cash flows from investing activities		
Purchase of land, building and equipment	(288,635)	(281,327)
Proceeds from sale of assets	30,970	3,820
Increase in restricted cash and investments	12,308	31,696
Net cash used in investing activities	(245,357)	(245,811)
Cash flows from financing activities		
Payments on notes payable	(56,980)	(63,510)
Net cash used in financing activities	(56,980)	(63,510)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(497,912)	151,889
Cash and cash equivalents, beginning of year	3,087,747	2,935,858
Cash and cash equivalents, end of year	\$ 2,589,835	\$ 3,087,747
Supplemental data		
Cash paid for interest	\$ 68,155	\$ 57,423

The accompanying notes are an integral part of this statement.

Mesa Developmental Services and Affiliate  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
June 30, 2008

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies of Mesa Developmental Services and Affiliate (the Center) is presented to assist in understanding the Center's financial statements.

1. *Principles of Consolidation*

The consolidated financial statements of Mesa Developmental Services (Mesa) include its affiliate, DD Housing, Incorporated. DD Housing, Incorporated is an affiliate of Mesa due to the fact that Mesa exercises control over the Board of Directors of DD Housing, Incorporated. Significant intercompany accounts and transactions have been eliminated.

2. *Summary of Business Activities*

Mesa was incorporated under the laws of the State of Colorado in 1966 for the purpose of providing a community center board to coordinate programs through interagency cooperation and local agencies to provide services to persons with developmental disabilities in Mesa County. Mesa was granted tax-exempt status from federal income taxes on its related activities by the Internal Revenue Service under the Internal Revenue Code Section 501(c)(3).

DD Housing, Incorporated was incorporated in 2000 for the purpose of holding assets purchased and constructed pursuant to grants received from the U.S. Department of Housing and Urban Development (HUD). Under HUD regulations, these assets are required to be held in a separate corporation for a period of not less than forty years. DD Housing, Incorporated is being operated as a non-profit corporation exempt from Federal income tax under section 501(c)(3) of the Internal Revenue Code.

The Center's revenue comes primarily from the State of Colorado for services provided.

3. *Description of Services Provided*

The major program services or supports and functional activities directly provided or purchased by the Center are:

**Program Services or Supports**

Comprehensive (Medicaid) refers to residential services, adult day services or supports and transportation activities as specified in the Individualized Plan. Included are a number of different types of residential settings, which provide an array of

Mesa Developmental Services and Affiliate  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
June 30, 2008

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3. *Description of Services Provided (Continued)*

**Program Services or Supports (Continued)**

Comprehensive (Medicaid) (Continued)

training, learning, experiential and support activities provided in residential living alternatives designed to meet individual needs. Additionally, adult day services provide opportunities for individuals to experience and actively participate in valued roles in the community. These services and supports enable individuals to access and participate in typical community activities such as work, recreation, and senior citizen activities. Finally, transportation activities refer to “Home to Day Program transportation” services relevant to an individual’s work schedule as specified in the Individualized Plan. For these purposes, “work schedule” is defined broadly to include adult and retirement activities such as education, training, community integration and employment.

Adult Supported Living (State and Medicaid) provides individualized living services for persons who are responsible for their own living arrangements in the community.

Children’s Extensive Support is a deeming waiver (only the child’s income is considered in determining eligibility) intended to provide needed services and supports to eligible children under the age of eighteen years in order for the children to remain in or return to the family home. Waiver services are targeted to children having extensive support needs which require constant line-of-sight supervision due to significantly challenging behaviors and/or coexisting medical conditions. Available services include personal assistance, household modification, specialized medical equipment and supplies, professional services, and community connection services.

Early Intervention is support for children from birth through age two which offer infants and toddlers and their families services and supports to enhance child development in the areas of cognition, speech, communication, physical, motor, vision, hearing, social-emotional development, and self help skills; parent-child or family interaction; and early identification, screening and assessment services.

Family Support provides an array of supportive services to the person with a developmental disability and his/her family when the person remains within the family home, thereby preventing or delaying the need for out-of-home placement, which is unwanted by the person or the family.

Mesa Developmental Services and Affiliate  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
June 30, 2008

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3. *Description of Services Provided (Continued)*

**Program Services or Supports (Continued)**

Case Management is the determination of eligibility for services and supports, service and support coordination, and the monitoring of all services and supports delivered pursuant to the Individualized Plan and the evaluation of results identified in the Individualized Plan.

**Supporting Services**

Management and General includes those activities necessary for planning, coordination and overall direction of the Center, financial administration, general board activities and other related activities indispensable to the organization's corporate existence.

4. *Basis of Accounting*

Financial statements of the Center have been prepared on the accrual basis, whereby support and revenue are recorded when services are performed and expenses are recognized when incurred.

5. *Use of Estimates*

In preparing financial statements in conformity with accounting principles generally accepted in the United States of America, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the 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.

6. *Cash and Cash Equivalents*

For purposes of the statement of cash flows, the Center considers all cash on hand and unrestricted cash on deposit, subject to immediate withdrawal, to be cash equivalents.

The Center maintains its cash balances in financial institutions, which at times, may exceed federally insured limits. The Center has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash and cash equivalents.

Mesa Developmental Services and Affiliate  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
June 30, 2008

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

7. *Accounts Receivable*

The majority of the Center's accounts receivable are due from the State of Colorado. Accounts receivable are due according to contractual terms and are stated at the amounts management expects to collect from outstanding balances. The Center determines its allowance by considering a number of factors, including the length of time accounts receivable are past due and the Center's previous collection history. The Center writes off accounts receivable to bad debt expense after reasonable collection efforts have been made and payments subsequently received on such receivables are recorded as revenue.

8. *Land, Building and Equipment*

Land, building and equipment are reported at cost for purchased assets and at estimated value, at the date of receipt, for donated property. Any asset purchased for more than \$5,000 that has a life expectancy of more than one year is capitalized. Depreciation is provided on the straight-line method over the following estimated useful lives:

	<u>Years</u>
Buildings and improvements	5–30
Administrative and other equipment	3–10
Program equipment	3–5
Vehicles	3–7

9. *Revenue Recognition*

Revenues are recognized when services are performed. The Center receives certain revenue for which if it does not spend all the revenue in the current year and the Center met certain control points, it is allowed to recognize five percent of the total original revenue and the remaining excess revenue is deferred to the next year.

10. *Temporarily Restricted Revenue*

Donor restricted revenues, whose restrictions are currently satisfied in the same fiscal year, are reported as unrestricted revenue, rather than temporarily restricted. Donor restricted contributions, whose restrictions are not currently met, are reflected as an increase to temporarily restricted net assets.

Mesa Developmental Services and Affiliate  
 NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
 June 30, 2008

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

11. *Prior Year Summarized 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 accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Center’s financial statements for the year ended June 30, 2007, from which the summarized information was derived.

NOTE B – FEES AND GRANTS FROM GOVERNMENTAL AGENCIES

Amounts receivable from governmental agencies at June 30, 2008, are as follows:

State of Colorado	
General Fund, net of payables of \$76,006	\$ (34,086)
Medicaid, net of allowance of \$165,203	1,392,197
Part C	10,374
Division of Vocational Rehabilitation	<u>11,336</u>
	\$ <u>1,379,821</u>

NOTE C – RESTRICTED CASH

Restricted cash consists of cash restricted for HUD operations of \$22,391 as of June 30, 2008.

NOTE D – LAND, BUILDING AND EQUIPMENT

Land, building and equipment consists of the following at June 30, 2008:

Buildings and improvements	\$ 4,661,231
Administrative and other equipment	459,598
Program equipment	164,268
Vehicles	<u>855,872</u>
	6,140,969
Less accumulated depreciation and amortization	<u>3,171,418</u>
	2,969,551
Land	<u>509,575</u>
	\$ <u>3,479,126</u>

Mesa Developmental Services and Affiliate  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
June 30, 2008

NOTE E – DEFERRED COMPENSATION

In August 2007, the Center entered into a deferred compensation agreement with a key executive. The agreement provides for certain postretirement benefits, contingent on certain conditions, beginning in August 2008 and payable for one year. The Center accrued the liability as of June 30, 2008 and recognized an expense of \$111,112 for the year ended June 30, 2008 related to this agreement.

NOTE F – NOTES PAYABLE

In December 2003, the Center borrowed \$1,245,000 from a financial institution with a variable interest rate of prime plus 1%, which is due in February 2018, payable in monthly principal and interest installments of \$10,428. The interest rate was 7.0% at June 30, 2008. The interest rate cannot adjust below 5% or above 11%. The interest rate change will not occur more often than each three years on the anniversary date of the note and the change will not exceed 2%. The note is collateralized by land and building. The outstanding principal balance at June 30, 2008 is \$923,801.

At June 30, 2008, future principal maturities of the notes payable are as follows:

Year ending June 30,	
2009	\$ 62,447
2010	66,961
2011	71,802
2012	76,993
2013	82,558
Thereafter	<u>563,040</u>
	923,801
Less current portion	<u>62,447</u>
	\$ <u>861,354</u>

NOTE G – LINE OF CREDIT

The Center maintains an uncollateralized line of credit with a bank, which allows for advances up to \$750,000 bearing interest at the prime rate (5.00% at June 30, 2008). This line matures November 2009. There were no amounts outstanding on the line of credit as of June 30, 2008.

Mesa Developmental Services and Affiliate  
 NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
 June 30, 2008

NOTE H – LEASE COMMITMENTS

The Center leases building space and residential facilities on a month-to-month basis. Rental expense for property under operating leases was \$91,776 for the year ended June 30, 2008, which also includes month-to-month operating leases for apartments in which residential clients reside.

Future maturities rental payments for non-cancelable operating leases at June 30, 2008 are:

Year ending June 30,	
2009	\$ 50,651
2010	51,602
2011	53,156
2012	28,518
2013	29,376
Thereafter	<u>4,920</u>
	<u>\$218,223</u>

NOTE I – DEFERRED REVENUE

Deferred revenue of \$17,062 at June 30, 2008 consists of unspent State adult supported living services funds.

NOTE J – TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets consist of the following at June 30, 2008:

Residential programs	\$ 43,565
Respite	13,111
Family services	1,195
Adult day program	7
Administration/other	2,494
Part C	2,208
Early intervention program	<u>8,907</u>
	<u>\$ 71,487</u>

Mesa Developmental Services and Affiliate  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
June 30, 2008

NOTE K – RETIREMENT PLAN

The Center has adopted a tax deferred annuity plan in which all employees are eligible to participate. The Center will match employees' contributions up to 3% of the employee's gross salary after two years of employment. The retirement plan expense totaled \$98,587 for the year ended June 30, 2008.

NOTE L – RELATED PARTY TRANSACTIONS

The Center receives a substantial amount of revenue from the State of Colorado. The amount of receivables the Center has from the State of Colorado is disclosed in Note B and the Center has a payable to the State of Colorado in the amount of \$23,950 which is recorded in accounts payable and accrued liabilities. These transactions are considered to be transactions with a related party by virtue of the significant management influence exercised by the State of Colorado through contract provisions.

The Center purchases services from a provider agency, which is economically dependent on the Center for revenue and over which the Center exercises significant management influence through contract provisions. Total expenses incurred by the Center to this organization for the year ended June 30, 2008, were approximately \$1,409,000 of which approximately \$121,000 is due to this organization at June 30, 2008, and is included in accounts payable.

NOTE M – COMMITMENTS AND CONTINGENCIES

U.S. Department of Housing and Urban Development Capital Advance

On May 1, 2001, the Center received approval for a capital advance from the U.S. Department of Housing and Urban Development (HUD) in the amount of \$694,238. This capital advance was awarded for the purpose of acquiring and constructing specific residential facilities. Provided that these facilities remain available for occupancy by very low income people with disabilities through February 1, 2042, the capital advance will not become payable, and will be discharged on that date. If any default occurs, the capital advance bears interest at 6.0%, accruing from February 1, 2002, and becomes immediately payable. As of June 30, 2008, no default has occurred.

Mesa Developmental Services and Affiliate  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
June 30, 2008

NOTE M – COMMITMENTS AND CONTINGENCIES (CONTINUED)

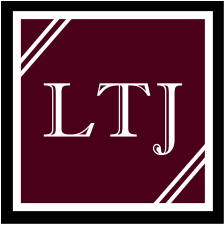
Colorado Division of Housing Grant

On May 1, 2001, the Center received a grant from the Colorado Division of Housing (CDH) in the amount of \$150,000. This grant was awarded for the purpose of acquiring and constructing specific residential facilities. Provided that these facilities remain available for occupancy by low and moderate income persons at affordable rents through February 1, 2042, the grant will not become payable, and the associated contingent liability will be discharged on that date. If any default occurs, the grant becomes immediately payable in full, but bears no interest. As of June 30, 2008, no default has occurred.

Colorado Department of Local Affairs Grant

The Center is contingently liable to the Colorado Department of Local Affairs for funding of an addition to one of the Center's group homes in the amount of \$39,000 in HOME grant funds. The grant agreement provides that, as long as the facility is used to provide housing for people with very low and low incomes for 20 years from the date of contract execution, the Center will not be required to repay any portion of the grant. The usage restriction will end in 2026. If there is a change in use, the Center, its successors and assignees, grantees or lessees shall be required to repay the State the grant funds attributed to this property, unless the State authorizes the transfer of repaid funds to one or more public housing entities or private nonprofit corporations.

*Supplementary Information*



Logan, Thomas & Johnson, LLC  
Certified Public Accountants

REPORT OF INDEPENDENT  
CERTIFIED PUBLIC ACCOUNTANTS  
ON SUPPLEMENTARY INFORMATION

Board of Directors  
Mesa Developmental Services

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements taken as a whole of Mesa Developmental Services and Affiliate as of and for the year ended June 30, 2008, which are presented in the preceding section of this report. The consolidating schedules are presented for purposes of additional analysis of the consolidated financial statements rather than to present the financial position, changes in net assets and cash flows for individual companies and are not a required part of the consolidated financial statements. Such information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and, in our opinion, is fairly stated in all material respects in relation to the consolidated financial statements taken as a whole.

*Logan, Thomas & Johnson, LLC*

Broomfield, Colorado  
November 13, 2008

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Mesa Developmental Services and Affiliate  
CONSOLIDATING STATEMENT OF FINANCIAL POSITION  
June 30, 2008

	Mesa Developmental Services	DD Housing, Inc.
ASSETS		
Current assets		
Cash and cash equivalents	\$ 2,564,481	\$ 25,354
Accounts receivable		
Fees and grants from governmental agencies, net	1,379,821	-
Other	246,373	-
Prepaid expenses and other	69,697	-
Total current assets	4,260,372	25,354
Restricted cash and investments	-	22,391
Land, building and equipment, net	2,661,029	818,097
	\$ 6,921,401	\$ 865,842
LIABILITIES AND NET ASSETS		
Current liabilities		
Accounts payable and accrued expenses	\$ 1,479,503	\$ 199,952
Current portion of long-term debt	62,447	-
Deferred revenue	17,062	-
Total current liabilities	1,559,012	199,952
Long-term debt		
Notes payable, net of current portion	861,354	-
Total liabilities	2,420,366	199,952
Net assets		
Unrestricted		
Net investment in land, building and equipment	1,737,228	818,097
Undesignated	2,692,320	(152,207)
Total unrestricted	4,429,548	665,890
Temporarily restricted	71,487	-
	4,501,035	665,890
	\$ 6,921,401	\$ 865,842

<u>Eliminations</u>	<u>Consolidated</u>
\$ -	\$ 2,589,835
-	1,379,821
(199,952)	46,421
-	69,697
(199,952)	4,085,774
-	22,391
-	3,479,126
\$ (199,952)	\$ 7,587,291

\$ (199,952)	\$ 1,479,503
-	62,447
-	17,062
(199,952)	1,559,012
-	861,354
(199,952)	2,420,366
-	2,555,325
-	2,540,113
-	5,095,438
-	71,487
-	5,166,925
\$ (199,952)	\$ 7,587,291

Mesa Developmental Services and Affiliate  
CONSOLIDATING STATEMENT OF ACTIVITIES  
Year ended June 30, 2008

	Mesa Developmental Services	DD Housing, Inc.
Fees and grants from governmental agencies		
Fees for services		
State of Colorado		
State General Fund		
Comprehensive	\$ 88,634	\$ -
Adult supported living	250,035	-
Children and families	484,512	-
Medicaid		
Comprehensive	10,309,456	-
Adult supported living	1,418,212	-
Children's extensive support	130,559	-
Children and families	61,468	-
Part C	124,488	-
County	426,464	-
Grants and other		
School Districts	35,400	-
U.S. Department of Housing and Urban Development	2,906	29,331
Vocational Rehabilitation Grant	109,261	-
Other	-	-
Total fees and grants from governmental agencies	13,441,395	29,331
Public support - contributions	160,042	-
Residential room and board	779,449	29,853
Other revenue	343,028	63
Total support and revenue	14,723,914	59,247
Expenses		
Program services		
Medicaid comprehensive	10,449,804	87,663
State adult supported living	171,462	-
Medicaid adult supported living	1,184,466	-
Children's extensive support	125,368	-
Early intervention	436,284	-
Family support	220,335	-
Case management	895,724	-
Total program services	13,483,443	87,663
Supporting services		
Management and general	1,354,958	-
Total expenses	14,838,401	87,663
CHANGE IN NET ASSETS	(114,487)	(28,416)
Net assets, beginning of year	4,615,522	694,306
Net assets, end of year	\$ 4,501,035	\$ 665,890

<u>Eliminations</u>	<u>Consolidated</u>
\$ -	\$ 88,634
-	250,035
-	484,512
-	10,309,456
-	1,418,212
-	130,559
-	61,468
-	124,488
-	426,464
-	35,400
-	32,237
-	109,261
-	-
-	<u>13,470,726</u>
-	160,042
-	809,302
-	<u>343,091</u>
-	14,783,161
-	10,537,467
-	171,462
-	1,184,466
-	125,368
-	436,284
-	220,335
-	<u>895,724</u>
-	13,571,106
-	<u>1,354,958</u>
-	<u>14,926,064</u>
-	(142,903)
-	<u>5,309,828</u>
<u>\$ -</u>	<u>\$ 5,166,925</u>