

**DENVER REGIONAL COUNCIL OF GOVERNMENTS**

**REGIONAL RESPONSE, INC.**

**FINANCIAL STATEMENTS**

**YEAR ENDED DECEMBER 31, 2016**



**DENVER REGIONAL COUNCIL OF GOVERNMENTS**

**REGIONAL RESPONSE, INC.**

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**DENVER REGIONAL COUNCIL OF GOVERNMENTS  
Year Ended December 31, 2016**

**Governing Board**

**Finance and Budget Committee of the Board of Directors**

Bill Holen  
Commissioner  
Arapahoe County

Ashley Stolzmann  
Council Member  
Louisville

Elise Jones  
Commissioner  
Boulder County

Connie Sullivan  
Mayor  
Lyons

Crissy Fanganello  
Mayor's Representative  
City & County of Denver

Doris Truhlar  
Council Member  
Centennial

Roger Partridge  
Commissioner  
Douglas County

Joan Peck  
Council Member  
Longmont

Don Rosier  
Commissioner  
Jefferson County

John Diak  
Council Member  
Parker

Jackie Millet  
Council Member  
Lone Tree

Rita Dozal  
Trustee  
Superior

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## Independent Auditor's Report

Finance and Budget Committee of the Board of Directors  
Denver Regional Council of Governments  
Denver, Colorado

We have audited the accompanying financial statements of Regional Response, Inc. (a Colorado nonprofit corporation), which comprise the statement of financial position as of December 31, 2016, and the related statements of activities and cash flows for the year 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 control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit 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.

**Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Regional Response, Inc. as of December 31, 2016, 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.

*Plutt Hanson, P.C.*

May 17, 2017



## **FINANCIAL STATEMENTS**

**REGIONAL RESPONSE, INC.**  
**STATEMENT OF FINANCIAL POSITION**  
**December 31, 2016**

<b>Assets</b>	
Cash	\$ 45
	<hr/>
<b>Total Assets</b>	45
	<hr/>
<b>Net Assets</b>	
Restricted	30
Unrestricted	15
	<hr/>
<b>Total Net Assets</b>	\$ 45
	<hr/> <hr/>

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

**REGIONAL RESPONSE, INC.**  
**STATEMENT OF ACTIVITIES**  
**For the Year Ended December 31, 2016**

	<u>Unrestricted</u>
<b>Revenue and Other Support</b>	
Contributions	<u>\$ -</u>
Total Revenue and Other Support	<u>-</u>
<b>Expense</b>	
Program Services	<u>-</u>
Total Expense	<u>-</u>
<b>Change in Net Assets</b>	-
<b>Net Assets - Beginning</b>	<u>45</u>
<b>Net Assets - Ending</b>	<u><u>\$ 45</u></u>

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

**REGIONAL RESPONSE, INC.**  
**STATEMENT OF CASH FLOWS**  
**For the Year Ended December 31, 2016**

<b>Cash Flows From Operating Activities</b>	
Change in Net Assets	\$ -
Net Cash Provided By Operating Activities	-
<b>Net Increase In Cash And Cash Equivalent</b> s	-
<b>Cash, Beginning</b>	45
<b>Cash, Ending</b>	\$ 45

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

**REGIONAL RESPONSE, INC.**

**NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2016**

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**NOTE 1: NATURE OF ACTIVITIES**

Regional Response, Inc. (the "Corporation") was formed in 1999. The Corporation is a nonprofit foundation and component unit of the Denver Regional Council of Governments (DRCOG). The exclusive purpose of the Corporation is to support the activities of DRCOG meeting 509(a)(3) foundation requirements. Acting upon this purpose, the Corporation promotes, conducts, finances, coordinates and provides services and functions to governmental units, organizations, corporations and the general public. The Corporation administers contracts and/or seeks financial support for such services and functions as appropriate and necessary.

**NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND PROCEDURES**

**Basis of Accounting**

The financial statements of the Corporation have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities.

**Basis of Presentation**

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standard (SFAS) No. 117, "Financial Statement of Not-for-Profit Corporations." Under SFAS No. 117, the Corporation is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

**Cash and Cash Equivalents**

The Corporation considers all unrestricted, highly liquid investments with an initial maturity of three months or less to be cash equivalents.

**Net Assets**

Net assets represent the difference between assets and liabilities. Net assets are reported as restricted when there are liabilities imposed on their use either through the enabling legislation adopted by the Corporation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

REGIONAL RESPONSE, INC.

NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2016

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**NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND PROCEDURES** (Continued)

**Use of Restricted/Unrestricted Net Assets**

When an expense is incurred for purposes for which both restricted and unrestricted net assets are available, the Corporation's policy is to apply restricted assets first.

**Donations**

The Corporation reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities, as net assets released from restrictions.

**Income Taxes**

The Corporation has received an Internal Revenue Service exemption from federal income taxes under Section 501(c)(3). Accordingly, no provision or liability for income taxes has been provided in the accompanying financial statements.

**Subsequent Events**

The Corporation has evaluated subsequent events through May 17, 2017, the date the financial statements are considered available to be issued.

**NOTE 3: CASH AND CASH EQUIVALENTS**

Cash deposits at December 31, 2016, amounted to \$45.