

# Return of Organization Exempt From Income Tax

**2015**

**Open to Public Inspection**

Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except private foundations)

▶ Do not enter social security numbers on this form as it may be made public.

▶ Information about Form 990 and its instructions is at [www.irs.gov/form990](http://www.irs.gov/form990).

Department of the Treasury  
Internal Revenue Service

**A** For the 2015 calendar year, or tax year beginning September 1, 2015, and ending August 31, 2016

**B** Check if applicable:  
 Address change  
 Name change  
 Initial return  
 Final return/terminated  
 Amended return  
 Application pending

**C** Name of organization Communities in Schools of Hidalgo County, Inc.  
 Doing business as Communities in Schools of Hidalgo County, Inc.  
 Number and street (or P.O. box if mail is not delivered to street address) Room/suite  
3700 N. Tenth Street 270  
 City or town, state or province, country, and ZIP or foreign postal code  
McAllen, TX 78501

**D** Employer identification number  
74-2540616

**E** Telephone number  
956-630-0016

**G** Gross receipts \$ 1,901,664

**F** Name and address of principal officer: David "Gus" Kennedy  
3700 N. Tenth #270; McAllen, TX 78501

**H(a)** Is this a group return for subordinates?  Yes  No  
**H(b)** Are all subordinates included?  Yes  No  
 If "No," attach a list. (see instructions)

**H(c)** Group exemption number ▶ N/A

**I** Tax-exempt status:  501(c)(3)  501(c) ( ) ◀ (insert no.)  4947(a)(1) or  527

**J** Website: ▶

**K** Form of organization:  Corporation  Trust  Association  Other ▶

**L** Year of formation: 1994 **M** State of legal domicile: TX

**Part I Summary**

<b>1</b> Briefly describe the organization's mission or most significant activities: <u>To work with students, their families, and educational and social institutions in drop-out prevention. Students at risk of dropping out of school are targeted.</u>	
<b>2</b> Check this box <input type="checkbox"/> if the organization discontinued its operations or disposed of more than 25% of its net assets.	
<b>Activities &amp; Governance</b>	<b>3</b> Number of voting members of the governing body (Part VI, line 1a) . . . . . <b>3</b> <u>4</u>
	<b>4</b> Number of independent voting members of the governing body (Part VI, line 1b) . . . . . <b>4</b> <u>4</u>
	<b>5</b> Total number of individuals employed in calendar year 2015 (Part V, line 2a) . . . . . <b>5</b> <u>52</u>
	<b>6</b> Total number of volunteers (estimate if necessary) . . . . . <b>6</b> <u>602</u>
	<b>7a</b> Total unrelated business revenue from Part VIII, column (C), line 12 . . . . . <b>7a</b> <u>-0-</u>
	<b>b</b> Net unrelated business taxable income from Form 990-T, line 34 . . . . . <b>7b</b> <u>-0-</u>
	<b>Revenue</b>
<b>8</b> Contributions and grants (Part VIII, line 1h) . . . . . <b>795,311</b> <u>770,005</u>	Prior Year Current Year
<b>9</b> Program service revenue (Part VIII, line 2g) . . . . . <b>979,000</b> <u>1,128,000</u>	
<b>10</b> Investment income (Part VIII, column (A), lines 3, 4, and 7d) . . . . . <b>2,694</b> <u>3,659</u>	
<b>11</b> Other revenue (Part VIII, column (A), lines 5, 6d, 8c, 9c, 10c, and 11e) . . . . . <b>1,777,005</b> <u>1,901,664</u>	
<b>12</b> Total revenue—add lines 8 through 11 (must equal Part VIII, column (A), line 12) . . . . . <b>1,777,005</b> <u>1,901,664</u>	
<b>Expenses</b>	
<b>13</b> Grants and similar amounts paid (Part IX, column (A), lines 1–3) . . . . . <b>25,000</b>	
<b>14</b> Benefits paid to or for members (Part IX, column (A), line 4) . . . . .	
<b>15</b> Salaries, other compensation, employee benefits (Part IX, column (A), lines 5–10) . . . . . <b>1,424,525</b> <u>1,676,967</u>	
<b>16a</b> Professional fundraising fees (Part IX, column (A), line 11e) . . . . .	
<b>b</b> Total fundraising expenses (Part IX, column (D), line 25) ▶	
<b>17</b> Other expenses (Part IX, column (A), lines 11a–11d, 11f–24e) . . . . . <b>298,957</b> <u>233,084</u>	
<b>18</b> Total expenses. Add lines 13–17 (must equal Part IX, column (A), line 25) . . . . . <b>1,748,482</b> <u>1,910,051</u>	
<b>19</b> Revenue less expenses. Subtract line 18 from line 12 . . . . . <b>28,523</b> <u>-8,387</u>	
<b>Net Assets or Fund Balances</b>	
<b>20</b> Total assets (Part X, line 16) . . . . . <b>1,085,309</b> <u>1,086,628</u>	Beginning of Current Year End of Year
<b>21</b> Total liabilities (Part X, line 26) . . . . . <b>69,887</b> <u>79,593</u>	
<b>22</b> Net assets or fund balances. Subtract line 21 from line 20 . . . . . <b>1,015,422</b> <u>1,007,035</u>	

**Part II Signature Block**

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

**Sign Here**

Signature of officer \_\_\_\_\_ Date \_\_\_\_\_

Type or print name and title \_\_\_\_\_

**Paid Preparer Use Only**

Print/Type preparer's name Rhonda L. Gillum Preparer's signature [Signature] Date 11/15/16 Check  if self-employed PTIN P00961520

Firm's name ▶ Rhonda L. Gillum, Certified Public Accountant Firm's EIN ▶ 75-1510396

Firm's address ▶ 520 W. Pecan Blvd. #17; McAllen, TX 78501 Phone no. 956-618-2224

May the IRS discuss this return with the preparer shown above? (see instructions)  Yes  No

*27 pages*

**Part VIII Statement of Revenue**

Check if Schedule O contains a response or note to any line in this Part VIII

			(A) Total revenue	(B) Related or exempt function revenue	(C) Unrelated business revenue	(D) Revenue excluded from tax under sections 512-514	
Contributions, Gifts, Grants and Other Similar Amounts	1a	Federated campaigns . . . . .					
	1b	Membership dues . . . . .					
	1c	Fundraising events . . . . .					
	1d	Related organizations . . . . .					
	1e	Government grants (contributions)	768,902				
	1f	All other contributions, gifts, grants, and similar amounts not included above	1,103				
	g	Noncash contributions included in lines 1a-1f: \$					
	h	<b>Total.</b> Add lines 1a-1f . . . . . ▶		770,005			
Program Service Revenue	2a	School service contracts	611710	1,128,000	1,128,000		
	b	_____					
	c	_____					
	d	_____					
	e	_____					
	f	All other program service revenue .					
	g	<b>Total.</b> Add lines 2a-2f . . . . . ▶		1,128,000			
Other Revenue	3	Investment income (including dividends, interest, and other similar amounts) . . . . . ▶		3,659		3,659	
	4	Income from investment of tax-exempt bond proceeds ▶					
	5	Royalties . . . . . ▶					
	6a	Gross rents . . . . .	(i) Real				
			(ii) Personal				
	b	Less: rental expenses					
	c	Rental income or (loss)					
	d	Net rental income or (loss) . . . . . ▶					
	7a	Gross amount from sales of assets other than inventory	(i) Securities				
			(ii) Other				
	b	Less: cost or other basis and sales expenses . . . . .					
c	Gain or (loss) . . . . .						
d	Net gain or (loss) . . . . . ▶						
8a	Gross income from fundraising events (not including \$ _____ of contributions reported on line 1c). See Part IV, line 18 . . . . . a						
b	Less: direct expenses . . . . . b						
c	Net income or (loss) from fundraising events . . ▶						
9a	Gross income from gaming activities. See Part IV, line 19 . . . . . a						
b	Less: direct expenses . . . . . b						
c	Net income or (loss) from gaming activities . . ▶						
10a	Gross sales of inventory, less returns and allowances . . . . . a						
b	Less: cost of goods sold . . . . . b						
c	Net income or (loss) from sales of inventory . . ▶						
Miscellaneous Revenue		Business Code					
11a	_____						
b	_____						
c	_____						
d	All other revenue . . . . .						
e	<b>Total.</b> Add lines 11a-11d . . . . . ▶						
12	<b>Total revenue.</b> See instructions. . . . . ▶		1,901,664	1,128,000		3,659	

pa<sup>6</sup>

**Part X Balance Sheet**

Check if Schedule O contains a response or note to any line in this Part X

		(A) Beginning of year		(B) End of year	
<b>Assets</b>	1	756,025	1	806,282	
	2	224,176	2	225,297	
	3		3		
	4	72,250	4	30,750	
	5		5		
	6		6		
	7		7		
	8		8		
	9	18,116	9	13,319	
	10a				
		10a	37,409		
	b	10b	27,146	10c	10,263
	11			11	
	12			12	
	13			13	
	14			14	
15		716	15	717	
16		1,085,309	16	1,086,628	
		69,887	17	79,593	
<b>Liabilities</b>	17		18		
	18		19		
	19		20		
	20		21		
	21		22		
	22		23		
	23		24		
	24		25		
	25		26	79,593	
	26		69,887		
<b>Net Assets or Fund Balances</b>	Organizations that follow SFAS 117 (ASC 958), check here <input checked="" type="checkbox"/> and complete lines 27 through 29, and lines 33 and 34.				
	27	1,015,422	27	1,007,035	
	28		28		
	29		29		
	Organizations that do not follow SFAS 117 (ASC 958), check here <input type="checkbox"/> and complete lines 30 through 34.				
	30		30		
	31		31		
	32	1,015,422	33	1,007,035	
33	1,085,309	34	1,086,628		
34					

