



HARBOR REGIONAL CENTER ANNUAL REPORT – 2012

ENTHUSIASM

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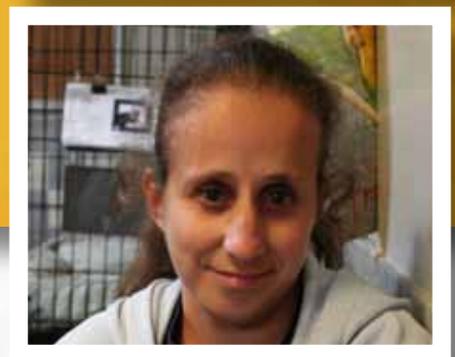
Mr. Mariano Sanz

Mr. Robert Irlen, *Board Advisor*

Patricia Del Monico, *Executive Director*

en•thu•siasm | That's the word that distinguishes the four individuals we feature in our annual report this year. Whether it's working, entertaining, painting or studying, each of them brings the energy of sheer joy in what they're doing. Their lives are filled with challenges overcome, people they enjoy, and meaningful activities.

AND ISN'T THAT WHAT WE ALL WANT?



CASEY OVERCOMES PAST CHALLENGES

“My life was hard that’s no lie, but I keep going. And it will be thanks to them for getting me back on track.”



Casey enjoys his apartment, and looks forward to a bright culinary future thanks to the C2C program.

Casey Reed-Massey confides that his early years were not easy. While in middle and high school, he experienced bullying and had trouble with his school work. After being diagnosed with an intellectual disability, he was introduced to Harbor Regional Center, and his HRC Counselor Cassie Forrest, who thought he would be a great candidate for the new College2Career (C2C) program. C2C is an innovative postsecondary program that offers educational coaching, student housing, and independent living support for HRC adults, through a partnership between HRC, Long Beach City College, HOPE, and California MENTOR.

Prior to entering C2C, he had attended Long Beach City College “off and on” for a couple of years. According to Casey, having people to help him along made all the difference in getting him to focus and succeed in his studies. “You need a helping hand once in a while. You’re not doing it all by yourself.” Looking around the C2C student apartment he now shares with roommate Sam, he adds, “I wouldn’t have any other place to go, otherwise.”

Casey recalls, “When I got the call saying that I was selected, I jumped for joy. It has been almost a year since I have joined the program and I have accomplished so much. With this program I have done things that I didn’t think I could do on my own. When it comes to school, they have really helped me a lot.”

Casey has already earned two certificates for culinary arts, for Servsafe and Food Prep. And he recently received the good news that he had been awarded the Henry J. Meyer Family Scholarship through the Long Beach City College Foundation.

When he’s not cooking and dreaming of having his own restaurant, Casey likes hanging out and going to movies with his roommate. An avid fan of anime, he makes his own costumes and masks to wear to Anime Expo.

“My life was hard that’s no lie, but I keep going. And it will be thanks to them for getting me back on track.”



Casey shines during his Culinary Arts final exam.

EXPRESSING HERSELF: ADRIANA

“Her work is translated beautifully into intaglio prints and carvings in ceramics.”



Adriana cradles one of her special favorites at Harbor Animal Care Center.

Adriana Homsi began receiving arts training, part-time, at the ECF Art Center in San Pedro, about five years ago. Her mother Barbara Homsi recalls, “She had always showed a talent for Picasso-type drawings. When I found out about the Art Center, I was thrilled.”

Adriana now also enjoys working in ceramics and printmaking. Program Director Adriane Mota observes, “Adriana creates detailed whimsical line drawings, incorporating images of faces, animals and houses. Her work is translated beautifully into intaglio prints and carvings in ceramics.” Adriana’s work is for sale at the Art Center along with that of other artists.

Her HRC Counselor, Kea Carney, noted that her artistic expression has really blossomed with the support and direction of the Art Center artists and staff.

Adriana also gets to express her love of animals while working at her volunteer job. The Easter Seal Society of California arranged her volunteer position at the Harbor Animal Care Center, and supports her in her work there twice a week.

Doing work she loves, expanding her artistic expression, and being respected as her own person have helped Adriana become a more self-sufficient and confident young adult. She is now doing things that she and her family never dreamed she would do.



Prolific artist Adriana displays a ceramic piece as she stands before one of her paintings.

JEFF BROWER – THE MUSIC MAN

“It’s a wonderful sensation to get up there and be used as God’s instrument.”



Jeff volunteers his time to entertain at convalescent hospitals.

More than two decades ago, Jeff Brower came to Harbor Regional Center challenged by social and emotional difficulties associated with autism. He had little support and his family didn’t quite know what to do. Jeff was ready to make a difference in his life, with help from HRC.

“Harbor Regional Center knew just what I needed. They laid the groundwork and the foundation to help me learn social skills and how to live independently. They saved my life,” recalls Jeff.

At first he needed a lot of support to express himself, develop self-confidence, and have a better understanding of himself. But he learned to tell us what he needed. He started out attending Arts and Services for Disabled where he concentrated on expressing himself through music, all the while improving his communication skills. Then he decided to take a big step, and enroll in Long Beach City College’s music department. At the same time, he found a wonderful supportive family at Bethany church, where to this day he sings with the choir every Sunday. “It’s a wonderful sensation to get up there and be used as God’s instrument,” he enthuses.

Jeff participated in the choir’s recent holiday show, where he performed an opening solo. He’s also taken his own show “Christmas with Jeff” to local convalescent hospitals.

Jeff has emerged as a leader among his peers. He has served for many years on HRC’s Client Advisory Committee. He volunteered as a member of the Board for the HOPE program, before joining the HRC Board of Trustees in 2011.

With the help of supported living services Jeff lives in an apartment on his own, supported by United Cerebral Palsy. His best friend Bryan lives close by.

Jeff approaches each day with optimism, enthusiasm, and always with a smile.



Jeff beams when he discusses his time with the church choir as well as the HRC Board.

THE DYNAMIC MEAD DULEY

*“I am a people person,
and I especially like interacting
with Honda employees and
with couriers.”*



*Mead receives an assignment from
supervisor Frank Medina.*

Energy is too small a word to describe the human dynamo that is Mead Duley. Whether working, volunteering or participating in a number of sports, Mead is a picture of non-stop focus and action.

He's been a Harbor Regional Center client for many years. Harbor connected Mead to Social Vocational Services and he landed a job with American Honda in Torrance. He's been there since 2001, working in shipping and receiving. He's also a certified forklift operator.

Mead loves his work. "I like the satisfaction of doing a good job," he explains, adding "I am a people person, and I especially like interacting with Honda employees and with couriers."

His supervisor Frank Medina notes, "He is just an extremely hard worker, always more than ready to work. You can always depend on Mead."

Mead's interests include playing with the City of Torrance Adult Softball league, as well participating in basketball, track and field, softball, and bowling with the Torrance PALS program and Special Olympics.

He is also proud to be a member of the HRC Client Advisory Committee representing his fellow clients and providing input to the HRC Board of Trustees.



Mead brings his abundant energy to the shipping and receiving division at American Honda.

STATEMENTS OF FINANCIAL POSITION

	June 30, 2012	June 30, 2011
ASSETS		
Cash and cash equivalents	\$ 1,362,181	\$ 15,257,452
Cash – client trust funds	1,252,100	1,442,998
Certificates of deposit	67,379	67,379
Contract receivable	37,728,467	25,060,599
Receivable from Intermediate Care Facilities	7,500,941	7,656,987
Other receivables	64,329	63,918
Deferred costs for accrued vacation and other leave benefits	800,448	962,379
Deferred cost for rent liability	2,897,338	1,696,240
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Total assets	\$ 51,673,183	\$ 52,207,952
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LIABILITIES AND NET ASSETS		
Liabilities:		
Accounts payable	\$ 12,123,071	\$ 11,669,990
Accrued salaries	226,462	281,887
Contract advance	27,258,322	28,829,504
Payable to Department of Developmental Services	7,338,869	7,726,054
Accrued vacation and other leave benefits	800,448	962,379
Deferred rent	2,897,338	1,696,240
Unexpended client trust funds	847,431	903,598
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Total liabilities	51,541,941	52,069,652
Commitments and contingencies		
Unrestricted net assets	131,242	138,300
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Total liabilities and net assets	\$ 51,673,183	\$ 52,207,952
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STATEMENTS OF ACTIVITIES

	Year Ended June 30, 2012	Year Ended June 30, 2011
		(Consolidated)
Revenue and support:		
Federal awards	\$ 76,072,157	\$ 72,179,228
Grants	57,328,151	54,700,742
Interest	35,023	109,436
Donations	31,377	29,930
Other income	311,256	186,471
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Total revenue and support	133,777,964	127,205,807
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Expenses:		
Program services:		
Direct client services	131,458,859	121,698,571
Supporting services:		
General and administrative	2,326,163	4,426,550
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Total expenses	133,785,022	126,125,121
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Change in net assets	(7,058)	1,080,686
Unrestricted net assets		
Beginning of year	138,300	18,704
Effect of deconsolidation of Del Harbor	<hr/>	(961,090)
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End of year	\$ 131,242	\$ 138,300

STATEMENTS OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED JUNE 30, 2012

	Program Services	Supporting Services	
	Direct Client Services	General and Administrative	Total Expenses
Salaries and related expenses:			
Salaries	\$ 11,146,681	\$ 947,683	\$ 12,094,364
Employee health and retirement benefits	2,578,039	219,183	2,797,222
Payroll taxes	151,991	12,922	164,913
Total salaries and related expenses	13,876,711	1,179,788	15,056,499
Purchase of services:			
Other purchased services	56,134,254		56,134,254
Residential care facilities	38,254,861		38,254,861
Day programs	15,400,145		15,400,145
Facility rent	4,063,652	345,489	4,409,141
Equipment and facility maintenance	1,483,526	126,128	1,609,654
Contract and consultant fee	1,105,501	93,989	1,199,490
General office expenses	432,335	36,778	469,113
Communication	282,955	24,057	307,012
Equipment purchases	163,379	13,890	177,269
Insurance	74,004	48,266	122,270
Staff travel	78,001	6,632	84,633
General	67,236	357,716	424,952
Accounting fees		52,500	52,500
Printing	42,299	3,596	45,895
Legal fees		19,251	19,251
Board expenses		18,083	18,083
Total expenses	\$131,458,859	\$ 2,326,163	\$ 133,785,022

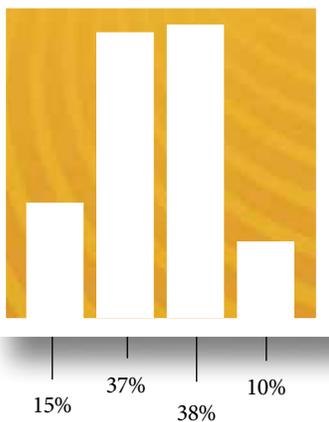
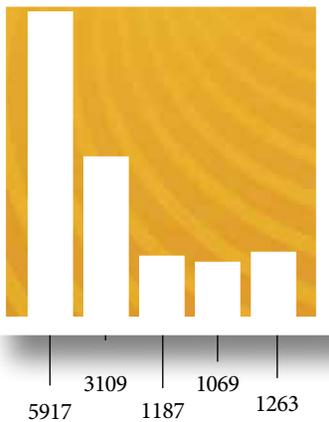
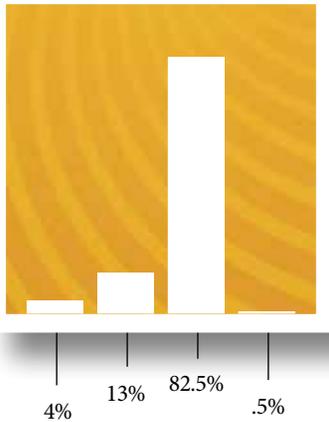
STATEMENTS OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED JUNE 30, 2011

	Program Services	Supporting Services	
	Direct Client Services	General and Administrative	Total Expenses
			(Consolidated)
Salaries and related expenses:			
Salaries	\$ 10,941,918	\$ 940,298	\$ 11,882,216
Employee health and retirement benefits	2,555,182	219,581	2,774,763
Payroll taxes	167,654	14,407	182,061
Total salaries and related expenses	13,664,754	1,174,286	14,839,040
Purchase of services:			
Other purchased services	52,008,874		52,008,874
Residential care facilities	36,251,495		36,251,495
Day programs	15,765,622		15,765,622
Interest expense		2,085,476	2,085,476
Equipment and facility maintenance	1,485,109	127,623	1,612,732
Contract and consultant fee	658,777	90,569	749,346
Equipment purchases	470,495	40,432	510,927
General	445,790	38,309	484,099
Depreciation and amortization		462,917	462,917
Communication	300,899	25,858	326,757
Facility rent	272,080	23,381	295,461
Insurance	83,931	90,682	174,613
General office expenses	48,890	87,633	136,523
Utilities	125,573	10,791	136,364
Staff travel	83,020	7,134	90,154
Accounting fees		81,354	81,354
Legal fees		64,871	64,871
Printing	33,262	2,858	36,120
Board expenses		12,376	12,376
Total expenses	\$121,698,571	\$ 4,426,550	\$ 126,125,121

STATEMENTS OF CASH FLOWS

	Year Ended June 30, 2012	Year Ended June 30, 2011
	(Consolidated)	
Cash flows from operating activities:		
Change in net assets	\$ (7,058)	\$ 1,080,686
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation		434,244
Amortization of bond issuance costs		28,673
(Increase) decrease in assets:		
Contract receivable	(12,667,868)	8,692,342
Other receivables	(411)	68,415
Deferred cost for rent liability		(1,079,436)
Increase (decrease) in liabilities:		
Accounts payable	453,081	1,503,235
Accrued salaries	(55,425)	(268,043)
Payable to Department of Developmental Services	(181,139)	69,067
Unexpended client trust funds	(56,167)	118,480
Total adjustments	(12,507,929)	9,566,977
Net cash provided (used) by operating activities	(12,514,987)	10,647,663
Cash flows from investing activities:		
Deconsolidation of Del Harbor		(1,035,271)
Purchase of land, building, and improvements		(607,966)
Change in restricted cash		356,265
Net cash used by investing activities		(1,286,972)
Cash flows from financing activities:		
Proceeds from contract advance	31,147,422	32,373,929
Payment of contract advance	(32,718,604)	(32,217,441)
Net cash provided (used) by financing activities	(1,571,182)	156,488
Net increase (decrease) in cash and cash equivalents	(14,086,169)	9,517,179
Cash and cash equivalents:		
Beginning of year	16,700,450	7,183,271
End of year	\$ 2,614,281	\$ 16,700,450
Cash and cash equivalents	\$ 1,362,181	\$ 15,257,452
Cash – client trust funds	1,252,100	1,442,998
	\$ 2,614,281	\$ 16,700,450



TOTAL CLIENTS **11,440**

Intake	4%
Early Start (serving families with infants & toddlers at risk for disability).....	13%
Clients with developmental disabilities residing in the community	82.5%
Clients with developmental disabilities residing in Developmental Centers.....	0.5%

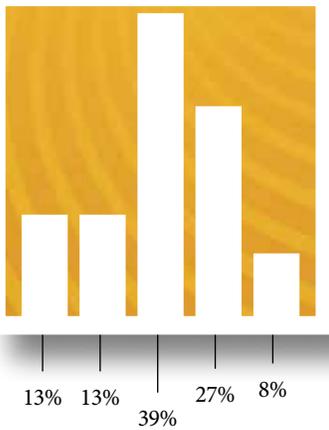
CLIENTS BY DIAGNOSIS

Intellectual Disability	5917
Autism	3109
Epilepsy	1187
Cerebral Palsy	1069
Other	1263

Individuals may have more than one diagnosis

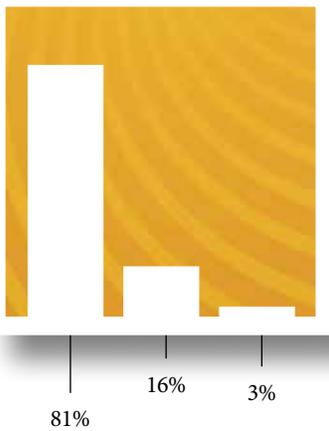
CLIENTS BY AGE

Birth to Three Years.....	15%
Ages 3 to 18	37%
Ages 18 to 50	38%
Ages 50 and over.....	10%



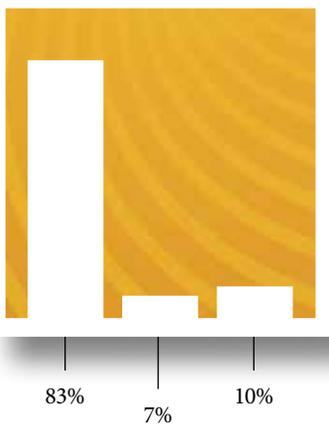
CLIENTS BY ETHNICITY

African American.....	13%
Asian	13%
Hispanic.....	39%
White.....	27%
Multi-ethnic and other	8%



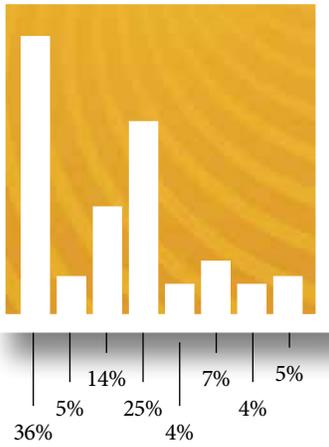
CLIENTS BY PRIMARY LANGUAGE

English	81%
Spanish.....	16%
All others	3%



CLIENTS BY RESIDENCE TYPE

Family.....	83%
Independent & Supported Living	7%
Licensed Home	10%



PURCHASE OF SERVICES EXPENDITURES

Licensed Homes.....	36%
Supported Living.....	5%
Day Activities.....	14%
Therapy Services.....	25%
Respite.....	4%
Transportation.....	7%
Medical Services.....	4%
Other.....	5%

HARBOR DEVELOPMENTAL DISABILITIES FOUNDATION, INC.

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