



2014 Annual Report "WE STAND COMMITTED"

MISSION STATEMENT

Children's Choice, Inc. is a Christian social service agency, which provides specialized community-based services. Children's Choice, Inc. serves as a bridge for individuals who are in need of the reintegrative process of family living.

Intensive individualized supportive services are provided to empower clients in achieving their highest potential.

As a response to changing needs in families and society, Children's Choice, Inc. seeks to be an agent of positive change with those we serve throughout the world.

CORE VALUES

To be committed to serve.

To uphold Christian values.

To provide and promulgate positive family environments.

To promote family re-unification.

To facilitate choices, respecting each individual's right to choose.

To work in a team oriented approach.

To provide for the physical, psychological and spiritual needs of others.

To stimulate personal growth and self-determination.

To be agents of faith.

To encourage and enhance social consciousness.

BOARD MEMBERS



Mr. Norman Robinson Chairman Emeritus Retired, City of Philadelphia Police Department Sicklerville, New Jersey



Christopher Cummings, Esq. Board Member Partner, Stradley, Ronon, Stevens & Young, LLP Malyern, Pennsylvania



Rev. Bernard Keels Board Chairman Chapel Director Morgan State University Baltimore, Maryland



Rev. Lawrence Crawford
Board Member
Senior Pastor
Foster Memorial
Baptist Church
Philadelphia. Pennsylvania



Dr. Sheila D. Thompson Secretary of the Board Educational Psychologist Glenn Dale, Maryland



Mrs. Jacquelyn Baldwin Board Member Retired from Occidental Chemical Company



Mr. Richard A. Hause Board Member Retired from Grant Thornton Philadelphia, Pennsylvania



Mr. Richard J. Devine Board Member Vice President/Commercial Relationship Manager First Savings Bank Perkasie, Pennsylvania



Mrs. Christine Keels
Board Member
Supervisory Program Analyst
District of Columbia
Court Services & Offender
Supervision Agency
Baltimore, Maryland



Mrs. Carolyn Dunn
Board Member
President
Voice of Choice: Resource
Parent Support Group
Reisterstown, MD

STEWARDSHIP REPORT

As a boater, I learned to appreciate the help of lighthouses. The lighthouse sends its beam far out into the environment illuminating dark or murky areas. In 1982, Children's Choice had its beginning in Chester, Pennsylvania, where we still work. We added six sites in Lewisburg and in Philadelphia, Pennsylvania. Since our founding, we have reached into areas that were uncharted waters for us, so that we now also operate from offices in Newark and Dover, Delaware, in Baltimore, Kent Island and Salisbury, Maryland and are headquartered in Bellmawr New Jersey.

Children's Choice began providing our small light in the foster care system by contracting to provide specialized foster care, then in 1995 we began to do kinship, recognizing that a child's best place is most often with his birth family. This led to Interstate Compact Care, in which children needed to be placed across state borders, often to keep a family intact. Adoption became a natural corollary, as so many foster families elected to adopt when children were unable to return to birth family.

Some of the children referred to us had significant mental health challenges, so we developed a program of Therapeutic Foster Care which addresses these children and their families. To meet the needs of children lingering in hospitals and those who could not yet be cared for at home, we initiated programs for medically fragile children. Today we serve 1,262 children in full-time foster and kinship care.

Understanding that the caregivers of these children needed time to re-group, re-charge and rest, we introduced respite care to help our resource parents to be more patient and creative. We then added to general respite care by using respite as diversionary measure to avoid placements, and we expanded into Parent Aide services, both to prevent placement and to help adjustment for a child returning home. We provide Parent Empowerment classes, helping parents learn to cope with their children's behaviors. Recently we have engaged in Refugee Placement, a program that swelled significantly this year, but now seems to have adjusted to a more systematic flow.

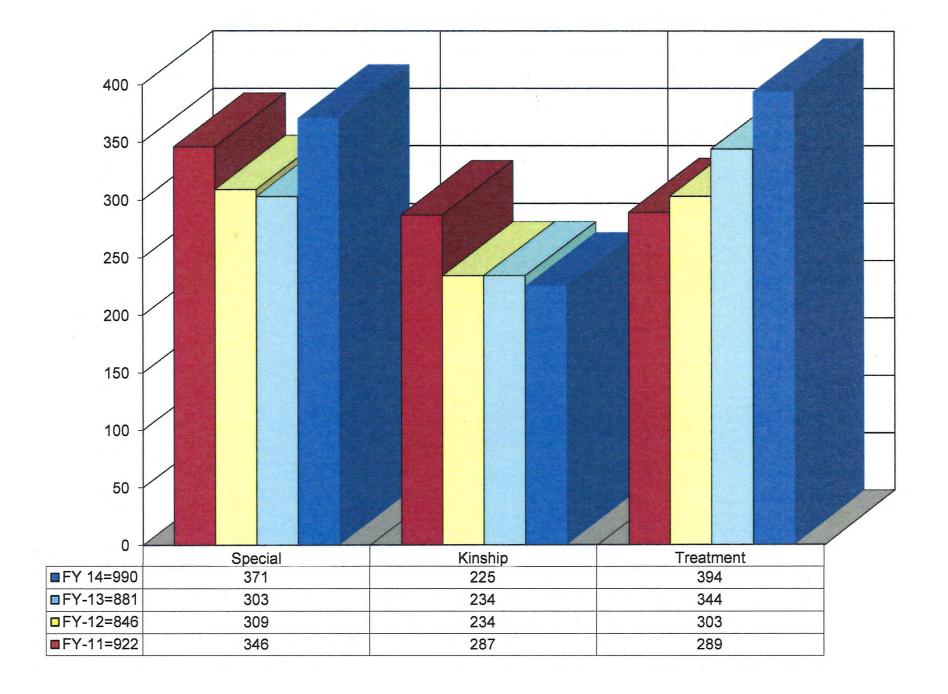
The seas that surround the lighthouse are constantly changing. Sometimes the sailing is smooth, often it's choppy, and occasionally powerful storms assail. The lighthouse is built to withstand the tempest, not to waver in whitecaps, and to reflect the tranquility often occasioned by its environment. Children's Choice, too, has been built to endure the changing atmosphere of child welfare; sometimes the "sea" is routine and calm, children are placed into safe environments, and permanencies are consummated. At other times, Children's Choice and the other child welfare agencies are beset by repetitive paperwork and bureaucracy, slow-moving courts, dysfunctional helping systems, all of which have the potential to cause the swerving off course from the safe havens all children need.

And then there are typhoons, hurricanes, tempests! The ground shakes, the waves crash, the winds roar, but through all the changes, this agency adapts and plans and prepares for contingencies while shining its light steadily and true, arcing through the murkiness that always accompanies change, proclaiming that Children's Choice is fixed upon the Rock and will continue to serve children and their families in traditional ways and through new programs. As long as God enables us to be the light, we will, to show children the path across their stormy seas to their safe havens. We stand committed to serve in whatever capacity God directs.

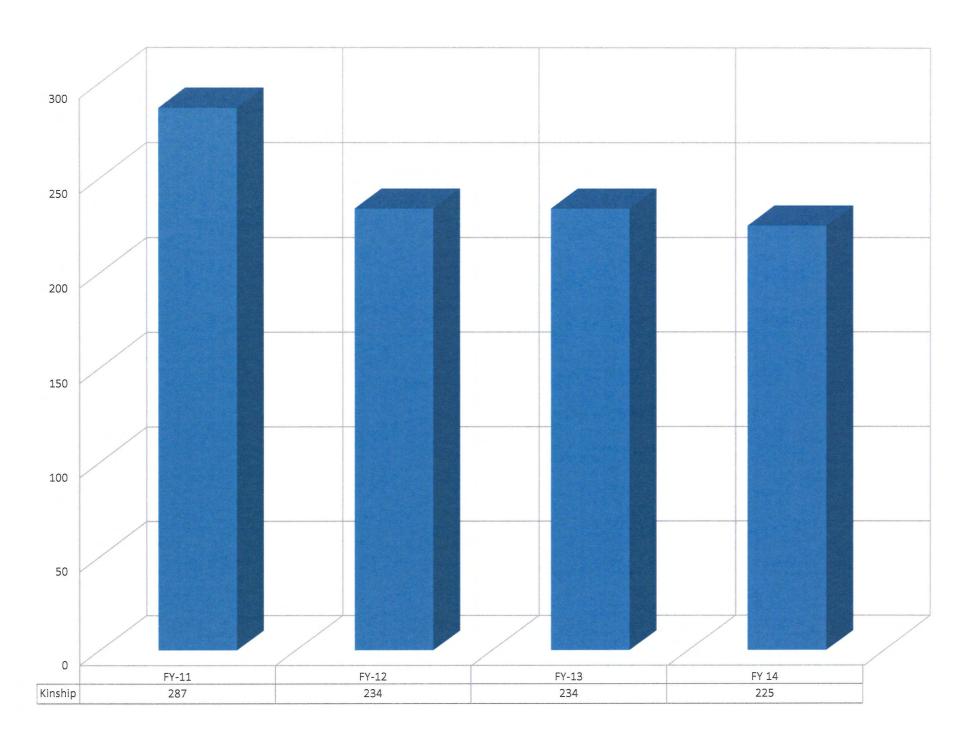


Dr. Carolyn A. Eberwein President

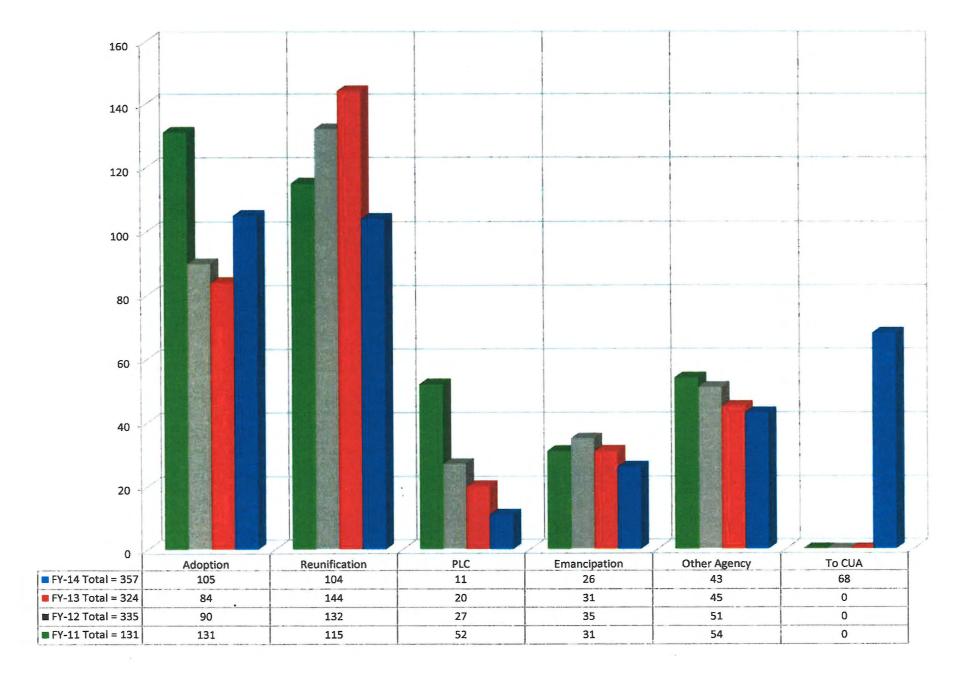
Goal 1: To increase the number of children served in specialized, kinship and treatment foster care. The number of children in specialized and treatment foster care has increased and there are slight decreases in kinship care.



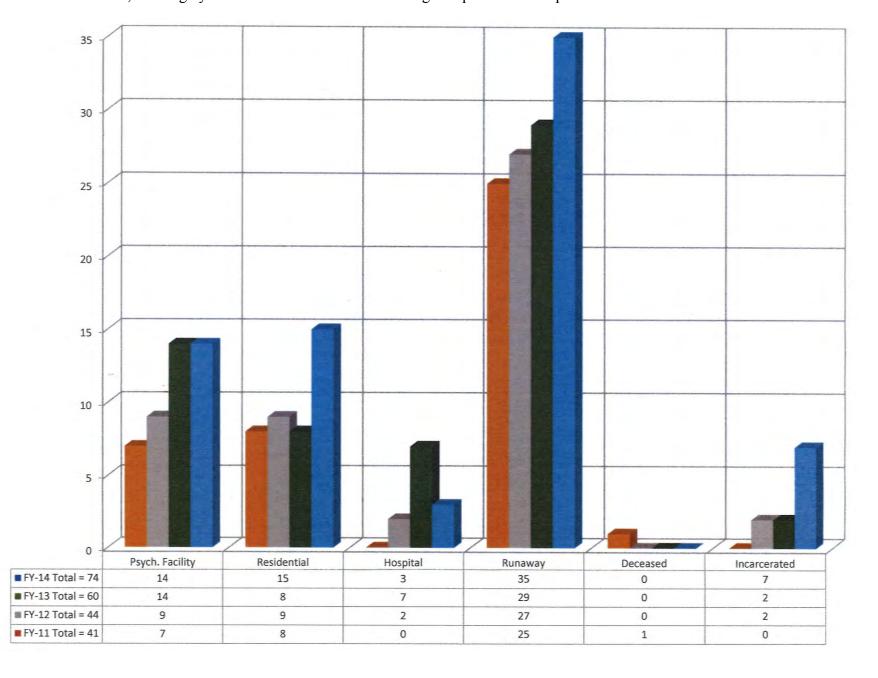
Goal 2: To increase the number of children served in kinship care. The number of children referred has decreased slightly in FY '14.



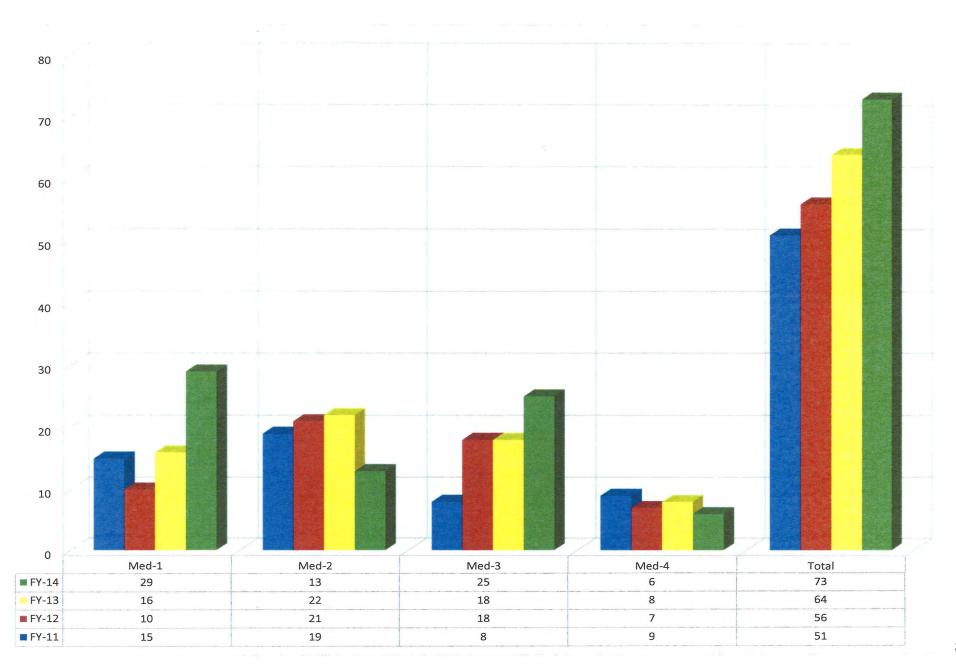
Goal 3: To increase the number of positive discharges for children in out-of-home care. The number of reunifications has decreased by 28% while the number of adoptions has increased by 20%.



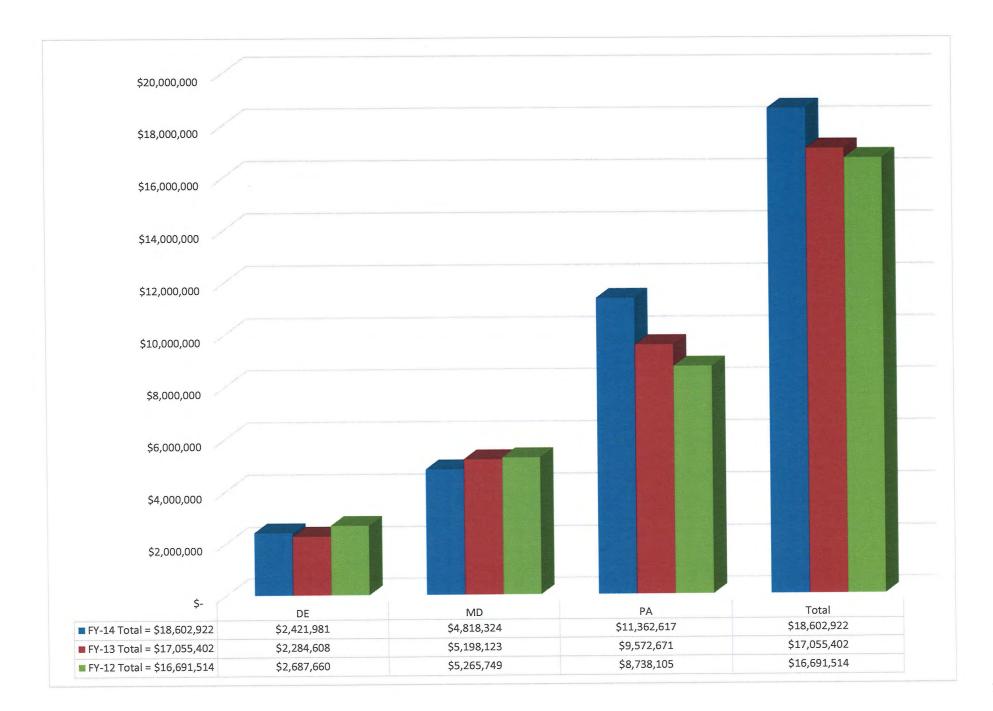
Goal 4: To reduce the number of negative discharges for children in out-of-home care. The number of negatively discharged children has grown, a reflection of the increasingly challenging diagnoses and needs of the children referred. These needs also reflect the number of children sent to psychiatric facilities. The number of residential placements, runaways and those incarcerated has increased, due largely to the number of older teens being accepted for kinship and foster care.



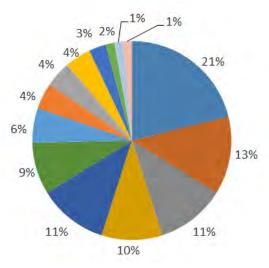
Goal 5: To expand services to medically-fragile children. The number of medically fragile children referred has increased, particularly in the Med 1 category, those with less complex medical needs. However, Children's Choice continues to accept children who are seriously medically compromised and chronically ill.



Goal 6: To increase agency revenues. We have increased existing contracts and added new contracts to total \$1,581,650 (9.32%) increase over the prior fiscal year.



Separations of Staff Fiscal Year 2014 46% Turnover Rate*

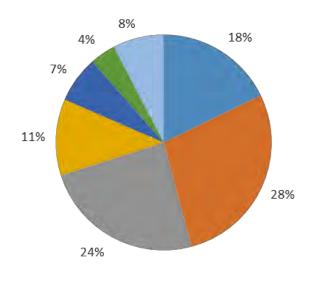


Reasons for separation:

- Money (15 persons)
- Relocation (9 persons)
- School (8 persons)
- Performance (8 persons)
- Advancement (7 persons)
- Working Conditions (6 persons)
- Family (4 persons)
- Rif/Layoff (3 persons)
- Abandon Job (3 persons)
- Seasonal (3 persons)
- Transfer to Contractor (2 persons)
- Unfavorable Background (1 person)
- Commute (1 person)
- Medical issue (1 person)

* CWLA Salary Study estimates turnover for private agencies at 35.3% (2003).

Length of Employee Service in Years Total Number of Employees: 157



- 6 months (28 persons)
- Under 2 yrs (44 persons)
- 2 to 5 yrs (38 persons)
- 5 to 10 yrs (18 persons)
- 10 to 15 yrs (11 persons)
- 15 to 20 yrs (6 persons)
- Over 20 yrs (12 persons)

THE VOICE OF CHOICE: RESOURCE PARENT SUPPORT GROUP

The Voice of Choice is a dynamic Resource Parent Support Group representing all of the families of Children's Choice. All currently licensed Children's Choice resource parents are members of the Voice of Choice serving over 700 families in Delaware, Maryland, New Jersey, Pennsylvania and Washington, D.C. This diverse group consists of representatives and alternates from every Children's Choice office. Each office is invited to send one resource parent to attend our meetings, however, representatives, staff and other resource parents are welcome to attend. We meet quarterly at the main office in Bellmawr, New Jersey.

Dr. Carolyn Eberwein, our President and Web Eberwein, our Chief Executive Officer regularly attend these meetings acting in an advisory capacity. Their presence allows resource parents a voice at the corporate level, which makes our support group very unique. The sitting President of the Voice of Choice is appointed to the agency's Board of Directors and is a voting member.

The Voice of Choice is funded primarily through resource family donations. As a result of these donations, we are able to sponsor several ongoing programs and activities. During the holiday season we fund a Santa's Workshop for each office so that children can enjoy shopping for gifts for their families. We are especially proud of our Scholarship Fund which allows us to help students as they pursue higher education. We are currently able to offer a \$500 scholarship to students who meet eligibility requirements.

In an effort to educate families on the abuse allegation process, the Voice of Choice has produced a DVD entitled "Accused". A copy has been provided for each Voice of Choice Representative and each Children's Choice Office to share with a family in the event of an allegation. Voice of Choice Representatives are available to support families who may be going through the allegation process.

Training is very important to us and resource parents have been extended the opportunity for additional training through the National Foster Parent Association and the State Resource Family Conference. We encourage our parents to take advantage of these training opportunities to help better serve the children in their care. These trainings also allow resource families the opportunity to connect with other families, share experiences, challenges, and build lasting relationships.



Carolyn Dunn, President Voice of Choice

COMMONWEALTH OF PENNSYLVANIA

Ninety-eight performance-based contracting permanencies were consummated.



743 Pennsylvania children were cared for this year by 319 resource families.

Forty-six Pennsylvania children were reunified with their parents.

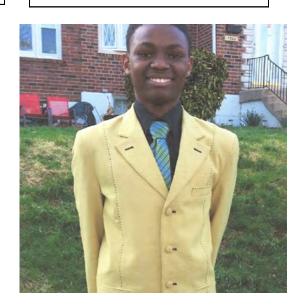


Six permanent legal custodianships were awarded by Pennsylvania courts.



Sibling groups totaling 252 children were placed together.

Sixty-eight Pennsylvania adoptions were finalized.





Four mothers and their babies were kept together in foster families.



Three emancipations were awarded.

STATE OF DELAWARE









Twenty-one reunifications were achieved.

One hundred and eleven children were cared for by 45 Delaware resource parents.

Thirty-three siblings were placed together this year, part of Children's Choice's emphasis on sustaining family ties.



Five emancipations were effected.



We conduct Parent Empowerment classes and Parent Aide programs to help to prevent children going into placement.

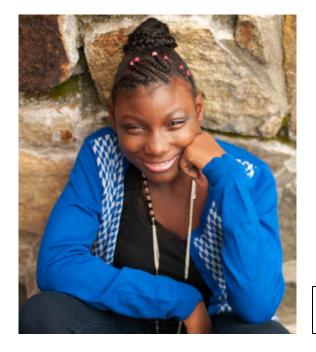


Twenty-nine adoptions were finalized this year in Delaware.

STATE OF MARYLAND



Sixteen emancipations occurred.



Twenty-two reunifications were achieved!



One hundred and fifty-seven children were cared for by 82 Maryland resource parents.



Our Mid Shore and Lower Shore respite programs provided 1,848 nights of respite and prevented entry into care for 116 children from 95 families.



Thirty-three siblings were placed together with us this year.

SPECIAL EVENTS

DONATIONS



Assembly Number 61, Order of the Gold Circle donated 247 pairs of socks to Children's Choice: 3 pairs for each of the 89 children ages 1-18 years old!



Maggie Philips, Esq., Children's Choice Corporate Attorney, receives a donation from The Safegard Group, Inc.



Dr. Carolyn Eberwein, President displays a set of pajamas donated to Children's Choice by Pajama Program Headquarters and Reading Center to our Kent Island, Maryland office.

GRADUATION DAY



We were pleased to be there to help Amanda celebrate her high school graduation. She remained in the same foster home for six years while maintaining contact with family members. She will attend Delaware State University in the fall majoring in Veterinary Science.

BRING YOUR BABY TO WORK





Children's Choice staff can bring their baby to work until the little one is 6 months old. This eases the transition back to the workplace for Moms and/or Dads.

SPECIAL EVENTS CONTINUED

OUR CHILDREN ON VACATION







TEAM BUILDING



Recruiters try to climb a rock wall as part of their training.





Carolyn Dunn, Voice of Choice President/Board Member gallops her knightly steed toward the next Voice of Choice meeting.

The Adoption Department went zip lining at Lums Pond State Park in Bear, DE. This event was challenging and exciting and allowed each member of the team to use their strengths to help each other at times of weakness.

SPECIAL EVENTS CONTINUED

CHRISTMAS

Christmas is a time of wonder! Local churches, merchants and organizations donate gifts and holiday meals for our children and their families.

Staff use funds provided by the Voice of Choice, our Resource Parent Support Group, to put on Santa's Workshops, in which children can make or "buy" gifts for their foster families and their siblings back home, learning that giving is as important as receiving.







Kim from Corporate Synergies stands ready to become an Angel Tree donor.



OFFICE PICNICS FOR RESOURCE FAMILIES





The resource parents, children and staff enjoyed a day of hamburgers, hot dogs and three legged races.

RESOURCE PARENT RECRUITMENT



Rev. Scott Dorsey, Recruitment Manager hosting a booth at the "Love Philadelphia" event hosted by Antioch of Calvary Church Chapel.

SPECIAL EVENTS CONTINUED

BRING YOUR CHILD TO WORK DAY



Dr. Carolyn gets her face painted.



Web Eberwein explains the role of Chief Executive Officer.



Dr. Carolyn tells the children about how Children's Choice was started.

Jenn Amad, Program Assistant shows how her works helps the agency.

TRAINING



Web Eberwein, Chief Executive Officer welcomes New Employees to their first training.



Michele Ellis, Comptroller role plays with Shannon O'Malley, Second-in-Command of our Delaware County office.



Kareylenn Thompson, Director of Training, introduces Choice Theory/Reality Therapy to casework staff.

WHO WE SERVE



CHILDREN'S CHOICE ENTITIES Combined Statement of Activities Year Ended June 30, 2014

	- 1	6 007 1161 6	Net assets, (deficit) end of year
948.263	£ 690 069	£ 1 977 708 S	
968,067	640,581	1,470,028	Net assets (deficit), beginning of year
(19,804)	(8,312)	507,180	Increase (decrease) in net assets
* 1	* 1	×	Impairment loss on building Change in fair value of swap interest rate
(19,804)	(8,312)	507,180	Income (Loss) from Operations
4,838,128	2,430,293	10,855,437	Property Management
443,209	335,571	1,615,387	Supporting services, Management and general
4,394,919	2,094,722	821,635 9,240,050	Adoption and permanency services Total program services
4,023,725 371,194	1,849,258	7,758,989 138,922 520,504	Program services: Family foster care Phila, DHS- Aftercare Services Phila, DHS- CUA Services Phila, DHS- CUA Services Consist rescrite programs
4,818,324	2,421,981	11,362,617	Expenses:
4,805,829	2,402,609	11,341,711	Total program services revenue
2,500 3,687,732 57,300 628,022 99,309	1,348,422 106,131 617,089 326,222 1,429 3,316	26,687 750 1,600 204,900 34,022 25,002 94,996 166,570	Foster Care Interstate Compact Foster Care Interstate Compact Parent Aide Services Special Needs Adoption Services Maryland Department of Health and Mental Hygiene Maryland Department of Health & Human Resources West Virginia Department of Health & Human Resources West Virginia Department of Health & Forester County Department of Health Core Services Agency Washington D.CChild and Family Services. Chester County Court of Common Pleas Jewish Family Services Asociacion Puertorriquenos en Marcha, Inc. Catholic Community Services Wordsworth CUA 5, LLC Turning Points for Children NorthEast Treatment Centers
330,966		8,681,067 317,650 17,199 7,199 1,265 4,722 62,661 5,428 6,962 26,645 35,148 35,148 3,373 998,550 618,555	Program services: State of Pennsylvania State of Pennsylvania Philadelphia County, PA Berks County, PA Chester County, PA Chester County, PA Lawrence County, PA Union County, PA Union County, PA Union County, PA Luniata County, PA Juniata County, PA Juniata County, PA Service County, PA Schuykill Coun
6,230 6,230	17,800	1,536 13,536	Revenues:
1	17,800	12,000	Revenues: Adoption-private pay
Maryland, Inc. \$6,265 6,265	Delaware, Inc. M \$1,572 1,572	Choice, Inc. De \$7,370	Support and revenue Public support Contributions

2.45% 2.45% 11.11% 6 6.25% 6.5.76%						_																
BOTHER PROGRAM EXP. 6.39% BUILDING & EQUIP, EXP. 7.37%. BOTHER MGMT. & GEN. EXP. 2.45% 185%. 11.11% 25.76%. BDE FOSTER CARE 11.11%. BPA ADOPTION 5.57% GPA FOSTER CARE 25.76%. BDE ADOPTION 1.85% BDE ADOPTION 1.85%	χ.	3.	χiχ	41	2,587,259)	2,256,808)	(330,451)	(49,062)	(4,720)	(2,200)	1974 469)	2,587,259)										
June 14 YTD Revenue by Contract YTD Revenue by Contract 1.85% 1.85% 11.11% BDE FOSTER CARE 11.11% BPA ADOPTION 5.57% GMSCELLANEOUS ALL 48% BDE ADOPTION 1.85% BDE ADOPTION 1.85% BDE ADOPTION 1.85%	1,040,450	565,560	(9,318) 44,089	530,789	18,134,321	2,402,902 332,179	15,399,240	1,018,037	515,784	136,722	13 357 503	18,665,110	18,550,149	166,570	25,002	208,216	125,996 750	57,300 628,022	3,687,732 1,429	326,222	106,131	2000 400
% not 1% act 1%		800	I ME	OME	II PA	B DE		/	/	/	0.46%			25.76%			YTOR		■OTHER MG	BUILDING &	■OTHER PRO	101
2 2		ADDRIGHT LOOM	FOSTER CARE 25.76%	SCELLANEOUS ALL 48%	ADOPTION 5,57%	FOSTER CARE 11.11%		55,25%						5.57%	1		Revenue by Contract	lune 14	MT & GEN.EXP. 2.45%	EQUIP EXP. 7.37%	OGRAM EXP. 6,39%	

2,386,473

262,974

\$ (2,129,257) \$ 177,527 \$

- \$ 1,606,010

(2,217,468)

179,242

44,089 88,211

7,603 (9,318) (1,715) 2,265,543 76,808 2,342,351

255,371 255,371

44,122

BOTHER MGMT & GEN EXP. 2.45%	aBUILDING & EQUIP, EXP, 7.37%	■OTHER PROGRAM EXP, 6,39%	CHILD REIMB, EXP. 39,73%	DSTAFF/RESOURCE PARENT DEV.	BFRINGE BENEFITS & TAXES 7.95%	SALARIES 35.35%	0.76%	39,73%		6,39%	7.37%, 2.45%	June 2014 YTD Children's Choice Expenses
5%	6			EV. 76%	95%		8	7.95%		35.35%		e Expe

	2,386,473	2,256,809 67,476 62,188		69	Choice Services International, Inc.
	262,974	262,974	,	69	Children's Choice Property Two, Inc.
	(2,587,259)	(2,256,809) (330,450)	,	69	Eliminations
8,681,067 317,650 17,898 7,199 1,265 4,722 62,661 5,428 6,982	99,754	29,800	15,207	\$15,207	Total

BRANCH OFFICES

Dr. Carolyn A. Eberwein, President

Administrative and Training Headquarters 610-521-6270/856-754-0914 1-800-LA-CHILD

PENNSYLVANIA OFFICES

Central Pennsylvania, Lewisburg	(570) 522-1030
Delaware County, Chester	(610) 872-6200
North Broad, Philadelphia	(215) 329-6191
Market Street, Philadelphia	(215) 222-3046
Treatment Foster Care	(215) 222-3046

DELAWARE OFFICES

Dover, Kent County	(302) 678-0404
Newark, New Castle County	(302) 731-9512

MARYLAND OFFICES

	 0 0 - 70	
Baltimore		(410) 319-9681
College Park		(301) 313-9091
Kent Island		(410) 643-9290
Salisbury		(410) 546-6106

www.ChildrensChoice.org and on our Facebook page or on Twitter @ Choice Fostering

Children's Choice is a proud member of the following organizations:

Child Welfare League of America (CWLA)
International Foster Care Organization (IFCO)
Maryland Association of Resources for Families and Youth (MARFY)
Pennsylvania State Resource Parent Association (PSRPA)
Pennsylvania Council of Children, Youth and Families (PCCYFS)
William Glasser Institute



WE CAN USE YOUR HELP

As this report indicates, we are proud of what God has wrought through our efforts and we look forward to the coming year as a continuing opportunity to serve God by serving His children. If you would like to join us in this effort, we are always in need of resource parents, adoptive parents and baby furniture.

Gifts to Children's Choice are tax deductible and will help us to provide even greater services to these entrusted to our care. Your gift of 100 50 50 50 will be used to buy tickets to sporting events and museums, birthday and Christmas gifts, cribs and baby equipment. Thank you and may God bless you.

I truly hope you will accept this invitation to join our efforts to better our world by reaching out through Children's Choice, to a child in need.

Sincerely,

Carolyn A. Eberwein, Ed.D. President

Funded in part by the City of Philadelphia Department of Human Services, the Delaware Department of Services for Children, Youth and Their Families, the Maryland Department of Social Services, and the Child and Families Services Agency of Washington, D.C.