

KIDSINGERS
FINANCIAL STATEMENTS
June 30, 2017

**Bates
Coughtry
Reiss
LLP**

Serving Growing
Companies Since 1967

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To the Board of Directors of
KidSingers

Management is responsible for the accompanying financial statements of KidSingers (a nonprofit organization), which comprise the statements of financial position as of June 30, 2017 and 2016, and the related statements of activities, functional expenses and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Organization's financial position, changes in net assets, and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

Bates Coughtry Reiss LLP

August 4, 2017
Brea, CA

KIDSINGERS
STATEMENTS OF FINANCIAL POSITION
June 30, 2017 and 2016

	<u>ASSETS</u>	<u>2017</u>	<u>2016</u>
Cash and cash equivalents		\$ 121,944	\$ 93,460
Contributions receivable		-	7,500
Property and equipment net of accumulated depreciation of \$7,527 and \$16,293		<u>13,200</u>	<u>2,758</u>
Total assets		<u>\$ 135,144</u>	<u>\$ 103,718</u>
	<u>LIABILITIES AND NET ASSETS</u>		
LIABILITIES:			
Accounts payable		\$ 5,455	\$ 5,746
Accrued expenses		-	1,000
Scholarships payable		16,500	15,200
Capital lease payable		9,286	-
Payroll Tax Liabilities		<u>1,467</u>	<u>-</u>
Total liabilities		<u>32,708</u>	<u>21,946</u>
NET ASSETS:			
Unrestricted		93,285	70,121
Temporarily restricted		<u>9,151</u>	<u>11,651</u>
Total net assets		<u>102,436</u>	<u>81,772</u>
Total liabilities and net assets		<u>\$ 135,144</u>	<u>\$ 103,718</u>

See Accountants' Report.

KIDSINGERS
STATEMENTS OF ACTIVITIES
For the Years Ended June 30, 2017 and 2016

	2017			2016		
	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
SUPPORT AND REVENUE:						
Contributions						
AdoptKidsinger	\$ 41,925	\$ -	\$ 41,925	\$ 56,780	\$ -	\$ 56,780
Scholarships	-	6,500	6,500	-	6,450	6,450
General donations	2,537	-	2,537	5,601	-	5,601
Grants						
Grants and awards	114,300	-	114,300	84,265	-	84,265
KidSingers processing fee	3,084	-	3,084	4,419	-	4,419
Benefit fundraiser	56,451	-	56,451	54,851	-	54,851
Interest Income	10	-	10	8	-	8
Other income	<u>371</u>	<u>-</u>	<u>371</u>	<u>766</u>	<u>-</u>	<u>766</u>
Total support and revenue	<u>218,678</u>	<u>6,500</u>	<u>225,178</u>	<u>206,690</u>	<u>6,450</u>	<u>213,140</u>
EXPENSES:						
Program services	143,536	9,000	152,536	132,066	6,950	139,016
Supporting services:						
Fundraising	26,617	-	26,617	28,733	-	28,733
Management and general	<u>25,361</u>	<u>-</u>	<u>25,361</u>	<u>25,134</u>	<u>-</u>	<u>25,134</u>
Total expenses	195,514	9,000	204,514	185,933	6,950	192,883
Loss on sale of equipment	<u>-</u>	<u>-</u>	<u>-</u>	<u>542</u>	<u>-</u>	<u>542</u>
Total expenses and losses	<u>195,514</u>	<u>9,000</u>	<u>204,514</u>	<u>186,475</u>	<u>6,950</u>	<u>193,425</u>
Change in net assets	23,164	(2,500)	20,664	20,215	(500)	19,715
NET ASSETS, Beginning of Year	<u>70,121</u>	<u>11,651</u>	<u>81,772</u>	<u>49,906</u>	<u>12,151</u>	<u>62,057</u>
NET ASSETS, End of Year	<u>\$ 93,285</u>	<u>\$ 9,151</u>	<u>\$ 102,436</u>	<u>\$ 70,121</u>	<u>\$ 11,651</u>	<u>\$ 81,772</u>

See Accountants' Report.

KIDSINGERS
STATEMENTS OF FUNCTIONAL EXPENSES
For the Years Ended June 30, 2017 and 2016

	2017				2016			
	Supporting Services			Total	Supporting Services			Total
	Program	Fundraising	Management and General		Program	Fundraising	Management and General	
Expenses:								
Salaries and benefits	\$ 93,290	\$ 7,344	\$ 14,114	\$ 114,748	\$ 86,072	\$ 6,776	\$ 13,022	\$ 105,870
Professional fees	-	1,438	882	2,320	-	2,659	1,227	3,886
Performance costs	13,874	-	-	13,874	9,685	-	-	9,685
Scholarships	9,000	-	-	9,000	6,950	-	-	6,950
Special events	-	16,258	-	16,258	-	18,150	-	18,150
Rehearsals and contract instructors	18,360	-	-	18,360	18,602	-	-	18,602
Transportation	-	-	-	-	-	-	-	-
Advertising and promotion	660	659	-	1,319	246	246	-	492
Insurance	928	73	140	1,141	866	68	131	1,065
Rent	11,997	413	790	13,200	11,997	413	790	13,200
Depreciation	-	-	1,017	1,017	-	-	514	514
Office expense	2,411	362	4,460	7,233	2,340	351	4,327	7,018
Telephone	878	70	132	1,080	878	70	132	1,080
Printing and postage	1,138	-	2,275	3,413	1,380	-	2,761	4,141
Interest expense	-	-	-	-	-	-	-	-
Other expenses	-	-	1,551	1,551	-	-	2,230	2,230
Total expenses	<u>\$ 152,536</u>	<u>\$ 26,617</u>	<u>\$ 25,361</u>	<u>\$ 204,514</u>	<u>\$ 139,016</u>	<u>\$ 28,733</u>	<u>\$ 25,134</u>	<u>\$ 192,883</u>

See Accountants' Report.

KIDSINGERS
STATEMENTS OF CASH FLOWS
For the Years Ended June 30, 2017 and 2016

	<u>2017</u>	<u>2016</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ 20,664	\$ 19,715
Adjustments to reconcile changes in net assets to net cash provided by operating activities:		
Depreciation	1,017	514
Loss on sale of equipment	-	542
(Increase)/decrease in operating assets		
Contributions receivable	7,500	(4,265)
Increase/(decrease) in operating liabilities		
Accounts payable	(291)	(247)
Accrued expenses	(1,000)	-
Payroll tax liabilities	1,467	-
Scholarships payable	<u>1,300</u>	<u>5,950</u>
Total adjustments	<u>9,993</u>	<u>2,494</u>
Cash provided by operating activities	<u>30,657</u>	<u>22,209</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of equipment	-	344
Cash paid for purchases of fixed assets	<u>(2,173)</u>	<u>(2,990)</u>
Cash used for investing activities	<u>(2,173)</u>	<u>(2,646)</u>
Net Increase in Cash and Cash Equivalents	28,484	19,563
Cash and Cash Equivalents, Beginning of Year	<u>93,460</u>	<u>73,897</u>
Cash and Cash Equivalents, End of Year	<u>\$ 121,944</u>	<u>\$ 93,460</u>

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