

HELP A DIABETIC CHILD, INC.
501(c)(3) Public Charity
FINANCIAL STATEMENTS
FOR YEARS ENDED 2017 AND 2018

Table of Contents

Independent Auditors Report	Page 1-2
Financial Statements	
Profit Loss Statement for 2017 and 2018	Page 3
Balance Sheet & and Cash Flow Statement for 2017 and 2018	Page 4
Notes to the Financials	Page 5-7

INDEPENDENT AUDITORS' REPORT

**Board of Directors
Help A Diabetic Child, Inc
Naples, Florida**

Report on the Financial Statements

We have audited the accompanying financial statements of Help A Diabetic Child, Inc. a (501 (c) (3) nonprofit organization), which comprise the statements of financial position as of December 31, 2017 and 2018, and the related statements of activities, and cash flows for the year 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.

Auditors' Responsibility

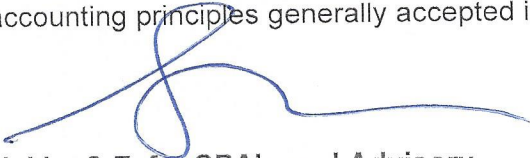
Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about 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 auditors' 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 auditors consider 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 Help A Diabetic Child, Inc. as of December 31, 2017 and 2018, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.



Hakim & Zafar CPA's and Advisory
Miami, Florida
June 6, 2019

Help A Diabetic Child, Inc.
Statement of Activities for Years Ended 2017 and 2018

	2017		2018	
	Without Donor Restrictions	With Donor Restrictions	Without Donor Restrictions	With Donor Restrictions
	Fiscal Year End	Fiscal Year End	Fiscal Year End	Fiscal Year End
REVENUE AND SUPPORT				
Grants				
Schulze Family Foundation		23,000		23,000
The League Club		10,000		-
Collier County Community Foundation		4,115	4,100	4,100
Von Arx Family Foundation		25,000	25,000	25,000
Weny Charitable Trust		50,000	59,606	59,606
Naples United of Christ			3,000	3,000
Camp Angels		1,750	1,500	1,500
BMW			7,500	7,500
Healthcare Network Support			2,500	2,500
Lohman Family			50,000	50,000
Volusia County Realtors			1,500	1,500
Unrestricted				-
Aetna			5,000	5,000
Walmart		500	750	750
Donations	29,673		52,481	52,481
Interest			41	41
Total Revenue and Support	\$ 29,673	\$ 114,365	\$ 58,272	\$ 177,706
		\$ 144,038		\$ 235,978
EXPENSES				
Program Services				
Insulin, Diabetes Supplies, and Doctor Visits		54,052		55,889
Diabetes and Wellness Conference		8,526		13,603
Diabetes Camp		977		2,458
Development of DSME and DAN Programs				92,400
Unrestricted				-
Professional and Administrative Services	7,516		16,020	16,020
Advertising & Media	10,286		9,356	9,356
Office Supplies & Expenses	3,826		4,468	4,468
Phone & Internet	70			-
Bank Fees and Finance Charges	118			
Officers and Directors Insurance			681	681
Government Filing Fees	145		70	70
Total Expenses	\$ 21,961	\$ 63,555	\$ 30,595	\$ 164,350
		\$ 85,516		\$ 194,945
NET ACTIVITY CURRENT YEAR	\$ 7,712	\$ 50,810	\$ 27,677	\$ 13,356
		\$ 58,522		\$ 41,033

Help A Diabetic Child, Inc.

Statement of Financial Position for Years Ended 2017 & 2018

	<u>2017</u>	<u>2018</u>
ASSETS		
Operating Account	93,183	103,063
Edward Jones @ cost		20,000
EJ Mark to Market		41
Weny Account		11,113
TOTAL ASSETS	<u>\$ 93,183</u>	<u>\$ 134,217</u>
NET ASSETS BALANCE		
With Donor Restrictions	(66,243)	(81,041)
Without Donor Restrictions	(26,940)	(53,176)
FUND BALANCE	<u>\$ (93,183)</u>	<u>\$ (134,217)</u>

Help A Diabetic Child, Inc.
Statement of Cashflows
Years Ended 2017 and 2018

	<u>2017</u>	<u>2018</u>
Cashflow from Operating Activities		
Cash Received from Permanently Restrictive Grants	75,000	177,706
Cash Received from Temporarily Restrictive Grants	37,115	
Cash Received from Unrestrictive Grants	-	5,750
Cash Received from Donations	31,923	52,481
Interest and Dividends		41
Cash paid for Program Services	(63,554)	(161,724)
Cash paid for Operating Expenses	(21,962)	(33,221)
Total Net Cash Received and Disbursed	<u>\$ 58,522</u>	<u>\$ 41,033</u>
Beginning Cash Balance	\$ 33,595	\$ 93,183
Ending Cash Balance	\$ 93,183	\$ 134,217

* HADC did not have any cash flow activities for Investing and Financing as the organization was more focused on Program development and Marketing.

HELP A DIABETIC CHILD, INC.
Notes to the Financial Statements
December 31, 2017 and 2018

NOTE 1 ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

The Help A Diabetic Child, Inc. (HADC) is a 501(c)(3) Public Charity that was established in 2012 in Naples, Florida. The core mission of HADC is to purchase diabetes supplies, insulin, and services for children in need in addition to promoting awareness and education to all who are dealing with diabetes.

A summary of HADC's significant programs follows:

Education and Information

HADC hosts a variety of educational programs and events that help bring kids and other individuals that are suffering with diabetes together for support and interaction. The annual 5-day camp allows kids to meet and develop a support system within the Naples community who are suffering from diabetes. Kids take part in daily activities with food and other sporting events. The annual conference which takes place close to year end is a more formal program that allows both parents and children meet with healthcare professionals, vendors, nutritionist, and others to help develop a solid base of knowledge on how to treat Diabetes on a day to day basis.

Accounting Method

HADC uses the accrual basis of accounting, whereby revenue is recognized when earned and expenses are recognized when incurred.

Cash and Cash Equivalents

For purposes of the statements of cash flows, HADC considers all highly liquid investment instruments purchased with an original maturity of three months or less to be cash equivalents.

Functional Allocation of Expenses

The cost of providing the various programs and other activities has been summarized in the accompanying statements of functional expenses. Costs which cannot be specifically identified with a particular function and which benefit more than one functional category are allocated to the different functional areas based on expenses. Management believes that this method accurately reflects the cost of administering HADC's programs.

HELP A DIABETIC CHILD, INC.
Notes to the Financial Statements, (Continued)
December 31, 2017 and 2018

NOTE 1 ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

Net assets, revenues, expenses, gains and losses are classified based on the existence or absence of contributions with donor-imposed restrictions. The net assets of HADC are reported in each of the following three classes: (a) With Donor Restrictions and (b) Without Donor Restrictions. Accordingly, net assets are classified and reported as follows:

Without Donor Restrictions - Net assets that are not subject to donor-imposed stipulations. Board designated or appropriated amounts are legally unrestricted and therefore reported as part of the unrestricted class.

With Donor Restrictions - Net assets from contributions subject to donor-imposed stipulations, which are permanent or temporary in nature, prohibiting expenditure of the assets pledged or donated. Typically, the income earned on invested balances of permanently restricted net assets is reported as part of unrestricted net assets unless the donor specifically limits the use of such income.

Tax Exempt Status

HADC is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. However, income from certain activities not directly related to HADC's tax-exempt purpose is subject to taxation as unrelated business income. For the years ended December 31, 2017 and 2018, there was no unrelated business income.

Revenue Recognition

Grants and contributions received are recorded as Without Donor restrictions or With Donor Restrictions support, depending on the existence and/or nature of any donor restrictions. Grants and contributions are recognized as revenue at the earlier of when they are received or unconditionally pledged.

HELP A DIABETIC CHILD, INC.
Notes to the Financial Statements, (Continued)
December 31, 2017 and 2018

NOTE 1 ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

All donor-restricted support is reported as an increase in With Donor Restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), With Donor Restricted net assets are reclassified to Without Donor Restricted net assets and reported on the Statements of Activities as net assets released from restrictions.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE 2 CONCENTRATION OF CREDIT RISK

Financial instruments which potentially subject to concentrations of credit risk include cash deposits with commercial banks. HADC's cash management policies limit its exposure to concentrations of credit risk by maintaining cash accounts at financial institutions whose deposits are insured by the Federal Deposit Insurance Corporation (FDIC). Cash deposits may, however, exceed the FDIC insurable limits at times throughout the year. Management does not consider this a significant concentration of credit risk.

NOTE 3 WITH DONOR RESTRICTED NET ASSETS

At the end of 2017 and 2018 HADC had a balance of \$50,810 and \$13,356 of Donor Restricted Net Assets.

NOTE 4 SUBSEQUENT EVENTS

HADC has evaluated subsequent events for potential required disclosure through June 8, 2019, which is the date financial statements were available to be issued.