

THE CHICK MISSION, INC.

FINANCIAL STATEMENTS

DECEMBER 31, 2018

**THE CHICK MISSION, INC.
FINANCIAL STATEMENTS
DECEMBER 31, 2018**

Contents

	<u>Page</u>
Independent Accountants' Review Report	1
Statement of Financial Position	2
Statement of Activities	3
Statement of Functional Expenses	4
Statement of Cash Flows	5
Notes to Financial Statements	6-8

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors of
The Chick Mission, Inc.

New York, NY

We have reviewed the accompanying financial statements of The Chick Mission, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2018 and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of entity management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

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.

Accountant's Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether We are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

Accountant's Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Dwiatek, Gutt & Levy, LLC

Parsippany, NJ
January 21, 2020

THE CHICK MISSION, INC.
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2018

Assets	
Cash and cash equivalents	\$ 502,421
Grant awards receivable	20,000
Contributions receivable	1,150
Prepaid expenses	<u>2,600</u>
Total Assets	<u><u>\$ 526,171</u></u>
Liabilities and Net Assets	
Liabilities	
Accrued expenses	\$ 8,500
Grant scholarships payable	<u>39,490</u>
Total Liabilities	<u>47,990</u>
Net Assets	
Net assets without donor restrictions	462,141
Net assets with donor restrictions	<u>16,040</u>
Total Net Assets	<u>478,181</u>
Total Liabilities and Net Assets	<u><u>\$ 526,171</u></u>

See accompanying notes to financial statements

THE CHICK MISSION, INC.
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2018

	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	Total
Support, Revenue and Gains:			
General contributions	\$ 107,569	\$ -	\$ 107,569
Special events revenue	535,253	-	535,253
Grant awards	-	20,000	20,000
Interest income	446	-	446
Total Support, Revenue and Gains	643,268	20,000	663,268
Expenses:			
Program Services:			
Special events expense	200,151	-	200,151
Grant scholarship awards	46,710	3,960	50,670
Total Program Services	246,861	3,960	250,821
Support Services:			
General and administrative	22,680	-	22,680
Fundraising	3,923	-	3,923
Total Support Services	26,603	-	26,603
Total Expenses	273,464	3,960	277,424
Change in Net Assets	369,804	16,040	385,844
Net Assets, Beginning of Year	92,337	-	92,337
Net Assets, End of Year	\$ 462,141	\$ 16,040	\$ 478,181

See accompanying notes to financial statements

THE CHICK MISSION, INC.
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2018

	<u>Program Services</u>	<u>Support Services</u>		<u>Total</u>
		<u>General and Administrative</u>	<u>Fundraising</u>	
Functional Expenses:				
Special events expense	\$ 200,151	\$ -	\$ -	\$ 200,151
Grant scholarship awards	50,670	-	-	50,670
Fees to fundraising agencies	-	-	3,923	3,923
Accounting fees	-	13,500	-	13,500
Legal fees	-	3,803	-	3,803
Advertising & marketing	-	2,665	-	2,665
Bank charges & fees	-	1,199	-	1,199
Computer expense	-	510	-	510
Storage	-	440	-	440
Dues, filing fees & postage	-	333	-	333
Office supplies	-	230	-	230
Total Expenses	<u>\$ 250,821</u>	<u>\$ 22,680</u>	<u>\$ 3,923</u>	<u>\$ 277,424</u>

See accompanying notes to financial statements

THE CHICK MISSION, INC.
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2018

Cash Flows From Operating Activities:	
Change in net assets	\$ 385,844
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Change in operating assets and liabilities:	
Grant awards receivable	8,500
Contributions receivable	(1,150)
Prepaid expenses	(2,600)
Accrued expenses	(2,049)
Grant scholarships payable	39,490
Net Cash Provided by Operating Activities	<u>428,035</u>
Net Increase In Cash and Cash Equivalents	428,035
Cash and Cash Equivalents, Beginning of Year	<u>74,386</u>
Cash and Cash Equivalents, End of Year	<u><u>\$ 502,421</u></u>
Supplemental Disclosure of Cash Flow Information	
Cash paid for interest	<u><u>\$ -</u></u>
Cash paid for income taxes	<u><u>\$ -</u></u>

See accompanying notes to financial statements

THE CHICK MISSION, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

1. Summary of Activities and Significant Accounting Policies

Organization

The Chick Mission, Inc., (the "Organization") was incorporated in New York, NY in September 2017 as a nonprofit organization exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. Its mission, as a national organization, is to provide resources, support, and education and to help newly diagnosed cancer patients, who are seeking to preserve their fertility before, during and after treatment, navigate a successful outcome.

Basis of Accounting

The financial statements have been prepared on the accrual basis of accounting in accordance with U.S. generally accepted accounting principles.

Classification of Net Assets

The financial statements report amounts by class of net assets. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

Net assets without donor restrictions are currently available for operating purposes under the direction of the board.

Net assets with donor restrictions are stipulated by donors for specific operating purpose and held in perpetuity. The organization had \$16,040 of net assets with donor restrictions at December 31, 2018.

Use of Estimates

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts of assets and liabilities and the disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Cash and Cash Equivalents

For financial statement purposes, the Organization considers certificates of deposits, cash in money market accounts and securities with original maturities of three months or less to be cash equivalents.

Revenue and Expenses

Contributions are recorded as revenue when an unconditional promise to give has been made. Grant awards are recorded upon notification of the unconditional grant award. Revenue from special events are recorded at the time the event occurs and event services are rendered.

All contributions and grants are considered to be without donor restrictions unless specifically restricted by the donor or grantor. Amounts received that are designated for future periods or restricted by the donor or grantor for specific purposes are reported as net assets with donor restrictions that increases that net asset class.

Expenses are recorded when incurred in accordance with the accrual basis of accounting. The costs of providing the program services and supporting activities of the Organization have been summarized on a functional classification basis.

Fixed Assets

The Organization did not own or hold title to any fixed assets as of December 31, 2018.

THE CHICK MISSION, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

1. Summary of Significant Accounting Policies (Continued).

Advertising and Fundraising Costs

The Organization follows the policy of charging the costs of advertising and fundraising to expense as incurred. Advertising expense was \$2,665 and fundraising expense was \$3,923, respectively, for the year ended December 31, 2018.

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The expenses that are allocated include expenses related to special events and grant scholarship awards. General and administrative expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the organization.

Income Tax Status

The Organization is exempt from income tax under IRC section 501(c)(3). Accordingly, no provision or liability for federal or state income taxes has been included in the accompanying financial statements. The Organization has processes presently in place to ensure the maintenance of its tax-exempt status; to identify and report unrelated income; to determine its filing and tax obligations in jurisdictions for which it has nexus; and to identify and evaluate other matters that may be considered tax positions. The Organization follows the guidance of Accounting Standards Codification (ASC) 740, *Accounting for Income Taxes*, related to uncertainties in income taxes, which prescribes a threshold of more likely than not for recognition and derecognition of tax positions taken or expected to be taken in a tax return. The Organization has determined that there are no material uncertain tax positions that require recognition or disclosure in the financial statements for the years ended December 31, 2018.

Date of Management's Review

The Organization has performed subsequent events procedures through January 21, 2020, which is the date the financial statements were available to be issued and determined that there were no subsequent events requiring adjustments or disclosures to the financial statements.

Recently Issued Accounting Standards

In 2016, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2016-14, *Presentation of Financial Statements of Not-for-Profit Entities*. The update changes terminology used to describe categories of net asset classification, adds new disclosures about liquidity and availability of resources, and expands disclosures related to functional allocation of expenses. The Organization adopted the provisions of this new standard during the year ended December 31, 2018.

2. Risk Concentrations

Cash and Cash Equivalents

Financial instruments which potentially subject the Organization to concentrations of credit risk include cash and cash equivalents. The Organization maintains its cash in several bank deposit accounts with one financial institution, which occasionally exceed federally insured limits as guaranteed by the Federal Deposit Insurance Corporation (FDIC).

THE CHICK MISSION, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

3. Liquidity and Availability of Financial Assets

The Organization had financial assets of \$526,171 at December 31, 2018, of which \$502,421 consisted of cash and cash equivalents, which are available to pay grant scholarships and fund general expenditures, that is, without donor or other restrictions limiting their use, within one year of the balance sheet date.

4. Related Party Transactions

The Organization receives donations from board members, who are considered related parties to the Organization.

The Organization runs its operations from the residence of a board member. The board member does not charge the Organization rent and does not get reimbursed for expenses related to use of the space.