

**FOR PETE'S SAKE
CANCER RESPITE FOUNDATION**

FINANCIAL STATEMENTS

JUNE 30, 2013 and 2012

(See Independent Auditors' Report)

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
For Pete's Sake Cancer Respite Foundation
Plymouth Meeting, PA

We have audited the accompanying financial statements of For Pete's Sake Cancer Respite Foundation (a nonprofit organization), which comprise the statement of financial position as of June 30, 2013 and 2012, and the related statements of activities, functional expenses, and cash flows for the years then 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits 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 auditor's 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 auditor considers 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 For Pete's Sake Cancer Respite Foundation as of June 30, 2013 and 2012, 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.



Bee, Bergvall and Company, P.C.
Certified Public Accountants

November 11, 2013

FOR PETE'S SAKE CANCER RESPITE FOUNDATION

Statements of Financial Position

June 30, 2013 and 2012

	<u>2013</u>	<u>2012</u>
ASSETS		
Current assets		
Cash and cash equivalents	\$ 167,730	\$ 136,398
Pledges receivable, net of allowance of \$2,000	35,328	52,603
Grant receivable	9,000	5,500
Other current assets	<u>11,842</u>	<u>9,587</u>
Total current assets	223,900	204,088
 Property and equipment, net	 <u>269,376</u>	 <u>122,652</u>
 Total assets	 <u>\$ 493,276</u>	 <u>\$ 326,740</u>

LIABILITIES AND NET ASSETS

Current liabilities		
Accounts payable and accrued expenses	<u>\$ 18,190</u>	<u>\$ 16,189</u>
Total current liabilities	<u>18,190</u>	<u>16,189</u>
 Net assets:		
Unrestricted net assets:		
Undesignated	396,571	228,891
Board-designated	<u>60,000</u>	<u>40,000</u>
Total unrestricted net assets	456,571	268,891
Temporarily restricted net assets	17,710	40,855
Permanently restricted net assets	<u>805</u>	<u>805</u>
 Total net assets	 <u>475,086</u>	 <u>310,551</u>
 Total liabilities and net assets	 <u>\$ 493,276</u>	 <u>\$ 326,740</u>

See independent auditors' report and
accompanying notes to the financial statements

FOR PETE'S SAKE CANCER RESPITE FOUNDATION

Statements of Activities

Years Ended June 30, 2013 and 2012

	2013			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Support and revenues:				
Support:				
Contributions	\$ 618,434	\$ 15,000	\$ -	\$ 633,434
Contributions in-kind	323,670	-	-	323,670
Total contributions	<u>942,104</u>	<u>15,000</u>	<u>-</u>	<u>957,104</u>
Revenues:				
Special events revenue:				
Fees	382,507	2,710	-	385,217
Contributions in-kind	165,658	-	-	165,658
	548,165	2,710	-	550,875
Special events direct costs	<u>(333,638)</u>	<u>-</u>	<u>-</u>	<u>(333,638)</u>
Net special events revenue	<u>214,527</u>	<u>2,710</u>	<u>-</u>	<u>217,237</u>
Investment income	<u>802</u>	<u>-</u>	<u>-</u>	<u>802</u>
Net assets released from restrictions	<u>40,855</u>	<u>(40,855)</u>	<u>-</u>	<u>-</u>
Total support and revenue	<u>1,198,288</u>	<u>(23,145)</u>	<u>-</u>	<u>1,175,143</u>
Expenses:				
Program services	745,965	-	-	745,965
Support services:				
Management and general	88,802	-	-	88,802
Fundraising	175,841	-	-	175,841
Total expenses	<u>1,010,608</u>	<u>-</u>	<u>-</u>	<u>1,010,608</u>
Change in net assets	187,680	(23,145)	-	164,535
Net assets at beginning of year	<u>268,891</u>	<u>40,855</u>	<u>805</u>	<u>310,551</u>
Net assets at end of year	<u>\$ 456,571</u>	<u>\$ 17,710</u>	<u>\$ 805</u>	<u>\$ 475,086</u>

(continued)

	2012			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Support and revenues:				
Support:				
Contributions	\$ 428,842	\$ 10,855	\$ -	\$ 439,697
Contributions in-kind	<u>255,257</u>	<u>-</u>	<u>-</u>	<u>255,257</u>
Total contributions	<u>684,099</u>	<u>10,855</u>	<u>-</u>	<u>694,954</u>
Revenues:				
Special events revenue:				
Fees	317,567	-	-	317,567
Contributions in-kind	<u>145,848</u>	<u>-</u>	<u>-</u>	<u>145,848</u>
	463,415	-	-	463,415
Special events direct costs	<u>(292,237)</u>	<u>-</u>	<u>-</u>	<u>(292,237)</u>
Net special events revenue	<u>171,178</u>	<u>-</u>	<u>-</u>	<u>171,178</u>
Investment income	<u>777</u>	<u>-</u>	<u>-</u>	<u>777</u>
Net assets released from restrictions	<u>15,420</u>	<u>(15,420)</u>	<u>-</u>	<u>-</u>
Total support and revenue	<u>871,474</u>	<u>(4,565)</u>	<u>-</u>	<u>866,909</u>
Expenses:				
Program services	641,823	-	-	641,823
Support services:				
Management and general	83,807	-	-	83,807
Fundraising	<u>155,421</u>	<u>-</u>	<u>-</u>	<u>155,421</u>
Total expenses	<u>881,051</u>	<u>-</u>	<u>-</u>	<u>881,051</u>
Change in net assets	(9,577)	(4,565)	-	(14,142)
Net assets at beginning of year	<u>278,468</u>	<u>45,420</u>	<u>805</u>	<u>324,693</u>
Net assets at end of year	<u>\$ 268,891</u>	<u>\$ 40,855</u>	<u>\$ 805</u>	<u>\$ 310,551</u>

See independent auditors' report and
accompanying notes to the financial statements

FOR PETE'S SAKE CANCER RESPITE FOUNDATION

Statements of Functional Expenses

Years Ended June 30, 2013 and 2012

	2013						Total
	Program		General and Administrative		Fundraising		
	Ordinary	In-Kind	Ordinary	In-Kind	Ordinary	In-Kind	
Accommodations	\$ 10,987	\$ 71,358	\$ -	\$ -	\$ -	\$ -	\$ 82,345
Airline travel	52,208	-	-	-	-	-	52,208
Bad debts	-	-	1,155	-	1,225	-	2,380
Bank service charges	46	-	553	-	11,345	-	11,944
Car rental	12,174	-	-	-	-	-	12,174
Conference and training	662	-	527	-	822	-	2,011
Depreciation	13,815	-	155	-	2,639	-	16,609
Dues and subscriptions	3,233	-	1,808	-	1,933	-	6,974
Employee benefits	19,147	-	5,673	-	10,637	-	35,457
Employment taxes	13,913	-	4,122	-	7,729	-	25,764
Facility repairs and maintenance	8,810	-	-	-	-	-	8,810
Fundraising expenses	-	-	-	-	-	-	-
Gas expense	5,584	-	-	-	-	-	5,584
Insurance	3,535	-	3,672	-	-	-	7,207
Marketing	2,209	104,150	-	-	2,075	-	108,434
Meetings	799	-	1,962	-	381	-	3,142
Miscellaneous	3,364	-	133	-	496	-	3,993
Patient stipend	75,596	-	-	-	-	-	75,596
Payroll service fees	-	-	833	-	-	-	833
Postage and delivery	5,192	-	757	-	4,009	-	9,958
Printing and reproduction	8,029	-	2,833	-	9,086	-	19,948
Professional fees	500	-	6,660	-	500	-	7,660
Program support	12,466	71,804	-	-	-	-	84,270
Rent expense	-	32,197	-	4,600	-	9,199	45,996
Salaries and wages	159,925	14,845	47,385	-	88,847	-	311,002
Supplies	4,972	-	1,364	-	2,464	-	8,800
Technology and website	5,272	6,983	271	1,552	10,187	6,983	31,248
Telephone	6,522	-	1,488	-	2,687	-	10,697
Utilities	15,668	-	1,299	-	2,597	-	19,564
Total Functional Expenses	\$ 444,628	\$ 301,337	\$ 82,650	\$ 6,152	\$ 159,659	\$ 16,182	\$ 1,010,608
		\$ 745,965		\$ 88,802		\$ 175,841	

(continued)

2012

	Program		General and Administrative		Fundraising		Total
	Ordinary	In-Kind	Ordinary	In-Kind	Ordinary	In-Kind	
Accommodations	\$ 9,349	\$ 95,394	\$ -	\$ -	\$ -	\$ -	\$ 104,743
Airline travel	39,414	3,579	-	-	-	-	42,993
Bad debts	-	-	5,282	-	-	-	5,282
Bank service charges	362	-	362	-	14,923	-	15,647
Car rental	9,626	2,200	-	-	-	-	11,826
Conference and training	915	-	-	-	955	-	1,870
Depreciation	11,907	-	394	-	2,659	-	14,960
Dues and subscriptions	1,849	-	1,606	-	1,649	-	5,104
Employee benefits	9,761	-	3,131	-	5,525	-	18,417
Employment taxes	12,360	-	3,964	-	6,996	-	23,320
Facility repairs and maintenance	6,188	1,400	-	-	-	-	7,588
Fundraising expenses	-	-	-	-	8,515	957	9,472
Gas expense	5,360	-	-	-	-	-	5,360
Insurance	6,223	-	848	-	1,566	-	8,637
Marketing	2,050	19,000	-	-	3,092	-	24,142
Meetings	1,217	-	1,099	-	1,215	-	3,531
Miscellaneous	364	-	1,088	-	106	-	1,558
Patient stipend	70,490	-	-	-	-	-	70,490
Printing and reproduction	13,423	300	4,240	-	3,259	-	21,222
Postage and delivery	6,607	-	810	-	2,945	-	10,362
Professional fees	-	-	6,500	-	-	-	6,500
Program support	23,216	72,579	-	-	-	-	95,795
Rent expense	3,788	26,765	541	3,824	1,082	7,647	43,647
Salaries and wages	141,625	16,621	45,427	-	80,165	-	283,838
Supplies	4,371	-	1,354	-	2,406	-	8,131
Technology and website	4,117	2,645	15	848	4,099	1,497	13,221
Telephone	5,935	-	1,713	-	3,022	-	10,670
Utilities	10,823	-	761	-	1,141	-	12,725
Total Functional Expenses	<u>\$ 401,340</u>	<u>\$ 240,483</u>	<u>\$ 79,135</u>	<u>\$ 4,672</u>	<u>\$ 145,320</u>	<u>\$ 10,101</u>	<u>\$ 881,051</u>
		<u>\$ 641,823</u>		<u>\$ 83,807</u>		<u>\$ 155,421</u>	

See independent auditors' report and
accompanying notes to the financial statements.

FOR PETE'S SAKE CANCER RESPITE FOUNDATION

Statements of Cash Flows

Years Ended June 30, 2013 and 2012

	<u>2013</u>	<u>2012</u>
Cash flows from operating activities:		
Change in net assets	\$ 164,535	\$ (14,142)
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation	16,609	14,960
(Increase) decrease in:		
Pledges receivable	13,775	(1,319)
Other current assets	(2,255)	(4,017)
(Decrease) increase in:		
Accounts payable	2,001	9,310
Contributions restricted for long-term investment	<u>(165,000)</u>	<u>-</u>
Net cash provided by (used in) operating activities	<u>29,665</u>	<u>4,792</u>
Cash flows from investing activities:		
Purchase of property and equipment	<u>(163,333)</u>	<u>(17,176)</u>
Net cash (used in) provided by investing activities	<u>(163,333)</u>	<u>(17,176)</u>
Cash flows from financing activities:		
Contributions restricted for long-term investment	<u>165,000</u>	<u>-</u>
Net cash (used in) provided by investing activities	<u>165,000</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	31,332	(12,384)
Cash and cash equivalents at beginning of year	<u>136,398</u>	<u>148,782</u>
Cash and cash equivalents at end of year	<u>\$ 167,730</u>	<u>\$ 136,398</u>
Income taxes paid	<u>\$ -</u>	<u>\$ -</u>
Interest paid	<u>\$ -</u>	<u>\$ -</u>

See independent auditors' report and
accompanying notes to the financial statements.

FOR PETE’S SAKE CANCER RESPITE FOUNDATION

Notes to Financial Statements

June 30, 2013 and 2012

1. Nature of Operations and Summary of Significant Accounting Policies

This summary of significant accounting policies of For Pete’s Sake Cancer Respite Foundation (“FPS”) is presented to assist in the understanding of FPS's financial statements. The financial statements and notes are representations of FPS's management, who is responsible for their integrity and objectivity. These accounting policies conform to accounting principles generally accepted in the United States of America (“GAAP”) and have been consistently applied in the preparation of the financial statements.

Nature of Operations:

FPS was formed under the laws of Pennsylvania in 1999 and is a tax-exempt organization as defined by Sections 501(c)(3) and 509(a)(1) of the Internal Revenue Code (IRC) that is publicly supported and, therefore, not a private foundation. In 2007, FPS was the 34th not-for-profit organization in Pennsylvania to be awarded the Seal of Excellence for successfully completing the Pennsylvania Association of Nonprofit Organizations (PANO) *Standards for Excellence* program. *Standards for Excellence* are based on fundamental values such as honesty, integrity, fairness, respect, trust, responsibility, and accountability. In 2009, FPS was recertified by PANO. Once recertified, the seal is awarded for five years. FPS is proud of this designation and its focus on fiscal and program efficiency.

FPS was created for the purpose of providing respite and relief to struggling young adult cancer patients, thereby alleviating the burdens of the sick and distressed and providing the patient and family with the means necessary to embrace this devastating diagnosis and address the psychological, emotional and spiritual trauma associated with cancer. Eligible candidates receive an expense-paid respite vacation to select destinations, accompanied with a generous stipend and supplementary materials such as journals, inspirational writings, robes and other amenities to complement the respite experience. Preference is given to patients who reside in Pennsylvania, New Jersey and Delaware . Patients and their families receive ancillary services upon the return home and as the journey with cancer continues. The volunteer-based Patient Program Committee is dedicated to the continued support of the emotional, psychological and spiritual needs of the patients. This program encourages a patient’s interaction with FPS, facilitates links to informational and third-party resources, and helps patients overcome the loneliness, fear, anxiety, and isolation that accompany the cancer diagnosis.

Key Program statistics follow:

	<u>2013</u>	<u>2012</u>
Patients served	150	155
Nominations received	123	118
Respite excursions provided	99	96
Total travelers, including patients	348	354

FOR PETE'S SAKE CANCER RESPITE FOUNDATION

Notes to Financial Statements

June 30, 2013 and 2012

1. Nature of Operations and Summary of Significant Accounting Policies (Continued)

Nature of Operations (continued):

Patients traveled to the two FPS homes near Orlando, Florida and to other donated respite destinations along the New Jersey, North Carolina and Florida coasts, as well as in the Poconos, Maine and Caribbean. FPS continued to provide ancillary services to all patients and their families to help them through the crisis of cancer. FPS is supported primarily from proceeds of four special events, organized and executed by volunteer committees, and general public support from corporations, foundations, and individuals.

Evaluation of the program is assessed in part from statistics derived from the patients' evaluation and impact study and also an independent evaluation by the patient's nominator. Since measurement began, the overall rating of the improved ability to cope with cancer is 3.84 on a scale of one to four. One hundred percent of all nominating professionals recognize post-respite improvement in the patient's and patient's family/caregiver's ability to cope with cancer. FPS has established relationships with over 100 cancer centers in the tri-state area and beyond. A detailed list of patient and center demographics is available on the FPS website.

FPS posts all evaluation questions and scores, Internal Revenue Service Form 990, and audited financial statements on www.takeabreakfromcancer.org for complete transparency of its operations. Information is also available by contacting the office and by visiting www.guidestar.org.

Use of Estimates in Financial Statements:

Management uses estimates and assumptions in preparing the financial statements in accordance with GAAP. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could vary from those estimates.

Basis of Presentation:

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. Under this basis, revenues are recognized when earned and expenses are recognized when incurred. Net assets and revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

Unrestricted Net Assets: Net assets that are not subject to donor-imposed stipulations.

FOR PETE'S SAKE CANCER RESPITE FOUNDATION

Notes to Financial Statements

June 30, 2013 and 2012

1. Nature of Operations and Summary of Significant Accounting Policies (Continued)

Basis of Presentation (continued):

Temporarily Restricted Net Assets: Net assets subject to donor-imposed stipulations that may or will be met, either by actions of the Organization and/or the passage of time. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. As of June 30, 2013 and 2012 FPS had \$17,710 and \$40,855, respectively of net assets temporarily restricted by donors. The 2013 temporarily restricted net assets are designated for the 2014 fiscal year operations and the 2012 temporarily restricted net assets were designated for the 2013 fiscal year operations and for the purchase of another FPS residence.

Permanently Restricted Net Assets: Net assets subject to donor-imposed stipulations that they be maintained permanently by the Organization. Generally, the donors of these assets permit the Organization to use all or part of the income earned on any related investments for general or specific purposes. As of June 30, 2013 and 2012, there was \$805 of permanently restricted net assets for the purpose of an endowment.

Cash and Cash Equivalents:

FPS considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

Pledges Receivable:

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Conditional promises to give are not included as support until the conditions are substantially met. Pledges are reported net of an allowance for doubtful collections of \$2,000 for each of the years ended June 30, 2013 and 2012. The allowance for doubtful accounts is based on past experience. Accounts are charged against the allowance when they are determined to be uncollectible.

Property and Equipment:

Property and equipment are stated at acquisition cost or fair value on the date of a donated gift. Major additions and betterments are charged to the asset accounts while maintenance and repairs, which do not improve or extend the lives of the assets, are expensed. Property and equipment are depreciated using the straight-line method over their estimated useful lives, from 3 to 40 years. Depreciation expense is allocated among program services and supporting activities expense. Capitalization of fixed assets is defined as all assets purchased in excess of \$1,000 with useful lives determined to be greater than one year.

FOR PETE'S SAKE CANCER RESPITE FOUNDATION

Notes to Financial Statements

June 30, 2013 and 2012

1. Nature of Operations and Summary of Significant Accounting Policies (Continued)

Contributions and Expenses:

Contributions are recognized when cash is received, unconditional promises are made, or ownership of other assets is transferred to FPS. This support is recorded as increases in unrestricted, temporarily restricted or permanently restricted net assets, depending on the existence or nature of any donor restrictions. If a restriction is fulfilled in the same time period in which the contribution is received, FPS reports the support as unrestricted. Expenses are reported when costs are incurred.

FPS has been notified that donors have named FPS as beneficiaries in their wills. The future contributions are for the operating support toward meeting the Organization's mission. For the years ended June 30, 2013 and 2012 no amounts have been recognized or recorded in the accompanying financial statements.

Donated Services:

FPS recognizes donated services, that create or enhance non-financial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. FPS has approximately 500 volunteers who have made significant contributions of their time to FPS's program functions, special event activities and administrative committees. During the years ended June 30, 2013 and 2012, respectively, FPS received approximately 1,840 and 1,615 donated program service and administrative hours. FPS received approximately 2,522 and 1,970 special event activity volunteer hours for the years ended June 30, 2013 and 2012, respectively. The cost of these hours is not recorded in the statement of activities because the criteria for recognition have not been satisfied. For the years ended June 30, 2013 and 2012 FPS did recognize professional services of nursing care of \$14,845 and \$16,621, respectively.

Functional Allocation of Expenses:

The costs of providing the various programs and other activities of FPS have been summarized on a functional basis in the statements of activities and functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. 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 FPS.

FOR PETE'S SAKE CANCER RESPITE FOUNDATION

Notes to Financial Statements

June 30, 2013 and 2012

1. Nature of Operations and Summary of Significant Accounting Policies (Continued)

Income Taxes:

FPS is exempt from Federal taxation as a charitable organization under IRC Section 501(c)(3). Accordingly, no provision for income taxes has been made in the financial statements. Additionally, the Organization has been classified as an organization that is not a private foundation under Section 509(a)(2).

Accounting for Uncertainty in Income Taxes: As required by the FASB Accounting Standards Codification, entities are required to determine whether it is more likely than not that a tax position will be sustained upon examination by the appropriate taxing authorities before any part of the benefit can be recorded in the financial statements. It also provides guidance on the recognition, measurement, and classification of income tax uncertainties, along with any related interest or penalties. This standard had no impact on the Organization's financial statements. The Organization's federal tax return is subject to audit by taxing authorities. The Organization's returns open audit periods are for the fiscal years ended June 30, 2010 - 2012.

2. Property and Equipment

Property and equipment consisted of the following as of June 30, 2013 and 2012:

	<u>2013</u>	<u>2012</u>
Computer software	\$ 35,512	\$ 33,197
Computer equipment	10,808	10,808
Residence - Davenport, Florida	311,282	150,264
Land - Davenport, Florida	<u>14,402</u>	<u>14,402</u>
	372,004	208,671
Accumulated depreciation	<u>(102,628)</u>	<u>(86,019)</u>
Property and equipment, net	<u>\$ 269,376</u>	<u>\$ 122,652</u>

Depreciation expense was \$16,609 and \$14,960 for the years ended June 30, 2013 and 2012, respectively.

FOR PETE'S SAKE CANCER RESPITE FOUNDATION

Notes to Financial Statements

June 30, 2013 and 2012

3. Line of Credit

FPS has a revolving line of credit available in the amount of \$50,000 bearing an interest rate of 4.25%. As of June 30, 2013 and 2012 there was no outstanding balance on the line of credit.

4. Contribution for Purchase of Johnny's House

At the end of calendar year 2012, FPS received a gift of \$165,000 from the Johnny M. Foundation. The gift was restricted for the purchase of a second home in memory of Johnny Murabito, Jr., maintenance of said property and program costs associated with Johnny's House. All restrictions have been met.

5. In-Kind Contributions and Expenses

Donated facilities, services and materials have been reflected in the financial statements at fair value as both contributions and corresponding expenses and consisted of the following for the years ended June 30, 2013 and 2012:

	<u>2013</u>	<u>2012</u>
Accommodations	\$ 71,358	\$ 95,394
Computer processing and website design	15,517	4,991
Professional services	14,845	16,621
Marketing	104,150	19,000
Miscellaneous	-	1,257
Rent	45,996	38,236
Airfare	-	3,579
Respite amenities and supplies	71,804	76,179
Special events	<u>165,658</u>	<u>145,848</u>
Total contributions and expenses in-kind	<u>\$ 489,328</u>	<u>\$ 401,105</u>

6. Related Parties

Board members and FPS staff provided cash contributions totaling \$15,387 for special events and \$36,451 for the annual appeal to FPS during the year ended June 30, 2013. During the year ended June 30, 2012, board members provided cash contributions totaling \$28,874 for special events and \$40,123 for the FPS annual appeal.

FOR PETE'S SAKE CANCER RESPITE FOUNDATION

Notes to Financial Statements

June 30, 2013 and 2012

7. Board-Designated Unrestricted Net Assets

The Board of Directors has designated \$60,000 of unrestricted net assets as of June 30, 2013 and \$40,000 June 30, 2012 for future capital and operational needs.

8. Special Events

The Organization reported special event expenses for the years ended June 30, 2013 and 2012 as follows:

	2013			2012		
	Ordinary	In-Kind	Total	Ordinary	In-Kind	Total
Auction merchandise	\$ 2,759	\$ 55,665	\$ 58,424	\$ 2,171	\$ 73,156	\$ 75,327
Entertainment	4,125	-	4,125	4,125	-	4,125
Event production	60,817	88,897	149,714	26,263	63,453	89,716
Facility rental	16,098	-	16,098	27,731	-	27,731
Food/beverage	62,032	10,816	72,848	51,541	3,643	55,184
Miscellaneous	1,879	-	1,879	1,086	-	1,086
Postage and delivery	4,402	-	4,402	6,051	-	6,051
Printing and reproduction	10,408	10,280	20,688	19,274	5,030	24,304
Promotional items	883	-	883	1,100	-	1,100
Raffle prizes	4,577	-	4,577	7,047	566	7,613
	<u>\$ 167,980</u>	<u>\$ 165,658</u>	<u>\$ 333,638</u>	<u>\$ 146,389</u>	<u>\$ 145,848</u>	<u>\$ 292,237</u>

9. Concentration of Credit Risk

The Organization's financial instruments that are exposed to concentrations of credit risk consist primarily of cash and cash equivalents. The Organization places its cash and temporary cash investments with a high credit quality institution. At times, such investments may be in excess of the FDIC insurance limit (SIPC insurance for investments, not including market losses) thus exposing the Organization to a loss in the amount of the excess. There is no limit on FDIC insurance for non-interest bearing accounts. As of June 30, 2013 and 2012 no amounts were in excess of the FDIC and SIPC limits.

FOR PETE’S SAKE CANCER RESPITE FOUNDATION

Notes to Financial Statements

June 30, 2013 and 2012

10. Temporarily Restricted Net Assets

For the years ended June 30, 2013 and 2012, net assets were restricted for the following purposes:

	<u>2013</u>	<u>2012</u>
Purchase of residence	\$ -	\$ 30,000
Special event production	7,710	10,855
Patient respites	<u>10,000</u>	<u>-</u>
	<u>\$ 17,710</u>	<u>\$ 40,855</u>

Temporarily restricted net assets during the year ended June 30, 2013 were released from donor restrictions by incurring expenses satisfying the restricted purposes, as follows:

	<u>2013</u>
Purchase of residence	\$ 30,000
Special event production	<u>10,855</u>
	<u>\$ 40,855</u>

11. Subsequent Events

The Organization has evaluated events and transactions for potential recognition or disclosure in the financial statements through the date of this report, which is the date the financial statements were available for release.

In August 2013, FPS received a permanently restricted gift of \$25,000. The gift was a given to help stimulate an endowment campaign being launched by FPS.