

**KIDS-U
FORMERLY DALLAS COMMUNITY LIGHTHOUSE**

**ANNUAL FINANCIAL STATEMENTS
AND
TREASURER'S REPORT**

JULY 31, 2013



Treasurer's Report and Analysis

For the fiscal year ending July 31st, 2013, the organization continued to face funding hardships as well as cash flow issues. Overall, we experienced a decrease in net assets of \$25,019 which eliminated a portion of our cash reserves by the equal amount. This decrease is attributed to the cost of our programs, which will fluctuate year over year and depend upon the nature of the event taking place.

Gaining contributions and donations will continue to remain a focus as these represent the second lowest revenue source (11%), only beating miscellaneous income (4%). However, they are also the most liquid source of revenue along with other true cash items. Other than our in-kind donations, the largest revenue source is the cash we gain from our work at the apartment homes (56%).

Our statement of financial position is still considered light, but, is not over-leveraged on the liability side. We currently do not utilize any long term debt commitments nor are any of our accrued costs long term in nature. As a finance committee, it is suggested that we focus on building the asset side of our statement of financial position as this strategy ensures a long term foundation.

Our activities are strong in the regard of the in-kind donations, which also represent the riskiest piece of the accounting function. We discovered approximately \$30,000 worth of adjustments that were reclassified to revenue and removed from the in-kind categories. No other internal audit findings have been documented.

The treasurer's assessment and field work for the internal audit process is not governed by any state or federal authority since it is used for management reporting purposes only. Any analysis or conclusion gained from the use of these reports will be at the detriment of the user if errors are found. The goal of this report is to state the fiscal year's activities as well as any issues found in the financial reporting process.

A handwritten signature in blue ink that reads "Joseph Barrett Podpechan". The signature is fluid and cursive.

Joseph Barrett Podpechan,
Treasurer – Kids-U

KIDS-U
Statement of Financial Position
As of July 31, 2013

ASSETS

Cash	\$ 22,237
Accounts Receivable	10,614
Property & Equipment, Net	15,467
Other Current Assets	<u>3,000</u>
Total Assets	<u>\$ 51,317</u>

LIABILITIES AND NET ASSETS

Accounts Payable	\$ 20,235
Accrued Expenses	<u>23,970</u>
Total Liabilities	\$ 44,205
Unrestricted Net Assets	<u>7,113</u>
Total Liabilities and Net Assets	<u>\$ 51,317</u>

KIDS-U
Statement of Activities
For the year ended July 31, 2013

Revenues and Support	
Contributions & Grants	100,054
Special Events	3,323
Kids Campus Tutorials & Community Services	225,900
In-Kind Donations	472,503
Misc. Income	<u>35,364</u>
Total Revenues and Support	<u><u>837,144</u></u>
Expenses	
Program	859,766
Supporting	2,397
Fundraising	<u>-</u>
Total Expenses	<u><u>862163</u></u>
Increase (decrease) in Net Assets	<u><u>(25,019)</u></u>

KIDS-U
Statement of Functional Expenses
For the year ended July 31, 2013

	Program	Supporting	Fundraising	Total
Salaries & Wages	412,763	-	-	412,763
Depreciation	3,749	-	-	3,749
Donated Facilities	195,670	-	-	195,670
Donated Food	103,091	-	-	103,091
Other Donated Items	21,943	890	-	22,833
Insurance	5,450	615	-	6,065
Professional Fees	17,250	-	-	17,250
Supplies	88,542	-	-	88,542
Field Trip Transportation	-	-	-	-
Fundraising Event	-	-	-	-
Special Event Costs	-	-	-	-
Start-Up Costs	-	-	-	-
Other Expenses	11,308	892	-	12,200
Total Functional Expenses	859,766	2,397	-	862,163

KIDS-U
Statement of Cash Flows
For the year ended July 31, 2013

Cash Flow from Operating Activities	
Increase (decrease) in Net Assets	<u>(25,019)</u>
Adjustments to reconcile changes in Net Assets:	
Depreciation	3,749
Accounts Receivable	(4,199)
Accounts Payable	7,229
Accrued Expenses	<u>30</u>
Net Cash	<u>(18,209)</u>
Cash, Beginning of the Year	<u>40,446</u>
Cash, End of the Year	<u><u>22,237</u></u>