

THE ANDREW JACKSON POLICE YOUTH CAMP, INC.
AUDITED FINANCIAL STATEMENTS
DECEMBER 31, 2017

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Independent Auditors' Report

Board of Directors
The Andrew Jackson Police Youth Camp, Inc.
Nashville, Tennessee

We have audited the accompanying financial statements of The Andrew Jackson Police Youth Camp, Inc. (a non-profit organization), which comprise the statement of financial position as of December 31, 2017, and the related statements of activities, functional expenses and cash flows for the year 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.

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 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 The Andrew Jackson Police Youth Camp, Inc. (a non-profit organization) as of December 31, 2017, and the changes in its net assets, functional expenses and cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Cooper, Travis & Company, PLC
Cooper, Travis & Company, PLC
Certified Public Accountants

Nashville, Tennessee
July 30, 2018

THE ANDREW JACKSON POLICE YOUTH CAMP, INC.
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2017

ASSETS

Current Assets

Cash - unrestricted	\$ 632,983
Total current assets	<u>632,983</u>

Property and Equipment

Buildings and improvements	430,612
Camp equipment	154,999
Land	19,503
Furniture and office equipment	<u>12,504</u>
Total property and equipment, at cost	617,618
Less: Accumulated depreciation	<u>(330,790)</u>
Total property and equipment, net	<u>286,828</u>

Total assets	<u><u>\$ 919,811</u></u>
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LIABILITIES AND NET ASSETS

Current Liabilities

Accounts payable	\$ 1,456
Total current liabilities	<u>1,456</u>

Net Assets

Unrestricted	709,485
Permanently restricted	<u>208,870</u>
Total net assets	<u>918,355</u>

Total liabilities and net assets	<u><u>\$ 919,811</u></u>
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See accompanying notes to financial statements.

THE ANDREW JACKSON POLICE YOUTH CAMP, INC.
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2017

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
<u>Support</u>				
Contributions	\$ 609,675	\$ -	\$ 3,430	\$ 613,105
Fundraising	-	-	-	-
Total support	<u>609,675</u>	<u>-</u>	<u>3,430</u>	<u>613,105</u>
<u>Revenues</u>				
Interest	485	-	-	485
Rental and other income	<u>2,320</u>	<u>-</u>	<u>-</u>	<u>2,320</u>
Total revenues	<u>2,805</u>	<u>-</u>	<u>-</u>	<u>2,805</u>
Total support and revenues	<u>612,480</u>	<u>-</u>	<u>3,430</u>	<u>615,910</u>
<u>Expenses</u>				
Program	176,895	-	17,630	194,525
Management	19,850	-	-	19,850
Fundraising	<u>232,513</u>	<u>-</u>	<u>-</u>	<u>232,513</u>
Total expenses	<u>429,258</u>	<u>-</u>	<u>17,630</u>	<u>446,888</u>
Change in net assets	183,222	-	(14,200)	169,022
Net assets at January 1, 2017	526,263	-	223,070	749,333
Reclassification of restricted net assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net assets at December 31, 2017	<u>\$ 709,485</u>	<u>\$ -</u>	<u>\$ 208,870</u>	<u>\$ 918,355</u>

See accompanying notes to financial statements.

THE ANDREW JACKSON POLICE YOUTH CAMP, INC.
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2017

	<u>Program</u>	<u>Management</u>	<u>Fundraising</u>	<u>Total</u>
Payroll	\$ 25,653	\$ 6,000	\$ 232,513	\$ 264,166
Other costs	43,385	-	-	43,385
Depreciation	36,492	-	-	36,492
Utilities	26,885	-	-	26,885
Insurance	22,712	-	-	22,712
Building maintenance & supplies	15,317	-	-	15,317
Food and kitchen supplies	10,515	-	-	10,515
Legal and professional	-	8,119	-	8,119
Office expenses	1,465	5,731	-	7,196
Telephone	6,713	-	-	6,713
Camper clothing	2,415	-	-	2,415
Equipment maintenance	1,176	-	-	1,176
Taxes and license	1,002	-	-	1,002
Pool maintenance	795	-	-	795
Total expenses	<u>\$ 194,525</u>	<u>\$ 19,850</u>	<u>\$ 232,513</u>	<u>\$ 446,888</u>
Percentage of total expense	<u>43.5%</u>	<u>4.5%</u>	<u>52.0%</u>	<u>100.0%</u>

See accompanying notes to financial statements.

THE ANDREW JACKSON POLICE YOUTH CAMP, INC.
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2017

Cash flows from operating activities:	
Cash received from contributions	\$ 613,105
Interest received	485
Rental and other income received	2,320
Cash paid for program expenses	(159,428)
Cash paid for management expenses	(19,850)
Cash paid for fundraising expenses	(232,513)
Net cash provided by operating activities	<u>204,119</u>
 Cash flows from investing activities:	
Cash paid for purchase of buildings and equipment	<u>(71,628)</u>
Net cash used for investing activities	<u>(71,628)</u>
 Net increase in cash - unrestricted	132,491
 Cash - unrestricted at January 1, 2016	<u>500,492</u>
 Cash - unrestricted at December 31, 2016	<u><u>\$ 632,983</u></u>
 Reconciliation of change in net assets to net cash provided by operating activities:	
Change in net assets	<u>\$ 169,022</u>
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation	36,492
Effect on cash from changes in operating assets and liabilities:	
Accounts payable	(1,395)
Total adjustments	<u>35,097</u>
 Net cash provided by operating activities	<u><u>\$ 204,119</u></u>

Supplemental schedule of noncash investing and financing activities: None

See accompanying notes to financial statements.

THE ANDREW JACKSON POLICE YOUTH CAMP, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2017

Note 1 – Continued

The estimated useful life of depreciable property and equipment is as follows:

Buildings and improvements	10 to 30 years
Camp equipment	5 to 15 years
Furniture and office equipment	5 and 6 years

Depreciation expense for the year ended December 31, 2017 amounted to \$36,492.

e. Revenue Recognition

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions.

All donor-restricted contributions are reported as an increase in temporarily or permanently 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), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of activities and financial position.

f. Contributed Services

The Organization receives a variety of services from volunteers supporting the organization's mission. No amounts have been reflected in the financial statements for those services since they do not meet the criteria for recognition.

g. Income Taxes

The Organization is exempt from federal income taxes under Internal Revenue Service Code Section 501(c)(3) as a charitable organization. Since the Organization does not have any unrelated income, it is not required to pay any applicable tax.

h. Open Tax Years

The Organization's Forms 990 *Return of Organization Exempt from Income Tax*, are subject to examination by the IRS, generally for 3 years after their filing date.

i. Use of Estimates

The preparation of financial statements requires the use of management's estimates that affect the reported amounts of assets and liabilities and reported revenues and expenses. These estimates may require revision in future periods.

j. Functional Allocation of Expenses

The costs of providing the various programs and activities have been summarized on a functional basis in the Statement of Activities and the Statement of Functional Expenses. Accordingly, these costs have been allocated between program, management and fundraising expenses.

THE ANDREW JACKSON POLICE YOUTH CAMP, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2017

Note 1 – Continued

k. Management's Review of Subsequent Events

The Organization's management has performed a review of subsequent events through the date of the audit report, which is the date these financial statements were available to be issued. Management has represented that there has been no material event noted in this period which would either impact the results reflected in these financial statements or the Organization's results going forward.

Note 2 – Related Party

The Board of Directors for the Organization also serves as the Board of Directors for the Fraternal Order of Police Andrew Jackson Lodge No. 5 (the "Lodge"). The Lodge is an organization exempt from federal income taxes under Internal Revenue Service Code Section 501(c)(8) as a fraternal organization. The unrestricted net assets of the Lodge were \$1,398,703 at December 31, 2017. The Lodge provided support to the Youth Camp in the amount of \$33,426 during the year ended December 31, 2017. The Youth Camp provided no support to the Lodge during the year ended December 31, 2017.

Note 3 - Significant Concentrations of Credit Risk

The Organization has concentrated its credit risk for cash by maintaining deposits in banks located within the same geographic region. The maximum loss that would have resulted from that risk totaled \$119,155 at December 31, 2017, for the excess of the total deposit liabilities reported by the bank over the amount that would have been covered by federal insurance.