

ROCK THE STREET, WALL STREET
FINANCIAL STATEMENTS AND
INDEPENDENT ACCOUNTANT'S REVIEW REPORT

December 31, 2016

ROCK THE STREET, WALL STREET

TABLE OF CONTENTS

Independent Accountant's Review Report	2 – 3
Financial Statements:	
Statement of Assets, Liabilities and Net Assets – Modified Cash Basis	4
Statement of Support, Expenses and Changes in Net Assets – Modified Cash Basis	5
Notes to Financial Statements	6 – 9



INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors
Rock the Street, Wall Street
Nashville, Tennessee

We have reviewed the accompanying financial statements of Rock the Street, Wall Street (a nonprofit organization), which comprise the statement of assets, liabilities and net assets – modified cash basis as of December 31, 2016, and the related statement of support, expenses and changes in net assets – modified cash basis 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 Organization 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 the modified cash basis of accounting; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of financial statements in the circumstances. Management is also responsible for 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 American Institute of Certified Public Accountants. 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 the modified cash basis of accounting. 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 the modified cash basis of accounting.

Basis of Accounting

We draw attention to Note 2 of the financial statements, which describes the basis of accounting. The financial statements are prepared in accordance with the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our conclusion is not modified with respect to this matter.

Frasier, Dean + Hanna, PLLC

Nashville, Tennessee
January 12, 2017

ROCK THE STREET, WALL STREET
STATEMENT OF ASSETS, LIABILITIES AND NET ASSETS -
MODIFIED CASH BASIS
December 31, 2016

Assets

Current assets:	
Cash and cash equivalents	\$ 67,275
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Total current assets	67,275
Property, equipment and furniture, net	2,432
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Total assets	\$ 69,707
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Liabilities and Net Assets

Current liabilities:	
Payroll and other liabilities	\$ 2,798
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Total liabilities	2,798
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Net assets:	
Unrestricted	66,909
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Total net assets - unrestricted	66,909
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Total liabilities and net assets	\$ 69,707
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See accompanying notes and independent accountant's review report.

ROCK THE STREET, WALL STREET
STATEMENT OF SUPPORT, EXPENSES AND CHANGES IN NET ASSETS -
MODIFIED CASH BASIS
For the year ended December 31, 2016

Support:	
Contributions	\$ 127,413
Gifts-in-kind	180,020
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Total support	307,433
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Expenses:	
Advertising and promotions, including in-kind of \$70,471	73,064
Instructors and supplies, including in-kind of \$86,007	86,007
Professional fee, including in-kind of \$7,542	56,471
Salaries and wages	24,078
Operations	18,412
Rent and facilities costs, including in-kind of \$16,000	17,707
Travel	9,088
Meals and entertainment	2,865
Insurance	2,838
Telephone and internet	1,675
Depreciation	808
Office	761
Miscellaneous	447
Dues and subscriptions	180
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Total expenses	294,401
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Change in net assets	13,032
Net assets, beginning of year	53,877
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Net assets, end of year	\$ 66,909
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See accompanying notes and independent accountant's review report.

ROCK THE STREET, WALL STREET
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE 1 – NATURE OF BUSINESS

Nature of Organization

Rock the Street, Wall Street (the “Organization”) was chartered in 2012, as a nonprofit corporation in the State of Tennessee. The Organization’s mission is to inspire, educate, and equip girls with the skills to succeed financially throughout their lives and potentially pursue a career in finance. The Organization partners with companies and foundations to mentor and organize workshops to serve girls grades 10-12 in cities such as Chicago, Dallas/Ft. Worth, Memphis, Nashville, and New York City.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The Organization prepares its financial statements on the modified cash basis of accounting which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Under the modified cash basis of accounting, support is recognized when received rather than when promises to give are made and expenses are recorded when paid rather than when the obligation is incurred. Modifications to the cash basis of accounting result from management’s decision to record gift-in-kind support and expenses and to capitalize property and equipment and record depreciation.

Cash and Cash Equivalents

For purposes of the statement of assets, liabilities and net assets – modified cash basis, the Organization considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. The Organization may maintain cash and cash equivalents that, at times, exceed federally-insured limits. In management’s opinion, risk relating to such concentrations is minimal based upon the credit rating of its depositories.

Property, Equipment and Furniture

Property and equipment are recorded at cost or, if donated, at their estimated fair value at the date of donation. Depreciation is provided on a straight-line basis over the estimated useful lives of the assets.

Support

The Organization receives support in the form of cash contributions, gifts-in-kind and donated services. The Organization recognizes cash contributions in the year received, and considers them as unrestricted as they are received to promote the Organization’s basic purpose. However, the Organization does receive cash contributions from time to time that are contributed for work in specific geographic areas of the United States.

ROCK THE STREET, WALL STREET
NOTES TO FINANCIAL STATEMENTS (Continued)
December 31, 2016

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The Organization recognizes gifts-in-kind support in the year contributed at fair value, with gifts-in-kind determined as follows:

Supplies: primarily includes donated financial books. The value of donated books is recognized at estimated fair value on the date received with a corresponding expense for program services.

Professional services: primarily includes donated advertising, legal, logo design, and volunteer instructors. The value of donated advertising, legal, and logo design services are recognized at fair value per the vendor on the date it is received with corresponding expense for program services. Volunteer instructors possess specialized professional skills which are provided to students of the program, and are valued at estimated fair value.

Facilities: includes donated space in an office complex located in Nashville, Tennessee where the Organization conducted operations during the fiscal year. The landlord provides the space rent free to the Organization. The Organization values the in-kind rent at fair value.

Income Taxes

The Organization is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code, and the Organization is classified as an organization that is not a private foundation as defined in Section 509(a) of the Internal Revenue Code. Therefore, no provision for federal income taxes is included in the accompanying financial statements.

The Organization follows Financial Accounting Standards Board Accounting Standards Codification guidance related to unrecognized tax benefits that clarifies the accounting for uncertainty in income taxes recognized in an organization's financial statements. This guidance prescribes a minimum probability threshold that a tax position must meet before a financial statement benefit is recognized. The minimum threshold is defined as a tax position that is more likely than not to be sustained upon examination by the applicable taxing authority, including resolution of any related appeals or litigation processes, based on the technical merits of the position. The tax benefit to be recognized is measured as the largest amount of benefit that is greater than fifty percent likely of being realized upon ultimate settlement. The Organization does not believe there are any uncertain tax positions at December 31, 2016. Additionally, the Organization has not recognized any tax related interest and penalties in the accompanying financial statements. Tax years that remain open for examination include years ended December 31, 2013 through December 31, 2016.

ROCK THE STREET, WALL STREET
NOTES TO FINANCIAL STATEMENTS (Continued)
December 31, 2016

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Use of Estimates

The preparation of financial statements in conformity with the modified cash basis of accounting requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of support and expenses during the reporting period. Actual results could differ from those estimates. Significant estimates included in these financial statements include the estimated value of in-kind gifts and services received.

Subsequent Events

The Organization evaluated subsequent events through January 12, 2017 when these financial statements were available to be issued. The Organization is not aware of any significant events that occurred subsequent to the statement of assets, liabilities and net assets – modified cash basis date but prior to the filing of this report that would have a material impact on the financial statements.

NOTE 3 – CONCENTRATIONS

Cash contributions from four donors represented 73% of the total cash contributions during 2016. Additionally, gifts-in-kind consisting of professional services for advertising from one donor represented 41% of the total gifts-in-kind during 2016. Changes in this support could have a significant impact on the Organization's operations.

NOTE 4 – PROPERTY, EQUIPMENT AND FURNITURE

Property and equipment consists of the following at December 31, 2016:

Furniture and equipment	\$ 4,439
Less accumulated depreciation	<u>(2,007)</u>
	<u>\$ 2,432</u>

NOTE 5 – GIFTS-IN-KIND AND DONATED SERVICES

As described in Note 2, the Organization receives various non-cash gifts of books, services, and rent, and recognizes them as support as the gifts are received. Generally, these gifts-in-kind are utilized in the same year they are received.

ROCK THE STREET, WALL STREET
NOTES TO FINANCIAL STATEMENTS (Continued)
December 31, 2016

NOTE 5 – GIFTS-IN-KIND AND DONATED SERVICES (Continued)

Gifts-in-kind received and distributed are summarized as follows for the year ended December 31, 2016:

Gifts-in-kind received:

Professional services:

Volunteer instructors	\$ 82,387
Advertising and promotions	70,471
Legal	7,292
Logo design	250
Facilities	16,000
Supplies	<u>3,620</u>
	<u>\$ 180,020</u>