A.B.L.E. Youth, Inc.

Financial Statements
December 31, 2013, and 2012

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McKerley & Noonan, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

Independent Accountant's Review Report

To the Board of
A.B.L.E. Youth, Inc.
Nashville, TN

We have reviewed the accompanying statements of financial condition of A.B.L.E. Youth, Inc. (a non-profit organization) as of December 31, 2013 and 2012, and the related statements of activities and changes in net assets, cash flows, and functional expenses for the years then ended. A review includes primarily applying analytical procedures to management's financial data and making inquiries of Company 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 is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the review in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. We believe that the results of our procedures provide a reasonable basis for our report.

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 conformity with accounting principles generally accepted in the United States of America.

McKerley & Noonan

McKerley & Noonan, P.C.
August 22, 2014

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A.B.L.E. Youth, Inc.
Statements of Financial Position
December 31, 2013 and 2012

	2013	2012
Assets		
Current Assets		
Cash in Bank	$ 122,441	$ 110,845
Prepaid Insurance	2,474	2,590
Total Current Assets	124,915	113,435
Fixed Assets		
Sports & Office Equipment	49,122	47,047
Trailer	41,200	1,200
Less: Accumulated Depreciation	(46,878)	(37,629)
Net Fixed Assets	43,444	10,618
Total Assets	$ 168,359	$ 124,053
Liabilities and Net Assets		
Liabilities		
Accounts Payable & Accrued Expenses	$ 3,515	$ 949
Net Assets:		
Unrestricted Net Assets	164,844	123,104
Temporarily Restricted Net Assets	-	-
Total Net Assets	164,844	123,104
Total Liabilities and Net Assets	$ 168,359	$ 124,053

See Independent Accountant's Review Report and Notes to the Financial Statements

A.B.L.E. Youth, Inc.
Statements of Activities and Changes in Net Assets
For the Years Ended December 31, 2013 and 2012

	2013			2012		
	Unrestricted	Temporarily Restricted	Total	Unrestricted	Temporarily Restricted	Total
Support & Revenue						
Contributions & Grants	$ 88,258	$ 79,635	$ 167,893	$ 134,972	$ 15,595	$ 150,567
In-Kind Contributions	2,160	-	2,160	2,160	-	2,160
Net Assets Released from Restrictions	79,635	(79,635)	-	30,095	(30,095)	-
Total Support & Revenue	170,053	-	170,053	167,227	(14,500)	152,727
Expenses						
Program Services	77,810	-	77,810	75,924	-	75,924
Supporting Services:						
Fundraising	36,587	-	36,587	34,415	-	34,415
General & Administrative	13,916	-	13,916	17,246	-	17,246
Total Supporting Services	50,503	-	50,503	51,661	-	51,661
Total Expenses	128,313	-	128,313	127,585	-	127,585
Change in Net Assets	41,740	-	41,740	39,642	(14,500)	25,142
Net Assets, Beginning of Year	123,104	-	123,104	83,462	14,500	97,962
Net Assets, End of Year	$ 164,844	$ -	$ 164,844	$ 123,104	$ -	$ 123,104

See Independent Accountant's Review Report and Notes to the Financial Statements

A.B.L.E. Youth, Inc.
Statements of Cash Flows
For the Years Ended December 31, 2013 and 2012

	2013	2012
Cash Flows from Operating Activities		
Change in Net Assets	$ 41,740	$ 25,142
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities		
Depreciation	9,249	2,409
Decrease in Accounts Receivable	-	-
Decrease in Prepaid Insurance	116	(509)
Increase (Decrease) in Accounts Payable & Accrued Liabilities	2,566	(1,379)
Total Adjustments	11,931	521
Net Cash Provided by Operating Activities	53,671	25,663
Cash Flows from Investing Activities		
Purchase of Fixed Assets	(42,075)	(3,880)
Net Cash Used by Investing Activities	(42,075)	(3,880)
Net Increase (Decrease) in Cash	11,596	21,783
Cash in Bank Beginning of Year	110,845	89,062
Cash in Bank End of Year	$ 122,441	$ 110,845
Interest Paid during the year	$ -	$ -

A.B.L.E. Youth, Inc.
Statements of Functional Expenses
For the Years Ended December 31, 2013 and 2012

	2013				2012			
		Supporting Services				Supporting Services		
	Program Services	Fundraising	General and Administrative	Total	Program Services	Fundraising	General and Administrative	Total
Wages and Benefits	$ 31,567	$ 15,536	$ 10,656	$ 57,759	$ 36,041	$ 16,215	$ 11,285	$ 63,541
Accounting & Bookkeeping	-	-	833	833	-	-	4,136	4,136
Adaptive Snow Ski Program	5,115	-		5,115	-	-	-	-
Auto Expense - mileage			-	-	1,021	180	-	1,201
Bank Fees	-	-	193	193	-	-		-
Basketball/Cheerleading Program	16,769	-	-	16,769	21,530	-	-	21,530
Christmas party	128	-	-	128	1,402	-	-	1,402
Contract Labor	-	6,000	-	6,000	-	6,000		6,000
Contributions	850	-	-	850	850	-	-	850
Depreciation	9,249	-	-	9,249	2,409	-	-	2,409
Dues & Entry Fees	964	-		964	722	-		722
Fundraising	-	10,200	-	10,200	-	10,680	-	10,680
Fundraising Video & Brochures	-	67	-	67	-	400	-	400
Golf Tournament	1,419	-	-	1,419	1,325	-	-	1,325
Independence Camp	3,055	-	-	3,055	3,600	-	-	3,600
Insurance	4,132	-	2,225	6,357	3,036	-	1,635	4,671
Meals & Entertainment	-	194	-	194	-	-	-	-
Miscellaneous	224	202	-	426	(341)	-	-	(341)
Office Supplies	-	38	9	47	-	669	167	836
Postage & Shipping	-	-	-	-	-	92	23	115
Storage	3,793	-	-	3,793	2,160	-	-	2,160
Super Sports Saturday	69	-	-	69	369	-	-	369
Track & Field & Swim Program	50	-	-	50	-	-	-	-
Repairs & Maintenance	254	-	-	254	-	-	-	-
Travel & Lodging	172	-	-	172	1,800	-	-	1,800
Website	-	4,350	-	4,350	-	179	-	179
Total Functional Expenses	$ 77,810	$ 36,587	$ 13,916	$ 128,313	$ 75,924	$ 34,415	$ 17,246	$ 127,585

A.B.L.E. Youth, Inc.

Notes to Financial Statements

December 31, 2013, and 2012

NOTE 1 - DESCRIPTION AND PURPOSE OF THE ORGANIZATION

A.B.L.E. Youth, Inc. (the Organization) is a non-profit corporation organized to provide opportunities for children and youth with physical disabilities to participate in structured wheelchair sports and recreational activities. Through these activities, the children can build strength, confidence, and physical and social skills. The activities are available to children ages three through high school, who require the use of a wheelchair for independent mobility. In 2007, the age limit was increased to twenty-two or college graduation. The ultimate goal of the Organization is to have the youths become completely independent as an adult, while building strong character and positive self-esteem along the way. The Organization receives support from individual donors as well as contributions and grants from other organizations.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Organization have been prepared on the accrual basis of accounting which means that revenues are recognized when earned and expenses are recorded when incurred. The significant accounting policies of the Organization are described below to enhance the usefulness of the financial statements to the reader.

Use of Estimates
The preparation of financial statements in accordance with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Financial Statement Presentation
For financial statement presentation, the Organization reports its financial information according to three classes of net assets (unrestricted net assets, temporarily restricted net assets and permanently restricted net assets) based on the existence or absence of donor-imposed restrictions.

Unrestricted Net Assets
Unrestricted net assets are donations that are not subject to donor-imposed stipulations. Monies received without restriction or released from restriction are generally used to finance the normal day-to-day operations of the Organization.

Temporarily Restricted Net Assets

Temporarily restricted net assets are donations that are 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. At December 31, 2013 and 2012 there were no funds subject to various donor-imposed restrictions.

Permanently Restricted Net Assets

Permanently restricted net assets are donations 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 December 31, 2013 and 2012, and the Organization did not have any funds permanently restricted.

Fixed Assets

Property and equipment are recorded at cost, when purchased, or at estimated fair value, when gifted to the Organization. Significant additions and betterments are capitalized. Expenditures for maintenance, repairs and minor renewals are charged to expense as incurred. Depreciation is computed using accelerated methods over the estimated useful lives (ranging from 5 – 7 years) of each asset.

Depreciation expense relating to fixed assets totaled $9,249 and $2,409 for the years ended December 31, 2013 and 2012, respectively.

Donated Goods & Services

The Organization reports any gifts of equipment or materials as unrestricted support, absent any explicit donor restrictions as to how the assets must be used. Gifts of long-lived assets and/or support that are restricted to the acquisition of long-lived assets are reported as restricted support. Expirations of donor restrictions are recognized when the donated or acquired long-lived assets are placed in service.

Donated facilities and materials are recorded as gifts in the period received at their estimated fair value, if there is an objective and measurable basis for determining such value.

Donated services are recognized if they create or enhance non-financial assets or if the donated service requires specialized skills, was performed by a donor who possesses such skills, and would have been purchased by the Organization if not donated. Such services are recognized at estimated fair value as support and expense in the period the services are performed.

Allocation of Functional Expenses

Expenses that can be directly attributed to a particular function are charged to that function. Certain costs have been allocated among more than one program or activity based on objectively evaluated financial and non-financial data or reasonable subjective methods determined by management.

Program and Supporting Services

The following program and supporting services classifications are included in the accompanying financial statements:

Program Service

Relate directly to the programmatic mission of the organization.

Supporting Services:

Management and General – Relates to the overall direction of the Organization. These expenses are not identifiable with a particular program or with fund raising, but are indispensable to the conduct of those activities and essential to the organization. Specific activities include organizational oversight, business management, record-keeping, budgeting, financing, and other administrative activities.

Fundraising – Includes costs of activities directed toward appeals for financial support, including special events. Other activities include the cost of solicitation and creation and distribution of fund raising materials.

Income Taxes

The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code, and therefore, no provision for federal or state income taxes is applicable.

Effective January 1, 2009, the Organization adopted the guidance in ASC 740 on accounting for uncertainty in income taxes. For all tax positions taken by the Organization, management believes it is clear that the likelihood is greater than 50 percent that the full amount of the tax positions taken will be ultimately realized. With few exceptions, the Organization is no longer subject to U.S. federal tax examinations by tax authorities for years before 2010. The Organization incurred no interest or penalties during the year ended December 31, 2013.

NOTE 3 – IN-KIND CONTRIBUTIONS

Revenues and Support reflected in the accompanying Statements of Activities include amounts donated to the organization as follows for the years ended December 31,

	2013	2012
Storage Facility Rental	$2,160	$2,160
Total In-Kind Contributions	$2,160	$2,160

NOTE 4 – SIMPLE IRA

During 2012, the Organization authorized matching IRA contributions of 100% of the first 3% contributed by the executive director. The Organization stopped contributing to the director's retirement plan after 2012. The Organization's contributions to the plan for 2013 and 2012 were $0 and $1,500 respectively.

NOTE 5 – CREDIT RISK

Financial instruments that potentially subject the Organization to concentrations of credit risk consist of cash and investments, pledges receivable, and accounts receivable. Cash balances are maintained with financial institutions and are insured up to $250,000 by the Federal Deposit Insurance Corporation. There were no investments, pledges receivable, or accounts receivable as of December 31, 2013 and 2012.

NOTE 6 – SUBSEQUENT EVENTS

Management has evaluated subsequent events through August 22, 2014, the date that the financial statements were available to be issued.