

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

Financial Statements
December 31, 2015 and 2014

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Independent Accountant's Review Report

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

We have reviewed the accompanying financial statements of A.B.L.E. Youth, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2015 and 2014, and the related statements of activities, cash flows, and functional expenses for the years 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 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 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.

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 AICPA. 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 accounting principles generally accepted in the United States of America. 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 accounting principles generally accepted in the United States of America.



McKerley & Noonan, P.C.
Nashville, TN
September 29, 2016

A.B.L.E. Youth, Inc.
Statements of Financial Position
December 31, 2015 and 2014

	2015	2014
Assets		
Current Assets		
Cash in Bank	\$ 103,902	\$ 118,108
Prepaid Insurance	2,242	3,067
Total Current Assets	106,144	121,175
Fixed Assets		
Sports & Office Equipment	58,122	58,122
Vehicles	41,200	41,200
Less: Accumulated Depreciation	(68,199)	(60,202)
Net Fixed Assets	31,123	39,120
Total Assets	\$ 137,267	\$ 160,295
Liabilities and Net Assets		
Liabilities		
Accounts Payable & Accrued Expenses	\$ 2,750	\$ 1,900
Net Assets:		
Unrestricted Net Assets	134,517	143,395
Temporarily Restricted Net Assets	-	15,000
Total Net Assets	134,517	158,395
Total Liabilities and Net Assets	\$ 137,267	\$ 160,295

A.B.L.E. Youth, Inc.
Statements of Activities and Changes in Net Assets
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>			<u>2014</u>		
	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Support & Revenue						
Contributions & Grants	\$ 67,688	\$ 10,100	\$ 77,788	\$ 81,753	\$ 21,500	\$ 103,253
In-Kind Contributions	2,160	-	2,160	2,160	-	2,160
Net Assets Released from Restrictions	25,100	(25,100)	-	6,500	(6,500)	-
Total Support & Revenue	<u>94,948</u>	<u>(15,000)</u>	<u>79,948</u>	<u>90,413</u>	<u>15,000</u>	<u>105,413</u>
Expenses						
Program Services	73,005	-	73,005	73,610	-	73,610
Supporting Services:						
Fundraising	17,196	-	17,196	19,542	-	19,542
General & Administrative	13,625	-	13,625	18,710	-	18,710
Total Supporting Services	<u>30,821</u>	<u>-</u>	<u>30,821</u>	<u>38,252</u>	<u>-</u>	<u>38,252</u>
Total Expenses	<u>103,826</u>	<u>-</u>	<u>103,826</u>	<u>111,862</u>	<u>-</u>	<u>111,862</u>
Change in Net Assets	(8,878)	(15,000)	(23,878)	(21,449)	15,000	(6,449)
Net Assets, Beginning of Year	<u>143,395</u>	<u>15,000</u>	<u>158,395</u>	<u>164,844</u>	<u>-</u>	<u>164,844</u>
Net Assets, End of Year	<u>\$ 134,517</u>	<u>\$ -</u>	<u>\$ 134,517</u>	<u>\$ 143,395</u>	<u>\$ 15,000</u>	<u>\$ 158,395</u>

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, 2015 and 2014

	2015	2014
Cash Flows from Operating Activities		
Change in Net Assets	\$ (23,878)	\$ (6,449)
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities		
Depreciation	7,997	13,324
Decrease in Prepaid Insurance	825	(593)
Increase (Decrease) in Accounts Payable & Accrued Liabilities	850	(1,615)
Total Adjustments	9,672	11,116
Net Cash Provided by Operating Activities	(14,206)	4,667
Cash Flows from Investing Activities		
Purchase of Fixed Assets	-	(9,000)
Net Cash Used by Investing Activities	-	(9,000)
Net Increase (Decrease) in Cash	(14,206)	(4,333)
Cash in Bank Beginning of Year	118,108	122,441
Cash in Bank End of Year	\$ 103,902	\$ 118,108
Interest Paid during the year	\$ -	\$ -

A.B.L.E. Youth, Inc.
Statements of Functional Expenses
For the Years Ended December 31, 2015 and 2014

	2015				2014			
	Supporting Services			Total	Supporting Services			Total
	Program Services	Fundraising	General and Administrative		Program Services	Fundraising	General and Administrative	
Wages and Benefits	\$ 27,315	\$ 7,230	\$ 9,640	\$ 44,185	\$ 24,171	\$ 9,765	\$ 12,208	\$ 46,144
Accounting & Bookkeeping	-	-	831	831	-	-	4,135	4,135
Adaptive Snow Ski Program				-	3,865	-	-	3,865
Auto Expense - mileage	2,627	-	-	2,627	949	167	-	1,116
Basketball/Cheerleading Program	1,425	-	-	1,425	13,637	-	-	13,637
Christmas party	988	-	-	988	347	-	-	347
Contract Labor	-	6,000	-	6,000	-	6,000	-	6,000
Contributions	10,850	-	-	10,850	750	-	-	750
Deep Sea Fishing	1,901	-	-	1,901	2,799	-	-	2,799
Depreciation	7,997	-	-	7,997	13,324	-	-	13,324
Dues & Entry Fees	160	-	81	241	1,107	-	22	1,129
Fundraising	-	1,856	-	1,856	-	2,551	-	2,551
Golf Tournament	600	-	-	600	137	-	-	137
Independence Camp	2,969	-	-	2,969	2,534	-	-	2,534
Insurance	5,442	-	2,931	8,373	4,354	-	2,345	6,699
Meals & Entertainment	-	273	-	273	-	715	-	715
Miscellaneous	557	1,268	-	1,825	400	44	-	444
Office Supplies	-	569	142	711	-	-	-	-
Storage	5,338	-	-	5,338	5,155	-	-	5,155
Super Sports Saturday	102	-	-	102	81	-	-	81
Track & Field & Swim Program	246	-	-	246	-	-	-	-
Travel & Lodging	4,488	-	-	4,488	-	-	-	-
Website	-	-	-	-	-	300	-	300
Total Functional Expenses	\$ 73,005	\$ 17,196	\$ 13,625	\$ 103,826	\$ 73,610	\$ 19,542	\$ 18,710	\$ 111,862

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

Notes to Financial Statements
December 31, 2015, and 2014

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, 2015 there were no funds subject to various donor-imposed restrictions, and at December 31, 2014 there were \$15,000 of 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, 2015 and 2014, 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 \$7,997 and \$13,324 for the years ended December 31, 2015 and 2014, 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.

The Organization follows 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 2012. The Organization incurred no interest or penalties during the year ended December 31, 2015.

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,

	2015	2014
Storage Facility Rental	<u>\$2,160</u>	<u>\$2,160</u>
Total In-Kind Contributions	<u><u>\$2,160</u></u>	<u><u>\$2,160</u></u>

NOTE 4 – 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, 2015 and 2014.

NOTE 5 – SUBSEQUENT EVENTS

Management has evaluated subsequent events through September 29, 2016, the date that the financial statements were available to be issued.