NASHVILLE YOUTH FOR CHRIST, INC.

Financial Statements

Year Ended June 30, 2019

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Financial Statements
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RM
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Independent Accountants' Compilation Report

To the Board of Directors
Nashville Youth for Christ, Inc.
Nashville, TN

Management is responsible for the accompanying financial statements of Nashville Youth for Christ, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2019, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Rodefer Moss & Co, PLLC

Nashville, Tennessee
July 31, 2019

NASHVILLE YOUTH FOR CHRIST, INC.
Statement of Financial Position
June 30, 2019

ASSETS		
Current Assets		
Cash		$ 234,581
Prepaid expenses		2,500
Total current assets		237,081
Property and Equipment		
Van	$ 20,155	
Computers	9,341	
Equipment	7,228	
Trailer	2,820	
	39,544	
Less accumulated depreciation	(35,702)	
Property and equipment, net		3,842
Total assets		$ 240,923
LIABILITIES AND NET ASSETS		
Current Liabilities		
Payroll taxes payable		$ 3,033
Deferred revenue - golf tournament		7,500
Total current liabilities		10,533
Net Assets		
Without donor restrictions		230,390
Total liabilities and net assets		$ 240,923

NASHVILLE YOUTH FOR CHRIST, INC.
Statement of Activities
Year Ended June 30, 2019

Revenues		
Support		
Speer Foundation Grant	$ 100,000	
Golf tournament (net of $18,972 of expenses)	42,098	
Memorial Foundation Grant	15,000	
Teen Moms Christmas	1,600	
General undesignated contributions	78,723	
Total support		$ 237,421
Interest income		98
Total revenues		237,519
Expenses		
Program services		
Salaries	147,921	
Payroll taxes	12,734	
Insurance	9,285	
Parent/Teen Life	8,872	
Training	8,636	
Campus Life	6,398	
City Life	5,751	
Juvenile Justice	4,624	
Depreciation	4,595	
Travel/Camp	4,314	
Donations	3,000	
Vehicle maintenance	659	
Total program services		216,789
Management and general		
Officer salary	18,541	
Charter fee	6,402	
Office and printing	3,122	
Credit card charges	2,357	
Accounting	1,000	
Postage	929	
Telephone	898	
Taxes - other	220	
Web services	133	
Total management and general		33,602
Total expenses		250,391
Decrease in net assets		(12,872)
Net assets at the beginning of the year		243,262
Net assets at the end of the year		$ 230,390

NASHVILLE YOUTH FOR CHRIST, INC.
Statement of Cash Flows
Year Ended June 30, 2019

Cash Flows From Operating Activities	
Decrease in net assets	$ (12,872)
Adjustments to reconcile decrease in net assets to net cash flows from operating activities:	
Depreciation	4,595
Increase in Assets:	
Prepaid expenses	(2,500)
Increase (decrease) in liabilities:	
Payroll taxes payable	(399)
Deferred revenue - golf tournament	7,500
Net cash flows from operating activities	(3,676)
Net decrease in cash	(3,676)
Cash at the beginning of the year	238,257
Cash at the end of the year	$ 234,581

NOTE 1 - NATURE OF ACTIVITIES

Nashville Youth for Christ, Inc., a nonprofit corporation, (the “Organization”) is incorporated to provide counseling services for youth with special programs such as Parent/Teen Life, Campus Life, City Life, and Juvenile Justice programs in middle and high schools. The Organization is supported primarily by grants and donations from individuals, businesses, and churches.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Organization have been prepared in conformity with accounting principles generally accepted in the United States of America (“GAAP”) as applied to nonprofit organizations. The following is a summary of the more significant accounting policies:

Basis of Presentation - The accompanying financial statements have been prepared on the accrual basis of accounting.

The Organization is required to report information regarding its financial position and activities based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

> *Net Assets Without Donor Restrictions* **-** Net assets available for use in general operations and not subject to donor restrictions. If net assets without donor restrictions have been designated by the board of directors to retain as investments, they will be reported as board designated net assets without donor restrictions.
>
> *Net Assets With Donor Restrictions* **-** Net assets subject to donor-imposed restrictions. Donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

At June 30, 2019, the Organization had no board or donor restricted net assets.

Recognition of Revenue and Expense - Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions. Contributions received with donor-imposed restrictions that are met in the same year in which the contributions are received are classified as unrestricted contributions.

All donor-restricted contributions are reported as an increase to 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 statement of activities as net assets released from restrictions.

Property and Equipment - The Organization capitalizes property and equipment over $500. Lesser amounts are expensed. Purchased property and equipment are carried at cost. Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service. The Organization reclassifies temporarily restricted net assets at that time. Property and equipment are depreciated using the straight-line method over the estimated useful life of the asset, generally five years. Upon disposition, the cost and related accumulated depreciation are removed from the accounts and the difference is reflected as a gain or loss for the period.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Donated Services - Donated services should be recognized as contributions if the services (a) create or enhance non-financial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization. During the year ended June 30, 2019, the value of donated services meeting the above requirements for recognition in the financial statements was not material and has not been recorded. However, many individuals volunteer their time and perform a variety of tasks that assist the Organization.

Federal Income Tax - The Organization is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code; accordingly no provision has been made for federal income tax in the accompanying financial statements. The Organization files Form 990, *Return of Organization Exempt from Income Tax*, on an annual basis. Forms 990 for the years ending June 30, 2016 and thereafter are subject to examination by the IRS, generally for three years after the date the returns are filed.

Concentrations of Credit Risk - Financial instruments which potentially subject the Organization to concentrations of credit risk consist primarily of bank deposits. The Organization places its cash with financial institutions which at times may be in excess of the FDIC insured limit. The Organization has not experienced any losses in its cash accounts and does not believe it is exposed to any significant credit risks related to uninsured amounts. At June 30, 2019, the Organization's cash balances did not exceed the FDIC insurance limit.

Use of Estimates - The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Change in Accounting Principle - On August 18, 2016 the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2016-14, Not-For-Profit Entities (Topic 958) - Presentation of Financial Statements of Not-for-Profit Entities. The update addresses the complexity and understandability of net asset classification and requires additional information about liquidity, availability of resources, expenses and investment return. The Organization has implemented ASU 2016-14 and has adjusted the presentation in these financial statements accordingly. The adoption of the ASU did not have a material effect to the Organization's financial position or operations.

Recent Accounting Pronouncements - The FASB also issued the following accounting standards, which will be effective in subsequent years: 1) ASU No. 2014-09, Revenue from Contracts with Customers, effective for fiscal years beginning after December 15, 2018; 2) ASU No. 2016-18, Statement of Cash Flows: Restricted Cash, effective for years beginning after December 15, 2018; 3) ASU No. 2018-08, Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made, effective for fiscal years beginning after December 15, 2018, 4) ASU No. 2016-02, Leases, effective for fiscal years beginning after December 15, 2019; and 5) ASU No. 2016-13, Financial Instruments-Credit Losses, effective for fiscal years beginning after December 15, 2020. The Organization will evaluate each of these new standards and has yet to determine the effect, if any, on its financial position and operations.

Date of Managements Review - Management has evaluated events and transactions occurring subsequent to June 30, 2019 for items that should potentially be recognized or disclosed in these financial statements. The evaluation was conducted through the date of the report, which is the date these financial statements were available to be issued.

NOTE 3 - FUNCTIONAL ALLOCATION OF EXPENSES

Directly identifiable expenses are charged to programs and supporting services. Expenses related to more than one function are charged to programs and supporting services on the basis of periodic time and expense studies. Management and general expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Organization.

NOTE 4 - LIQUIDITY AND AVAILABILITY

Financial assets available for general expenditure within one year of the statement of financial position consist of cash of $234,581. The Organization's liquidity management plan is to maintain these cash reserves in a standard bank account. The Organization's cash reserves are not encumbered by any donor or board restrictions.

NOTE 5 - CONCENTRATIONS

The Speer Foundation Grant accounted for 42% of the Organization's revenues for the year ended June 30, 2019. In addition, the Organization's Golf Tournament fundraising event accounted for 18% of the Organization's revenues for the year ended June 30, 2019.