

Education Equal Opportunity Group, Inc.

Audit Report

December 31, 2017

**Sylvia Johnson
Certified Public Accountant
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Sylvia Johnson, Certified Public Accountant
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INDEPENDENT AUDITOR'S REPORT

To the Boards of Directors of
Education Equal Opportunity Group, Inc.

I have audited the accompanying statements of financial position of Education Equal Opportunity Group, Inc. (a nonprofit organization) as of December 31, 2017, and the related statements of activities, functional expenses and cash flows for the years 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.

Auditor's Responsibility

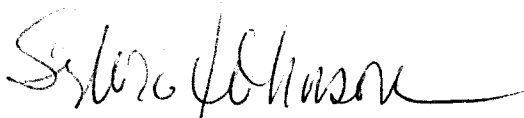
My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether 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, I 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Education Equal Opportunity Group, Inc. as of December 31, 2017, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.


Sylvia Johnson Certified Public Accountant

Nashville, TN
Oct 13, 2018

Education Equal Opportunity Group, Inc.
Statement of Financial Position
December 31, 2017

ASSETS	
Current Assets	
Total Cash and Cash Equivalents	\$ 462
Total Current Assets	<u>462</u>
TOTAL ASSETS	<u><u>\$ 462</u></u>
LIABILITIES & EQUITY	
Liabilities	
Total Liabilities	<u><u>-</u></u>
Equity	
Unrestricted Assets	462
Restricted Assets	
Total Equity	<u><u>462</u></u>
TOTAL LIABILITIES & EQUITY	<u><u>\$ 462</u></u>

See Independent Auditor's Report
The accompanying notes are an integral part of these financial statements.

Education Equal Oportunity Group, Inc.

Statement of Activities

For the Years Ended December 31, 2017

CHANGES IN UNRESTRICTED NET ASSETS

Revenue and Support

Contributions

\$ 158,159

In-Kind

39,000

Total Revenue and Support

197,159

Expenses

Program Services

138,828

Fundraising

42,669

Management and General

15,344

Total Expenses

196,841

Change in Net Assets

Restricted Assets

-

Unrestricted Assets

318

Total Change in Net Assets

318

Net Asset at Beginning of Year

144

Net Assets at End of Year

\$ 462

See Independent Auditor's Report

The accompanying notes are an integral part of these financial statements.

Education Equal Opportunity Group, Inc.
Statement of Cash Flows
For the Years Ended December 31, 2017

OPERATING ACTIVITIES

Net Income	\$ 318
Adjustments to reconcile Net Income to Net Cash provided by operations:	
Net cash provided by operating activities	318

INVESTING ACTIVITIES

Net cash provided by investing activities	-
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FINANCING ACTIVITIES

Net cash provided by financing activities	-
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Net cash increase for period	318
Cash at beginning of period	144
Cash at end of period	\$ 462

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Education Equal Opportunity Group, Inc.
Statement of Functional Expenses
For the Year Ended December 31, 2017

	Program Services	General and Admin	Fundraising	Total
Advertising			100	100
Bank Service Charges		77		77
Consultant Services	3,000		2,000	5,000
Project Save a Student Conference	58,650			58,650
Gala Expenses			13,543	13,543
Other Fundraising Expenses			5,894	5,894
Wages	20,000	10,000	10,000	40,000
Audio Visual	3,000		2,018	5,018
In-Kind Expense	32,000		7,000	39,000
Graphics	815		1,889	2,704
Insurance	1,604			1,604
Internet Service		1,065		1,065
Meetings Expense	430	350	225	1,005
Office Expense		484		484
Other Program Expenses	7,117			7,117
License and Taxes		458		458
Professional Services		500		500
Summer Leadership Program	6,084			6,084
Scholarships Awarded	3,750			3,750
Supplies & Materials		545		545
Telephone		1,265		1,265
Travel & Ent	1,582			1,582
Website Updates	796	600		1,396
	<u>\$ 138,828</u>	<u>\$ 15,344</u>	<u>\$ 42,669</u>	<u>\$ 196,841</u>

See Independent Auditor's Report

The accompanying notes are an integral part of these financial statements.

Education Equal Opportunity Group, Inc.
Notes to Financial Statement
For the Periods Ending December 31, 2017

Note 1 – Nature of Activities and Summary of Significant Accounting Policies

Nature of Activities

The Education Equal Opportunity Group, Inc. (EEOG) is a non-profit organization that develops and implements innovative initiatives to help decrease the gaps in educational, social and economic disparities for at-risk low and moderate-income populations. EEOG provides customized training, personal development seminars and conferences

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles and recommendations of the American Institute of Certified Public Accountants in its industry audit and accounting guide, "Not-for-Profit Organizations."

Cash and Cash equivalents

For purposes of the Statement of Financial Position, the company considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents. This consists of cash held in checking and savings accounts.

Fixed Assets

Fixed assets and other property are recorded at historical cost or at the estimated fair market value as determined by church management. Fixed assets are depreciated over their estimated useful lives using the straight-line-method.

Revenue and Expense Recognition

The primary source of support is from contributions. Funds received are recorded as unrestricted or restricted support depending on the existence or nature of purpose collected or the donor's restriction. When a donor's stipulated time restriction ends or purpose restriction is accomplished, restricted net assets are reclassified to unrestricted net assets.

Expenses are recorded when incurred in accordance with the accrual basis of accounting.

Income Taxes

The organization is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and is not a private foundation. Therefore, there are no provisions for income taxes.

Use of Estimates

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

Subsequent Events

Management has evaluated subsequent events through October 13, 2018, the date the financial statements were available to be issued. The subsequent events occurring in the immediate period following the review date that have any material effect on the organization or financial statements have been noted in the related section.

Note 1 – Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Sylvia Johnson, Certified Public Accountant
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Oct 13, 2018

To the Boards of Directors
Education Equal Opportunity Group, Inc.

In planning and performing my audit of the financial statements of Education Equal Opportunity Group, Inc. (EEOG) for the year ended December 31, 2017, in accordance with auditing standards generally accepted in the United States of America, I considered EEOG's internal control over financial reporting as a basis for designing my auditing procedures for the purpose of expressing my opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the organization's internal control. Accordingly, I do not express an opinion on the effectiveness of the organization's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

My consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. I did not identify any deficiencies in internal control over financial reporting that I consider to be material weaknesses, as defined above.

However, I noted certain matters involving internal control and its operation that I consider to be reportable conditions under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters coming to my attention relating to significant deficiencies in the design or operation of internal control that, in my judgement, could adversely affect EEOG's ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements. The following reportable conditions were noted:

1. Organizational Structure

The size of the organization's accounting and administrative staff precludes certain internal controls that would be preferred if the office staff were large enough to provide optimum segregation of duties. This situation dictates that the Board of Directors remains involved in the financial affairs of the organization to provide oversight and independent review functions.

This report is intended solely for the information and use of the Boards of Directors, management and others within the organization and is not intended to be and should not be used by anyone other than these specified parties.



Sylvia Johnson, Certified Public Accountant