

NASHVILLE YOUTH FOR CHRIST, INC.

Financial Statements

Year Ended June 30, 2018

NASHVILLE YOUTH FOR CHRIST, INC.  
Financial Statements  
Year Ended June 30, 2018

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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, 2018, 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, 2018

NASHVILLE YOUTH FOR CHRIST, INC.  
Statement of Financial Position  
June 30, 2018

ASSETS

Current Assets

Cash	\$	238,257
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Property and Equipment

Van	\$	20,155
Computers		9,341
Equipment		7,228
Trailer		<u>2,820</u>

39,544

Less accumulated depreciation		<u>(31,107)</u>
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Property and equipment, net		<u>8,437</u>
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Total assets		<u><u>\$ 246,694</u></u>
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LIABILITIES AND NET ASSETS

Current Liabilities

Payroll taxes payable	\$	3,432
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Net Assets

Unrestricted		<u>243,262</u>
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Total liabilities and net assets		<u><u>\$ 246,694</u></u>
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NASHVILLE YOUTH FOR CHRIST, INC.

Statement of Activities  
Year Ended June 30, 2018

Revenues		
Support		
Speer Foundation Grant	\$	100,000
Golf tournament (net of \$22,957 of expenses)		37,111
Spring banquet (net of \$6,077 of expenses)		28,578
Memorial Foundation Grant		15,000
General undesignated contributions		<u>56,091</u>
Total support		\$ 236,780
Interest income		<u>94</u>
Total revenues		<u>236,874</u>
Expenses		
Program services		
Salaries		137,263
Payroll taxes		11,764
Training		9,086
Insurance		8,969
Parent/Teen Life		4,460
Depreciation		4,125
Campus Life		3,745
Juvenile Justice		2,919
Donations		2,850
City Life		2,845
Travel/Camp		1,625
Vehicle maintenance		<u>1,330</u>
Total program services		190,981
Management and general		
Officer salary		16,521
Charter fee		5,832
Office and printing		3,330
Credit card charges		2,033
Telephone		879
Postage		385
Taxes - other		200
Web services		<u>133</u>
Total management and general		<u>29,313</u>
Total expenses		<u>220,294</u>
Increase in unrestricted net assets		16,580
Unrestricted net assets at the beginning of the year		<u>226,682</u>
Unrestricted net assets at the end of the year		<u>\$ 243,262</u>

See accompanying notes and independent accountants' compilation report.

NASHVILLE YOUTH FOR CHRIST, INC.

Statement of Cash Flows

Year Ended June 30, 2018

Cash Flows From Operating Activities

Increase in unrestricted net assets	\$ 16,580
Adjustments to reconcile increase in unrestricted net assets to net cash flows from operating activities:	
Depreciation	4,125
Increase in liabilities:	
Payroll taxes payable	1,346
Other liabilities	<u>(394)</u>
Net cash flows from operating activities	21,657

Cash Flows From Investing Activities

Acquisition of property and equipment	<u>(2,820)</u>
Net increase in cash	18,837

Cash at the beginning of the year	<u>219,420</u>
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Cash at the end of the year	<u><u>\$ 238,257</u></u>
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NASHVILLE YOUTH FOR CHRIST, INC.  
Notes to Financial Statements  
June 30, 2018

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:

*Unrestricted net assets* are not restricted by donors or the donor-imposed restrictions have expired. Unrestricted net assets represent funds that are fully available, at the discretion of management and the board of directors, for the Organization to utilize in any of its programs or supporting services.

*Temporarily restricted net assets* are comprised of funds that are restricted by donors for specific purposes or time periods. When donor restrictions expire, that is, when a time restriction ends, or a purpose restriction is fulfilled, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as support and revenue.

*Permanently restricted net assets* consist of contributions that have been restricted by the donor, which stipulate the resources must be maintained in perpetuity. The related income may be expended for such purpose as determined by the Organization.

At June 30, 2018, the Organization had no temporarily or permanently 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.

NASHVILLE YOUTH FOR CHRIST, INC.  
Notes to Financial Statements (Continued)

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, 2018, 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, 2015 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, 2018, 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.

**Date of Managements Review** - Management has evaluated events and transactions occurring subsequent to June 30, 2018 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 - CONCENTRATIONS

The Speer Foundation Grant accounted for 42% of the Organization's revenues for the year ended June 30, 2018. In addition, the Organization's two fundraising events (the Golf Tournament and Spring Banquet) accounted for 28% of the Organization's revenues for the year ended June 30, 2018.