

PS 110K PTA INC

(A Non-Profit Organization)

Financial Statements - Cash Basis

For the Year Ended June 30, 2019

Eva Chung, CPA

PS 110K PTA INC
Financial Statements and Supplementary Information - Cash Basis
For the Year Ended June 30, 2019

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INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Trustees of
PS 110K PTA Inc.
124 Monitor Street
Brooklyn, New York 11222

I have reviewed the accompanying statement of financial position of PS 110K PTA Inc. as of June 30, 2019 and the related statements of activities and statement of cash flows for the year then ended. A review includes primarily applying analytical procedures to management's financial data and making inquiries of Organization's 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 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.

Accountant's Responsibility

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

Opinion

Based on my review, I am not aware of any material modifications that should be made to the financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America. The supplementary information on page 7 is presented for purpose of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the inquiry and analytical procedures applied in the review of the basic financial statements, and I am not aware of any material modifications that should be made to such information.

 CPA

New York, New York
December 2, 2019

PS 110K PTA INC
Statement of of Financial Position - Cash Basis
June 30, 2019

ASSETS

CURRENT ASSET

Cash (Note 2 and 3)	\$ 182,401
Total Current Asset	<u>182,401</u>
TOTAL ASSETS	<u><u>\$ 182,401</u></u>

LIABILITIES AND NET ASSETS

NET ASSETS

Unrestricted	\$ 182,063
Temporarily restricted	<u>338</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 182,401</u></u>

See Independent Accountant's Review Report

PS 110K PTA INC

Statements of Activities - Cash Basis

For the Year Ended June 30, 2019

	<u>Unrestricted</u>	Temporarily <u>Restricted</u>	<u>Total</u>
SUPPORT AND REVENUE:			
Individual contributions	\$ 41,606	\$ 500	\$ 42,106
Corporation matching contributions	5,944		5,944
Government grants		90,397	90,397
Special event revenue	122,408		122,408
Merchandise sales	12,754		12,754
Other income	3,745		3,745
TOTAL PUBLIC SUPPORT AND REVENUE	<u>186,457</u>	<u>90,897</u>	<u>277,354</u>
EXPENSES:			
Program service	155,955	90,559	246,514
Management and support	3,651		3,651
TOTAL EXPENSES	<u>159,606</u>	<u>90,559</u>	<u>250,165</u>
CHANGE IN NET ASSETS	26,851	338	27,189
NET ASSETS, BEGINNING OF THE YEAR	<u>155,212</u>		<u>155,212</u>
NET ASSETS, END OF THE YEAR	<u>\$ 182,063</u>	<u>\$ 338</u>	<u>\$ 182,401</u>

See Independent Accountant's Review Report

PS 110K PTA INC
Statement of Cash Flow - Cash Basis
For the Year Ended June 30, 2019

CASH FLOWS FROM OPERATING ACTIVITIES:

Change in net assets	\$ 27,189
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NET INCREASE IN CASH	27,189
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CASH AT BEGINNING OF YEAR	155,212
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CASH AT END OF YEAR	\$ 182,401
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See Independent Accountant's Review Report

PS 110K PTA Inc
Notes To Financial Statements – Cash Basis
June 30, 2019

Note 1 – Organization and Tax Status

Organization Status

PS 110K PTA Inc. (the “Organization”) was established as a not-for-profit organization to provide support and resources to Public School 110K (“PS 110K”) for the benefit and educational growth of the children, to develop a cooperative working relationship between the parents and staff of PS 110K, to develop parent leadership and build capacity for greater involvement; to foster and encourage parent participation on all level; and to provide opportunities and training for parents to participate in school governance and decision-making.

Tax Status

PS 110K PTA Inc. was incorporated in December 2014 under the laws of the State of New York to operate exclusively for purposes within the meaning of Section 501(c)(3) of the Internal Revenue Code. The Internal Revenue Service has determined on March 2015 that the Organization is exempt from Federal income taxes under the aforementioned Section 501 (c)(3) of the Internal Revenue code.

Note 2 – Summary of Significant Accounting Policies

Basis of Accounting

The financial statements are prepared on the cash basis of accounting. The Statement of Financial Accounting standards SFAS No. 116 and No. 117 guidance used for financial statement presentation and accounting for contributions received and contributions made have been codified, and the organization has adopted the Accounting Standard Codification (ASC) to be in compliance with the rules effective for June 30, 2019.

Financial Statement Presentation

The Organization is required to report information regarding its financial position and activities according to three classes of net assets:

- *Unrestricted* – represent those resources for which there are no restrictions by donors as to their use.
- *Temporarily restricted* – would represent resources received with donor restriction for specific purposes or the passage of time.
- *Permanently restricted* – would represent net assets defined by donor as assets not to be used, such as endowment.

Note 2 – Summary of Significant Accounting Policies...Continued

Cash and Cash Equivalents

Checking accounts with local banks and highly liquid debt instruments purchased with a maturity of three months or less are considered to be cash and cash equivalents for purposes of the accompanying statement of cash flows. The Organization maintains one bank account with Citibank.

Note 3 – Concentration of Credit Risk

Financial instruments that potentially subject the Organization to credit risk consist of cash in bank in excess of FDIC insurance limits. Periodically throughout the year, the Organization may have cash balance in excess of the FDIC and SIPC insurance limits of \$250,000 per financial institution. As of June 30, 2019, no cash balances exceeded the FDIC insurance limits.

Note 4 – Garden Renovation Project

PS110K PTA Inc. received a Garden Renovation grant for the period Aug 15, 2018 to June 30, 2019 to renovate the outdoor space on Monitor Street next to PS 110K as well as for specific items to be constructed in that space. A public garden for the Greenpoint community was created with planters containing native trees and vines, special seating for students to gather and play on, and raised beds for agricultural development. As of June 30, 2019, the Garden Renovation Project has been completed. A \$338 remaining of temporarily restricted grant fund is used in the next fiscal year to pay off minor expenses incurred.

Several other grants were received from other organizations and used during the fiscal year.

Note 5 – Subsequent Event

In July 2019, the Organization's donation processing center, nycharities.org, went out of business and did not remit two months of donations contributed by individuals to PS110K PTA. The Organization received \$9,809 claim reimbursement for donations not received through its insurance provider.

PS 110K PTA INC
Statement of Functional Expenses - Cash Basis
For the Year Ended June 30, 2019

	<u>Program Service</u>	<u>Management and Support</u>	<u>Total Expenses</u>
Art residencies expenses	\$ 79,362	\$	\$ 79,362
Classroom expenses	18,580		18,580
Garden renovation project (Note 4)	90,137		90,137
Other projects	2,223		2,223
Special event expenses	25,214		25,214
Bank and service charges		113	113
Graduation expense	894		894
Insurance		664	664
Marketing and website expenses		1,460	1,460
Merchandise expenses	9,498		9,498
Nutritional program	19,500		19,500
Office expenses		414	414
Professional fee		1,000	1,000
Miscellaneous	1,106		1,106
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Total Expenses	\$ 246,514	\$ 3,651	\$ 250,165
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