

**Youth Life Foundation of Richmond**  
**Review Report on Unaudited Financial Statement**  
**For the Eight Months Ended August 31, 2018**

**Youth Life Foundation of Richmond**  
**Financial Statements**  
**For the Eight Months Ended, August 31, 2018**

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**Independent Accountant's Review Report**

**The Board of Directors, Youth Life Foundation of Richmond**

**I have reviewed the accompanying Financial Statements of Youth Life Foundation of Richmond which Comprise the Statement of Financial Position as of August 31, 2018 and the related Statements of Activities and Cash Flows 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 company 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, I do not express such an opinion.**

**Management's Responsibility for the Financial Statements:**

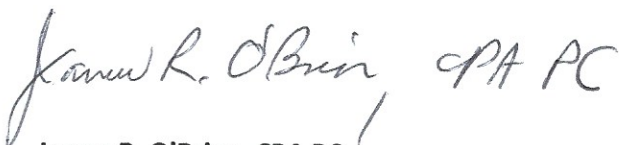
**Management is responsible for the preparation and fair presentation of these Financial Statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of Financial Statements that are free from material misstatement whether due to fraud or error.**

**Accountant's Responsibility:**

**My responsibility is to conduct the review engagement in accordance with Statements of Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those Standards require me to perform procedures to obtain limited assurance as a basis for reporting whether I am aware of any material modifications that should be made to the Financial Statements for them to be in accordance principles generally accepted in the United States of America. I believe that the results of my procedures provide a reasonable basis for my conclusion.**

**Accountant's Conclusion:**

**Based on my review, I am 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.**



**James R. O'Brien, CPA PC  
November 8, 2019**

Youth Life Foundation of Richmond  
Statement of Financial Position  
As of August 31, 2018

ASSETS

Current Assets:

Cash in Bank	\$	77,723
Accounts Receivable	\$	358
Prepaid Insurance	\$	<u>6,078</u>
<b>Total Current Assets</b>	<b>\$</b>	<b><u>84,159</u></b>

Fixed Assets:

Vehicles	\$	213,323
Leasehold Improvements	\$	2,064
Equipment	\$	<u>57,664</u>
<b>Total</b>	<b>\$</b>	<b>273,051</b>
<b>Less. Accumulated Depreciation</b>	<b>\$</b>	<b><u>161,180</u></b>
<b>Net Fixed Assets</b>	<b>\$</b>	<b><u>111,871</u></b>
<b>Total Assets</b>	<b>\$</b>	<b><u><u>196,030</u></u></b>

Liabilities and Net Assets

Current Liabilities:

Accounts Payable	\$	2,696
Credit Cards Payable	\$	7,334
Accrued Wages Payable	\$	5,096
Accrued Payroll Taxes Payable	\$	<u>3,862</u>
<b>Total Current Liabilities</b>	<b>\$</b>	<b>18,987</b>

Net Assets:

Net Assets Without Donor Restrictions	\$	149,457
Net Assets With Donor Restrictions	\$	<u>27,586</u>
<b>Total Net Assets</b>	<b>\$</b>	<b><u>177,043</u></b>
<b>Total Liabilities and Net Assets</b>	<b>\$</b>	<b><u><u>196,030</u></u></b>

*See Accountant's Review Report and Notes to Financial Statements*

**Youth Life Foundation of Richmond**  
**Statement of Activities**  
**For the Eight Months Ended, August 31, 2018**

	<u>Net Assets</u>	<u>Net Assets</u>	
	<u>Without Donor</u>	<u>With Donor</u>	
	<u>Restrictions</u>	<u>Restrictions</u>	<u>Total</u>
<b>Revenues:</b>			
Scholarship	\$ -	\$ 5,200	\$ 5,200
Contributions	\$ 134,208	\$ 9,963	\$ 144,171
Foundtion Grants	\$ 74,463	\$ 26,000	\$ 100,463
Fund-Raising Events	\$ 119,873	\$ -	\$ 119,873
Gifts in Kind	\$ 2,987	\$ 12,373	\$ 15,360
Other Income	\$ 903	\$ 20	\$ 923
Net Assets released from restriction:			
Satisfaction of Purpose restrictions	\$ 45,604	\$ (45,604)	\$ -
<u>Total Revenues</u>	\$ 378,038	\$ 7,952	\$ 385,990
<b>Expenditures:</b>			
<b>Program Expenses:</b>			
Program - Salaries & Benefits	\$ 251,329	\$	\$ 251,329
Program-Rent	\$ 18,773	\$	\$ 18,773
Program - Depreciation	\$ 17,732	\$	\$ 17,732
Program - Other	\$ 41,143	\$	\$ 41,143
<b>Support Services Expenses:</b>			
Fundraising	\$ 66,822	\$	\$ 66,822
Management and General	\$ 36,750	\$	\$ 36,750
<u>Total Expenditures</u>	\$ 432,549	\$ -	\$ 432,549
<u>Changes in Assets</u>	\$ (54,511)	\$ 7,952	\$ (46,559)
<u>Change in Net Assets with Donor Restructions</u>			\$ (953)
<u>Change in Net Assets without Donor Restrictions</u>			\$ (45,606)

*See Accountant's Review Report and Notes to Financial Statements*

**Youth Life Foundation of Richmond**  
**Statement of Cash Flows**  
**For the Eight Months Ended, August 31, 2018**

<b>Operating Activities:</b>	
<b>Changes in Net Assets</b>	<b>\$ (46,559)</b>
<b>Adjustments to reconcile change in net assets to</b>	
<b>Net Cash Provided by Operating Activities</b>	
Depreciation	\$ 18,862
Changes in Receivables	\$ 22,868
Changes in Prepaid Insurance	\$ 3,495
Changes in Accounts Payable	\$ 5,706
Changes in Payroll Tax Liabilities	\$ 1,152
Changes in Accrued Wages	<u>\$ (11,535)</u>
<b>Cash Provided from Operating Activities</b>	<u>\$ (6,010)</u>
<b>Acquisition of Fixed Assets</b>	<u>\$ (58,588)</u>
<b>Cash Used in Investing Activities</b>	<u>\$ (58,588)</u>
<b>Net Change in Net Assets</b>	<b>\$ (64,598)</b>
<b>Cash in Beginning of Year</b>	<u>\$ 142,321</u>
<b>Cash at End of Year</b>	<u><u>\$ 77,723</u></u>

*See Accountant's Review Report and Notes to Financial Statements*

**Youth Life Foundation of Richmond**  
**Notes to Financial Statements**  
**August 31, 2018**

**Note 1 - Nature of Activities and Significant Accounting Policies**

**Nature of Activities:**

The Youth Life Foundation of Richmond (Foundation), a non-profit organization affiliated with the Daryl Green Foundation of Washington, D.C., provides educational and recreational programs designed to meet the physical, social, and emotional needs of disadvantaged students and their families in the surrounding neighborhoods of Richmond, Va.

**Basis of Accounting:**

The Foundation's Financial Statements are prepared on the accrual basis. Under this method revenues and support are recognized when earned and expenses re recognized when incurred. Cash and other assets are recorded when received. Revenues and support are considered earned when cash is received.

**Use of Estimates:**

The preparation of Financial Statements in conformity with generally accepted accounting principles requires the Foundation's management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the Financial Statements. Estimates also affect the reported amounts of revenues and expenses during the reporting periods. Actual results could differ from those estimates.

**Unrestricted Net Assets:**

The net assets represent the accumulated of certain conditions, gifts and bequests which are unavailable for general operations of the Foundation and are neither permanently nor temporarily restricted.

**Temporarily Restricted Net Assets:**

Temporarily restricted net assets represent the accumulation of certain contributions, gifts and bequests who use is limited by donor-imposed restrictions that either expires with the passage of time or are fulfilled and removed by actions of the Foundations pursuant to those restrictions. As the donor-imposed restrictions are satisfied by action or passage of time, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. In instances where the foundation received donor-restricted contributions and satisfies those restrictions in the same reporting period, the contributions are considered unrestricted support.

*See Accountant's Review Report and Notes to Financial Statements*

**Youth Life Foundation of Richmond  
Notes to Financial Statements  
August 31, 2018**

**Property and Equipment:**

Use of buildings and office space is provided free of charge as an in-kind donation from other organizations. The rental value of these spaces is included in revenues and applied as rent expense on the Statement of Activities.

**Income Taxes:**

The Foundation is exempt from federal income taxes under Section 501 c 3 of the Internal Revenue code and is also exempt from state income taxes. The years open for IRS examination are 2015, 2016, 2017 and 2018.

**Credit Risk:**

The Foundation's cash is held in financial institutions with high credit ratings in order to mitigate credit risk.

**Note – 2 Property and Equipment:**

Donated Assets are reflected on the Statement of Financial Position as Property and Equipment. Acquired Property and Equipment are reflected on the Statement of Financial Position as Property and Equipment, as well. And Are presented in investing activities on the Cash Flows Statement.

**Note 3 – Subsequent Events:**

The Foundations has evaluated subsequent events through the date of the financial statements were available for issue.

**Note 4 – Reporting by Major Class of Functional Expenses:**

The Statements of Activities is being reported by major class with appropriate detail in compliance with Accounting Standards Update 201-14 for Not-for-Profit Entities.

*See Accountant's Review Report and Notes to Financial Statements*