

RSVP OF ALLEN COUNTY, INC.

FINANCIAL STATEMENTS

For the Year Ended December 31, 2014

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INDEPENDENT AUDITORS' REPORT

Board of Directors
RSVP of Allen County, Inc.
Fort Wayne, Indiana

We have audited the accompanying financial statements of RSVP of Allen County, Inc. (a nonprofit organization) which comprise the statements of financial position as of December 31, 2014, and the related statement of activities, functional expenses and cash flows for the year 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 controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

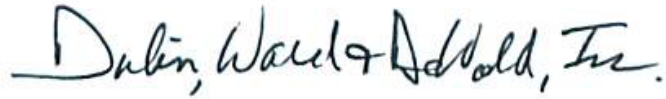
Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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 misstatements 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, we 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of RSVP of Allen County, Inc. as of December 31, 2014, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

A handwritten signature in black ink that reads "Dublin, Ward & Adbold, Inc." The signature is written in a cursive, flowing style.

Fort Wayne, Indiana
July 2, 2015

RSVP OF ALLEN COUNTY, INC.
STATEMENT OF FINANCIAL POSITION
December 31, 2014

ASSETS

Cash and cash equivalents	\$ 114,646
Prepaid expenses	2,860
Fixed assets - net of accumulated depreciation of \$39,723	<u>5,811</u>
Total Assets	<u><u>\$ 123,317</u></u>

LIABILITIES AND NET ASSETS

Accounts payable	\$ 6,210
Accrued expenses	22,432
Deferred revenue	<u>5,176</u>
Total Liabilities	33,818
Net assets:	
Unrestricted	64,499
Temporarily restricted	<u>25,000</u>
Total Net Assets	<u><u>89,499</u></u>
Total Liabilities and Net Assets	<u><u>\$ 123,317</u></u>

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

RSVP OF ALLEN COUNTY, INC.
STATEMENT OF ACTIVITIES
Year Ended December 31, 2014

	Unrestricted	Temporarily Restricted	Total
CHANGES IN NET ASSETS			
Support and Revenues:			
Government grants	\$ 117,387	\$ -	\$ 117,387
Contributions and grants	123,802	25,000	148,802
Special events:			
RSVP sponsored trips	186,027	-	186,027
Less direct benefit to donors	(173,040)	-	(173,040)
In-kind contributions	21,000	-	21,000
Other income	909	-	909
Investment income	86	-	86
Net Assets Released From Restrictions			
Satisfaction of time restriction	25,000	(25,000)	-
	<hr/>	<hr/>	<hr/>
Total Support and Revenues	301,171	-	301,171
Expenses:			
Program services	249,906	-	249,906
General and administrative	33,213	-	33,213
Fund raising	3,862	-	3,862
	<hr/>	<hr/>	<hr/>
Total Expenses	286,981	-	286,981
CHANGE IN NET ASSETS	14,190	-	14,190
NET ASSETS - January 1, 2014	<hr/>	<hr/>	<hr/>
	50,309	25,000	75,309
NET ASSETS - December 31, 2014	<hr/>	<hr/>	<hr/>
	\$ 64,499	\$ 25,000	\$ 89,499

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

RSVP OF ALLEN COUNTY, INC.
STATEMENT OF FUNCTIONAL EXPENSES
Year Ended December 31, 2014

	Program	Admini- stration	Fund Raising	2014
Salaries	\$ 144,843	\$ 12,605	\$ 3,151	\$ 160,599
Employee health and retirement benefits	6,799	838	210	7,847
Payroll taxes	<u>10,491</u>	<u>909</u>	<u>227</u>	<u>11,627</u>
Total Salaries and Related Expenses	162,133	14,352	3,588	180,073
Supplies	30,760	2,534	-	33,294
Occupancy	29,700	3,300	-	33,000
Communications	5,951	5,843	227	12,021
Professional fees	10,308	1,457	47	11,812
Volunteer expenses	6,577	497	-	7,074
Travel	26	2,251	-	2,277
Insurance	405	957	-	1,362
Dues and Subscriptions	-	799	-	799
Telephone and Internet	392	98	-	490
Bank fees	-	411	-	411
Miscellaneous	<u>3</u>	<u>308</u>	<u>-</u>	<u>311</u>
Total Expenses Before Depreciation	246,255	32,807	3,862	282,924
Depreciation	<u>3,651</u>	<u>406</u>	<u>-</u>	<u>4,057</u>
Total Expenses	<u><u>\$ 249,906</u></u>	<u><u>\$ 33,213</u></u>	<u><u>\$ 3,862</u></u>	<u><u>\$ 286,981</u></u>

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

RSVP OF ALLEN COUNTY, INC.
STATEMENT OF CASH FLOWS
Year Ended December 31, 2014

CASH FLOWS FROM OPERATING ACTIVITIES

Change in net assets	\$ 14,190
Adjustments to reconcile change in net assets to cash flows from operating activities:	
Depreciation	4,057
Change in assets and liabilities:	
(Increase) decrease in:	
Prepaid expenses	45,382
Increase (decrease) in:	
Accounts payable	5,209
Accrued expenses	(1,365)
Deferred revenue	<u>(40,309)</u>
Cash Flows From Operating Activities	27,164

CASH FLOWS FROM INVESTING ACTIVITIES

Purchase of fixed assets	(1,194)
Certificates of deposit redeemed	<u>10,721</u>
Cash Flows From Investing Activities	9,527

INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	36,691
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CASH AND CASH EQUIVALENTS - January 1, 2014	<u>77,955</u>
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CASH AND CASH EQUIVALENTS - December 31, 2014	<u><u>\$ 114,646</u></u>
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The accompanying notes are an integral part of these financial statements.

RSVP OF ALLEN COUNTY, INC.
NOTES TO FINANCIAL STATEMENTS
December 31, 2014

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

RSVP of Allen County, Inc. (RSVP) endeavors to serve its community by providing a corps of volunteers to fill important community roles, and to provide for its volunteers meaningful opportunities for community service relevant to their skills, abilities and interests. The activities of RSVP take place primarily in Allen County, Indiana.

Income Taxes

RSVP is exempt from income tax under Section 501(c)(3) of the Internal Revenue Code, and qualifies for the 50% charitable contributions deduction limitation. RSVP has been classified as an organization that is not a private foundation under Section 509(a) of the Internal Revenue Code. RSVP's income tax filings are subject to audit by various taxing authorities. RSVP is no longer subject to income tax examinations by taxing authorities for tax years ending on or before December 31, 2010.

Estimates

The process of preparing financial statements in conformity with accounting principles generally accepted in the United States of America requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenues and expenses. Such estimates primarily relate to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts.

Cash and Cash Equivalents

For purposes of the statement of cash flows, RSVP considers all highly liquid investments with a maturity of three months or less at the time of purchase to be cash equivalents.

Fixed Assets

Fixed assets consisting of furniture and fixtures with a cost or donated value of \$1,000 or more and a useful life in excess of one year are capitalized. RSVP follows the policy of providing depreciation on the straight-line method for financial reporting purposes over the estimated useful lives of the related assets. It is not RSVP's policy to imply time restrictions expiring over the useful life of the donated assets. In the absence of donor-imposed restrictions on the use of the asset, gifts of long-lived assets are reported as unrestricted support.

(continued)

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES(continued)

Contributions

Gifts of cash and other assets are reported as temporarily restricted or permanently restricted support if they are received with donor stipulations that limit their use. In the case of temporarily restricted support, when the restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. By definition, permanently restricted support must be maintained in perpetuity. Restrictions on these net assets do not expire and no assets are reclassified in the statement of activities.

Receivables

If considered necessary, RSVP provides an allowance for doubtful receivables which is based on management's estimate of losses that will be incurred in the collection of all receivables.

In-kind Contributions

In-kind contributions of services, equipment and supplies are recognized as revenue and expense or capital assets and are recorded at market value on the date received. Limited amounts have been reported in the financial statements for donated services because they do not meet the accounting guidelines for reporting; however, a substantial number of volunteers donate significant amounts of time in providing RSVP's services.

Deferred Revenue

RSVP sponsors trips targeted to its volunteers and other seniors in Fort Wayne and surrounding areas. Prepayments for trips to be taken in a future year are recorded as deferred revenue.

Subsequent Events

Management has evaluated subsequent events through July 2, 2015, the date which the financial statements were available for issue.

2. NET ASSETS

Temporarily restricted net assets of \$25,000 at December 31, 2014 are restricted for use during the fiscal year ending December 31, 2015.

3. IN-KIND CONTRIBUTIONS

RSVP recognizes contributions of certain services received at the fair value of those services. During 2014, RSVP recognized contributions of revenue for facilities, goods and services at the fair value of those facilities, goods and services are as follows:

Program	
Occupancy	\$ 18,900
Management and general	
Occupancy	<u>2,100</u>
Total in-kind	<u>\$ 21,000</u>

4. BUILDING LEASE

RSVP leases a building on a month to month basis. Monthly lease payments are \$1,000. RSVP also records \$1,750 per month as in-kind rent based on a study of rental prices in the area. Total rent expense charged to operations during the year was \$33,000.

5. CONCENTRATIONS

RSVP receives a substantial amount of support from the Corporation for National Service. A significant reduction in the level of this support, if this were to occur, may have an effect on RSVP's operating results.

6. RELATED PARTIES

RSVP paid a member of its board of directors \$1,830 for acting as a chaperone for its sponsored trips.

