

MYGOODDEED, a non-profit corporation
FINANCIAL STATEMENTS
For the year ended December 31, 2016



LAMBRIGHT
& ASSOCIATES

MyGoodDeed
Newport Beach, California

To the Board of Directors of MyGoodDeed

We have audited the accompanying financial statements of MyGoodDeed, a California non-profit corporation, as of December 31, 2016, which comprise the statements of financial position and the related statements of activities and changes in net assets, 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 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

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 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, 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.



LAMBRIGHT
& ASSOCIATES

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of MyGoodDeed as of December 31, 2016, and the results of its operations and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Lambright and Associates

Tustin, California

June 6, 2017

MyGoodDeed

STATEMENT OF FINANCIAL POSITION

December 31, 2016

ASSETS

Current assets:

Cash	\$	93,019
Prepaid expenses		1,556
Pledges receivable		1,005
Deposits		2,600
Total current assets		<u>98,180</u>

Non-current assets

Furniture and fixtures		3,184
Website		75,000
Accumulated depreciation		(10,116)
Total non-current assets		<u>68,068</u>

Total assets \$ 166,248

LIABILITIES AND NET ASSETS

Current liabilities:

Accounts payable	\$	13,160
Credit card payable		263
Accrued expenses		5,750
Total Current Liabilities		<u>19,173</u>

Net assets:

Unrestricted		<u>147,075</u>
Total net assets		<u>147,075</u>

Total liabilities and net assets \$ 166,248

See accompanying notes to these financial statements.

MyGoodDeed

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

December 31, 2016

Unrestricted support and revenues:	
Contributions	\$ 658,544
In-kind donated services	87,500
Product sales, net of costs	1,163
Total revenues	<u>747,207</u>
Expenses	
Program services	627,513
Management and general	67,535
Fundraising	11,389
Total expenses	<u>706,437</u>
Increase in net assets	40,770
Net assets at the beginning of the year	<u>106,305</u>
Net assets at the end of the year	<u>\$ 147,075</u>

See accompanying notes to these financial statements.

MyGoodDeed

STATEMENT OF FUNCTIONAL EXPENSES

For the Year Ended December 31, 2016

	Supportive Services				
	Program Services	Management & General	Fund Raising	Subtotal	Total
Accounting/Professional fees	\$ -	\$ 21,384	\$ -	\$ 21,384	\$ 21,384
Amortization expense	8,333	-	-	-	8,333
Depreciation expense	-	-	625	625	625
Equipment rental	605	1,728	-	1,728	2,333
Insurance	-	2,326	-	2,326	2,326
Licenses and permits	-	314	-	314	314
Miscellaneous	6,954	1,497	1,153	2,650	9,604
Management fee	126,100	7,250	8,150	15,400	141,500
Postage and shipping	954	97	441	538	1,492
Printing and publications	1,550	1,375	225	1,600	3,150
Program events	19,079	-	-	-	19,079
Program implementation	99,930	-	-	-	99,930
Program marketing	41,933	-	-	-	41,933
Program grants	275,260	-	-	-	275,260
Rent	-	25,520	-	25,520	25,520
Subscriptions	-	1,555	-	1,555	1,555
Telephone	-	4,126	-	4,126	4,126
Travel	42,054	363	795	1,158	43,212
Website maintenance	4,761	-	-	-	4,761
Total Expenses	\$ 627,513	\$ 67,535	\$ 11,389	\$ 78,924	\$ 706,437

See accompanying notes to these financial statements.

MyGoodDeed

STATEMENT OF CASH FLOWS

December 31, 2016

Cash flows from operating activities	
Increase in net assets	\$ 40,770
Adjustments to reconcile increase in net assets	
Amortization	8,333
Depreciation	625
Fair market value of donated services	(75,000)
Cash (used) provided by operating activities	
(Decrease)/increase in operating assets	
Pledges receivable	(1,004)
Prepaid expenses	1,061
Deposits	(537)
Increase/(decrease) in operating liabilities	
Accounts payable	10,923
Credit card payable	265
Accrued expenses	(6,325)
Net cash used in operating activities	<u>(20,889)</u>
Cash used in investing activities	
Fixed asset purchases	<u>(1,838)</u>
Net cash used in investing activities	<u>(1,838)</u>
Net decrease in cash	(22,727)
Cash at beginning of year	<u>115,746</u>
Cash at end of year	<u><u>\$ 93,019</u></u>

See accompanying notes to these financial statements.

MyGoodDeed

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

NOTE 1: ORGANIZATION AND NATURE OF SERVICES

MyGoodDeed (the Organization) is a California non-profit organization formed to annually organize the September 11 National Day of Service and Remembrance ("9/11 Day"), working with leading 9/11 groups, employers, nonprofits, educational organizations, and agencies to inspire millions to observe the anniversary of 9/11 by engaging in good deeds and charitable service. The Organization oversees the implementation of television and radio public service announcements, online initiatives, volunteer events in major cities, education programs, media relations and grassroots outreach to reach millions of people each year. The Organization has offices in California and New York.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of the significant accounting policies of the Organization:

Financial Statement Presentation

MyGoodDeed reports financial information in accordance with Accounting Standards Codification ("ASC") Topic No. 958-205 *Not-for-Profit Entities – Presentation of Financial Statements*. Under ASC 958-205, MyGoodDeed is required to report information regarding its financial position and activities according to three classes of assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. In accordance with these requirements, MyGoodDeed has classified its financial statements to present the three classes of net assets required. At December 31, 2016, MyGoodDeed had no temporarily restricted net assets or permanently restricted net assets.

Basis of presentation

The financial statements are presented on the accrual basis of accounting in accordance with U.S. generally accepted accounting principles (GAAP) applicable to non-profit organizations.

Cash and Cash Equivalents

For purposes of the statement of cash flows, highly liquid investments with an initial maturity of three months or less are considered to be cash equivalents. The Organization did not have any cash equivalents during the year ended December 31, 2016.

Promises to Give

MyGoodDeed employs Accounting Standards of Codification (“ASC”) Topic No. 958-605 *Not-for-Profit Entities – Revenue Recognition* to account for its contributions. In accordance with ASC 958-605, contributions are recognized when the donor makes a promise to give to MyGoodDeed that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor restricted contributions are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When the restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

Donated services and materials

Donated materials have been included in the accompanying financial statements where estimates of market value were available to measure the value of such materials. Donated services are recognized when a non-financial asset is created or specialized skills are required and the organization would otherwise need to purchase the services. In addition, a substantial number of volunteers have donated their time to the organization. The value of this time and related expense has not been included in the accompanying financial statements except to the extent such services meet the criteria set forth above.

Website Development Costs

Website development costs are stated at cost. The cost of additions and improvements are capitalized while the costs of operating and maintaining the website are charged to expense when incurred. Amortization of the cost of website development is based on the estimated three year useful life of the website using the straight-line method. The amortization expense for the year ended December 31, 2016 was \$8,333.

Furniture and Fixtures

Furniture and fixtures are carried at cost. The Organization follows the practice of capitalizing all material expenditures for furniture and fixtures. Depreciation is recorded on the straight-line basis over the estimated useful life of the asset.

Income Taxes

The Organization is exempt from federal and California income taxes under the 501(c)(3) provisions of the Internal Revenue Code and Section 23701d of the California Revenue and Taxation Code. No provision for income tax liability is therefore required.

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Concentration of Credit Risks

The Organization maintains its cash in a bank deposit account which, at times, may exceed federally insured limits. The Organization has not experienced any losses in such accounts. The Organization believes it is not exposed to any significant credit risk on cash.

Functional Allocation of Expenses.

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

NOTE 3: RELATED PARTY TRANSACTIONS

The organization paid fees to companies owned by the president and vice-president for managing its operations and providing administrative services. The agreement calls for base fees \$70,000 and reimbursement for expenses related to the implementation of programs. Total fees paid under these agreements during 2016 totaled \$141,500.

NOTE 4: SUBSEQUENT EVENTS

Management has evaluated subsequent events through June 6, 2017, which is the financial statement issuance date, and has determined that there are no transactions that will have a significant impact on the Organization's financials statements.