

A-OK MENTORING-TUTORING, INC.

FINANCIAL STATEMENTS

JUNE 30, 2021

DRAFT



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Deborah L. Herman

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CERTIFIED

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PUBLIC

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ACCOUNTANT

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DRAFT



Deborah L. Herman

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

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ACCOUNTANT

Board of Directors  
A-OK Mentoring-Tutoring, Inc.  
Columbia, Maryland

I have reviewed the accompanying financial statements of A-OK Mentoring-Tutoring, Inc., a nonprofit organization, which comprise the statement of financial position as of June 30, 2021, and the related statements of activities, functional expenses, and cash flows for the year 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 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 on 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 with accounting 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.

Deborah L. Herman, CPA  
Ellicott City, Maryland  
September 18, 2021

A-OK MENTORING-TUTORING, INC.  
STATEMENT OF FINANCIAL POSITION  
JUNE 30, 2021 and JUNE 30, 2020

ASSETS

	<u>June 30, 2021</u>	<u>June 30, 2020</u>
Current Assets:		
Cash - Checking	\$ 12,793	\$ 2,966
Cash - Savings	50,827	50,799
Grant Receivable	0	12,225
Prepaid Insurance	4,356	0
	-----	-----
Total Assets	\$ 67,976	\$ 65,990
	=====	=====

LIABILITIES AND NET ASSETS

Current Liabilities:		
Vendor Payables - YE	\$ 2,925	\$ 2,965
Deferred Grant Revenue	10,000	12,225
	-----	-----
Total Current Liabilities	12,925	15,190
Net Assets	55,051	50,800
	-----	-----
Total Liabilities and Net Assets	\$ 67,976	\$ 65,990
	=====	=====

See accompanying notes to financial statements.

A-OK MENTORING-TUTORING, INC.  
 STATEMENT OF SUPPORT AND REVENUE, EXPENSES, AND CHANGES IN NET ASSETS  
 FOR THE YEARS ENDED JUNE 30, 2021 and JUNE 30, 2020

<u>SUPPORT AND REVENUE</u>	<u>June 30, 2021</u>	<u>June 30, 2020</u>
Contributions - Individual	\$ 12,814	\$ 21,892
Contributions - Business & Organizations	10,144	1,489
Contributions - In Kind	173	344
Grants	7,225	4,180
Interest	27	195
	-----	-----
Total Support and Revenue	\$ 30,383	\$ 28,100
 <u>EXPENSES</u>		
Program	\$ 19,862	\$ 27,327
General Administrative	5,872	7,073
Fundraising	398	1,438
	-----	-----
Total Expenses	\$ 26,132	\$ 35,838
	-----	-----
Decrease/Increase in Net Assets	\$ 4,251	\$ ( 7,738)
 <u>NET ASSETS</u>		
Beginning of Year	50,800	58,538
	-----	-----
End of Year	\$ 55,051	\$ 50,800
	=====	=====

See accompanying notes to financial statements.

A-OK MENTORING-TUTORING, INC.  
STATEMENT OF CASH FLOWS  
FOR THE YEARS ENDED JUNE 30, 2021 and JUNE 30, 2020

<u>CASH FLOW FROM OPERATING ACTIVITIES</u>	<u>June 30, 2021</u>	<u>June 30, 2020</u>
Decrease/Increase in Net Assets	\$ 4,251	\$( 7,738)
Adjustments to Reconcile Increase In Net Assets to Net Cash Provided by Operating Activities:		
(Increase) Decrease in:		
Prepaid Expenses	( 4,356)	439
Accounts Receivable	12,225	( 12,225)
Increase (Decrease) in:		
Accounts Payable	( 40)	340
Deferred Revenue	( 2,225)	8,645
	-----	-----
Net Cash Flow from Operating Activities	\$ 5,604	\$( 2,801)
	-----	-----
Net Increase/Decrease in Cash	9,855	( 10,539)
Cash at Beginning of Year	53,765	64,304
	-----	-----
Cash at End of Year	\$ 63,620	\$ 53,765
	=====	=====

See accompanying notes to financial statements.

A-OK MENTORING-TUTORING, INC.  
SCHEDULE OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED JUNE 30, 2021

	<u>Program</u>	<u>General Administrative</u>	<u>Fundraising</u>	June 30, 2021 <u>Total</u>	June 30, 2020 <u>Total</u>
Contractual Services	\$ 11,402	\$ 3,420	\$ 380	\$ 15,202	\$ 25,060
Office Supplies & Expenses	2,357	768	18	3,143	2,269
Telephone	278	93	0	371	92
Insurance	2,322	774	0	3,096	3,729
Accounting & Review	2,194	731	0	2,925	2,750
Dues	259	86	0	345	0
Professional Development	0	0	0	0	0
Program Expenses	274	0	0	274	165
Volunteer Expenses	776	0	0	776	1,773
	-----	-----	-----	-----	-----
<b>Total Expenses</b>	<b>\$ 19,862</b>	<b>\$ 5,872</b>	<b>\$ 398</b>	<b>\$ 26,132</b>	<b>\$ 35,838</b>
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A-OK MENTORING-TUTORING, INC.  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2021

NOTE 1 - NATURE OF OPERATIONS:

The purpose for which A-OK Mentoring-Tutoring, Inc. is formed is to promote the success of students in partner schools and after-school programs of the Howard County Public School System by recruiting, screening, training, referring, and tracking volunteer mentors and tutors. The Organization also supports and strengthens initiatives to form new mentoring programs.

In the pandemic school year of 2020-2021, A-OK pivoted to offer virtual, community-based mentoring outside of the school system since mentors were not allowed to meet in school buildings or via school hours. The pilot program supports students facing social isolation. Typical students served are already struggling with academics and social or emotional challenges with peers or at home. A-OK seeks out and encourages referrals of those children who fall short of needing professional help but will flounder without additional adult support beyond what school and home can offer. During this pandemic year, A-OK served 20 students from 13 schools with a volunteer pool of 30+ individuals.

The mission of A-OK Mentoring-Tutoring, Inc. is to enhance the successful academic and social development of Howard County children and youth through the encouraging, ongoing support of an adult mentor/tutor in Howard County Public Schools and other Howard County community programs.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

A) Method of Accounting - The financial statements of A-OK Mentoring-Tutoring, Inc. have been prepared on the accrual basis.

B) Fixed Assets - At this time, A-OK Mentoring-Tutoring, Inc. operates out of the homes of its contractual administrative staff. It owns no office furniture.

C) Functional Allocation of Expenses - The costs of providing the programs and other activities have been summarized on a functional basis in the statement of support and revenue, expenses, and changes in net assets. Accordingly, certain costs have been allocated among the program and supporting services benefited. Management has used its best estimate to determine the allocation of expenditures between program and supporting services benefited.

D) Estimates - The preparation of financial statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions. Such estimates affect the reported amounts of assets and liabilities. They also affect the 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.



A-OK MENTORING-TUTORING, INC.  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2021  
(CONTINUED)

E) Cash Equivalents - For purposes of the statement of cash flows, the organization considers all highly liquid investments that mature within one year from the balance sheet date to be cash equivalents.

NOTE 3 - INCOME TAXES:

A-OK Mentoring-Tutoring, Inc. is a non-profit organization exempt from federal income taxation other than unrelated business income under Section 501(c)(3) of the Internal Revenue Code. No provision has been made for federal income taxes since the Organization has no unrelated business income for the year ended June 30, 2021.

NOTE 4 - CASH/INVESTMENTS:

As of June 30, 2021, the organization maintained the following accounts with Fulton Bank:

Checking	\$ 12,793
Money Market Savings	50,827
	-----
	\$ 63,620

NOTE 5 - DONATED SERVICES:

No amounts have been reflected in the financial statements for donated services as no objective basis is available to measure the value received. The Organization had 30+ volunteers during the fiscal year ended June 30, 2021 who provided 165 hours of service.

NOTE 6 - CONTRACTUAL STAFF:

A-OK Mentoring-Tutoring, Inc. is staffed by two part-time individuals who serve as Executive Director and Administrator.

NOTE 7 - LIQUIDITY AND AVAILABILITY OF RESOURCES:

The Organization's financial assets available within one year of the statement of financial position date for general expenditures is as follows:

Cash and cash equivalents	\$ 63,620
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Total financial assets available to management for general expenditures within one year	\$ 63,620

A-OK MENTORING-TUTORING, INC.  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2021  
(CONTINUED)

The Organization maintains a policy of structuring its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

On March 11, 2020, the World Health Organization declared the outbreak of a coronavirus (COVID-19) a worldwide pandemic. The pandemic is having significant effects on global financial markets and economies. The long-term impact of the effects of the COVID-19 pandemic to the Organization's financial health is currently not known. The Organization believes its grants and contributions will continue through the next year. The Organization is monitoring cash flow carefully and expects to remain cash flow positive for the foreseeable future as a result of the implemented cost cuts.

NOTE 8 - SUBSEQUENT EVENTS:

Management has evaluated events through September 20, 2021, the date the financial statements were available to be issued. There were no other subsequent events requiring disclosure.