

LITERACY COUNCIL OF NORRISTOWN

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

JUNE 30, 2019

TOGETHER WITH

ACCOUNTANT'S

COMPILATION REPORT

LITERACY COUNCIL OF NORRISTOWN

JUNE 30, 2019

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TWO BALA PLAZA, SUITE 300
BALA CYNWYD, PA 19004

INOVA ACCOUNTING TAX & BUSINESS SOLUTIONS, LLC

43 E. OAKLAND ST.
DOYLESTOWN, PA 19801

CERTIFIED PUBLIC ACCOUNTANTS
BUSINESS ADVISOR

PHONE: (215) 718-6880
WEB: INOVACPA.COM

Accountant's Compilation Report

To: The Board of Directors
Literacy Council of Norristown
Norristown, Pennsylvania

Management is responsible for the accompanying financial statements of the **Literacy Council of Norristown** (a Pennsylvania non-profit organization), which comprise the statement of assets and net assets as of June 30, 2019, and the related statement of revenue, support and expenses for the year then ended, in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with **Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA**. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the **Literacy Council of Norristown's** financial position and results of operations. Accordingly, the financial statements are not designed for those who are not informed about such matters.

The supplementary information contained in the statement of functional expenses basis on page 4 is presented for purposes of additional analysis and is not a required part of the of the basic financial statements. The information is the representation of management. The information was subject to our compilation engagement; however, we have not audited or reviewed the supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any form of assurance on such supplementary information.

Inova, LLC

Philadelphia, PA
October 10, 2019

LITERACY COUNCIL OF NORRISTOWN
STATEMENT OF ASSETS AND NET ASSETS
JUNE 30, 2019

ASSETS

Current assets

Cash and cash equivalents	\$ 259,688
Grant receivable	<u>1,000</u>

Total assets	<u>\$ 260,688</u>
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LIABILITIES AND NET ASSETS

Accounts payable	\$ 627
Payroll taxes payable	<u>4,274</u>

Total liabilities	4,901
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Net assets

Without donor restrictions	<u>255,787</u>
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Total net assets	<u>255,787</u>
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Total liabilities and net assets	<u>\$ 260,688</u>
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See accountant's compilation report.

LITERACY COUNCIL OF NORRISTOWN
STATEMENT OF REVENUE, SUPPORT AND EXPENSES
FOR THE YEAR ENDED JUNE 30, 2019

<u>REVENUE AND SUPPORT</u>	Without Donor Restrictions	With Donor Restrictions	Total
Foundation grants	\$ 101,970	\$ -	\$ 101,970
Contributions	30,579	-	30,579
Program income	16,895	-	16,895
Investment income	1,796	-	1,796
Federal grants	1,771	-	1,771
Other income	564	-	564
Net assets released from restrictions: Satisfaction of program restrictions	-	-	-
Total revenue and support	<u>153,575</u>	<u>-</u>	<u>153,575</u>
<u>EXPENSES</u>			
Program services	<u>97,238</u>	<u>-</u>	<u>97,238</u>
Supporting services			
Management and general	14,182	-	14,182
Fundraising	<u>10,407</u>	<u>-</u>	<u>10,407</u>
Total supporting services	<u>24,589</u>	<u>-</u>	<u>24,589</u>
Total expenses	<u>121,827</u>	<u>-</u>	<u>121,827</u>
Changes in net assets	31,748	-	31,748
Net assets, beginning of fiscal year	<u>224,039</u>	<u>-</u>	<u>224,039</u>
Net assets, end of fiscal year	<u>\$ 255,787</u>	<u>\$ -</u>	<u>\$ 255,787</u>

See accountant's compilation report.

LITERACY COUNCIL OF NORRISTOWN
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED
JUNE 30, 2019

	Program Services	Supporting Services		Total
		Management and General	Fundraising	
Director and administrative wages	\$ 38,605	\$ 8,273	\$ 8,273	\$ 55,150
Instructor compensation	36,792	-	-	36,792
Payroll taxes	6,143	1,229	819	8,190
Instructional materials	3,540	-	-	3,540
Rent	3,000	375	375	3,750
Professional fees	-	3,365	-	3,365
Insurance	2,257	282	282	2,821
Promotional expense	1,632	-	-	1,632
Telephone and internet	1,253	157	157	1,566
Information technology	1,363	170	170	1,704
Equipment lease and maintenance	1,308	164	164	1,635
Dues and publications	525	66	66	656
Office expense	629	79	79	786
Miscellaneous	192	24	24	240
Total expenses	\$ 97,238	\$ 14,182	\$ 10,407	\$ 121,827

See accountant's compilation report.