

# Peterson, Fieo & Co. LLP

*Certified Public Accountants*

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## INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

To the Officers & Board of Directors  
of the Literary Council of Norristown

Management is responsible for the accompanying financial statements of the Literary Council of Norristown (a non-for-profit corporation), consisting of the Statement of Financial Position as of 30<sup>th</sup> June 2020, and the related Statements of Activities, Statement of Functional Expenses, and Statement of Cash Flows, 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 American Institute of Certified Public Accountants. 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 any opinion or any conclusion thereon, 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 omitted disclosures were included in the financial statements, they might influence the user's conclusions about the organization's financial position, changes in net assets, and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

*Peterson, Fieo & Co.*

Peterson, Fieo & Co.  
12<sup>th</sup> September 2020

# Literacy Council of Norristown

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## Statement of Financial Position as of June 30, 2020

### Assets:

Cash & Cash Equivalents		\$ 182,002
Investments		100,249
Furniture & Fixtures	\$ 26,554	
Accumulated Depreciation	(26,554)	-
<b>Total Assets</b>		<u><u>\$ 282,251</u></u>

### Liabilities & Net Assets

#### Liabilities:

Accounts Payable	\$ 1,257
Payroll Taxes Payable	3,728
Deferred Grant	7,000
Payroll Protection Program Loan Payable	<u>17,609</u>
Total Liabilities	29,594

#### Net Assets:

With Donor Restrictions	-
Without Donor Restrictions	<u>252,657</u>
Total Net Assets	<u>252,657</u>
<b>Total Liabilities &amp; Net Assets</b>	<u><u>\$ 282,251</u></u>

# Literacy Council of Norristown

## Statement of Activities for the year ended June 30, 2020

	<u>Without Donor</u>	<u>With Donor</u>	<u>Total</u>
	<u>Restrictions</u>	<u>Restrictions</u>	
<b><u>Revenues:</u></b>			
Foundation Grants	\$ 74,500	\$ -	\$ 74,500
Contributions	19,368		19,368
Program Income	-		-
Fundraising	2,750		2,750
Investment Income	6,615		6,615
Federal Grants	8,000		8,000
Other Income	1,047		1,047
<b>Total Revenues</b>	<u>112,280</u>	<u>-</u>	<u>112,280</u>
<b><u>Expenses:</u></b>			
Programs	90,734		90,734
Administration	14,010		14,010
Fundraising	10,666		10,666
<b>Total Expenses</b>	<u>115,410</u>	<u>-</u>	<u>115,410</u>
Change in Net Assets	(3,130)		(3,130)
Net Assets, beginning of year	<u>255,787</u>		<u>255,787</u>
<b>Net Assets, end of year</b>	<u>\$ 252,657</u>	<u>\$ -</u>	<u>\$ 252,657</u>

## Literacy Council of Norristown

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### Statement of Functional Expenses for the year ended June 30, 2020

	<b>Program Expenses</b>	<b>Administrative Expenses</b>	<b>Fundraising Expenses</b>	<b>Total</b>
Director and Administrative Wages	\$ 37,186	\$ 7,968	\$ 7,968	\$ 53,122
Instructor Compensation	30,434	-	-	30,434
Payroll Taxes	6,335	434	434	7,203
Instructional Materials	4,719	-	-	4,719
Rent	3,040	380	380	3,800
Professional Fees	-	2,035	-	2,035
Insurance	2,455	307	307	3,069
Promotional Expense	656	23	864	1,543
Telephone and Internet	1,269	159	159	1,587
Equipment Lease & Maintenance	1,627	203	203	2,033
Dues and Publications	687	86	86	859
Office Expense	1,614	213	202	2,029
Travel and Meetings	-	2,139	-	2,139
Other Expenses	712	63	63	838
	<u>\$ 90,734</u>	<u>\$ 14,010</u>	<u>\$ 10,666</u>	<u>\$ 115,410</u>

# Literacy Council of Norristown

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## Statement of Cash Flows for the year ended June 30, 2020

### Cash Flows from Operating Activities:

Total Change in Net Assets \$ (3,130)

Adjustments to Reconcile Net Income From Operating  
Activities to Net Cash Provided by Operating Activities

Depreciation Expense	-
Decrease (Increase) in Accounts Receivable	1,000
Decrease (Increase) in Prepaid Expenses	-
Increase (Decrease) in Current Liabilities	<u>24,693</u>

Total Adjustments 25,693

**Net Cash Provided (Used) by Operating Activities** 22,563

### **Cash Provided (Used) by Investing Activities**

Purchase of investment, net of sales (100,249)

**Cash Provided (Used) by Financing Activities** -

Net Increase (Decrease) in Cash (77,686)

Cash, beginning of year 259,688

Cash, end of year \$ 182,002

### Other Required Data:

Interest Paid	\$	-
Income Taxes Paid	\$	-