

STOW COMMUNITY CHEST, INC.
FINANCIAL STATEMENTS
FOR THE YEAR ENDED JULY 31, 2017

STOW COMMUNITY CHEST, INC.

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INDEPENDENT ACCOUNTANT'S REPORT

To the Board of Directors
Stow Community Chest, Inc.

I have reviewed the accompanying Statement of Financial Position of Stow Community Chest, Inc. as of July 31, 2017, and the related Statement of Activities and Net Assets, Statement of Functional Expenses and Statement of Cash Flows for the year then ended. A review includes primarily applying analytical procedures to management's financial data and making inquiries of Organization 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. Accordingly, I do not express such an opinion.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

My responsibility is to conduct the review in accordance with the Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require me to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. I believe that the results of my procedures provide a reasonable basis for my report.

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 conformity with accounting principles generally accepted in the United States of America.

Robert F. Kilkenny CPA

Robert F. Kilkenny, CPA P.C.
August 25, 2017

STOW COMMUNITY CHEST
STATEMENT OF FINANCIAL POSITION

July 31, 2017

ASSETS

CURRENT ASSETS

Cash and cash equivalents (unrestricted)	<u>\$ 7,972</u>
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LIABILITIES AND NET ASSETS

LIABILITIES	\$ -
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NET ASSETS (unrestricted)	<u>7,972</u>
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TOTAL LIABILITIES AND NET ASSETS	<u>\$ 7,972</u>
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See accompanying notes and independent accountants' review report

STOW COMMUNITY CHEST
STATEMENT OF ACTIVITIES AND NET ASSETS
For the Year Ended July 31, 2017

Changes in unrestricted net assets	
Support and revenue	
Contributions	\$ 63,565
Interest income	<u>4</u>
Total support and revenue	63,569
 Expenses	
Program expenses	59,010
General and administrative	<u>4,154</u>
Total expenses	63,164
 Increase in unrestricted net assets	 405
 Net assets, unrestricted, beginning of year	 <u>7,567</u>
 Net assets, unrestricted, end of year	 <u>\$ 7,972</u>

See accompanying notes and independent accountants' review report

STOW COMMUNITY CHEST
STATEMENT OF FINANCIAL EXPENSES
For the Year Ended July 31, 2017

Program Expenses – Grants

Boys & Girls Club of Assabet Valley	7,500
Communities for Restorative Justice	2,500
Domestic Violence Services Network, Inc	6,500
Guest Table	1,500
Household Goods, Inc.	1,450
Minute Man Arc for Human Services, Inc.	7,500
Minuteman Senior Services	7,000
Pediatric Intervention Team	1,500
Randall Library Friends Assoc.	3,200
Stow Food Pantry	3,000
The Parmenter Foundation	2,000
Troop 1 Stow	1,360
Virginia Thurston Healing Garden	1,000
Warm Hearts of Stow	13,000
	<u>59,010</u>

General and Administrative

Computer support	634
Filing fees	60
Insurance	256
Postage	883
Printing and copying	1,804
Bank charges	467
Supplies & Other	50
	<u>4,154</u>

Total expenses	<u><u>\$ 63,164</u></u>
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See accompanying notes and independent accountants' review report

STOW COMMUNITY CHEST
STATEMENT OF CASH FLOWS
For the Year Ended July 31, 2017

CASH FLOWS FROM OPERATING ACTIVITIES	
Increase in unrestricted net assets	<u>\$ 405</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES AND INCREASES IN UNRESTRICTED CASH	\$ 405
CASH AND CASH EQUIVALENTS, Unrestricted, Beginning or year	<u>7,567</u>
CASH AND CASH EQUIVALENTS, Unrestricted, End or year	<u><u>\$ 7,972</u></u>

SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION

There were no reportable noncash transactions or financing activities, nor were any interest or income taxes paid during the year ended July 31, 2017.

See accompanying notes and independent accountants' review report

STOW COMMUNITY CHEST, INC.
NOTES TO FINANCIAL STATEMENTS

July 31, 2017

NOTE 1 – ORGANIZATION AND NATURE OF ACTIVITIES

Stow Community Chest, Inc. is a not-for-profit organization formed in 1983 to provide support for unmet health and human service needs for the people of Stow, Massachusetts. The Organization receives its support and revenue from individual and corporate donors.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting – The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. Revenue from contributions, interest and other income is recognized as support and revenue and net assets when earned. Any expenses directly related to programs are distributed to those programs, while general and administrative expenses are not allocated to programs. Grants are included as program expenses when approved.

Contributions and Restrictions – The Organization reports information about its financial position and activities in three classes of net assets: unrestricted, temporarily restricted and permanently restricted. Contributions are recognized as unrestricted temporarily restricted and permanently restricted when received, depending on the existence and nature of any donor restrictions. When restrictions are satisfied, revenues are reclassified and reported as net assets released from restrictions. If the restriction is satisfied in the same period as the contribution is received, the contribution is reported as unrestricted. No temporarily restricted or permanently restricted net assets were held in 2017 and, accordingly, the financial statements do not contain any activity related to these classes of assets.

Cash and Cash Equivalents – the Organization considers cash on hand, cash in banks, money market funds and other short-term securities with maturities of three months or less when purchased as cash and cash equivalents.

Income Taxes – Stow Community Chest, Inc. is a not-for-profit organization that is exempt from taxes under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for federal or state income taxes is included in these financial statements.

Management evaluated the Organization's tax positions and concluded that the Organization had taken no uncertain tax positions that require adjustment to the financial statements. As of July 31, 2017, the statute of limitation for the Organization's federal and state tax filings with the taxing authorities is generally open for tax years beginning after 2013.

STOW COMMUNITY CHEST, INC.
NOTES TO FINANCIAL STATEMENTS

July 31, 2017

Use of Estimates – The preparation of the financial statements in conformity with Generally Accepted Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures 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.

Subsequent Events – Management has evaluated the need for disclosure and/or adjustments resulting from the subsequent events through August 25, 2017, the date the financial statements were available to be issued. Adjustments or additional disclosures, if any, have been included in these financial statements.

NOTE 3 – DONATED SERVICES

The Organization receives a significant amount of donated services from unpaid volunteers who assist in fundraising and reviewing grant requests from non-profit service providers. No amounts have been recognized in the statement of activities because the criteria for recognition under FASB ASC 958 have not been satisfied.