

**DISCOVER LANSDALE
COMPILATION
FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

**BUTRICA
PLOVD
& ASSOCIATES**

CERTIFIED PUBLIC ACCOUNTANTS & BUSINESS CONSULTANTS

DISCOVER LANSDALE

TABLE OF CONTENTS

| | <u>PAGE</u> |
|---|-------------|
| Independent Accountant's Compilation Report | 1 |
| FINANCIAL STATEMENTS | |
| Statements of Financial Position | 2 |
| Statements of Activities | 3 |
| Statements of Cash Flows | 4 |
| Notes to Financial Statements | 5-8 |

**BUTRICA
PLOVD
& ASSOCIATES**

To the Board of Trustees of
Discover Lansdale

Management is responsible for the accompanying financial statements of Discover Lansdale (a nonprofit organization), which comprise the statement of financial position as of December 31, 2020, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements 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. We do not express an opinion, a conclusion, nor provide any assurance on these financial statements.



Butrica, Ployd & Associates
Lansdale, PA
June 7, 2021

**DISCOVER LANSDALE
STATEMENTS OF FINANCIAL POSITION
FOR THE YEAR ENDED DECEMBER 31, 2020**

| | 2020 |
|--|--------------------------|
| -ASSETS- | |
| CURRENT ASSETS-Cash and cash equivalents | \$ <u>66,327</u> |
| TOTAL CURRENT ASSETS | <u>66,327</u> |
| PROPERTY AND EQUIPMENT | |
| Gross Fixed Assets | <u>60,000</u> |
| TOTAL PROPERTY AND EQUIPMENT | 60,000 |
| Accumulated Depreciation | <u>(6,987)</u> |
| PROPERTY AND EQUIPMENT, net | <u>53,013</u> |
| TOTAL ASSETS | <u>119,340</u> |
| TOTAL ASSETS | <u><u>119,340</u></u> |
| -LIABILITIES AND NET ASSETS- | |
| CURRENT LIABILITIES | <u>-0-</u> |
| TOTAL LIABILITIES | \$ <u>-0-</u> |
| NET ASSETS | |
| With Donor Restrictions | -0- |
| Without Restrictions | <u>119,340</u> |
| TOTAL NET ASSETS | <u>119,340</u> |
| TOTAL LIABILITIES AND NET ASSETS | <u><u>\$ 119,340</u></u> |

See accompanying notes to financial statements

**DISCOVER LANSDALE
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2020**

| <u>PUBLIC SUPPORT AND REVENUE:</u> | <u>WITH</u> | <u>WITHOUT</u> | <u>TOTAL</u> |
|---|----------------------------|----------------------------|---------------------|
| | <u>RESTRICTIONS</u> | <u>RESTRICTIONS</u> | |
| LANSDALE BOROUGH INVESTMENT | - | - | - |
| FREIGHT HOUSE | | 1,820 | 1,820 |
| MAGAZINE INCOME | | 6,952 | 6,952 |
| PUBLIC SUPPORT | | 1,000 | 1,000 |
| TREE DISPLAY | | 1,585 | 1,585 |
| EVENT INCOME | | <u>3,364</u> | <u>3,364</u> |
| | | | |
| TOTAL REVENUE | <u>-</u> | <u>14,721</u> | <u>14,721</u> |
| | | | |
| <u>EXPENSES:</u> | | | |
| Accounting | - | 1,550 | 1,550 |
| Advertising | - | 9,920 | 9,920 |
| Awards | - | - | - |
| Bank Charges | - | 8 | 8 |
| Depreciation | - | 1,539 | 1,539 |
| Dues | - | - | - |
| Entertainment | - | - | - |
| Event Expenses | - | 1,086 | 1,086 |
| Insurance | - | 17,948 | 17,948 |
| Outside Contract Services | - | 3,350 | 3,350 |
| Payroll Expenses | - | 1,530 | 1,530 |
| Payroll Taxes | - | 177 | 177 |
| Payroll Processing Fees | - | 310 | 310 |
| Phone/Internet | - | 574 | 574 |
| Postage | - | 136 | 136 |
| Rent | - | 2,400 | 2,400 |
| Supplies | - | - | - |
| Website | <u>-</u> | <u>350</u> | <u>350</u> |
| | | | |
| TOTAL EXPENDITURES | <u>-</u> | <u>40,878</u> | <u>40,878</u> |
| | | | |
| NET INCOME (LOSS) | - | (26,157) | (26,157) |
| | | | |
| NET ASSETS, BEGINNING OF YEAR | <u>-</u> | <u>145,497</u> | <u>145,497</u> |
| | | | |
| NET ASSETS, END OF YEAR | <u>-</u> | <u>119,340</u> | <u>119,340</u> |

See accompanying notes to financial statements

**DISCOVER LANSDALE
STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2020**

| | 2020 |
|--|-------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | |
| Net Income (Loss) | \$ (26,157) |
| Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities: | |
| Account Receivable | |
| Inventory | |
| Change in Assets and Liabilities: | |
| Accounts Payable | - |
| NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES | (26,157) |
| NET CASH USED IN INVESTING ACTIVITIES | - |
| Purchase of Building | |
| Depreciation | 1,538 |
| NET CASH PROVIDED FROM INVESTING ACTIVITIES | 1,538 |
| NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS | 24,619 |
| CASH AND CASH EQUIVALENTS, JANUARY 1 | 90,946 |
| CASH AND CASH EQUIVALENTS, DECEMBER 31 | \$ 66,327 |

See accompanying notes to financial statements

**DISCOVER LANSDALE
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Organization

Discover Lansdale’s mission is to connect and galvanize all sectors of our community – individuals, businesses, non-profit organizations and government – by creating a unified movement that promotes, produces and maintains a clean, healthy, safe Borough for our families, friends and guests.

Basis of Presentation

Financial statement presentation follows the recommendations of the FASB ASC 958-205. Under FASB ASC 958-205, the Organization is required to report information regarding its financial position and activities according to two classes of net assets: net assets with donor restrictions and net assets without donor restrictions. In addition, the Organization is required to present a statement of cash flows.

Contributions

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Support that is restricted by the donor is reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

Use of Estimates

The preparation of 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 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.

Method of Accounting

The accompanying financial statements have been prepared in accordance with generally accepted accounting principles for not-for-profit organizations. They are stated on the accrual basis and include all material receivables and payables.

**DISCOVER LANSDALE
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

Fixed Assets

Fixed assets are stated at cost. Items costing less than \$200 are charged to expense when acquired. Depreciation is computed using the straight-line method over the estimated useful lives of the fixed assets as follows:

| <u>Assets</u> | <u>Estimated Useful Life</u> |
|-----------------------------------|------------------------------|
| Building | 15 – 40 years |
| Furniture | 2 – 7 years |
| Machinery, equipment and vehicles | 5 – 10 years |

NOTE 2 – Cash and Cash Equivalents:

For the purposes of the statement of cash flows, cash and cash equivalents include bank checking and saving accounts.

| | <u>2020</u> |
|---------------------------------|-----------------|
| Univest Checking Acct | \$66,088 |
| PayPal | <u>239</u> |
| Total Cash and Cash Equivalents | <u>\$66,327</u> |

NOTE 3 – Donated Goods and Services:

Goods and services donated to Youth for Discover Lansdale are recorded in the financial statements as revenue and expense at their estimated fair market values.

Gifts of long-lived assets such as land, buildings, or equipment are reported as without restrictions support unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as restricted support. In the absence of explicit donor stipulations regarding how long-lived assets must be maintained, the expirations of donor restrictions are reported when the donated or acquired long-lived assets are placed in service.

**DISCOVER LANSDALE
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

Note 4- Subsequent Events

Subsequent events are defined as events or transactions that occur after the statement of financial position date through the date that the financial statements are available to be issued. Management has performed an evaluation as of June 7, 2021, the date the financial statements were available to be issued, that there are no subsequent events requiring disclosure.

Note 5 - Income Taxes

In June 2006, the Financial Accounting Standards Board (FASB) released FASB ASC 740-10, Income Taxes, that provides guidance for reporting uncertainty in income taxes. For the year ended December 31, 2020, the Organization has documented its consideration of FASB ASC 740-10 and determined that no material uncertain tax positions qualify for either recognition or disclosure in the financial statements.

The Organization's federal Exempt Organization Tax Returns (Form 990) for 2017, 2018 and 2019 are subject to examination by the IRS, generally for three years after they are filed.

Note 6 – Fixed Assets

The following is a summary of property and equipment, at cost, less accumulated depreciation:

| | <u>2020</u> |
|-------------------------------|-----------------|
| Building | \$60,000 |
| Less accumulated depreciation | <u>(6,987)</u> |
| Total Fixed Assets | <u>\$53,013</u> |

Depreciation expense was \$1,538 for the year ended December 31, 2020.

Note 7 – Liquidity

The following reflects the Organizations financial assets as of the balance sheet date, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the balance sheet date.

**DISCOVER LANSDALE
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

Note 7 – Liquidity (continued)

| | |
|--|------------------|
| Financial assets, at year-end | \$ 66,327 |
| Less those unavailable for general expenditure within one year, due to: Board Designations: | <u> (0)</u> |
| Financial assets available to meet cash needs for general expenditures within one year | <u>\$ 66,327</u> |