

BRING EVERYONE IN THE ZONE, INC.
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2015

BRING EVERYONE IN THE ZONE, INC.

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INDEPENDENT AUDITORS' REPORT

Board of Directors
Bring Everyone In The Zone, Inc.
Killeen, Texas

We have audited the accompanying statement of financial position of Bring Everyone in the Zone, Inc. (a nonprofit organization) as of September 30, 2015, and the related statements of activities and cash flows for the year then ended. These financial statements are the responsibility of the organizations management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and preform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Bring Everyone in the Zone, Inc. as of September 30, 2015 and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Connie J. Green CPA
Killeen, Texas
May 27, 2016

Member of the American Institute of Certified Public Accountants

FINANCIAL STATEMENTS

BRING EVERYONE IN THE ZONE, INC.

STATEMENT OF FINANCIAL POSITION

SEPTEMBER 30, 2015

ASSETS

Current Assets	
Cash and Cash Equivalents	\$ 54,796
Accounts Receivable	32,314
Supplies Inventory	<u>84,760</u>
Total Current Assets	171,870
Property and Equipment	
Furniture and Fixtures	\$ 21,145
Electronic Equipment	25,284
Office Equipment	28,287
Vehicles	26,975
Other Equipment	3,055
Less: Accumulated Depreciation	<u>(82,087)</u>
Total Property and Equipment	22,659
Total Assets	<u><u>\$ 194,529</u></u>

LIABILITIES

Current liabilities	
Unearned Grant Revenue	\$ 53,280
Accounts Payable	<u>0</u>
Total Current Liabilities	53,280
Total Liabilities	<u>\$ 53,280</u>

NET ASSETS

Net assets	
Unrestricted	\$ 59,895
Permanently Restricted	<u>81,354</u>
Total Net Assets	141,249
Total Liabilities and Net Assets	<u><u>\$ 194,529</u></u>

SEE ACCOMPANYING NOTES.

BRING EVERYONE IN THE ZONE, INC.

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED SEPTEMBER 30, 2015

REVENUES & OTHER INCOME

Support	
Grants and Contracts	\$ 201,133
Training	6,530
Donations	<u>76,973</u>
Total Revenues & Other Income	284,636

EXPENSES

Program Services Expenses	
Salaries	109,704
Payroll taxes	8,558
Advertising, Promotion & Outreach	5,064
Dues & Subscriptions	1,440
Military Assistance Program	33,705
Postage	495
Storage	2,205
Training Expenses	10,215
Supplies	7,233
Telephone, Internet & Technology	3,799
Meeting Expenses	3,229
Travel	6,353
Professional Fees	10,000
Insurance	9,019
Occupancy Expenses	6,646
Depreciation	20,503
Que for Kids	60,131
Office Expenses	2,469
Printing and Reproduction	<u>702</u>

Total Expenses 301,470

Decrease in Unrestricted Net Assets (16,834)

Net Assets, Unrestricted at Beginning of Year 76,729

Net Assets, Unrestricted at End of Year \$ 59,895
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SEE ACCOMPANYING NOTES.

BRING EVERYONE IN THE ZONE, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED SEPTEMBER 30, 2015

Cash Flows from Operating Activities:

Decrease in Net Assets	\$ (16,834)
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**Adjustments to Reconcile Change in Net Assets
To Net Cash Provided By Operating Activities:**

Accounts Receivable	(16,069)
Unearned Grant Revenue	53,280
Supplies Inventory	<u>5,651</u>

Net Cash Provided By Operating Activities	26,028
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**Adjustments to Reconcile Change in Net Assets
To Net Cash Provided By Investing Activities:**

Accumulated Depreciation	<u>20,503</u>
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Net Cash Provided By Investing Activities	<u>20,503</u>
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Net Increase in Cash and Cash Equivalents	46,531
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Cash and Cash Equivalents at Beginning of Year	<u>8,265</u>
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Cash and Cash Equivalents at End of Year	<u><u>54,796</u></u>
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SEE ACCOMPANYING NOTES.

BRING EVERYONE IN THE ZONE, INC.
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE A- NATURE OF THE ORGANIZATION

Bring Everyone in the Zone, Inc. (hereafter referred to as “BEITZ”), is a non-profit organization that is approved and monitored by a board of directors and depends on contributions and grants to support its’ operation. BEITZ’s purpose is to provide education and support to service personnel and their families who are experiencing the devastating effects of post-traumatic stress disorder. BEITZ’s programs train facilitators in recognizing cases that require additional services including medical referral and providing them with needed responses.

NOTE B- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of accounting

The financial statements of BEITZ are prepared on the accrual basis of accounting. Using this method, revenues are recognized when earned and expenses are recognized when incurred.

Recognition of donor restrictions

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions. Support that is restrictive by the donor is reported as an increase in unrestricted net assets 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 temporarily or permanent restricted net assets depending on the nature of the restriction. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets. BEITZ reports donor-restricted contributions whose restrictions are completely met in the same period as unrestricted support.

Statement of Cash Flows

For purposes of the statements of cash flows, cash and cash equivalents includes cash and money market accounts.

Property and equipment

Property and equipment are valued at cost; if donated, the assets are valued at the fair market value at the date of donation. Significant renewals and betterments are capitalized, while repairs and maintenance expenses that do not increase the useful lives of the assets are recognized as expenses when incurred. Equipment is depreciated over 5 years using the straight-line method. Only property and equipment over \$500 is capitalized

BRING EVERYONE IN THE ZONE, INC.
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

Contributed Goods and Services

Volunteers donate significant hours of service to BEITZ programs during 2015. These services have not been recognized on the income statement because these services do not require specialized skills or would typically be purchased had they not been provided by donation. The value of these services is not individually significant or material to the financial statements.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, BEITZ results could differ from those estimates.

Income Tax

BEITZ is a not-for-profit organization that is exempt from income taxes under section 501(c) (3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation. BEITZ is also exempt from Texas state franchise tax.

NOTE C- PROPERTY & EQUIPMENT

Property and Equipment consist of the following as of September 30, 2015:

Furniture and Fixtures	\$21,145
Electronic Equipment	25,284
Office Equipment	28,287
Vehicles	26,975
Other Equipment	<u>3,055</u>
Total Property & Equipment	104,746
Less: Accumulated Depreciation	<u>(82,087)</u>
Net Property & Equipment	<u>\$ 22,659</u>

NOTE D- NET ASSETS

Unrestricted Net Assets represents contributions made by local businesses, charitable organizations, and individuals to BEITZ without any restrictions and may be used for purposes determined by the Board of Directors. Temporarily Restricted Net Assets represent assets that have donor imposed time or purpose restrictions. As of September 30, 2015, there were no temporarily restricted net assets. Permanently Restricted Net Assets represent assets that are restricted for specific programs. As of September 30, 2015, \$81,354 in permanently restricted net assets were recorded for execution of contractual obligations with the Central Counties Center for Mental Health Mental Retardation Services.

BRING EVERYONE IN THE ZONE, INC.
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE E- CONCENTRATION OF CREDIT RISK

BEITZ maintains its cash balances in one financial institution located in Killeen, Texas. The balances are insured by the Federal Deposits Insurance Corporation up to \$250,000. For the year ended September 30, 2015, BEITZ's cash balances did not exceed federally insured limits

NOTE F- ADVERTISING

BEITZ uses advertising to promote its programs and raise awareness of post-traumatic stress disorder. Advertising expenses are expensed as incurred.

NOTE G- FUNCTIONAL EXPENSES

All expenses are reported as program service expenses. General and administrative functions are performed by a board member at no expense to the organization.

NOTE H – EVALUATION OF SUBSEQUENT EVENTS

BEITZ has evaluated subsequent events through May 27, 2016, the date which the financial statements were available for issue.