

ROTARY INTERNATIONAL-DISTRICT 7210

FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2017 & JUNE 30, 2016

ROTARY INTERNATIONAL-DISTRICT 7210

MIDDLETOWN, NEW YORK

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To the Board of Directors
Rotary International-District 7210
Middletown, New York 10940

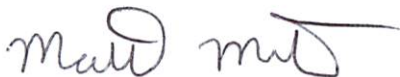
I have reviewed the accompanying statement of financial position Rotary International-District 7210 (a non-profit organization) as of June 30, 2017, and June 30, 2016 and the related statements of activities and cash flows for the years then ended. A review includes primarily applying analytical procedures to Rotary International-District 7210 financial data and making inquiries of 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 as a whole. Accordingly, I do not express such an opinion.

Rotary International-District 7210 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 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.



Matthew H. Metzger
Certified Public Accountant

February 1, 2018

Rotary International – District 7210
Middletown, New York
Statement of Financial Position
As of June 30, 2017 & June 30, 2016

ASSETS	June 30, 2017	June 30, 2016
CURRENT ASSETS		
Cash-Checking	\$ 19,748.36	\$ 5,100.42
Cash-Savings	8,661.10	19,843.49
Cash-Managed Grants	2,305.32	2,305.32
Cash-Reserve Fund Savings	79,306.74	67,729.41
Accounts Receivable	1,225.00	-
Prepaid Expense	16,223.75	25,750.67
TOTAL CURRENT ASSETS	<u>\$ 127,470.27</u>	<u>\$ 120,729.31</u>
FIXED ASSETS		
Equipment	\$ 1,401.45	\$ 1,401.45
Accumulated Depreciation	(1,401.45)	(1,401.45)
TOTAL FIXED ASSETS	<u>\$ -</u>	<u>\$ -</u>
TOTAL ASSETS	<u><u>\$ 127,470.27</u></u>	<u><u>\$ 120,729.31</u></u>
 LIABILITIES & NET ASSETS		
CURRENT LIABILITIES		
Accounts Payable	\$ 13,033.21	\$ 12,494.58
Deferred Revenue	35,130.32	40,505.32
TOTAL CURRENT LIABILITIES	<u>\$ 48,163.53</u>	<u>\$ 52,999.90</u>
 NET ASSETS		
Board Restricted	<u>79,306.74</u>	<u>67,729.41</u>
TOTAL NET ASSETS	<u>\$ 79,306.74</u>	<u>\$ 67,729.41</u>
TOTAL LIABILITIES & NET ASSETS	<u><u>\$ 127,470.27</u></u>	<u><u>\$ 120,729.31</u></u>

Rotary International – District 7210
 Middletown, New York
 Statement of Activities
 Years Ended June 30, 2017 & June 30, 2016

	June 30, 2017	June 30, 2016
UNRESTRICTED NET ASSETS		
REVENUE AND OTHER SUPPORT		
Club Assessments	\$ 62,091.00	\$ 44,847.00
Conference Fees	6,469.00	13,288.00
District Assembly	3,360.00	-
Foundation	8,250.00	7,200.00
Grants	37,597.00	41,376.99
Late Charge Fees	300.00	300.00
Interest Income	399.94	976.64
Rotary Youth Leadership Award	63,375.00	49,000.00
Training Fees	17,775.00	14,900.00
Radio Income	2,400.00	3,066.00
Youth Exchange	36,650.00	10,900.00
Young Professionals	15,000.00	-
Women in Rotary	-	7,174.00
Interact	315.00	-
Miscellaneous Income	6,064.00	4,670.40
TOTAL REVENUE AND OTHER SUPPORT	\$ 260,045.94	\$ 197,699.03

Rotary International – District 7210
Middletown, New York
Statement of Activities (Continued)
Years Ended June 30, 2017 & June 30, 2016

	June 30, 2017	June 30, 2016
EXPENSES		
Audit	\$ 1,500.00	\$ 1,500.00
Auto and Gas Expense	3,874.20	1,334.13
Awards & Gifts	1,557.50	4,108.15
Background Checks	1,977.50	1,140.05
Badges, Pins, Banners, Jackets	2,279.34	3,504.65
Copies	514.83	653.13
District Grants	37,597.00	41,343.13
Donations	-	439.10
Dues & Fees	264.70	831.77
Insurance	7,208.32	3,865.68
Lodging	35,967.97	24,496.66
Meals	24,412.66	19,088.91
Meetings & Conferences	58,587.47	53,320.36
Miscellaneous	1,775.12	1,680.75
Music and Entertainment	3,425.00	3,950.95
Office Supplies	140.56	53.86
Photos/Publicity/Advertising	2,202.43	200.00
Postage	544.78	426.46
Printing	1,412.87	1,553.90
Radio Expense	5,100.00	5,215.17
Rent	1,837.00	775.00
Seminars and Training	18,721.03	20,800.70
Speakers	500.00	-
Stipends	8,700.00	8,600.00
Supplies	9,069.28	7,181.06
Travel Expense	17,119.29	8,919.91
Web Site Expenses	2,179.76	1,793.59
TOTAL GENERAL AND PROGRAM EXPENSES	\$ 248,468.61	\$ 216,777.07
INCREASE/(DECREASE) IN UNRESTRICTED NET ASSETS	\$ 11,577.33	\$ (19,078.04)
NET ASSETS BEGINNING OF YEAR	\$ 67,729.41	\$ 86,807.45
NET ASSETS END OF YEAR	\$ 79,306.74	\$ 67,729.41

Rotary International – District 7210
Middletown, New York
Statement of Cash Flows
Years Ended June 30, 2017 & June 30, 2016

	June 30, 2017	June 30, 2016
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets	\$ 11,577.33	\$ (19,078.04)
(Increase) Decrease in Operating Assets:		
Accounts Receivable	(1,225.00)	-
Prepaid Expenses	9,526.92	(11,898.66)
 Increase (Decrease) in Operating Liabilities:		
Accounts Payable	538.63	9,351.52
Deferred Revenue	<u>(5,375.00)</u>	<u>13,638.01</u>
 TOTAL ADJUSTMENTS	 <u>\$ 3,465.55</u>	 <u>\$ 11,090.87</u>
 NET CASH PROVIDED BY OPERATING ACTIVITIES	 \$ 15,042.88	 \$ (7,987.17)
 CASH, BEGINNING OF YEAR	 <u>\$ 94,978.64</u>	 <u>\$ 102,965.81</u>
 CASH, END OF YEAR	 <u>\$ 110,021.52</u>	 <u>\$ 94,978.64</u>

Rotary International – District 7210
Middletown, New York
Notes to Financial Statements

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies of the Rotary International-District 7210 is presented to assist in understanding the organization's financial statements. The financial statements and notes are representations of the organization's management who is responsible for their integrity and objectivity. These accounting policies conform to generally accepted accounting principles and have been consistently applied in the preparation of the financial statements.

Type of Organization

Rotary International-District 7210 is a tax exempt organization under Section 501c(4) of the Internal Revenue Code. Rotary International is an association of Rotary Clubs within an assigned geographic area in New York State. The District provides administrative services to the clubs in its area including the piloting of benevolent projects and the coordination of activities with Rotary International.

Basis of Accounting

The financial statements of Rotary International-District 7210 have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables, and other liabilities.

Basis of Presentation

Financial statement presentation follows the recommendation of the Financial Accounting Standards (SFAS) No. 117, Financial Statements of Not-for-Profit Organizations. Under SFAS No. 117, Rotary International-District 7210 is required to report information regarding its financial position and activities according to the three classes of fund balance: Unrestricted Fund Balance, Temporarily Restricted Fund Balance, and Permanently Restricted Fund Balance. Rotary International-District 7210 has no permanently restricted fund balance for year ended June 30, 2017.

Under the provision of SFAS no. 117, net assets and revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the organization and changes therein are classified and reported as follows:

Unrestricted Net Assets – net assets that are not subject to donor-imposed stipulations.

Temporarily Restricted Net Assets – net assets, which carry specific donor-imposed stipulations that can be fulfilled by actions of the District pursuant to those stipulated or that expire by the pass of time.

Permanently Restricted Net Assets – net assets, which have been restricted by donors to be maintained by the District in perpetuity.

Revenues are reported as increases in unrestricted net assets unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in unrestricted net assets. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in unrestricted net assets unless their use is restricted by explicit donor stipulation or by law. Expirations of temporary restrictions on net assets are reported as net assets released from restrictions.

Use of Estimates

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

Cash and Cash Equivalents

For the purpose of the statement of cash flows, the organization considers cash and all highly liquid investments with original maturities of three months or less to be cash equivalents.

Accounts Receivable

Receivables from members are reported at the amount management expects to collect on balances outstanding at year-end. It is concluded that all balances outstanding at year-end will be collected.

Note 2. GENERAL AND PROGRAM SERVICE EXPENSES

General and program services expenses for selected categories for the year ended June 30, 2017 and June 30, 2016, are as follows:

	June 30, 2017	June 30, 2016
District Assembly	\$ 4,753.54	\$ 8,296.67
College of Governors	691.76	832.99
District Conference	13,178.21	19,848.66
Foundation	164.00	8,544.96
Leadership Institute	1,375.00	725.00
P.E.T.S.	17,548.15	17,644.71
Radio	5,150.90	5,390.97
Rotary International Convention	9,374.76	8,110.48
RYLA	61,563.44	51,731.00
Women in Rotary	-	7,432.46
World Community Services	-	1,092.40
Youth Exchange	26,288.46	12,833.67
Zone Training	9,234.50	10,494.86
	<u>9,234.50</u>	<u>10,494.86</u>
Total	\$ <u>149,322.72</u>	\$ <u>152,978.83</u>

Note 3. RESERVE FUND RECONCILIATION

Reserve Fund Balance June 30, 2016	\$ 67,729.41
Add: Interest Income	399.94
Less: Bank Charges	(5.00)
Photos/Publicity/Advertising	(2,000.00)
	<hr/>
Subtotal	66,124.35
Add: Net Income (Loss) for 2016-2017 Fiscal Year Excluding Adjustments Above	<hr/>
	13,182.39
Reserve Fund Balance June 30, 2017	\$ 79,306.74