

**THE FOUNDATION FOR LOWER  
MORELAND SCHOOLS**

**FINANCIAL STATEMENTS**

***Years Ended December 31, 2019 and 2018***



*Certified Public Accountants and Business Consultants*

# THE FOUNDATION FOR LOWER MORELAND SCHOOLS

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## ***Independent Accountants' Review Report***

To the Board of Directors  
The Foundation for Lower Moreland Schools  
Huntingdon Valley, Pennsylvania

We have reviewed the accompanying financial statements of The Foundation for Lower Moreland Schools (a nonprofit organization), which comprise the statements of financial position as of December 31, 2019 and 2018, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's 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, we do not express such an opinion.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud or error.

### ***Accountants' Responsibility***

Our responsibility is to conduct the review engagements in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

### ***Accountants' Conclusion***

Based on our reviews, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.



Oaks, Pennsylvania  
February 3, 2020

# THE FOUNDATION FOR LOWER MORELAND SCHOOLS

## STATEMENTS OF FINANCIAL POSITION

DECEMBER 31, 2019 AND 2018

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	<u>2019</u>	<u>2018</u>
ASSETS		
CURRENT ASSETS		
Cash	\$ <u>59,009</u>	\$ <u>93,379</u>
NET ASSETS		
Without donor restrictions	\$ <u>59,009</u>	\$ <u>93,379</u>

*See accompanying notes and independent accountants' review report.*

# THE FOUNDATION FOR LOWER MORELAND SCHOOLS

## STATEMENTS OF ACTIVITIES

YEARS ENDED DECEMBER 31, 2019 AND 2018

	<u>2019</u>	<u>2018</u>
NET ASSETS WITHOUT DONOR RESTRICTIONS		
Revenue and public support		
Fund-raising event, net of direct costs of \$6,340 (2018)	\$ -	\$ 11,688
Donations	11,000	39,762
Other income	-	12,893
TOTAL REVENUE AND PUBLIC SUPPORT	<u>11,000</u>	<u>64,343</u>
Expenses		
Program Services		
Foundation awards	43,141	64,641
Management and General		
Insurance	350	350
Professional fees	750	750
Other expenses	1,129	846
TOTAL EXPENSES	<u>45,370</u>	<u>66,587</u>
CHANGE IN NET ASSETS	(34,370)	(2,244)
NET ASSETS AT BEGINNING OF YEAR	<u>93,379</u>	<u>95,623</u>
NET ASSETS END OF YEAR	<u>\$ 59,009</u>	<u>\$ 93,379</u>

See accompanying notes and independent accountants' review report.

# THE FOUNDATION FOR LOWER MORELAND SCHOOLS

## STATEMENTS OF CASH FLOWS

YEARS ENDED DECEMBER 31, 2019 AND 2018

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	<u>2019</u>	<u>2018</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ (34,370)	\$ (2,244)
CASH AT BEGINNING OF YEAR	<u>93,379</u>	<u>95,623</u>
CASH AT END OF YEAR	<u>\$ 59,009</u>	<u>\$ 93,379</u>

*See accompanying notes and independent accountants' review report.*

# THE FOUNDATION FOR LOWER MORELAND SCHOOLS

## NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2019 AND 2018

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### NOTE A - NATURE OF ACTIVITIES

The Foundation for Lower Moreland Schools (the "Foundation") is a nonprofit organization which provides support for educational activities within the Lower Moreland Area School District and the Lower Moreland area community.

### NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### **Financial Statement Presentation**

Under Financial Accounting Standards Board Accounting Standards Codification (FASB ASC) 958-10-65-1, the Foundation is required to report information regarding its financial position and activities according to two mutually exclusive classes according to the existence or absence of donor-imposed restrictions. See Net Assets with Donor Restrictions and Net Assets without Donor Restrictions.

#### **Net Assets with Donor Restrictions**

The part of net assets of the Foundation that is subject to donor-imposed restrictions (donors include other types of contributors, including makers of certain grants). Some donors impose restrictions that are temporary in nature, for example, stipulating that resources be used after a specified date, for particular programs or services, or to acquire buildings or equipment. Other donors impose restrictions that are perpetual in nature, for example, stipulating that resources be maintained in perpetuity. Laws may extend those limits to investment returns from those resources and to other enhancements (diminishments) of those resources. Thus, those laws extend donor-imposed restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions. Support that is restricted by the donor is reported as an increase in net assets without donor restrictions if the restriction expires in the same reporting period in which the support is received and recognized.

#### **Net Assets without Donor Restrictions**

The part of net assets of the Foundation that is not subject to donor-imposed restrictions.

#### **Use of Estimates**

The preparation of financial statements requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

#### **Cash**

The Foundation's cash is in operating bank accounts.

# THE FOUNDATION FOR LOWER MORELAND SCHOOLS

## NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2019 AND 2018

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### NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

#### Contributions

In accordance with FASB ASC 958-605, unconditional contributions are recognized immediately and classified as either net assets with donor restrictions or net assets without donor restrictions. Conditional contributions received are accounted for as a liability or are unrecognized initially, that is, until the barriers to entitlement are overcome, at which point the transaction is recognized as unconditional and classified as either net assets with restrictions or net assets without restrictions.

#### Tax-Exempt Status

The Foundation is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code.

#### Date of Management's Review

Management has evaluated subsequent events through February 1, 2020, the date which the financial statements were available to be issued.

### NOTE C - DONATED SERVICES

The Foundation receives donated services in the form of Board management. No value has been assigned in the financial statements for these services since they do not meet the criteria for recognition as contributed services contained in generally accepted accounting principles.

### NOTE D - FUNCTIONAL EXPENSES

The cost of providing the various programs and other activities of the Foundation have been summarized on a functional and/or location in the Statement of Activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Program costs include foundation award expenses incurred to provide educational activities. Management and general expenses are costs directly related to the overall operation of the Foundation, which are not associated with program services.

### NOTE E - LIQUIDITY

The Foundation's financial assets are all available within one year of the balance sheet date for general expenditures. The goal of the Foundation's liquidity management is to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.