

**AUDITED CONSOLIDATED FINANCIAL STATEMENTS**

**BIG BROTHERS BIG SISTERS OF  
CENTRAL MASS/METROWEST, INC. AND AFFILIATE**

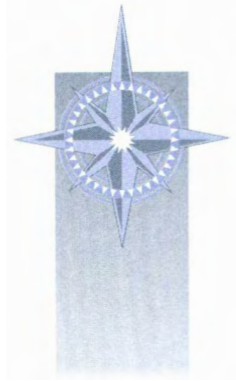
*Worcester, Massachusetts*

**JUNE 30, 2019**

*Boisselle, Morton & Wolkowicz, LLP  
Certified Public Accountants*

**Big Brothers Big Sisters of Central Mass/Metrowest, Inc. and Affiliate**  
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## Independent Auditors' Report

To the Officers and Directors

**Big Brothers Big Sisters of Central Mass/Metrowest, Inc. and Affiliate**  
Worcester, Massachusetts

### **Report on the Consolidated Financial Statements**

We have audited the accompanying consolidated financial statements of Big Brothers Big Sisters of Central Mass/Metrowest, Inc. and affiliate (the "Organization"), which comprise the consolidated statement of financial position as of June 30, 2019, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements.

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

Management is responsible for the preparation and fair presentation of these consolidated 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.

### ***Auditors' Responsibility***

Our responsibility is to express an opinion on these consolidated 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 perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Officers and Directors

**Big Brothers Big Sisters of Central Mass/Metrowest, Inc. and Affiliate**

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*Opinion*

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of Big Brothers Big Sisters of Central Mass/Metrowest, Inc. and affiliate as of June 30, 2019, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

*Report on Summarized Comparative Information*

We have previously audited Big Brothers Big Sisters of Central Mass/Metrowest, Inc.'s June 30, 2018 consolidated financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated January 16, 2019. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2018, is consistent, in all material respects, with the audited consolidated financial statements from which it has been derived.

*Boisselle, Morton & Wolkowicz, LLP*

Hadley, Massachusetts

January 23, 2020

**BIG BROTHERS BIG SISTERS OF CENTRAL MASS/METROWEST, INC. AND AFFILIATE**

Consolidated Statement of Financial Position

June 30, 2019 and 2018

	<u>2019</u>	<u>2018</u>
<u>Assets</u>		
Current assets		
Cash and cash equivalents	\$ 265,270	\$ 244,926
Grants receivable	137,655	32,157
Pledges receivable, current portion	100,000	130,075
Prepaid expenses	<u>24,781</u>	<u>26,872</u>
Total current assets	<u>527,706</u>	<u>434,030</u>
Property and equipment, net	<u>207,548</u>	<u>208,681</u>
Other assets		
Investments	255,701	178,471
Pledges receivable, net of current portion	<u>98,040</u>	<u>194,160</u>
Total other assets	<u>353,741</u>	<u>372,631</u>
Total assets	<u>\$ 1,088,995</u>	<u>\$ 1,015,342</u>
<u>Liabilities and Net Assets</u>		
Current liabilities		
Accounts payable	\$ 21,873	\$ 9,150
Accrued expenses	30,787	35,264
Deferred income	8,300	7,900
Current portion of long-term debt	<u>9,395</u>	<u>8,960</u>
Total current liabilities	<u>70,355</u>	<u>61,274</u>
Long-term debt, net of current portion	<u>31,536</u>	<u>40,874</u>
Net assets		
Without donor restrictions	711,590	606,594
With donor restrictions	<u>275,514</u>	<u>306,600</u>
Total net assets	<u>987,104</u>	<u>913,194</u>
Total liabilities and net assets	<u>\$ 1,088,995</u>	<u>\$ 1,015,342</u>

The accompanying notes are an integral part of these financial statements.

**BIG BROTHERS BIG SISTERS OF CENTRAL MASS/METROWEST, INC. AND AFFILIATE**

## Consolidated Statement of Activities

Year Ended June 30, 2019

(with comparative totals for the year ended June 30, 2018)

	2019			2018
	Without Donor Restrictions	With Donor Restrictions	Total	Total
Revenues, gains, and other support				
Contributions	\$ 820,496	\$ 20,000	\$ 840,496	\$ 690,525
Fundraising events, net	301,844		301,844	333,540
Donated materials and services	26,435		26,435	38,940
Investment income, net	7,887	4,053	11,940	14,954
Net unrealized gain on investments	1,861	713	2,574	2,577
Net assets released from restriction	55,852	(55,852)		
Total revenues, gains, and other support	<u>1,214,375</u>	<u>(31,086)</u>	<u>1,183,289</u>	<u>1,080,536</u>
Expenses				
Program services	824,736		824,736	949,843
Administration	227,268		227,268	217,939
Fundraising	57,375		57,375	178,281
Total expenses	<u>1,109,379</u>		<u>1,109,379</u>	<u>1,346,063</u>
Change in net assets	104,996	(31,086)	73,910	(265,527)
Net assets - beginning of year	606,594	306,600	913,194	1,062,383
Net assets acquired in acquisition (Note 1)				<u>116,338</u>
Net assets - end of year	<u>\$ 711,590</u>	<u>\$ 275,514</u>	<u>\$ 987,104</u>	<u>\$ 913,194</u>

The accompanying notes are an integral part of these financial statements.

**BIG BROTHERS BIG SISTERS OF CENTRAL MASS/METROWEST, INC. AND AFFILIATE**

Consolidated Statement of Functional Expenses

Year Ended June 30, 2019

(with comparative totals for the year ended June 30, 2018)

	2019			2018	
	Program Services	Administration	Fundraising	Total	Total
Employee-related costs					
Salaries	\$ 507,169	\$ 132,966	\$ 17,877	\$ 658,012	\$ 845,173
Payroll taxes	47,955	12,573	1,690	62,218	69,828
Fringe benefits	30,319	7,949	1,069	39,337	33,664
Total employee-related costs	<u>585,443</u>	<u>153,488</u>	<u>20,636</u>	<u>759,567</u>	<u>948,665</u>
Program expenses	68,175			68,175	25,265
Occupancy	48,210	12,639	1,699	62,548	58,630
Professional fees		32,244		32,244	29,717
Fundraising expenses			31,861	31,861	42,920
Office supplies and expense	22,288	5,844	786	28,918	27,426
Donated materials and services	20,375	5,342	718	26,435	38,940
Insurance	12,551	6,364	442	19,357	21,100
Scholarships	18,500			18,500	36,395
Depreciation	12,456	3,265	439	16,160	17,591
Dues and affiliation fees	13,896			13,896	16,967
Conferences, conventions and meetings	7,997	2,097	282	10,376	11,944
Printing and postage	7,299	1,914	257	9,470	15,329
Travel and parking	7,232	1,896	255	9,383	10,339
Interest		2,175		2,175	2,589
Advertising	314			314	4,267
Food					37,979
Total expenses	<u>\$ 824,736</u>	<u>\$ 227,268</u>	<u>\$ 57,375</u>	<u>\$ 1,109,379</u>	<u>\$ 1,346,063</u>

The accompanying notes are an integral part of these financial statements.

**BIG BROTHERS BIG SISTERS OF CENTRAL MASS/METROWEST, INC. AND AFFILIATE**

Consolidated Statement of Cash Flows

Year Ended June 30, 2019

(with comparative totals for the year ended June 30, 2018)

	<u>2019</u>	<u>2018</u>
Cash flows from operating activities		
Change in net assets	\$ 73,910	\$ (265,527)
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation	16,160	17,591
Unrealized market gain	(2,574)	(2,577)
Other changes in assets and liabilities		
Grants receivable	(105,498)	16,725
Pledges receivable	126,195	119,704
Prepaid expenses	2,091	4,010
Accounts payable	12,723	(12,659)
Accrued expenses	(4,477)	(15,061)
Deferred income	400	1,400
Net cash provided (used) by operating activities	<u>118,930</u>	<u>(136,394)</u>
Cash flows from investing activities		
Purchase of investments	(74,656)	(14,617)
Cash received in combination with related entity		116,338
Purchase of equipment	(15,027)	
Sale of investments		162,777
Net cash (used) provided by investing activities	<u>(89,683)</u>	<u>264,498</u>
Cash flows from financing activities		
Payments on long-term debt	(8,903)	(8,545)
Net cash used by financing activities	<u>(8,903)</u>	<u>(8,545)</u>
Net increase in cash and cash equivalents	20,344	119,559
Cash and cash equivalents - beginning of year	<u>244,926</u>	<u>125,367</u>
Cash and cash equivalents - end of year	<u>\$ 265,270</u>	<u>\$ 244,926</u>

The accompanying notes are an integral part of these financial statements.



**BIG BROTHERS BIG SISTERS OF CENTRAL MASS/METROWEST, INC. AND  
AFFILIATE**

Notes to Consolidated Financial Statements  
June 30, 2019

1. Organization Activity and Summary of Significant Accounting Policies

*a. Nature of Business:* Big Brothers Big Sisters of Central Mass/Metrowest, Inc. is an affiliate of Big Brothers Big Sisters of America. Under the big brothers/big sisters program, the Organization coordinates the placement of volunteers (“big brothers” and “big sisters”) with children and young adults. The Organization carefully evaluates and trains prospective big brothers and big sisters, matches volunteers with little brothers and sisters based on the needs of the child and common interests, and provides ongoing professional advice and support to enhance the one-on-one relationship. Both children and adults come from all walks of life and demonstrate the diversity of the community.

In 2004, Big Brothers Big Sisters of Worcester County, Inc. merged its operations with those of Big Brothers Big Sisters of South Middlesex, Inc., and changed its name to Big Brothers Big Sisters of Central Mass/Metrowest, Inc. (“BBBS-CM”). Big Brothers Big Sisters of Central Mass/Metrowest, Inc. continues to serve the communities in the consolidated geographic area from offices in Worcester and Framingham.

Big Brothers Big Sisters of Central Mass/Metrowest, Inc. acquired John Andrew Mazie Memorial Foundation, Inc. (“Mazie Memorial Foundation”), a Massachusetts nonprofit corporation, with a mission to sponsor one on one mentoring programs for at risk Framingham and Waltham High School students, on July 1, 2017.

*b. Principles of Consolidation:* The financial statements of Big Brothers Big Sisters of Central Mass/Metrowest, Inc. and John Andrew Mazie Memorial Foundation, Inc. (collectively the “Organization”) have been consolidated because Big Brothers Big Sisters of Central Mass/Metrowest, Inc. is the sole member of John Andrew Mazie Memorial Foundation, Inc. All intercompany transactions have been eliminated in the consolidation.

*c. Basis of Accounting:* The financial statements of the Organization have been prepared on the accrual basis of accounting, in accordance with U.S. generally accepted accounting principles.

*d. Accounting Pronouncement Adopted:* On August 18, 2016, FASB issued Accounting Standards Update (ASU) 2016-14, Not-for-Profit Entities (Topic 958) – *Presentation of Financial Statements of Not-for-Profit Entities*. The update addresses the complexity and understandability of net asset classification and deficiencies in information about liquidity and availability of resources, and the lack of consistency in the type of information provided about expenses and investment return. The Organization has adjusted the presentation in these financial statements accordingly. The ASU has been applied retrospectively to all periods presented.

**BIG BROTHERS BIG SISTERS OF CENTRAL MASS/METROWEST, INC. AND  
AFFILIATE**

Notes to Consolidated Financial Statements (Continued)

June 30, 2019

1. Organization Activity and Summary of Significant Accounting Policies (Continued)

*e. Financial Statement Presentation:* The Organization reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions. The restricted class is created only by donor-imposed restrictions. All other net assets are legally considered to be without donor restrictions and are reported as part of that class. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from 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 reporting period in which the support is recognized.

Contributions of services are recognized as revenue if they (a) create or enhance non-financial assets or (b) if they require specialized skills which are provided by individuals possessing those skills and if such services would typically need to be purchased if not provided by donations. Contributions of materials are recognized as revenue at their fair market value.

*f. Tax Status:* Big Brothers Big Sisters of Central Mass/Metrowest, Inc. is a not-for-profit corporation organized under Massachusetts General Laws Chapter 180. BBBS-CM is exempt from federal and state corporate income taxes under Section 501(c)(3) of the Internal Revenue Code. In addition, BBBS-CM qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization that is not a private foundation under Section 509(a)(1).

John Andrew Mazie Memorial Foundation, Inc. is a not-for-profit corporation organized under Massachusetts General Laws Chapter 180 and operates as an independent corporation, filing separate information returns with the Internal Revenue Service and Massachusetts Division of Public Charities. Mazie Memorial Foundation is exempt from federal and state corporate income taxes under Section 501(c)(3) of the Internal Revenue Code. In addition, Mazie Memorial Foundation qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization that is not a private foundation under Section 509(a)(1).

*g. 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 the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and revenues and expenses during the reporting period. Actual results could differ from those estimates.

*h. Cash and Cash Equivalents:* For purposes of the statement of cash flows, cash equivalents include all highly liquid accounts with original maturity dates of three months or less.

*i. Grants Receivable:* Grants receivable are stated at the amount management expects to collect from outstanding balances. Management considers the grants receivable fully collectible and did not have an allowance for uncollectible amounts as of June 30, 2019 and 2018.

**BIG BROTHERS BIG SISTERS OF CENTRAL MASS/METROWEST, INC. AND  
AFFILIATE**

Notes to Consolidated Financial Statements (Continued)  
June 30, 2019

1. Organization Activity and Summary of Significant Accounting Policies (Continued)

*j. Pledges Receivable:* Unconditional promises to give are recorded as pledges receivable in the period received. Conditional promises to give are recognized when the conditions on which they depend are substantially met.

*k. Property and Equipment:* Property and equipment are recorded at cost, or if donated, at fair value. Depreciation is provided over the estimated useful lives of the assets using the straight-line basis.

*l. Investments:* Investments are stated at market value on the statement of financial position. Short-term investments consisted of certificates of deposit with terms less than one year. Unrealized gains and losses were included in the change in net assets in the accompanying statement of activities. Investments are exposed to various risks such as interest rate, market and credit risks. Due to the level of risk associated with investments, it is at least reasonably possible that changes in the fair value of investments will occur in the near term and that such changes could materially affect the financial statements.

*m. Fair Value Measurements:* Accounting standards have established a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). Inputs to the valuation methodology for the three levels of the fair value hierarchy are described below:

Level 1: Unadjusted quoted prices for identical assets or liabilities in active markets that the Corporation has the ability to access.

Level 2: Quoted prices for similar assets or liabilities in active markets; Quoted prices for identical or similar assets or liabilities in inactive markets; Inputs other than quoted prices that are observable for the asset or liability; Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Level 3: Unobservable and significant to the fair value measurement.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability. The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

*n. Revenue Recognition:* Support from contributions and grants are recognized when pledged.

**BIG BROTHERS BIG SISTERS OF CENTRAL MASS/METROWEST, INC. AND  
AFFILIATE**

Notes to Consolidated Financial Statements (Continued)  
June 30, 2019

1. Organization Activity and Summary of Significant Accounting Policies (Continued)

*o. Donated Materials and Services:* Donated materials and services are recorded at their estimated values at the date of receipt. However, the services provided by volunteers (“big brothers” and “big sisters”) are not recorded since it is inherent in the program that such services are provided by volunteers.

*p. Expense Allocation:* The costs of providing the program services and supporting services of the Organization have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the program services and supporting activities benefited based primarily upon employee time.

*q. Comparative Information:* The financial statements include certain prior year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Organization’s consolidated financial statements for the year ended June 30, 2018, from which the summarized information was derived.

*r. Reclassifications:* Certain reclassifications have been made to the June 30, 2018, summarized comparative information to be in conformity with the current year presentation. These reclassifications had no effect on the previously reported change in net assets or ending net assets of the Organization.

2. Pledges Receivable

Unconditional promises to give are included in the financial statements as pledges receivable and revenue of the appropriate net asset category. Pledges are recorded at face value less a discount for the present value of future cash flows. The discount rate used to calculate the present value was 2.0%. Pledges receivable consisted of the following at June 30:

	<u>2019</u>	<u>2018</u>
Due within one year	\$100,000	\$130,075
Due in one to five years	<u>100,000</u>	<u>200,000</u>
	200,000	330,075
Less discount to present value	<u>1,960</u>	<u>5,840</u>
Pledges receivable, net	<u>\$198,040</u>	<u>\$324,235</u>

Management has determined that all pledges are collectible and had not recorded an allowance for uncollectible accounts.

**BIG BROTHERS BIG SISTERS OF CENTRAL MASS/METROWEST, INC. AND  
AFFILIATE**

Notes to Consolidated Financial Statements (Continued)  
June 30, 2019

3. Property and Equipment

Property and equipment consisted of the following at June 30:

	<u>2019</u>	<u>2018</u>
Office condominiums	\$243,607	\$243,607
Improvements	139,373	127,898
Office equipment	<u>81,232</u>	<u>77,680</u>
	464,212	449,185
Less accumulated depreciation	<u>256,664</u>	<u>240,504</u>
	<u>\$207,548</u>	<u>\$208,681</u>

Depreciation expense was \$16,160 and \$17,591 for the years ended June 30, 2019 and 2018, respectively.

4. Investments

Investments of \$255,701 and \$178,471 at June 30, 2019 and 2018, respectively, consisted of mutual funds at Level 1, market value, except for \$69,118 that were Level 3 investments at June 30, 2019. The Organization can not determine the market value on any given day of the Level 3 investments, unlike the other investments, because they are pooled with other investments at the Greater Worcester Community Foundation.

The Level 3 investments consisted of contributions received and net investment earnings of \$4,934 during the year ended June 30, 2019.

5. Deferred Income

Deferred income of \$8,300 and \$7,900 as of June 30, 2019 and 2018, respectively, was for monies received toward the golf tournament that was not held until after year end.

6. Line of Credit

The Organization has a \$100,000 line of credit with a local bank. Interest on the outstanding balance, if any, will be payable monthly at 1% over the bank's prime rate index (6.50% at June 30, 2019). The line is secured by all business assets of the Organization. There were no borrowings outstanding at June 30, 2019 or 2018, respectively.

**BIG BROTHERS BIG SISTERS OF CENTRAL MASS/METROWEST, INC. AND  
AFFILIATE**

Notes to Consolidated Financial Statements (Continued)  
June 30, 2019

7. Long-Term Debt

Long-term debt consisted of the following at June 30:

	<u>2019</u>	<u>2018</u>
Note payable to a bank secured by the assets of the organization, payable in monthly installments of \$928 including interest at 4.75%, maturing July 2023.	\$40,931	\$49,834
Less current portion	<u>9,395</u>	<u>8,960</u>
Note payable, net current portion	<u>\$31,536</u>	<u>\$40,874</u>

The future minimum payments are as follows for the years ending June 30:

2020	\$ 9,395
2021	9,851
2022	10,329
2023	<u>11,356</u>
	<u>\$40,931</u>

8. Endowment

The Organization's restricted endowment consists of restricted contributions from donors during the fiscal year ended June 30, 2019 that were invested at the Greater Worcester Community Foundation. The corpus of the endowment will remain permanently restricted. The earnings from the endowment can be used to further the Organizations' mission.

***Interpretation of Relevant Law***

Based on the interpretation of UPMIFA by the Board of Directors of the Organization, the guidance from relevant accounting standards, and absent explicit donor stipulations to the contrary, the Organization classifies the original gifts donated to the restricted endowment, as well as accumulations to the restricted endowment made at the direction of the donor, as permanently restricted net assets.

The remaining portion of the donor-restricted endowment fund that is not classified in permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the Organization in a manner consistent with the standard of prudence prescribed by UPMIFA.

**BIG BROTHERS BIG SISTERS OF CENTRAL MASS/METROWEST, INC. AND  
AFFILIATE**  
June 30, 2019

8. Endowments (Continued)

In accordance with UPMIFA, the Organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- 1) The duration and preservation of the fund
- 2) The purposes of Organization and the donor-restricted endowment fund
- 3) General economic conditions
- 4) The possible effect of inflation and deflation
- 5) The expected total return from income and the appreciation of investments
- 6) Other resources of the Organization
- 7) The investment policy of Organization

Changes in endowment net assets consisted of \$20,000 in donations and \$958 in investment earnings during the year ended June 30, 2019:

***Endowment Investment and Spending Policies***

The endowment investments are managed by the Greater Worcester Community Foundation. Actual returns in any given year may vary.

The Organization's spending policy is to spend all interest, dividends, and realized gains of the endowment fund annually, as needed, for purposes to further their exempt mission.

9. Net Assets With Donor Restrictions

The Organization had the following changes in net assets with donor restrictions:

	<u>Restricted at 6/30/18</u>	<u>Increase</u>	<u>Decrease</u>	<u>Restricted at 6/30/19</u>
Corpus restricted in perpetuity:				
Endowment		\$20,958		\$ 20,958
Purpose or time restricted:				
United Way - Worcester	\$ 22,157		\$22,157	
Pledges receivable	200,000		1,960	\$198,040
Branding consultation	25,000		10,000	15,000
STEM mentoring program	10,000		10,000	
Office equipment/capital needs	11,735		11,735	
Cousy Fund	<u>37,708</u>	<u>3,808</u>	<u>      </u>	<u>41,516</u>
 Total	 <u>\$306,600</u>	 <u>\$ 24,766</u>	 <u>\$55,852</u>	 <u>\$275,514</u>

**BIG BROTHERS BIG SISTERS OF CENTRAL MASS/METROWEST, INC. AND  
AFFILIATE**

June 30, 2019

10. Pension

The Organization has a defined contribution pension plan that covers all eligible full-time employees. Contributions to the plan are at the discretion of the Board of Directors. There were no pension contributions during the years ended June 30, 2019 or 2018.

11. Donated Materials and Services

The Organization received donated materials and services totaling \$26,435 and \$38,940 during the years ended June 30, 2019 and 2018, respectively.

In addition, a substantial number of volunteers have donated time to work in the program service, administration and fundraising areas. This time does not meet the criteria for recording as described in Note 1.

12. Available Resources and Liquidity

Financial assets available for general expenditure, that is, without restrictions limiting their use, within one year of the statement of financial position date, comprise the following at June 30:

	<u>2019</u>	<u>2018</u>
Cash and cash equivalents	\$265,270	\$244,926
Contributions and grants receivable	137,655	32,157
Pledges receivable, current portion	<u>100,000</u>	<u>130,075</u>
Total financials assets available for general expenditures within one year	<u>\$502,925</u>	<u>\$407,158</u>

13. Subsequent Events

Management has evaluated subsequent events through January 23, 2020, the date on which the financial statements were available to be issued, and concluded that no additional disclosures were necessary.



**BIG BROTHERS BIG SISTERS OF CENTRAL MASS/METROWEST, INC. AND AFFILIATE**

Consolidating Statement of Financial Position

June 30, 2019

	<u>Big Brothers Big Sisters</u>	<u>J.A. Mazie Memorial Foundation</u>	<u>Eliminations</u>	<u>Consolidated</u>
	<u>Assets</u>			
Current assets				
Cash and cash equivalents	\$ 141,965	\$ 123,305		\$ 265,270
Grants receivable	137,655			137,655
Pledges receivable, current portion	100,000			100,000
Prepaid expenses	24,781			24,781
Total current assets	<u>404,401</u>	<u>123,305</u>		<u>527,706</u>
Property and equipment, net	<u>207,548</u>			<u>207,548</u>
Other assets				
Investments	255,701			255,701
Due from related entity	191,400		\$ (191,400)	
Pledges receivable, net of current portion	98,040			98,040
Total other assets	<u>545,141</u>		<u>(191,400)</u>	<u>353,741</u>
Total assets	<u>\$ 1,157,090</u>	<u>\$ 123,305</u>	<u>\$ (191,400)</u>	<u>\$ 1,088,995</u>
	<u>Liabilities and Net Assets</u>			
Current liabilities				
Accounts payable	\$ 21,873			\$ 21,873
Accrued expenses	30,787			30,787
Due to related entity		\$ 75,062	\$ (75,062)	
Deferred income	8,300			8,300
Current portion of long-term debt	9,395			9,395
Total current liabilities	<u>70,355</u>	<u>75,062</u>	<u>(75,062)</u>	<u>70,355</u>
Long-term debt, net of current portion	<u>31,536</u>			<u>31,536</u>
Net assets				
Without donor restrictions	779,685	48,243	(116,338)	711,590
With donor restrictions	275,514			275,514
Total net assets	<u>1,055,199</u>	<u>48,243</u>	<u>(116,338)</u>	<u>987,104</u>
Total liabilities and net assets	<u>\$ 1,157,090</u>	<u>\$ 123,305</u>	<u>\$ (191,400)</u>	<u>\$ 1,088,995</u>

The accompanying notes are an integral part of these financial statements.

**BIG BROTHERS BIG SISTERS OF CENTRAL MASS/METROWEST, INC. AND AFFILIATE**

Consolidating Statement of Activities

Year Ended June 30, 2019

	Big Brothers Big Sisters			J.A. Mazie Memorial Foundation		
	Without Donor Restrictions	With Donor Restrictions	Total	Total	Eliminations	Consolidated
Revenues, gains, and other support						
Contributions	\$ 712,997	\$ 20,000	\$ 732,997	\$ 107,499		\$ 840,496
Fundraising events	249,767		249,767	52,077		301,844
Donated materials and services	26,435		26,435			26,435
Investment income, net	7,645	4,053	11,698	242		11,940
Net unrealized gain on investments	1,861	713	2,574			2,574
Net assets released from restriction	<u>55,852</u>	<u>(55,852)</u>				
Total revenues, gains, and other support	<u>1,054,557</u>	<u>(31,086)</u>	<u>1,023,471</u>	<u>159,818</u>		<u>1,183,289</u>
Expenses						
Program services	644,886		644,886	179,850		824,736
Administration	224,521		224,521	2,747		227,268
Fundraising	<u>55,803</u>		<u>55,803</u>	<u>1,572</u>		<u>57,375</u>
Total expenses	<u>925,210</u>		<u>925,210</u>	<u>184,169</u>		<u>1,109,379</u>
Change in net assets	129,347	(31,086)	98,261	(24,351)		73,910
Net assets - beginning of year	<u>650,338</u>	<u>306,600</u>	<u>956,938</u>	<u>72,594</u>	\$ (116,338)	<u>913,194</u>
Net assets - end of year	<u>\$ 779,685</u>	<u>\$ 275,514</u>	<u>\$ 1,055,199</u>	<u>\$ 48,243</u>	<u>\$ (116,338)</u>	<u>\$ 987,104</u>

The accompanying notes are an integral part of these financial statements.