

THE FSTOP FOUNDATION, INC.

Financial Statements

December 31, 2017

(With Accountant's Compilation Report Thereon)

The fStop Foundation, Inc.

December 31, 2017

Table of Contents

	<u>Pages</u>
Independent Auditor's Report.....	1
Financial Statements:	
Statement of Financial Position.....	2
Statement of Activities.....	3
Statement of Cash Flows.....	4
Notes to Financial Statements.....	5-6

ACCOUNTANT'S COMPILATION REPORT



Sanson, Kline, Jacomino, Tandoc & Gamarra, LLP
5805 Blue Lagoon Drive | Suite 220 | Miami, FL 33126
Tel: (305) 269-8633 | Fax: (305) 265-0652 | www.skjtg-cpa.com

Accountant's Compilation Report

The Board of Directors
The fStop Foundation, Inc.:

Management is responsible for the accompanying financial statements of The fStop Foundation, Inc., a non-profit organization, which comprise the statement of financial position as of December 31, 2017 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. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Sanson Kline Jacomino Tandoc & Gamarra, LLP

Miami, Florida
February 9, 2018

FINANCIAL STATEMENTS

The fStop Foundation, Inc.
STATEMENT OF FINANCIAL POSITION
December 31, 2017
(See accountant's compilation report)

Assets	
Cash	<u>\$ 35,004</u>
Net assets	
Unrestricted	<u>\$ 35,004</u>

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

The fStop Foundation, Inc.

STATEMENT OF ACTIVITIES

For the year ended December 31, 2017
(See accountant's compilation report)

	<u>Unrestricted</u>
Revenue and support:	
Contributions	\$ 47,848
Total revenue and support	<u>47,848</u>
Expenses:	
Program services:	
Grants	5,000
Supplies	1,355
Total program services	<u>6,355</u>
Supporting services:	
Management and general:	
Bank and merchant fees	170
Insurance	3,544
Licenses and permits	373
Professional fees	7,703
Total supporting services	<u>11,790</u>
Total expenses	<u>18,145</u>
Change in net assets	29,703
Net assets - beginning of year	<u>5,301</u>
Net assets - end of year	<u>\$ 35,004</u>

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

The fStop Foundation, Inc.

STATEMENT OF CASH FLOWS

For the year ended December 31, 2017
(See accountant's compilation report)

Cash flows from operating activities	
Change in net assets	\$ 29,703
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Increase (decrease) in liabilities:	
Accounts payable and accrued liabilities	<u>(4,573)</u>
Net cash provided by operating activities	<u>25,130</u>
Net increase in cash	25,130
Cash - beginning of year	<u>9,874</u>
Cash - end of year	<u><u>\$ 35,004</u></u>

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

NOTES TO FINANCIAL STATEMENTS

December 31, 2017

NOTE 1 – NATURE OF ORGANIZATION

The fStop Foundation, Inc. (the "Organization") is a non-profit organization incorporated in the state of Florida on December 14, 2015. Its primary purpose is to create a positive effect in conservation by creating awareness through the use of photography.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of the Organization's significant accounting policies is presented to assist the reader in interpreting the financial statements. The policies are considered essential and should be read in conjunction with the financial statements.

A. Basis of presentation

The financial statements have been prepared on the accrual basis of accounting. Classification of the Organization's net assets, its revenue and expenses, and gains and losses are based on the existence or absence of donor-imposed restrictions. Net assets can be classified in the following categories:

- (i) Unrestricted – consists of net assets that are neither temporarily nor permanently restricted by donor-imposed stipulations.
- (ii) Temporarily restricted – represent net assets with a donor-imposed restriction that is satisfied either by the passage of time or by actions of the Organization.
- (iii) Permanently restricted – result primarily from contributions and other inflows of assets whose use by the Organization is limited by legally imposed stipulations that neither expire by the passage of time nor can be fulfilled or otherwise removed by actions of the Organization.

Expiration of donor-imposed stipulations that simultaneously increase one class of net assets and decrease another are reported as reclassifications between the applicable classes of net assets.

B. Revenue and revenue recognition

The Organization's revenue sources are primarily from contributions. Contributions are recognized when earned.

Contributions are reported as unrestricted, temporarily restricted, or permanently restricted support depending on the existence of any donor restrictions. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are classified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

C. Donated goods and services

Donated goods and services are reflected as in-kind contributions and expensed in the statement of activities. These donations are recorded at fair market value when received and when there is an objective basis for determining such values. The Organization did not have any in-kind contributions for the year ended December 31, 2017.

D. Functional allocation of expenses

The cost of providing programs and other activities are summarized on a functional basis in the statement of activities. Accordingly, certain costs are allocated among the programs and supporting services benefited.

NOTES TO FINANCIAL STATEMENTS (Continued)

December 31, 2017

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Income taxes

The Organization is exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code, except for unrelated business income, which is taxable. As a result, no income tax provision or liability has been provided in the accompanying financial statements. The Organization has also been classified as an entity that is not a private foundation within the meaning of Section 509(a) of the Internal Revenue Code, and qualifies for deductible contributions as provided in Section 170(c)(2) of the Internal Revenue Code.

In June 2006, the Financial Accounting Standards Board (FASB) issued FASB ASC 740-10, *Accounting for Uncertainty in Income Taxes*, which prescribed a comprehensive model for how an entity should measure, recognize, present, and disclose in its financial statements uncertain tax positions that the entity has taken or expects to take on a tax return. In the unlikely event an uncertain tax position exists in which the Organization could incur income taxes, the Organization would evaluate whether there is a probability that the uncertain tax position taken would be sustained upon examination by a taxing authority. Reserves for uncertain tax positions would then be recorded if the Organization determined that it is probable that either a position would not be sustained upon examination or if a payment would have to be made to a taxing authority and the amount was reasonably estimable.

As of December 31, 2017, the Organization does not believe it has any uncertain tax positions that would result in the Organization having a liability to a taxing authority. The Organization is subject to federal and state tax examinations for tax year 2016 (its first year of filing) and 2017, generally three years from the date the returns are filed. However, the Organization is not aware of any on-going examinations.

F. 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 amounts reported in the financial statements and accompanying notes. Although these estimates are based on management's knowledge of current events and actions it may undertake in the future, they may ultimately differ from actual results.

G. Subsequent events

The Organization evaluated subsequent events through February 9, 2018, the date the financial statements were available to be issued.