

THE FSTOP FOUNDATION, INC.

Financial Statements

December 31, 2018

(With Accountant's Compilation Report Thereon)

The fStop Foundation, Inc.

December 31, 2018

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ACCOUNTANT'S COMPILATION REPORT



CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS

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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, 2018 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
March 18, 2019

FINANCIAL STATEMENTS

The fStop Foundation, Inc.
STATEMENT OF FINANCIAL POSITION
December 31, 2018
(See accountant's compilation report)

| | |
|-------------------|------------------|
| Assets | |
| Cash | <u>\$ 38,237</u> |
| Net assets | |
| Unrestricted | <u>\$ 38,237</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, 2018
(See accountant's compilation report)

| | <u>Without Donor Restrictions</u> |
|---------------------------------------|--|
| Revenue and support: | |
| Contributions | \$ 66,398 |
| Total revenue and support | <u>66,398</u> |
| Expenses: | |
| Program services: | |
| Grants | 12,259 |
| Supplies | <u>14,619</u> |
| Total program services | <u>26,878</u> |
| Supporting services: | |
| Management and general: | |
| Bank and merchant fees | 26 |
| Licenses and permits | 136 |
| Printing and copying | 110 |
| Professional fees | 35,747 |
| Supplies | <u>268</u> |
| Total supporting services | <u>36,287</u> |
| Total expenses | <u>63,165</u> |
| Change in net assets | 3,233 |
| Net assets - beginning of year | <u>35,004</u> |
| Net assets - end of year | <u>\$ 38,237</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, 2018
(See accountant's compilation report)

| | |
|---|-------------------------|
| Cash flows from operating activities | |
| Change in net assets | <u>3,233</u> |
| Net increase in cash | 3,233 |
| Cash - beginning of year | <u>35,004</u> |
| Cash - end of year | <u><u>\$ 38,237</u></u> |

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

NOTES TO FINANCIAL STATEMENTS

December 31, 2018

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. The fStop Foundation, Inc. is a 100% volunteer organization with no paid employees.

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 Foundation's net assets, its revenue and expenses, and gains and losses are based on the existence or absence of donor/grantor-imposed restrictions. Net assets can be classified in the following categories:

- (i) *Net assets without donor restrictions* – consists of net assets that are not subject to donor/grantor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Foundation, at the discretion of management and the board of directors.
- (ii) *Net assets with donor restrictions* – represent net assets subject to stipulations imposed by donors and/or grantors. Some donor/grantor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor/grantor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor/grantor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

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.

B. Revenue and revenue recognition

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

Contributions are recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor/grantor-imposed 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, 2018.

NOTES TO FINANCIAL STATEMENTS (Continued)

December 31, 2018

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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.

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, 2018, 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), 2017 and 2018, 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 March 18, 2019, the date the financial statements were available to be issued.

NOTE 3 – AVAILABILITY AND LIQUIDITY

The following reflects the Foundation's financial assets at December 31, 2018, reduced by amounts that are not available to meet general expenses within one year of the statement of financial position date, where applicable:

The fStop Foundation, Inc.

NOTES TO FINANCIAL STATEMENTS (Continued)

December 31, 2018

NOTE 3 – AVAILABILITY AND LIQUIDITY (Continued)

| | <u>Amount</u> |
|---|-------------------------|
| Financial assets at year-end: | |
| Cash | \$ <u>38,237</u> |
| Financial assets available to meet general obligations over the next twelve months | \$ <u><u>38,237</u></u> |

The Foundation regularly monitors the availability of resources required to meet its operating needs, and manages its liquidity by operating within a prudent range of financial soundness and stability and maintaining adequate liquid assets to fund near-term operating needs. The Foundation anticipates, on an annual basis, collecting sufficient revenue to cover its general expenses. Any surpluses at the end of the year are carried forward for use in the subsequent year.