

WON COMMUNITY SERVICE CENTER

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REPORT ON REVIEW  
OF FINANCIAL STATEMENTS

FOR THE YEARS ENDED  
DECEMBER 31, 2015 AND 2014

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WON COMMUNITY SERVICE CENTER

STATEMENTS OF ASSETS, LIABILITIES AND NET ASSETS - CASH BASIS

DECEMBER 31, 2015 AND 2014

	<u>2015</u>	<u>2014</u>
<b>ASSETS</b>		
Cash and cash equivalents	<u>\$ 2,560</u>	<u>\$ 18,440</u>
<b>TOTAL ASSETS</b>	<u>\$ 2,560</u>	<u>\$ 18,440</u>
<b>LIABILITIES AND NET ASSETS</b>		
Liabilities	\$ -	\$ -
Net Assets		
Unrestricted	<u>2,560</u>	<u>18,440</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u>\$ 2,560</u>	<u>\$ 18,440</u>

See accompanying notes and independent accountant's review report.

WON COMMUNITY SERVICE CENTER

STATEMENTS OF SUPPORT, REVENUE, AND EXPENSES - CASH BASIS

YEARS ENDED DECEMBER 31, 2015 AND 2014

	<u>2015</u>	<u>2014</u>
<b>SUPPORT AND REVENUE</b>		
Government grants	\$ 5,614	\$ 42,492
Grants and donations	26,126	21,716
Contributed services	103,229	119,176
Investment income	22	111
Other income	-	215
<b>TOTAL SUPPORT AND REVENUE</b>	<u>134,991</u>	<u>183,710</u>
 <b>EXPENSES</b>		
Personnel costs	100,432	136,384
Professional fees	26,538	26,740
Supplies	7,666	12,350
Utilities	6,274	5,504
Communication	3,542	4,700
Insurance	3,305	4,467
Awards	1,450	1,800
Scholarship grant	1,000	1,500
Travel	514	1,378
Car	-	708
Advertising	150	400
<b>TOTAL EXPENSES</b>	<u>150,871</u>	<u>195,931</u>
 <b>DECREASE IN NET ASSETS</b>	 (15,880)	 (12,221)
 <b>NET ASSETS - Beginning of Year</b>	 <u>18,440</u>	 <u>30,661</u>
 <b>NET ASSETS - End of Year</b>	 <u>\$ 2,560</u>	 <u>\$ 18,440</u>

See accompanying notes and independent accountant's review report.

WON COMMUNITY SERVICE CENTER

NOTES TO FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014

The Won Community Service Center is a Pennsylvania not-for-profit organization located in Abington, Pennsylvania, providing social services, educational activities, adult English language instruction for low income minority immigrants and English language instruction for children of low income minority immigrants. Won Community Service Center qualifies as a tax-exempt organization under Section 501(c)3 of the Internal Revenue Code; accordingly, there is no income tax applicable to its activities.

1 Summary of Significant Accounting Policies

The significant accounting policies followed by the Center are described below to enhance the usefulness of the financial statements to the reader.

**Cash Basis** - The accompanying financial statements have been prepared on the cash basis of accounting. Under that basis, the only assets recognized are cash, and no liabilities are recognized. The cash basis differs from generally accepted accounting principles primarily because the effects of outstanding pledges receivable and obligations for unpaid invoices at the date of the financial statements are not included in the financial statements.

**Cash and Cash Equivalents** - Cash and cash equivalents includes cash on deposit, cash on hand, and money market funds to be cash.

**Contributions** - The Center records contributions of cash and other assets when an unconditional promise to give such assets is received from a donor. Contributions are recorded at the fair market value of the assets received and are classified as either permanently restricted, temporarily restricted or unrestricted, depending on whether the donor has imposed a restriction on the use of such assets. However, support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is received.

**Use of Estimates** - The preparation of financial statements in conformity with generally accepted accounting principles 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 the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**Compensated Absences** - Employees of the Center are entitled to paid vacations, sick days and other time off depending on length of service and other factors. It is impractical to estimate the amount of compensation for future absences and, accordingly, no liability has been recorded in the accompanying financial statements. The Center's policy is to recognize the costs of compensated absences when paid to employees.

WON COMMUNITY SERVICE CENTER

NOTES TO FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014

1 Summary of Significant Accounting Policies (continued)

Advertising -- The Center follows the policy of charging the costs of advertising to expense as incurred.

Income Taxes - The Center adopted the accounting standard related to the recognition and measurement of uncertain tax positions. The adoption of this standard had no financial statement effect for the Center. The Center is no longer subject to federal and state tax examinations for the years prior to 2012.

2 Concentration of Risk

The Center maintains its cash and cash equivalents in bank deposit accounts, which, at times, may exceed federally insured limits. The Center has not experienced any losses in such accounts. Management believes the Center is not exposed to any significant credit risk related to cash and cash equivalents.

3 Contributed Services

The Center received contributed services as described below. These items have been recorded at their estimated fair market value. The donated values are summarized as follows:

	<u>2015</u>	<u>2014</u>
Personnel costs	\$ 77,729	\$ 93,426
Professional fees	<u>25,500</u>	<u>25,750</u>
	<u>\$ 103,229</u>	<u>\$ 119,176</u>

4 Functional Expenses

The costs of providing program services and supporting services of the Center have been summarized on a functional basis in the following schedule. Costs for employee benefits have been allocated among the functional categories benefits.

	<u>2015</u>	<u>2014</u>
Program	\$ 108,548	\$ 137,937
Administration	<u>42,323</u>	<u>57,994</u>
	<u>\$ 150,871</u>	<u>\$ 195,931</u>

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NOTES TO FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014

5 Subsequent Event

The Center has evaluated all subsequent events through April 11, 2016, the date the financial statements were available to be issued.