



**FINANCIAL STATEMENTS
AND
SUPPLEMENTARY INFORMATION**

JUNE 30, 2019

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Smith Marion & Co. · Certified Public Accountants

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Arts Connection

San Bernardino, CA

To the Board of Directors:

The Board of Directors are responsible for the accompanying financial statements of Arts Connection, (a California not-for-profit corporation), which comprise the statement of assets, liabilities, and net assets—modified cash basis as of June 30, 2019, and the related statements of support and expenses—modified cash basis for the year then ended in accordance with the modified cash basis of accounting, and for determining that the modified cash basis of accounting is an acceptable financial reporting framework. 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 the completeness of the information provided by the Board of Directors. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these revised financial statements.

The financial statements are prepared in accordance with the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The Board of Directors has elected to omit substantially all of the disclosures ordinarily included in financial statements prepared in accordance with the modified cash basis of accounting. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the company's assets, liabilities, support and expenses. Accordingly, these financial statements are not designed for those who are not informed about such matters.

Smith Marion & Co

August 22, 2019

ARTS CONNECTION

Statement of Assets, Liabilities, and Net Assets - Modified Cash Basis

June 30, 2019

ASSETS**Current Assets**

Cash	\$ 38,703
Total Current Assets	<u>38,703</u>

TOTAL ASSETS\$ 38,703**LIABILITIES AND NET ASSETS****Current Liabilities**

Payroll liabilities	\$ 369
Total Current Liabilities	<u>369</u>

Net Assets

Net assets without donor restrictions	44,399
Change in net assets without donor restrictions	<u>(6,065)</u>
Total Net Assets	<u>38,334</u>

TOTAL LIABILITIES AND NET ASSETS\$ 38,703

ARTS CONNECTION
Statement of Support and Expenses - Modified Cash Basis
For the Year Ended June 30, 2019

SUPPORT	
Services	\$ 66,439
Total Support	<u>66,439</u>
EXPENSES	
Accounting	3,050
Advertising	601
Bank charges	50
Conference and meetings	4,240
Contract services	4,650
Dues and subscriptions	735
Facility rental	1,650
Fundraising	71
Insurance expense	3,285
Internet and website	2,609
Membership fees	75
Office expense	872
Payroll taxes	2,876
Printing and reproduction	483
Professional development	2,119
Professional fees	2,300
Rent	125
Sponsorship expense	2,102
Supplies	690
Taxes and Licenses	41
Telephone expense	437
Travel expenses	1,076
Utilities	142
Wages	38,225
Total Expenses	<u>72,504</u>
Change in Net Assets without donor restrictions	<u>\$ (6,065)</u>