
WHIDBEY COMMUNITY FOUNDATION
A Washington Non-Profit Corporation

Financial Statements

For the Year Ended December 31, 2018

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INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors
Whidbey Community Foundation
Coupeville, WA

We have reviewed the accompanying financial statements of Whidbey Community Foundation (the Foundation), which comprise the statement of financial position as of December 31, 2018, and the related statements of activities and changes in net assets, functional expenses and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of company management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility for the Financial Statements

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

Accountant's Responsibility

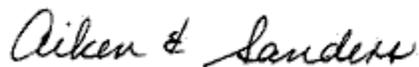
Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

Accountant's Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Summarized Comparative Information

We previously reviewed the Foundation's 2017 financial statements and in our conclusion dated May 25, 2018, stated that based on our review, we were not aware of any material modifications that should be made to the 2017 financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America. We are not aware of any material modifications that should be made to the summarized comparative information presented herein as of and for the year ended December 31, 2017, for it to be consistent with the reviewed financial statements from which it has been derived.



Aiken & Sanders, Inc., PS
Certified Public Accountants
& Consultants

July 10, 2019

WHIDBEY COMMUNITY FOUNDATION

STATEMENT OF FINANCIAL POSITION

December 31, 2018 (With Comparative Totals for 2017)	2018	2017
ASSETS		
Current Assets		
Cash	\$ <u>79,579</u>	\$ <u>43,126</u>
	<u>79,579</u>	<u>43,126</u>
Total Assets	\$ <u>79,579</u>	\$ <u>43,126</u>
LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts Payable	\$ <u>-</u>	\$ <u>2,350</u>
	<u>-</u>	<u>2,350</u>
Net Assets		
Without Donor Restrictions	55,544	32,471
With Donor Restrictions	<u>24,035</u>	<u>8,305</u>
	<u>79,579</u>	<u>40,776</u>
Total Liabilities and Net Assets	\$ <u>79,579</u>	\$ <u>43,126</u>

See accompanying notes and independent accountant's review report.

WHIDBEY COMMUNITY FOUNDATION

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

Year Ended December 31, 2018 (With Comparative Totals for 2017)			2018	2017
	Without Donor Restrictions	With Donor Restrictions	Total	Total
Support & Revenue				
Donations	\$ 41,607	\$ 45,200	\$ 86,807	64,700
Christmas Sculpture Fund	-	19,435	19,435	16,305
Grants	-	-	-	10,000
In-Kind	-	-	-	350
Interest Income	24	-	24	10
Release of Donor Restrictions	48,905	(48,905)	-	-
	90,536	15,730	106,266	91,365
Expenses				
Program Services	59,853	-	59,853	53,339
Administrative	3,337	-	3,337	11,201
Fundraising	4,273	-	4,273	6,088
	67,463	-	67,463	70,628
INCREASE (DECREASE) IN NET ASSETS	23,073	15,730	38,803	20,737
NET ASSETS, BEGINNING OF YEAR	32,471	8,305	40,776	20,039
NET ASSETS, END OF YEAR	\$ 55,544	\$ 24,035	\$ 79,579	\$ 40,776

See accompanying notes and independent accountant's review report.

WHIDBEY COMMUNITY FOUNDATION

STATEMENT OF FUNCTIONAL EXPENSES

Year Ended December 31, 2018 (With Comparative Totals for 2017)				2018			2017
	Program Services	Administrative	Fundraising	Total			Total
Grants	\$ 48,905	\$ -	\$ -	\$ 48,905	\$		37,350
Website, Rack Card, Phone, Mailbox	394	395	-	789			13,972
Donor Database	5,979	-	-	5,979			-
Fundraising Expenses	-	-	3,473	3,473			-
Consulting	-	-	800	800			7,650
Community Suites	-	-	-	-			5,435
Logo Revision, Stationary	-	-	-	-			2,813
Nonprofit Support Training	2,804	-	-	2,804			-
Professional Services	-	2,000	-	2,000			-
Marketing	759	-	-	759			-
Credit Card Fees	-	501	-	501			-
Fees & Dues	671	-	-	671			-
Training	-	200	-	200			1,692
Supplies	241	241	-	482			1,118
Equipment	-	-	-	-			100
Other	100	-	-	100			498
	\$ 59,853	\$ 3,337	\$ 4,273	\$ 67,463	\$		\$ 70,628

See accompanying notes and independent accountant's review report.

WHIDBEY COMMUNITY FOUNDATION

STATEMENT OF CASH FLOWS

Year Ended December 31, 2018 (With Comparative Totals for 2017)	2018	2017
Cash Flows from Operating Activities		
Increase (Decrease) in net assets	\$ 38,803	\$ 20,737
Adjustments to reconcile increase (decrease) in net assets to net cash provided (used) by operating activities:		
Increase (Decrease) in accounts payable	(2,350)	2,350
Net Cash Provided (Used) by Operating Activities	36,453	23,087
Cash Flows from Investing Activities	-	-
Cash Flows from Financing Activities	-	-
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	36,453	23,087
BEGINNING CASH AND CASH EQUIVALENTS	43,126	20,039
ENDING CASH AND CASH EQUIVALENTS	\$ 79,579	\$ 43,126

See accompanying notes and independent accountant's review report.

WHIDBEY COMMUNITY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2018

NOTE 1: SUMMARY OF ORGANIZATION & SIGNIFICANT ACCOUNTING POLICIES

Organization

The Whidbey Community Foundation (the Foundation) is a non-profit corporation established in 2016 and is dedicated to strengthening the communities of Whidbey Island for both present and future generations. The Foundation will accomplish this by:

- Establishing permanent charitable endowments to benefit Whidbey Island;
- By providing a vehicle for donors' varied interests and facilitate the philanthropic activities of citizens living in the area;
- By promoting and support local philanthropy and volunteerism;
- By providing leadership and resources in addressing local challenges and opportunities.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results may vary from the estimated amounts.

Financial Statement Presentation

Net assets and support and revenue are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Foundation and changes therein are classified and reported as follows:

Without Donor Restrictions – Net assets that are not subject to donor-imposed stipulations.

With Donor Restrictions – Net assets subject to donor-imposed stipulations that will be met by actions of the Foundation or by the passage of time. All with donor restriction net assets at December 31, 2018 and 2017, are restricted by each donor-imposed purpose and were \$24,035 and \$8,305, respectively.

The Foundation maintains its financial records on the accrual basis of accounting.

Revenues are reported as increases in without donor restriction net assets unless use of the related asset is limited by donor-imposed restrictions. Expenses are reported as decreases in with donor restriction net assets. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in the without donor restriction net assets unless their use is restricted by explicit donor stipulation or by law. Expirations of with donor restriction net assets (i.e. the donor-imposed stipulated purpose has been fulfilled) are reported as reclassifications between the applicable classes of net assets.

WHIDBEY COMMUNITY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2018

NOTE 1: SUMMARY OF ORGANIZATION & SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Liquidity and Availability

The Foundation has \$79,579 of financial assets available within one year of the statement of financial position date to meet cash needs for general expenditure, consisting of cash of \$79,579, as of December 31, 2018. The Foundation has \$43,126 of financial assets available within one year of the statement of financial position date to meet cash needs for general expenditure, consisting of cash of \$43,126, as of December 31, 2017. None of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditures within one year of the statement of financial position date. The Foundation has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

Support

The Foundation receives a substantial amount of its support and revenue from donations. If a significant change or reduction in the level of this support and revenue occurred, it might have a significant effect on the Foundation's programs and activities.

Allocation of Indirect Costs

For the 2018 and 2017 year, all categories of expenses are direct. There were no allocations of indirect costs during the years.

Statement of Cash flows

Cash and cash equivalents include cash on hand and cash on deposit in financial institutions.

Income Taxes

The Foundation is exempt from federal income taxes under Internal Revenue Code Section 501(c)(3) and is not classified as a private foundation. The Foundation's tax returns are open to examination for years ended December 31, 2016 through 2018.

Subsequent Events

Management of the Foundation has evaluated subsequent events through July 10, 2019, the date on which these financial statements were available to be issued, which is the same date as the independent auditor's report.

NOTE 2: RELATED PARTY TRANSACTIONS

Related party contributions for the years ended December, 31, 2018 and 2017, represent approximately 23% and 77%, respectively, of the total donations on the statement of activities and changes in net assets.

WHIDBEY COMMUNITY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2018

NOTE 3: CHANGE IN ACCOUNTING PRINCIPLE

The Foundation adopted Accounting Standards Update 2016-14 (ASU 2016-14) during the year ended December 31, 2018. ASU 2016-14 requires net assets to be presented as ‘without donor restrictions’ and ‘with donor restrictions’ on the statement of financial position. Also on the statement of activities, the columns will be labeled as ‘without donor restrictions’ and ‘with donor restrictions’. Prior to adoption, the net assets on the statement of financial position were presented as unrestricted, temporarily restricted, and permanently restricted. Also on the statement of activities, the columns were also labeled as unrestricted, temporarily restricted, and permanently restricted. ASU 2016-14 states that it should be applied on a retrospective basis for comparative basis financial statements in the year of adoption. There was no changes in the net asset classes and there was no reclassifications.