

Osceola County Historical Society, Inc.

Financial Statements

September 30, 2014

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Osceola County Historical Society, Inc.
750 N Bass Road
Kissimmee, FL 34746

We have audited the accompanying Statement of Financial Position of Osceola County Historical Society, Inc. as of September 30, 2014 and the Statement of Functional Expenses, Statement of Cash Flows, and the related Statement of Activities for the year then ended. These financial statements are the responsibility of management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Osceola County Historical Society, Inc. as of September 30, 2014 and the results of its operations for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

David M. Cole, CPA, LLC
Certified Public Accountant

Orlando, Florida
June 13, 2015

Osceola County Historical Society, Inc.
Years Ended September 30, 2013 and 2014

	2013	2014
ASSETS		
Cash	\$ 311,187	\$ 297,664
Petty Cash	123	443
Total Current Assets	\$ 311,310	\$ 298,107
Property and Equipment		
Land	81,897	81,897
Building	293,110	302,444
Tourist Center	80,000	80,000
Furniture and Fixtures	137,536	137,536
Accumulated Depreciation	(365,590)	(389,127)
Total Property and Equipment	226,953	212,750
Total Assets	\$ 538,263	\$ 510,857
Liabilities and Net Assets		
Liabilities		
Unearned Revenue	\$ -	\$ -
Total Liabilities	-	-
NET ASSETS		
Unrestricted	538,263	510,857
Temporarily Restricted	-	-
Restricted	-	-
Total Net Assets	538,263	510,857
Total Liabilities and Net Assets	\$ 538,263	\$ 510,857

The accompanying accountant's report and notes are an integral part of the financial statements.

Osceola County Historical Society, Inc.
Statement of Activities
Years Ended September 30, 2013 and 2014

Changes in Unrestricted Net Assets	2013	2014
Revenues, Grants and Other Support		
Contributions & Fundraising	128,382	120,909
Interest Income	711	519
Grant Income	408,173	329,510
Total Revenue, Grants and Other Support	<u>537,266</u>	<u>450,938</u>
Expenses		
Programs	429,268	334,867
General and Administrative	124,585	143,476
Total Expenses	<u>553,853</u>	<u>478,344</u>
Total Change in Unrestricted Net Assets	<u>(16,587)</u>	<u>(27,406)</u>
Changes in Temporarily Restricted Assets	-	
Changes in Restricted Assets	-	
Net Assets Beginning of Year	554,850	538,263
Prior Period Adjustments	-	
Net Assets End of Year	<u>538,263</u>	<u>510,857</u>

The accompanying accountant's report and notes are an integral part of the financial statements.

HEALING THE CHILDREN - FLORIDA, INC.
Statement of Cash Flows
For the Years Ended September 30, 2013 and 2014

	2013	2014
CASH FLOWS FROM OPERATING ACTIVITES		
Changes in Net Assets	\$ (16,587)	(27,406)
Adjustments to reconcile changes in Net Assets to Net Cash Used by Operating Activities		
Depreciation	19,043	23,537
(Increase) Decrease in Assets	-	
Accounts Receivable	-	
Prepaid Expenses		
Increase (Decrease) in Liabilities		
Unearned Revenue	-	
Payroll Tax Payable	-	
Net Cash Provided by Operating Activities	2,456	(3,869)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of Furniture & Fixtures	-	(9,334)
Net cash provided (used) by investing activities	-	-
CASH FLOWS FROM FINANCING ACTIVITIES:		
	-	-
Net Increase (Decrease) in Cash	2,456	(13,203)
CASH AND CASH EQUIVALENTS -		
Beginning of period	308,854	311,310
CASH AND CASH EQUIVALENTS -		
End of period	\$ 311,310	\$ 298,107

The accompanying accountant's report and notes are an integral part of the financial statements.

**Osceola County Historical Society, Inc.
Statement of Functional Expenses
Year Ended September 30, 2014**

	Programs	General and Administrative	Total Expenses
Payroll and Related Expenses	172,089	92,663	264,752.00
Accounting & Audit Services	1,950	1,050	3,000.00
Advertising Expense	28,803	15,509	44,311.75
Depreciation and Amortization	15,299	8,238	23,537.00
Education	52	28	80.00
Insurance	10,757	5,792	16,548.48
Direct Program Expenses	68,412	-	68,411.61
Office Expense	4,878	2,626	7,504.25
Dues and Subscriptions	2,699	1,453	4,151.61
Postage and Printing	1,382	744	2,125.41
Supplies	4,115	2,216	6,330.45
Annual Meeting	5,408	2,912	8,320.56
Travel	2,705	1,456	4,161.18
Equipment Maintenance	8,057	4,339	12,395.78
Telephone	8,264	4,450	12,713.53
	<hr/>	<hr/>	<hr/>
Total Functional Expenses	<u>\$ 334,867</u>	<u>\$ 143,476</u>	<u>\$ 478,344</u>

The accompanying accountant's report and notes are an integral part of the financial statements.

OSCEOLA COUNTY HISTORICAL SOCIETY, INC.
Notes to Financial Statements
September 30, 2014

Organization and Purpose

Osceola County Historical Society, Inc. was incorporated in the State of Florida on April 23, 1984, with a mission to preserve Osceola County's rich past while sharing it with residents and visitors. It is a not-for-profit corporation for the purpose of collecting, arranging, restoring and preserving historical artifacts of Osceola County.

Basis of Accounting

Osceola County Historical Society, Inc. follows standards of accounting and financial reporting prescribed for voluntary health and welfare agencies. It uses the accrual basis of accounting, which recognizes revenue when earned and expenses as incurred. Local grants are recorded as support when performance occurs under the terms of the grant agreement.

The costs of providing the various programs and other activities have been detailed in the Statement of Functional Expenses and summarized on a functional basis in the Statement of Activities. Expenses that are associated with a specific program are charged directly to that program. Expenses that benefit more than one program are allocated to the various programs based on benefits provided.

Promises to Give

Contributions are recognized when the donor makes a promise to give the Organization that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

The Organization uses the allowance method to determine uncollectible unconditional promises receivable. The allowance is based in prior years' experience and management's analysis of specific promises made. No allowance has been provided for in 2014.

Property and Depreciation

Osceola County Historical Society, Inc. follows the practice of capitalizing all expenditures for equipment in excess of \$500, or if donated, at fair market value at the date of acquisition. Uses of operating funds for acquisitions and principal debt service payments are accounted for as transfers to the equipment fund.

Proceeds from the sale of fixed assets, if unrestricted, are transferred to operating fund balances, or if restricted, to defer amounts restricted for plant acquisitions. Depreciation expense for assets is calculated on an accelerated cost recovery system over the assets' estimated useful lives.

Property and Equipment

Property and Equipment as of September 30, 2014 was

Buildings and Improvements	\$373,110
Land	81,897
Equipment	<u>137,536</u>
	592,543
Less accumulated depreciation	<u>(388,671)</u>
	<u>\$ 203,872</u>

Depreciation expense for the year ended September 30, 2014 was \$23,081.

Exhibits and Artifacts

A substantial portion of the Society's exhibits and artifacts are items which have been donated, but for which no value has been assigned. The society has elected to exercise the option to not capitalize the items that meet the definition on "collections" as prescribed by accounting principles generally accepted in the United States of America. Therefore, the fair value of donated exhibits and artifacts is not reflected in the accompanying financial statements.

Income Taxes

The Organization has been granted an exemption from income taxes under Internal Revenue Code, Section 501 (C) (3) as a non-profit corporation.

Cash and Cash Equivalents

For purposes of the Statement of Cash Flows, the Organization considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Certificates of Deposits

Osceola County Historical Society, Inc. had no active Certificate of Deposit at September 30, 2014