

**QUAKER LAKE CAMP FOUNDATION**

**FINANCIAL STATEMENTS**

December 31, 2019

**WILLIAM R.  
HONEYCUTT**

**CERTIFIED PUBLIC ACCOUNTANT, PLLC**

**QUAKER LAKE CAMP FOUNDATION**

**CONTENTS**

	<b><u>Page</u></b>
<b>INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS</b>	1-2
<b>FINANCIAL STATEMENTS</b>	
Statement of Financial Position	3
Statement of Activities	4
Statement of Cash Flows	5
Notes to Financial Statements	6-9



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## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
Quaker Lake Camp Foundation  
Climax, North Carolina

I have audited the accompanying financial statements of Quaker Lake Camp Foundation (a nonprofit organization), which comprise the statement of financial position as of December 31, 2019, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements.

### **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.

### **Auditor's Responsibility**

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, I express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

**Opinion**

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Quaker Lake Camp Foundation as of December 31, 2019, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

February 19, 2020



William R. Huneycutt, CPA, PLLC  
Asheboro, North Carolina

**QUAKER LAKE CAMP FOUNDATION**

**STATEMENT OF FINANCIAL POSITION**

December 31, 2019

	<u>2019</u>
<b>Assets:</b>	
Cash and cash equivalents	\$ 25,487
Restricted cash and cash equivalents	<u>19,207</u>
<b>Total Current Assets</b>	<u>44,694</u>
<b>Total Assets</b>	<u>\$ 44,694</u>
<b>Net Assets:</b>	
Without donor restrictions	25,487
With donor restrictions	<u>19,207</u>
<b>Total Net Assets</b>	<u>\$ 44,694</u>

## QUAKER LAKE CAMP FOUNDATION

### STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2019

	2019		
	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
<b>Revenues, Gains and Other Support:</b>			
Contributions	\$ 7,781	\$ 19,207	\$ 26,988
Golf tournament proceeds	37,433	-	37,433
Income earned on investments	83	-	83
<b>Total Revenues, Gains and Other Support</b>	<u>45,297</u>	<u>19,207</u>	<u>64,504</u>
<b>Expenses:</b>			
Contributions to Quaker Lake Camp for:			
Support of various camp programs	19,454	-	19,454
Management and general	356	-	356
<b>Total Expenses</b>	<u>19,810</u>	<u>-</u>	<u>19,810</u>
<b>Change in Net Assets</b>	25,487	19,207	44,694
<b>Net Assets - Beginning of Year</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net Assets - End of Year</b>	<u>\$ 25,487</u>	<u>\$ 19,207</u>	<u>\$ 44,694</u>

**QUAKER LAKE CAMP FOUNDATION**

**STATEMENTS OF CASH FLOWS**

For the Years Ended December 31, 2019

	<u>2019</u>
<b>Cash Flows from Operating Activities:</b>	
Change in net assets	\$ 44,694
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>44,694</b>
<b>Cash and Cash Equivalents - Beginning of Year</b>	<u>-</u>
<b>Cash and Cash Equivalents - End of Year</b>	<u><u>\$ 44,694</u></u>

## QUAKER LAKE CAMP FOUNDATION

### NOTES TO FINANCIAL STATEMENTS

December 31, 2019

#### Note 1 - Summary of Significant Accounting Policies

##### Nature of Activity

Quaker Lake Camp Foundation. (the Foundation) is a legally separate nonprofit organization incorporated on November 16, 2017. The Foundation serves a supporting role by raising, managing, and distributing funds for Quaker Lake Camp and its ministries.

##### Income Taxes

The Foundation is tax-exempt as an organization described in Section 501(c)(3) of the Internal Revenue Code.

##### Basis of Presentation

The financial statements of Quaker Lake Camp Foundation have been prepared in accordance with U.S. generally accepted accounting principles("US GAAP"), which require the Foundation to report information regarding its financial position and activities according to the following net asset classifications:

Net assets without donor restrictions - Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the organization. These net assets may be used at the discretion of the Foundation's management and the board of directors.

Net assets with donor restrictions - Net assets subject to stipulations imposed by donors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Foundation or the passage of time. Other donor restrictions are perpetual in nature, where by the donor has stipulated the funds be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statement of activities.

##### Basis of Accounting

The Foundation's financial statements have been prepared on the accrual basis of accounting.

##### 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 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.



## QUAKER LAKE CAMP FOUNDATION

### NOTES TO FINANCIAL STATEMENTS (CONTINUED)

#### Note 1 - Summary of Significant Accounting Policies (Concluded)

##### Cash and Cash Equivalents

The Foundation considers all highly liquid short-term investments to be cash equivalents. Short-term investments include amounts on deposit held by a fiscal agent.

##### Donated Services

The Foundation received donated services from a variety of unpaid board and committee members assisting the Foundation in administrative duties. No amounts have been recognized in the accounting statement of activities because the criteria for recognition of such volunteer effort under FASB ASC 958-605 have not been satisfied.

##### Donated Materials, Facilities, and Equipment

The Foundation reports donated materials, facilities, and equipment at their estimated values at the date of receipt. During the years ended December 31, 2019 office space and some personnel support were provided to the Foundation at no charge by Quaker Lake Camp. Due to the relationship between the two organizations, no in-kind support has been recognized in these financial statements for facilities or personnel.

##### Contributions

Contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor-imposed restrictions. Contributions that are restricted by the donor are reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the contribution is recognized. All other donor restricted contributions are reported as an increase in net assets with donor restrictions, depending on the nature of restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

##### Functional Expenses

The costs of providing program and other activities have been summarized on a functional basis in Note 4. The Foundation has chosen not to allocate expenses between functions due to the nature of the expenses.

##### New Accounting Pronouncement

On August 18, 2016, FASB issued ASU 2016-14, "Not-for-Profit Entities (Topic 958) – *Presentation of Financial Statements of Not-for-Profit Entities*. The update addresses the complexity and understandability of net asset classification, deficiencies in information about liquidity and availability of resources, and the lack of consistency in the type of information provided about expenses and investment return. The Foundation has adjusted the presentation of these statements accordingly.

**QUAKER LAKE CAMP FOUNDATION**

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

**Note 2 – Availability and Liquidity**

The following represents Quaker Lake Camp Foundation’s financial assets at December 31, 2019:

Financial assets at year end:		<u>2019</u>	
Cash and cash equivalents	\$	<u>44,694</u>	
Total financial assets		<u>44,694</u>	
Less amounts not available to be used within one year:			
Net assets with donor restrictions		<u>19,207</u>	
Financial assets available to meet general expenditures over the next twelve months	\$	<u>25,487</u>	

Quaker Lake Camp Foundation’s liquidity plan is to generally maintain a cash balance in checking to meet 90 days of operating expenses. As noted in the Memorandum of Understanding between Quaker Lake Camp and the QLC Foundation, Quaker Lake Camp will assume financial responsibility for some QLC Foundation expenses while the Foundation is in its infancy.

**Note 3 - Concentration of Credit Risk**

All operating cash funds of the Foundation are deposited in board-designated official depository. These balances are insured by the Federal Deposit Insurance Corporation up to \$250,000, respectively, per type of account. At December 31, 2019, there were no uninsured bank balances.

**Note 4 - Functional Expenses**

Expenses were incurred for:

	<u>Total</u>	<u>Contributions in Support of Quaker Lake Camp</u>	<u>Management and General</u>
Support of programs	\$ 19,454	\$ 19,454	\$ -
Office expenses	<u>356</u>	<u>-</u>	<u>356</u>
Total	<u>\$ 19,810</u>	<u>\$ 19,454</u>	<u>\$ 356</u>

**OUAKER LAKE CAMP FOUNDATION**

**NOTES TO FINANCIAL STATEMENTS (CONCLUDED)**

**Note 5 - Net Assets with Donor Restrictions**

Net assets with donor restrictions were as follows for the years ended December 31, 2019:

	<u>2019</u>
Purpose restriction:	
Camper scholarship	\$ <u>100</u>
	\$ <u>100</u>
	<u>2019</u>
Funds to be maintained in perpetuity:	
Endowment fund for program support	\$ <u>19,107</u>
	<u>19,107</u>
Net assets with donor restrictions	\$ <u>19,207</u>

**Note 6 - Related Party Transactions**

There were no related party transactions in the year ended December 31, 2019.

**Note 7 - Evaluation of Subsequent Events**

The Foundation has evaluated subsequent events through February 19, 2020, which is the date the financial statements were available to be issued. The Foundation is not aware of any material subsequent events.