

Let's Start  a support process for women

Saint Louis, Missouri

Financial Statements
with
Independent Auditor's Report

Year Ended August 31, 2012

Let's Start, Inc.
Table of Contents

Independent Auditor's Report	1
Statement of Financial Position	2
Statement of Activities and Change in Net Assets	3
Statement of Cash Flows	4
Statement of Functional Expenses.....	5
Notes to Financial Statements	6-7



CATLETT & ASSOCIATES, LLC ■ CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Let's Start, Inc.
Saint Louis, Missouri

We have audited the accompanying statements of financial position of Let's Start, Inc. (a nonprofit organization) as of August 31, 2012, and the related statements of activities, cash flows and functional expenses for the year then ended. These financial statements are the responsibility of the Organization's 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 Let's Start as of August 31, 2012, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Catlett & Associates, LLC

Saint Peters, Missouri
January 9, 2013

Let's Start, Inc.
Statement of Financial Position
August 31, 2012

ASSETS

Current Assets

Cash and cash equivalents	\$	203,942
Prepaid expense		<u>2,975</u>
Total Current Assets		206,917

Property and Equipment

Equipment		3,649
Accumulated depreciation		<u>(3,087)</u>
Net Property and Equipment		562

TOTAL ASSETS \$ 207,479

LIABILITIES AND NET ASSETS

Current Liabilities

Accrued expense	\$	977
Unearned income		<u>29,700</u>
Total Current Liabilities		30,677

Net Assets

Unrestricted		<u>176,802</u>
Total Net Assets		<u>176,802</u>

TOTAL LIABILITIES & NET ASSETS \$ 207,479

The accompanying notes are an integral part of these financial statements.

Let's Start, Inc.
Statement of Activities
Year Ended August 31, 2012

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
INCOME			
Grants	\$ 20,000	\$ 46,300	\$ 66,300
Donations	16,890	5,341	22,231
Fund raising events	61,450	-	61,450
Other	4,074	-	4,074
Net assets released from restrictions	80,874	(80,874)	-
Total Income	<u>183,288</u>	<u>(29,233)</u>	<u>154,055</u>
EXPENSES			
Program	135,578	-	135,578
Management and general	26,300	-	26,300
Fundraising	40,707	-	40,707
Total Expenses	<u>202,585</u>	<u>-</u>	<u>202,585</u>
Income from operations	(19,297)	(29,233)	(48,530)
OTHER INCOME (EXPENSES)			
Other income	40	-	40
Interest income	1,890	-	1,890
Total Other Income	<u>1,930</u>	<u>-</u>	<u>1,930</u>
Change in net assets	(17,367)	(29,233)	(46,600)
Net assets, beginning of year	<u>194,169</u>	<u>29,233</u>	<u>223,402</u>
Net assets, end of year	<u><u>\$ 176,802</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 176,802</u></u>

The accompanying notes are an integral part of these financial statements.

Let's Start, Inc.
Statement of Cash Flows
Year Ended August 31, 2012

CASH FLOWS USED IN OPERATING ACTIVITIES

Change in net assets	\$	(46,600)
Adjustments to reconcile net income to net cash provided by operating activities:		
Cash provided by operating activities:		
Depreciation		406
Change in operating assets & liabilities		
Decrease in other receivables		1,562
Increase in prepaid expense		(1,239)
Increase in unearned income		12,230
Decrease in accrued expense		(880)
		<hr/>
Net Cash Used In Operating Activities		(34,521)
		<hr/>
NET CHANGE IN CASH		(34,521)
CASH AT BEGINNING OF YEAR		<hr/> 238,463
CASH AT END OF YEAR	\$	<hr/> <hr/> 203,942

The accompanying notes are an integral part of these financial statements.

Let's Start, Inc.
Statement of Functional Expenses
Year Ended August 31, 2012

Expenses	Program	Management and General	Fund Raising	Total
Personnel Costs				
Salaries and wages	\$ 82,311	\$ 10,645	\$ 23,272	\$ 116,228
Payroll taxes	9,242	736	2,613	12,591
Employee benefits	5,692	1,195	1,609	8,496
Total Personnel Costs	<u>97,245</u>	<u>12,576</u>	<u>27,494</u>	<u>137,315</u>
Other Operating Disbursements				
Children trips and activities	7,955	-	-	7,955
Conferences and meetings	-	874	-	874
Consulting fees	18,389	-	-	18,389
Depreciation	-	406	-	406
Fundraising	-	-	13,213	13,213
Group sessions	5,473	-	-	5,473
Insurance	-	48	-	48
Office expense	-	4,221	-	4,221
Outreach	6,516	-	-	6,516
Professional fees	-	5,775	-	5,775
Rent	-	2,400	-	2,400
Total Other Operating Expenses	<u>38,333</u>	<u>13,724</u>	<u>13,213</u>	<u>65,270</u>
Total Expense	<u><u>\$ 135,578</u></u>	<u><u>\$ 26,300</u></u>	<u><u>\$ 40,707</u></u>	<u><u>\$ 202,585</u></u>

The accompanying notes are an integral part of these financial statements.

Let's Start, Inc.
Notes to the Financial Statements
August 31, 2012

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

6. Contributions

The Organization follows accounting principles generally accepted in the United States of America, whereby contributions received are recorded as unrestricted, temporarily restricted or permanently restricted support depending on the existence and nature of any externally (donor) imposed restrictions. When a stipulated restriction expires, either by the time restriction expiring or the purpose restriction being accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

7. Donated Services

The Organization records the value of donated goods or services when there is an objective basis available to measure their value. The Organization receives donated services from unpaid volunteers who assist in fundraising and other projects, but the services of volunteer workers are not assigned a value as no objective basis is available by which to measure the value of such services. Other than the service of volunteer workers, the Organization did not receive any donated goods or services during the year ended August 31, 2012, thus none were recorded.

8. Cost Allocation

Costs are charged on a direct functional basis whenever practical, and all other costs are allocated on the basis of the proportional use of the service provided.

9. Property Dispositions

Upon disposition of property and equipment, the asset costs and related accumulated depreciation are eliminated from the respective accounts. Any gain or loss is included in current operations. Expenditures for maintenance and repairs which do not materially extend the life of assets are included in operating expenses.

10. Income Taxes

The Organization qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and is exempt from federal and state income taxes. Accordingly, no provision for income taxes has been made in the financial statements.

11. Estimates

The preparation of financial statement in conformity with generally accepted accounting principles requires management to make estimates and assumptions that may affect the reported amounts of assets and liabilities and disclosures 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.

12. Credit Risk

Financial instruments that could potentially subject the Organization to credit risk consist principally of cash balances in excess of federally insured limits.

NOTE C – SUBSEQUENT EVENTS

In preparing these financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through January 9, 2012, the date the financial statements were available to be issued.