

**YOU CAN BE MY ANGEL FOUNDATION**  
**REPORT FOR THE YEAR ENDED**  
**DECEMBER 31, 2016**

# YOU CAN BE MY ANGEL FOUNDATION

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CERTIFIED PUBLIC ACCOUNTANTS

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## **INDEPENDENT AUDITORS' REPORT**

To the Board of Directors  
You Can Be My Angel Foundation

We have audited the accompanying financial statements of You Can Be My Angel Foundation (a nonprofit organization), which comprise the statement of assets, liabilities and unrestricted net assets - cash basis as of December 31, 2016, and the related statement of unrestricted revenues, support and expenses, and changes in unrestricted net assets - cash basis 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 the cash basis of accounting as described in Note 2; this includes determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for 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.

### **Auditors' Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with U.S. generally accepted auditing standards. Those standards require that we 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 auditors' 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, we 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

## **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities, and unrestricted net assets of You Can Be My Angel Foundation as of December 31, 2016, and its unrestricted revenues, support and expenses, and changes in unrestricted net assets for the year then ended in accordance with the cash basis of accounting as described in Note 2.

## **Basis of Accounting**

We draw attention to Note 2 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the cash basis of accounting, which is a basis of accounting other than U.S. generally accepted accounting principles. Our opinion is not modified with respect to this matter.

*Michael Silver & Company*

Certified Public Accountants

Skokie, Illinois  
June 28, 2017

**YOU CAN BE MY ANGEL FOUNDATION**  
**STATEMENT OF ASSETS, LIABILITIES AND UNRESTRICTED NET ASSETS -**  
**CASH BASIS**  
**DECEMBER 31, 2016**

**ASSETS**

Cash	\$ <u>153,761</u>
TOTAL ASSETS AND UNRESTRICTED NET ASSETS	\$ <u><u>153,761</u></u>

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

**YOU CAN BE MY ANGEL FOUNDATION**

**STATEMENT OF UNRESTRICTED REVENUES, SUPPORT AND EXPENSES, AND  
CHANGES IN UNRESTRICTED NET ASSETS - CASH BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2016**

Revenues And Support	
Contributions	\$ 242,108
Special events	<u>124,448</u>
Total revenues and support	<u>366,556</u>
Expenses	
Program services	307,594
Management and general	50,466
Fundraising	<u>18,542</u>
Total expenses	<u>376,602</u>
Decrease In Unrestricted Net Assets	(10,046)
Unrestricted Net Assets - Beginning Of Year	<u>163,807</u>
Unrestricted Net Assets - End Of Year	<u>\$ 153,761</u>

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

**YOU CAN BE MY ANGEL FOUNDATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2016**

**1 - Nature Of The Organization**

You Can Be My Angel Foundation (Foundation) began operations on March 6, 2013. The Foundation is a not-for-profit organization formed with the focus of helping children with cancer by easing the financial burden of medical treatment. The Foundation seeks out candidates and considers them based on qualifying needs as they arise. The Foundation is supported through donor contributions and special event revenue.

**2 - Summary Of Significant Accounting Policies**

The Foundation maintains its financial records and files its annual reports with the Internal Revenue Service and the State of Illinois Attorney General using the cash basis of accounting. That basis differs from U.S. generally accepted accounting principles primarily because revenue is recognized when received rather than when earned and expenses are recognized when paid rather than when incurred.

The preparation of financial statements in conformity with the cash basis of accounting 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 reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

The costs of providing various programs and other activities have been summarized on a functional basis in the Statement of Unrestricted Revenues, Support and Expenses, and Changes In Unrestricted Net Assets - Cash Basis. Certain costs have been allocated among the functional expense categories based on the services benefited.

Management has evaluated subsequent events through June 28, 2017, the date when the financial statements were available to be issued.

**3 - Financial Statement Presentation**

The Foundation reports information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. All of the Foundation's net assets were unrestricted at December 31, 2016.

**4 - Contributions**

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence or nature of any donor restrictions. During the year ended December 31, 2016, all of the contributions received by the Foundation were unrestricted.

**5 - Concentration Of Credit Risk**

The Foundation maintains cash accounts at two financial institutions and has credit risk for balances in excess of federally insured limits.

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**DECEMBER 31, 2016**

**6 - Income Tax Status**

The Foundation is a not-for-profit corporation exempt from income taxes under the Internal Revenue Code (IRC) section 501(c)(3).

The Foundation may recognize the tax benefit from a tax position only if it is more likely than not that the tax position will be sustained on examination by taxing authorities based on the technical merits of the position. The Foundation has analyzed its tax positions taken for filings with the Internal Revenue Service and the State of Illinois. The Foundation believes that its income tax filing positions will be sustained upon examination and does not anticipate any adjustments that would result in a material adverse effect on the Foundation's financial condition, results of operations, or cash flows.

**7 - Gifts in Kind**

The Foundation received gifts in kind, such as clothing, food, and banquet rental space during the year. Gifts in kind revenue is recognized in circumstances where the Foundation has sufficient discretion over the use and disposition of the items. Gifts in kind received through donations are valued and recorded as contribution revenue at their fair value at the time the contribution is received. The fair value of the gifts in kind totaled \$8,513 for the year ended December 31, 2016. As the Foundation uses or distributes the gifts in kind as part of its own programs or in its fundraising efforts, it reports an expense, which is reported in the functional classification in which the gifts in kind were used. All the gifts in kind were recorded as fundraising expense.