

**NC FIRST ROBOTICS, INC.**

2015 Financial Statements

*(Including Supplementary Information)*

**FINANCIAL STATEMENTS**

For the Year Ended June 30, 2015

CONTENTS

INDEPENDENT ACCOUNTANTS' REVIEW REPORT ..... Page 2

FINANCIAL STATEMENTS:

Statement of Financial Position ..... 3  
Statement of Activities ..... 4  
Statement of Cash Flows ..... 5  
Notes to Financial Statements ..... 6

SUPPLEMENTARY INFORMATION

Schedule of Functional Expenses ..... 8

## INDEPENDENT ACCOUNTANTS' REVIEW REPORT

To the Board of Directors  
NC FIRST Robotics, Inc.  
Greensboro, North Carolina

We have reviewed the accompanying statement of financial position of NC FIRST Robotics, Inc. (the Organization) as of June 30, 2015 and the related statements of activities, and cash flows for the year then ended. A review includes primarily applying analytical procedures to management's financial data and making inquiries of the Organization's 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 is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the review in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. We believe that the results of our procedures provide a reasonable basis for our report.

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 conformity with accounting principles generally accepted in the United States of America.

The supplementary information on page 8 is presented for purposes of additional analysis and is not a required part of the basic financial statements. The supplementary information has been compiled from information that is the representations of management. We have not audited or reviewed the supplementary information, and accordingly, do not express an opinion or provide any assurance on such supplementary information.



Certified Public Accountants

November 16, 2015

**NC FIRST ROBOTICS, INC.**  
**STATEMENT OF FINANCIAL POSITION**  
(See Independent Accountants' Review Report)  
June 30, 2015

**Assets**

Current assets:	
Cash	\$ 120,328
Sales tax receivable	<u>614</u>
Total current assets	120,942
Property and equipment - net	<u>25,129</u>
Total assets	<u>\$ 146,071</u>

**Net Assets**

Unrestricted	\$ 135,485
Temporarily restricted	<u>10,586</u>
Total net assets	<u>\$ 146,071</u>

The accompanying notes are an integral part of this financial statement.

**NC FIRST ROBOTICS, INC.**  
**STATEMENT OF ACTIVITIES**  
(See Independent Accountants' Review Report)  
For the Year Ended June 30, 2015

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
<b>Revenue</b>			
Direct contributions			
Individual	\$ 7,399	\$ -	\$ 7,399
Corporate	116,900	-	116,900
Team grants	1,462	104,661	106,123
Non-government grants			
Foundation grants	70,365	-	70,365
Non-profit organizations	5,000	-	5,000
Event income	8,600	-	8,600
Fundraising	1,219	-	1,219
In-kind donations	13,200	-	13,200
Miscellaneous income	2,701	-	2,701
Net assets released from restrictions	<u>94,206</u>	<u>(94,206)</u>	<u>-</u>
Total revenue	<u>321,052</u>	<u>10,455</u>	<u>331,507</u>
<b>Expenses</b>			
Program	230,013	-	230,013
Management and general	6,826	-	6,826
Fundraising	<u>3,388</u>	<u>-</u>	<u>3,388</u>
Total expenses	<u>240,227</u>	<u>-</u>	<u>240,227</u>
Increase in net assets	80,825	10,455	91,280
Net assets - beginning of year	54,761	30	54,791
Prior period reclassification	<u>(101)</u>	<u>101</u>	<u>-</u>
Net assets - end of year	<u>\$ 135,485</u>	<u>\$ 10,586</u>	<u>\$ 146,071</u>

The accompanying notes are an integral part of this financial statement.

**NC FIRST ROBOTICS, INC.**  
**STATEMENT OF CASH FLOWS**  
(See Independent Accountants' Review Report)  
For the Year Ended June 30, 2015

**Cash Flows From Operating Activities**

Increase in net assets	\$ 91,280
Adjustments to reconcile increase in net assets to net cash provided by operating activities:	
Depreciation	1,080
Sales tax receivable	<u>(614)</u>
Net cash provided by operating activities	<u>91,746</u>
<b>Cash Flows From Investing Activities</b>	
Purchases of property and equipment	<u>(26,209)</u>
Net cash used in investing activities	<u>(26,209)</u>
Net increase in cash	65,537
Cash - beginning	<u>54,791</u>
Cash - ending	<u><u>\$ 120,328</u></u>

The accompanying notes are an integral part of this financial statement.

**NC FIRST ROBOTICS, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
(See Independent Accountants' Review Report)  
June 30, 2015

**Note 1: Nature of Activities and Summary of Significant Accounting Policies**

**Nature of activities** – The Organization was established in North Carolina on November 5, 2012. The Organization's purpose is to expose students to the excitement of science, technology, engineering, and math so as to help prepare the workforce for the technically advanced workplace of the future.

**Financial statement presentation** - Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions.

**Use of accounting estimates** - The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions. Those estimates and assumptions affect reported amounts of assets and liabilities, and the reported revenues and expenses. Actual results could differ from those estimates.

**Cash** - Cash includes cash in the bank and on hand at period end.

**Property and equipment** – It is the policy of the Organization to capitalize property and equipment over \$5,000; lesser amounts are expensed. Property and equipment are valued at cost less accumulated depreciation. Maintenance and repair costs are charged to expenses as incurred. Gains and losses on disposals are reflected in operating income. Donated assets are recorded at their estimated market value on the date of the donation. Property and equipment for the year ended June 30, 2015 was \$25,129, which represents the addition of a new mobile machine shop.

**Depreciation** – The cost of property and equipment is depreciated over the assets' estimated useful lives using the straight-line method. Depreciation expense was \$1,080 for the year ended June 30, 2015.

**Note 2: Temporarily Restricted Net Assets**

Temporarily restricted net assets include \$10,586 that was part of donations for team registration at various events, but was received after expenses had already been paid by teams. The teams requested that this money be held and used in the next year.

**Note 3: Income Taxes**

The Organization is exempt from federal income tax under Section 501(c)(3) of Internal Revenue Code and is also exempt from North Carolina income tax. Therefore, no provision has been made for federal or state income taxes in the accompanying financial statements. The Organization has determined that it does not have any material unrecognized tax benefits or obligations as of June 30, 2015.

**NC FIRST ROBOTICS, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
(See Independent Accountants' Review Report)  
June 30, 2015

**Note 4: Reclassification**

The financial statements previously issued included an error related to the classification of a net asset, which has been corrected.

**Note 5: Events Occurring After Reporting Date**

The Organization has evaluated events and transactions that occurred between June 30, 2015 and November 16, 2015, which is the date that the financial statements were available to be issued, for possible recognition or disclosure in the financial statements.



**SUPPLEMENTARY INFORMATION**

**NC FIRST ROBOTICS, INC.**  
**SCHEDULE OF FUNCTIONAL EXPENSES**  
For the Year Ended June 30, 2015

	Program	Management and General	Fundraising	Total
Banking fees and charges	\$ -	\$ 70	\$ -	\$ 70
Capital equipment	7,081	-	-	7,081
Depreciation	1,080	-	-	1,080
Event fees	92,188	-	-	92,188
Fundraising	-	-	1,625	1,625
In-kind donations	11,220	1,320	660	13,200
Insurance	979	739	-	1,718
Licenses/permits	-	-	125	125
Marketing	907	-	-	907
Membership fees	246	-	499	745
Miscellaneous	827	-	-	827
Professional services	-	3,800	-	3,800
Program materials	263	-	-	263
Programs	3,851	-	-	3,851
Supplies	1,189	897	-	2,086
Team re-grants	94,176	-	-	94,176
Team support	13,200	-	-	13,200
Travel/meetings	519	-	479	998
Volunteer expenses	<u>2,287</u>	<u>-</u>	<u>-</u>	<u>2,287</u>
 Total expenses	 <u>\$ 230,013</u>	 <u>\$ 6,826</u>	 <u>\$ 3,388</u>	 <u>\$ 240,227</u>