

**BUILDING ON LOVE, INC.  
FINANCIAL STATEMENTS AND  
SUPPLEMENTARY INFORMATION  
Years Ended May 31, 2019 and 2018**

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# *Stephen J. Flood, CPA, PLLC*

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## INDEPENDENT ACCOUNTANT'S REVIEW REPORT

Board of Directors  
Building on Love, Inc.  
244 North Mohawk Street  
Cohoes, New York 12047

Dear Board Members:

I have reviewed the accompanying financial statements, (a non-profit organization), which comprise the statement of financial position as of May 31<sup>st</sup>, 2019 and 2018, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of 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, I do not express such an opinion.

### **Management's Responsibility for the Financial Statements**

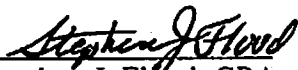
Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statements that are free from material misstatement whether due to fraud or error.

### **Accountant's Responsibility**

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

**Accountant's Conclusion**

Based on our review, we are not aware of any material modification 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.

  
Stephen J. Flood, CPA  
Latham, NY

August 20, 2019

SJF/tc

**BUILDING ON LOVE, INC.**  
**Statement of Financial Position**  
**May 31,**

<u>ASSETS</u>	<u>2019</u>	<u>2018</u>
<u>CURRENT ASSETS</u>		
Cash - Note 2	\$ <u>427,598</u>	\$ <u>409,241</u>
Total Assets	\$ <u><u>427,598</u></u>	\$ <u><u>409,241</u></u>
<u>CURRENT LIABILITIES</u>		
Payroll Taxes Payable	<u>49</u>	<u>-</u>
Total Current Liabilities	<u><u>49</u></u>	<u><u>-</u></u>
<u>NET ASSETS - Note 1</u>		
Unrestricted	\$ <u>427,549</u>	\$ <u>409,241</u>
Total Net Assets	\$ <u>427,549</u>	\$ <u>409,241</u>
Total Liabilities and Net Assets	\$ <u><u>427,598</u></u>	<u><u>409,241</u></u>

"See Independent Accountant's Review Report and Notes to Financial Statements"

**BUILDING ON LOVE, INC.**  
**Statement of Activities**  
**For the Years Ended May 31,**

<u>UNRESTRICTED NET ASSETS</u>	<u>2019</u>	<u>2018</u>
<u>REVENUE AND OTHER SUPPORT</u>		
Contributions	\$ 4,544	\$ 30,256
Fundraising Income	58,244	73,250
Investment Income	<u>142</u>	<u>142</u>
Total Unrestricted Revenue and Other Support	\$ <u>62,930</u>	\$ <u>103,648</u>
<u>EXPENSES</u>		
Program Services - Schedule #1	38,660	49,461
Supporting Services - Schedule #1	<u>5,962</u>	<u>3,278</u>
Total Expenses	<u>44,622</u>	<u>52,739</u>
Change in Net Assets	18,308	50,909
BEGINNING NET ASSETS	<u>409,241</u>	<u>358,332</u>
ENDING NET ASSETS	<u>\$ <u>427,549</u></u>	<u>\$ <u>409,241</u></u>

"See Independent Accountant's Review Report and Notes to Financial Statements"

**BUILDING ON LOVE**  
**Statement of Cash Flows**  
**For the Years Ended May 31,**

<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>	<u>2019</u>	<u>2018</u>
Net Income	\$ 18,308	\$ 50,909
Increase (Decrease) in Liabilities:		
Payroll Taxes	<u>49</u>	<u>-</u>
Net Cash Provided by Operating Expenses	<u>18,357</u>	<u>50,909</u>
Increase (Decrease) in Cash and Cash Equivalents	18,357	50,909
<u>CASH AND CASH EQUIVALENTS</u>		
Cash at Beginning of Year	<u>409,241</u>	<u>358,332</u>
Cash at End of Year	<u>\$ 427,598</u>	<u>\$ 409,241</u>

"See Independent Accountant's Review Report and Notes to Financial Statements"

**BUILDING ON LOVE, INC.**  
**Notes to Financial Statements**  
**May 31, 2019**

**NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Nature of Operations** – Building on Love, Inc. is a publicly supported charity whose primary purpose is to provide financial support to Ronald McDonald House Charities and the families they serve.

**Accounting for Net Assets** – The Foundation’s net assets, the excess of assets over liabilities, are reported in three mutually exclusive classes:

**Permanently Restricted** – Those net assets resulting from inflows of assets whose use is limited by donor-imposed restrictions, which do not expire by passage of time.

**Temporarily Restricted** – Those net assets resulting from inflows of assets whose use is limited by donor-imposed restrictions, which expire by passage of time or are fulfilled by actions of the Foundation.

**Unrestricted** – Those net assets that are neither permanently or temporarily restricted.

**Revenue Recognition** – Income is recognized when earned and expenses are recorded when incurred, the accrual method of accounting. All gifts are considered to be available for unrestricted use unless specifically restricted by the donor.

**Income Taxes** – The Corporation is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code.

**NOTE 2 – CASH AND CASH EQUIVALENTS**

Cash consisted of the following at May 31, 2019

Interest bearing money market account	\$101,312
Non-interest bearing checking account	<u>326,286</u>
Total	<u>\$427,598</u>

The money held in the non-interest bearing checking account is insured by the Federal Deposit Insurance Corporation up to \$100,000.



**BUILDING ON LOVE. INC.**  
**Notes to Financial Statements**  
**May 31, 2019**

**NOTE 3 – USE OF ESTIMATES**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that 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 these estimates.

**NOTE 4 – SUBSEQUENT EVENTS**

In June 2019, Building on Love, Inc. began working on a new and expanded mission statement. They have expanded their Board of Directors also. The organization approved the hiring of a full-time paid Executive Director that began work in late May 2019.

The new mission statement approved in June 2019 is as follows:

“Building on Love, Inc. is a 501(c)(3) non-profit with a mission of helping families in our community who are facing a life-threatening medical condition. We do this by providing financial support to assist with essential living expenses.”

## **Supplementary Information**

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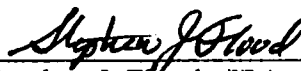
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## INDEPENDENT ACCOUNTANT'S REVIEW REPORT ON SUPPLEMENTARY INFORMATION

Board of Directors  
Building on Love, Inc.  
244 North Mohawk Street  
Cohoes, New York 12047

Dear Board Members:

Our report on our review of the basic financial statements of Building on Love, Inc. for the years ended May 31, 2019 and 2018 is included in the preceding section. The objective of that review was to perform procedures to obtain limited assurance as a basis for reporting there are no material modifications that should be made to the financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America. The supplementary information included in the accompanying schedule of Program and Support Services expenses is presented for purposes of additional analysis and not a required part of the basic financial statements. The information is the representation of management. We have reviewed the information and, based on our review, we are not aware of any material modifications that should be made to the information in order for it to be in accordance with accounting principles generally accepted in the United States of America. We have not audited the information and accordingly do not express an opinion on such information.



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Stephen J. Flood, CPA

August 20, 2019

SJF/tc

**BUILDING ON LOVE, INC.  
Schedule of Program and Support Services  
For the Years Ended May 31,**

	<u>Program Services</u>	<u>Support Services</u>	<u>2019 Total</u>	<u>2018 Total</u>
Program Expense	\$ 26,249	\$ -	\$ 26,249	\$ 36,769
Payroll Expense	-	1,535	1,535	-
Payroll Tax Expense	-	175	175	-
Office Expense	-	1,203	1,203	698
Web Site Expense	-	406	406	519
Insurance	811	508	1,319	1,540
Filing Fees	-	125	125	125
Professional Fees	-	2,010	2,010	1,200
Fund Raising Cost	<u>11,600</u>	<u>-</u>	<u>11,600</u>	<u>11,888</u>
Total Expenses	<u>\$ 38,660</u>	<u>\$ 5,962</u>	<u>\$ 44,622</u>	<u>\$ 52,739</u>

"See Independent Accountant's Review Report and Notes to Financial Statements"