

**Financial Statements**

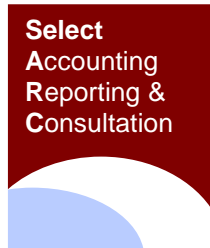
**YOUTH LEADERSHIP FOUNDATION, INC.**

**December 31, 2014**

**Youth Leadership Foundation, Inc.**  
**December 31, 2014**  
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## **Independent Accountant's Report On the Financial Statements**

To the Board of Directors and Management  
of the Youth Leadership Foundation, Inc.

I have compiled the accompanying financial statements of Youth Leadership Foundation, Inc. (the Organization) which comprise the statement of financial position as of December 31, 2014, and the related statement of activities and change in net assets and statement of cash flows for the year then ended. I have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

### **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.

### **Accountant's Responsibility**

My responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

### **Other Matter**

Management has elected to omit substantially all of the disclosures ordinarily included in financial statements prepared in accordance with generally accepted accounting principles. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Organization's financial position, changes in its

net assets and its cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

A handwritten signature in cursive script that reads "Vivian P. Jenkins".

Silver Spring, MD  
December 17, 2015

Youth Leadership Foundation, Inc.

Statement of Financial Position

December 31, 2014

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**Assets**

Cash and cash equivalents	\$	54,109
Investments		21,756
Accounts receivable		26,906
Pledges receivable, current		20,340
Prepaid expenses and other current assets		9,277

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Total current assets		132,388
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Pledges receivable, long-term		12,500
Property and equipment		976

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<b>Total assets</b>	<b>\$</b>	<b>145,864</b>
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**Liabilities and Net Assets**

Liabilities

Accounts payable and accrued expenses	\$	47,969
Pledges payable		12,461
Loan payable		1,525

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Total liabilities		61,955
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Net Assets

Unrestricted		48,909
Temporarily restricted		35,000

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Total net assets		83,909
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<b>Total liabilities and net assets</b>	<b>\$</b>	<b>145,864</b>
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**Youth Leadership Foundation, Inc.**

**Statement of Activities**

*Year Ended December 31, 2014*

	Unrestricted	Temporarily Restricted	Total
<b>Support and Revenue</b>			
Support			
Grants	\$ 1,312	\$ -	\$ 1,312
Contributions	268,532	10,000	278,532
Special events, net of direct costs	326,727		326,727
In-kind contributions	22,922		22,922
Net assets released from restrictions	12,500	(12,500)	
<b>Total support</b>	<b>631,993</b>	<b>(2,500)</b>	<b>629,493</b>
Earned revenue			
Investment income	(233)		(233)
Program revenue	860		860
<b>Total support and revenue</b>	<b>632,620</b>	<b>(2,500)</b>	<b>630,120</b>
<b>Expenses</b>			
Program services	569,049		569,049
Supporting services			
Fundraising	124,997		124,997
Management and general	81,542		81,542
<b>Total expenses</b>	<b>775,588</b>		<b>775,588</b>
<b>Change in net assets</b>	<b>(142,968)</b>	<b>(2,500)</b>	<b>(145,468)</b>
Net assets, January 1, 2014	191,877	37,500	229,377
<b>Net Assets, December 31, 2014</b>	<b>\$ 48,909</b>	<b>\$ 35,000</b>	<b>\$ 83,909</b>

See accompanying accountant's compilation report.

Youth Leadership Foundation, Inc.

Statement of Cash Flows  
Year Ended December 31, 2014

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<b>Cash flows from operating activities</b>	
Change in net assets	\$ (145,468)
Adjustments to reconcile changes in net assets to net cash provided by (used in) operating activities:	
Net (gain) loss on investments	-
Depreciation	1,304
Changes in assets and liabilities:	
Accounts receivable	(5,775)
Pledges receivable	18,410
Prepaid expenses and other current assets	(4,665)
Accounts payable and accrued expenses	30,001
Pledges payable	12,461
<b>Total adjustments</b>	<b>51,736</b>
<b>Net cash used in operating activities</b>	<b>(93,732)</b>
<b>Cash flows from investing activities</b>	
Acquisitions of investments	(21,756)
<b>Net decrease in cash and cash equivalents</b>	<b>(115,488)</b>
Cash and cash equivalents, beginning of year	169,597
<b>Cash and cash equivalents, end of year</b>	<b>\$ 54,109</b>

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**Youth Leadership Foundation, Inc.**  
**SELECTED INFORMATION—Substantially All Disclosures Required by**  
**Generally Accepted Accounting Principles Are Not Included**  
**December 31, 2014**

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**NOTE 1 ORGANIZATION AND MAJOR PROGRAMS**

Youth Leadership Foundation, Inc., (YLF or "the Organization") was incorporated in Washington, D.C. in January 1997. The Organization's mission is to build character and support the pursuit of academic excellence enabling youth in the DC-MD-VA area to enhance the trajectory of their lives. This is accomplished through two major programs. **Program for Academic and Leadership Skills (PALS)** is designed to help girls understand themselves the world and how to be great women in it. **Tenley Achievement Program (TAP)** is designed to cultivate virtue, encouraging boys to lead by example. YLF's Four Pillars of Success help students reach their full potential:

**CHALLENGING ACADEMICS**

The programs employ vigorous curricula crafted to remediate learning gaps and challenge students' problem-solving. During the school year, students receive two 45-minute tutoring blocks, targeting reading, mathematics and study skills. The summer programs include math, English, science and cultural studies.

**CHARACTER FORMATION**

The programs implement substantive character curricula that provoke meaningful self-reflection around the themes of human freedom and responsibility. Each four-year curriculum helps students to answer the questions, "Who Am I?", "Where Am I Going?", "What Is the Path?", and "What Is My Responsibility?" Character lessons are an integral part of each program.

**PERSONAL MENTORING**

Each student is paired with a mentor who helps them to set specific measurable goals related to personal and academic development. Mentors help students to disentangle troubling social situations and come up with creative and self-edifying solutions.

**PARENTAL INVOLVEMENT**

YLF believes that parents are the primary educators of their students. The Organization aims to support parents as they guide their children. Monthly Parent Corners during the school year and weekly Parent Seminars in summer provide stimulating conversation among like-minded parents for the purpose of enriching the home.

More than 95% of the parents with students involved in the programs observe significant improvement in their child's behavior after participating in YLF programs.



**Youth Leadership Foundation, Inc.**  
**SELECTED INFORMATION—Substantially All Disclosures Required by**  
**Generally Accepted Accounting Principles Are Not Included**  
**December 31, 2014**

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**NOTE 2    SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

*Income Tax Status*

Youth Leadership Foundation is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and applicable income tax laws and regulations of the District of Columbia. YLF is classified as other than a private foundation within the meaning of Section 509(a)(2) of the Internal Revenue Code.

In accordance with FASB ASC 740, *Income Taxes*, management evaluated its activities and believes that it has appropriate support for income tax positions taken. Therefore, management has not identified any uncertain tax positions that require adjustment to the financial statements to comply with the provisions of the accounting standard.

*Basis of accounting*

Consistent with accounting principles generally accepted in the United States (GAAP), YLF prepares its financial statements on the accrual basis of accounting. Revenue, other than contributions, is recognized when earned and expense when the obligation is incurred.

*Use of estimates*

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Significant estimates and assumptions in these financial statements require the exercise of judgment and are used for, but not limited to, allowance for doubtful accounts, estimates of future cash flows and other assumptions associated with useful lives for depreciation and amortization and contingencies. Accordingly, actual results could differ from those estimates.