

**THE WAYNE FOUNDATION, INC.**

**AUDITED FINANCIAL STATEMENTS**  
**For the Year Ended**  
**December 31, 2013**

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Certified Public Accountant

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Board of Directors  
The Wayne Foundation, Inc.  
291 Donovan Rd  
Englewood, FL 34223

I have audited the accompanying Statement of Financial Position at December 31, 2013, and the related statements of Activities and Changes in Net Assets, Functional Expenses and Statement of Cash Flows of The Wayne Foundation, Inc. (TWF) for the year then ended. These financial statements are the responsibility of TWF's management. My responsibility is to express an opinion on these financial statements, based on my audit.

My audit was made in accordance with auditing standards generally accepted in the United States of America. Those standards require that I 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. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position at December 31, 2013 of The Wayne Foundation, Inc. and the results of operations and changes in fund balance and cash flows for the year then ended, in conformity with accounting principles generally accepted in the United States of America.



C. Stephen Wicker, CPA

June 3, 2014

**THE WAYNE FOUNDATION, INC.  
STATEMENT OF FINANCIAL POSITION  
AT DECEMBER 31, 2013**

	<u>Unrestricted Assets</u>	<u>Restricted Assets</u>	<u>TOTAL 12/31/2013</u>	<u>TOTAL 12/31/2012</u>
<b>ASSETS:</b>				
<b>Current:</b>				
Cash	\$ 67,938.37	\$ 0.00	\$ 67,938.37	\$ 55,154.17
Accounts Receivable	0.00		0.00	0.00
Stocks & Investments (Note 3)	0.00	28,274.92	28,274.92	26,283.17
Total Current Assets	<u>67,938.37</u>	<u>28,274.92</u>	<u>96,213.29</u>	<u>81,437.34</u>
<b>Fixed Assets:</b>				
Furniture & Equipment	3,916.53		3,916.53	2,705.78
Accumulated Depreciation	(2,022.00)		(2,022.00)	(1,163.00)
Net Fixed Assets	<u>1,894.53</u>	<u>0.00</u>	<u>1,894.53</u>	<u>1,542.78</u>
Security Deposit & Prepaid Expense	1,000.00	0.00	1,000.00	1,000.00
Total Assets	<u>\$ 70,832.90</u>	<u>\$ 28,274.92</u>	<u>\$ 99,107.82</u>	<u>\$ 83,980.12</u>
<b>LIABILITIES &amp; FUND BALANCES:</b>				
<b>Liabilities:</b>				
Accounts Payable	\$ 220.30	\$ 0.00	\$ 220.30	\$ 0.00
Accrued Payroll Taxes	1,318.42	0.00	1,318.42	504.27
Other Liabilities	0.00	0.00	0.00	0.00
Total Liabilities	<u>1,538.72</u>	<u>0.00</u>	<u>1,538.72</u>	<u>504.27</u>
<b>Fund Balances:</b>				
Unrestricted	69,294.18	0.00	69,294.18	57,192.68
Restricted (Note 4)	0.00	28,274.92	28,274.92	26,283.17
Total Fund Balances	<u>69,294.18</u>	<u>28,274.92</u>	<u>97,569.10</u>	<u>83,475.85</u>
<b>TOTAL LIABILITIES &amp; FUND BALANCE:</b>	<u>\$ 70,832.90</u>	<u>\$ 28,274.92</u>	<u>\$ 99,107.82</u>	<u>\$ 83,980.12</u>

**THE WAYNE FOUNDATION, INC.**  
**STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS**  
**FOR THE YEAR ENDED DECEMBER 31, 2013**

	Unrestricted Funds	Restricted Funds	TOTAL	TOTAL
	<u>12/31/2013</u>	<u>12/31/2013</u>	<u>12/31/2013</u>	<u>12/31/2012</u>
<b>Revenue &amp; Support:</b>				
Direct Public Support	\$ 26,413.29	\$ 0.00	\$ 26,413.29	\$ 58,554.98
Special Events Income	2,981.20		2,981.20	
Investment Income	0.00	1,991.75	1,991.75	0.00
Total Revenue & Support	<u>\$ 29,394.49</u>	<u>\$ 1,991.75</u>	<u>\$ 31,386.24</u>	<u>\$ 58,554.98</u>
<b>Expenses:</b>				
Advertising	\$ 100.00	\$	\$ 100.00	\$ 154.22
Awards & Grants	0.00		0.00	201.33
Bank Service Charges	0.00	0.00	0.00	39.00
Business Registration Fees	86.25		86.25	61.25
Contract Services	2,761.14		2,761.14	2,300.83
Depreciation	859.00		859.00	1,163.00
Memberships, Registrations, Dues			0.00	0.00
Miscellaneous Expense	84.92		84.92	0.00
Payroll Expense	10,900.00		10,900.00	1,229.16
Postage & Mailing	564.69		564.69	363.04
Printing & Copying	129.71		129.71	0.00
Software	255.54		255.54	501.98
Supplies & Expense: Office	244.04		244.04	281.28
Staff Development	600.00		600.00	0.00
Telephone & Communications	0.00		0.00	0.00
Travel & Conferences	707.70		707.70	2,119.56
Total Expenses	<u>\$ 17,292.99</u>	<u>\$ 0.00</u>	<u>\$ 17,292.99</u>	<u>\$ 8,414.65</u>
<b>Change in Net Assets</b>	12,101.50	1,991.75	14,093.25	50,140.33
Transfers	0.00	0.00	0.00	
Net Assets - beginning of year	<u>57,192.68</u>	<u>26,283.17</u>	<u>83,475.85</u>	<u>33,335.52</u>
<b>Net Assets - end of year</b>	<u>\$ 69,294.18</u>	<u>\$ 28,274.92</u>	<u>\$ 97,569.10</u>	<u>\$ 83,475.85</u>

**THE WAYNE FOUNDATION, INC.  
STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED DECEMBER 31, 2013**

	<u>TOTAL</u>	<u>PROGRAM SERVICES</u>	<u>MANAGEMENT &amp; GENERAL</u>	<u>FUND RAISING</u>
<b>Expenses:</b>				
Advertising	\$ 100.00	\$ 100.00	\$ 0.00	\$ 0.00
Awards & Grants	0.00	0.00		0.00
Bank Service Charges	0.00	0.00	39.00	0.00
Business Registration Fees	86.25		86.25	0.00
Contract Services	2,761.14	2,262.03	408.00	91.11
Depreciation	859.00	429.50	429.50	
Memberships, Registrations, Dues	0.00			0.00
Miscellaneous Expense	84.92	84.92	0.00	0.00
Payroll Expense	10,900.00	9,810.00	1,090.00	0.00
Postage & Mailing	564.69		564.69	0.00
Printing & Copying	129.71		129.71	0.00
Software	255.54		255.54	0.00
Supplies & Expense: Office	244.04		244.04	0.00
Staff Development	600.00	300.00	300.00	0.00
Telephone & Communications	0.00		0.00	0.00
Travel & Conferences	707.70	707.70	0.00	0.00
<b>Total Expenses</b>	<b>\$ 17,292.99</b>	<b>\$ 13,694.15</b>	<b>\$ 3,546.73</b>	<b>\$ 91.11</b>

See the accompanying notes to the financial statements.

**THE WAYNE FOUNDATION, INC.  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED DECEMBER 31, 2013**

	<u>Unrestricted Funds</u>	<u>Restricted Funds</u>	<u>TOTAL</u>
<b>Cash flows from operating activities:</b>			
Change in net assets	\$ 12,101.50	\$ 1,991.75	\$ 14,093.25
Depreciation	859.00		859.00
Purchase of Fixed Assets	(1,210.75)		(1,210.75)
(Increase) decrease in:			
Accounts Receivable	0.00	0.00	0.00
Prepaid Assets & Deposits	0.00	0.00	0.00
Increase (decrease) in:			
Accounts Payable	220.30	0.00	220.30
Payroll Liabilities	<u>814.15</u>		<u>814.15</u>
Net cash flows from operating activities	<u>12,784.20</u>	<u>1,991.75</u>	<u>14,775.95</u>
Cash & Securities, beginning of year	<u>55,154.17</u>	<u>26,283.17</u>	<u>81,437.34</u>
<b>Cash &amp; Securities, end of year</b>	<b><u>\$ 67,938.37</u></b>	<b><u>\$ 28,274.92</u></b>	<b><u>\$ 96,213.29</u></b>

**THE WAYNE FOUNDATION, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2013**

**NOTE 1.** Summary of Significant Accounting Policies

- (a) **PURPOSE** - The Wayne Foundation, Inc., is a not for profit organization, exempt under Section 501 (c)(3) of the Internal Revenue Code to operate without profit and to accept and receive property of whatever kind, and wherever situate, received by it by gift, grant, purchase, devise, bequest, or in any lawful manner and to administer and distribute such property exclusively for charitable purposes, including:
- To stop modern day slavery in all forms.
- (b) **BASIS OF ACCOUNTING** - TWF uses the accrual basis of accounting, which recognizes revenue when earned and expenses as incurred. Grants are recorded as revenue when performance occurs under the terms of the grant agreement.
- (c) **FUND ACCOUNTING** - To ensure observance of limitations and restrictions placed on the use of resources available to TWF, the accounts are maintained in accordance with principles of fund accounting. This is the procedure by which resources for various purposes are classified for accounting and reporting purposes into funds established according to their nature and purposes.

The assets, liabilities and fund balances of CYD are reported in two self-balancing fund groups, as follows:

- i. Unrestricted funds represent the portion of expendable funds that are available for operations.
- ii. Restricted funds are restricted by the donor, grantor, or other outside party for particular operating purposes or for plant acquisitions.



**THE WAYNE FOUNDATION, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS, Continued**  
**December 31, 2013**

**NOTE 2.**      Accounts Receivable:

There were no outstanding invoices as of December 31, 2103.

**NOTE 3.**      Stocks and Investments:      In September 2011, 10 shares of Apple Stock were donated to TWF and recorded at market value. Subsequently, in April, 2012, 29 shares were donated, and in November, 2012 an additional 10 shares were donated. The value of the 49 shares is shown on the Statement of Financial Position at market value of \$28,274.92 @ 12/31/2013, and revenue of \$1,991.75 is recorded as restricted revenue. These funds are restricted for future plan acquisitions. As of this report date the value of one share exceeds \$600.

**NOTE 4.**      **CONTRIBUTIONS & RECOGNITION OF DONOR RESTRICTIONS** - In accordance with *SFAS No. 116, Accounting for Contributions Received and Contributions Made*, contributions received are recorded as restricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions. Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets. As delineated in Note 3, Stocks and Investments at December 31, 2013 are listed as restricted funds.

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June 3, 2014

Board of Directors  
The Wayne Foundation, Inc.  
291 Donovan Rd  
Englewood, FL 34223

Dear Board Members:

I have examined the financial statements of The Wayne Foundation, Inc. for the year ended December 31, 2013, and have issued my report thereon dated June 3, 2014. As part of my examination, I made a study and evaluation of TWF's system of internal accounting control to the extent I considered necessary to evaluate the system as required by generally accepted auditing standards. Under these standards, the purposes of such evaluation are to establish a basis for reliance on the system of internal accounting control in determining the nature, timing and extent of other auditing procedures that are necessary for expressing an opinion on the financial statements, and to assist the auditor in planning and performing his examination of the financial statements.

My examination of the financial statements, made in accordance with auditing standards generally accepted in the United States of America, including the study and evaluation of the TWF's system of internal accounting control for the year ended December 31, 2013, that was made for the purposes set forth in the first paragraph of this report, would not necessarily disclose all weaknesses in the system because it was based on selective tests of accounting records and related data. This year's audit revealed only minor bookkeeping classifications; also, 100% of the sample selection of transactions were located by TWF Staff and all were properly documented .

I appreciate the cooperation in providing me with documentation needed during my field work; all documentation requested was produced in a timely manner.