
BAND OF PARENTS, INC.

**Financial Statements for the
Year Ended December 31, 2018
and Independent Auditors' Report**

BAND OF PARENTS, INC.

FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2018 (WITH COMPARATIVE TOTALS FOR 2017)

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Band of Parents, Inc.

We have audited the accompanying financial statements of Band of Parents, Inc. (the "Organization"), which comprise the statement of financial position as of December 31, 2018, and the related statements of activities, functional expenses and cash flows 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 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 auditor's 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 financial position of Band of Parents, Inc. as of December 31, 2018, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited Band of Parents, Inc.'s 2017 financial statements, and our report dated October 31, 2018, expressed an unmodified opinion on those audited financial statements. In our opinion, the summarized comparative information presented as of and for the year ended December 31, 2017, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Wei Wei & Co. LLP

Flushing, New York
October 21, 2019

BAND OF PARENTS, INC.

STATEMENT OF FINANCIAL POSITION DECEMBER 31, 2018 (WITH COMPARATIVE TOTALS FOR 2017)

ASSETS	2018	2017
Current assets:		
Cash and cash equivalents <i>(Notes 2 and 3)</i>	\$ 31,821	\$ 137,891
Prepaid expenses	9,217	149
Total current assets	41,038	138,040
Investments <i>(Notes 2 and 5)</i>	932,399	958,273
Property and equipment, net <i>(Notes 2 and 9)</i>	275	405
TOTAL ASSETS	\$ 973,712	\$1,096,718
LIABILITIES AND NET ASSETS		
Current liabilities:		
Accounts payable and accrued expenses	\$ 9,692	\$ 11,500
Grants payable	-	50,000
Deferred revenue	28,599	-
Total liabilities	38,291	61,500
Net assets <i>(Notes 2 and 8)</i>:		
Without donor restrictions	935,421	978,194
With donor restrictions	-	57,024
Total net assets	935,421	1,035,218
TOTAL LIABILITIES AND NET ASSETS	\$ 973,712	\$1,096,718

The accompanying notes are integral part of the financial statements.

BAND OF PARENTS, INC.

STATEMENT OF ACTIVITIES FOR THE YEAR ENDED DECEMBER 31, 2018 (WITH COMPARATIVE TOTALS FOR 2017)

	Without Donor Restriction	With Donor Restrictions	2018	2017
SUPPORT AND REVENUES:				
Direct public support <i>(Note 6)</i>	\$ 208,605	\$ -	\$ 208,605	\$ 386,047
Fundraising events <i>(Note 7)</i>	401,157	-	401,157	661,281
Donated services <i>(Note 2)</i>	6,000	-	6,000	6,000
Other income	56	-	56	434
Net assets released from restrictions <i>(Note 8)</i>	57,024	(57,024)	-	-
TOTAL SUPPORT AND REVENUES	672,842	(57,024)	615,818	1,053,762
EXPENSES:				
Program services	450,929	-	450,929	301,667
Management and general	99,418	-	99,418	105,572
Fundraising	179,912	-	179,912	173,853
TOTAL EXPENSES	730,259	-	730,259	581,092
CHANGE IN NET ASSETS FROM OPERATIONS	(57,417)	(57,024)	(114,441)	472,670
OTHER INCOME				
Net investment income <i>(Notes 2 and 5)</i>	14,644	-	14,644	3,386
CHANGE IN NET ASSETS	(42,773)	(57,024)	(99,797)	476,056
NET ASSETS, BEGINNING OF YEAR	978,194	57,024	1,035,218	559,162
NET ASSETS, END OF YEAR	\$ 935,421	\$ -	\$ 935,421	\$1,035,218

The accompanying notes are integral part of the financial statements.

BAND OF PARENTS, INC.

STATEMENT OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED DECEMBER 31, 2018 (WITH COMPARATIVE TOTALS FOR 2017)

	Program Services	Management and General	Fundraising	2018	2017
Evening of Hope event	\$ -	\$ -	\$60,705	\$ 60,705	\$ 63,214
Cocktails for a Cure	-	-	-	-	36,665
Play it Like a Pro	-	-	62,457	62,457	53,919
Dream for a Cure	-	-	34,968	34,968	-
Fundraising general expenses	-	-	915	915	1,106
Grants given	450,929	-	-	450,929	301,667
Salaries and wages	-	6,000	-	6,000	6,000
Bank fees	-	2,438	-	2,438	2,228
Insurance	-	2,542	-	2,542	2,284
Office supplies and printing	-	1,252	-	1,252	8,234
Postage and mailings	-	-	3,265	3,265	1,626
Professional fees	-	86,738	-	86,738	86,275
Telephone	-	-	237	237	-
Taxes and fees	-	-	275	275	125
Website	-	-	3,790	3,790	6,294
Advertising	-	-	6,898	6,898	8,493
Travel and meetings	-	-	6,402	6,402	2,421
Miscellaneous	-	318	-	318	421
Total expense before depreciation	450,929	99,288	179,912	730,129	580,962
Depreciation	-	130	-	130	130
TOTAL EXPENSES	\$450,929	\$ 99,418	\$179,912	\$730,259	\$ 581,092

The accompanying notes are integral part of the financial statements.

BAND OF PARENTS, INC.

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED DECEMBER 31, 2018 (WITH COMPARATIVE TOTALS FOR 2017)

	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ (99,797)	\$ 476,056
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and amortization	130	130
Changes in operating assets and liabilities:		
(Increase) decrease in prepaid expenses	(9,068)	2,284
(Decrease) increase in accounts payable and accrued expense	(1,808)	11,500
(Decrease) increase in grants payable	(50,000)	50,000
Increase in deferred revenue	28,599	-
Net cash provided by (used in) operating activities	(131,944)	539,970
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of investment	-	(500,000)
Proceed from sale of investment	25,874	704
Net cash (used in) investing activities	25,874	(499,296)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(106,070)	40,674
CASH AND CASH EQUIVALENTS – BEGINNING OF YEAR	137,891	97,217
CASH AND CASH EQUIVALENTS – END OF YEAR	\$ 31,821	\$ 137,891
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:		
Cash paid for interest	\$ -	\$ -
Cash paid for taxes	\$ 275	\$ 125

The accompanying notes are integral part of the financial statements.

BAND OF PARENTS, INC.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2018

1. ORGANIZATION

Band of Parents, Inc. (the "Organization") is a non-profit organization established in 2007. The primary goal of the Organization is to fund and support research relating to the study of pediatric cancer cells including, but not limited to, the study of neuroblastoma cells and related structures. The Organization provides contributions and gifts to Memorial Sloan Kettering Cancer Center in New York.

The Organization receives no government assistance and is supported solely through the generosity of individual, corporate, and foundation donors, as well as local and statewide special events. A volunteer and an active Board of Directors guides the Organization in its mission, while a core of volunteers assists with helping families, raising funds and increasing awareness.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The accompanying financial statements have been prepared on an accrual basis in accordance with accounting principles generally accepted in the United States of America.

Basis of Presentation

The financial statements of Band of Parents, Inc. have been prepared in accordance with U.S. generally accepted accounting principles ("US GAAP"), which require Band of Parents, Inc. to report information regarding its financial position and activities according to the following net asset classifications:

Net assets without donor restrictions: Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the organization.

Net assets with donor restrictions: Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions or by the passage of time. Other donor restrictions are perpetual in nature, where by the donor has stipulated the funds be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statements of activities.

BAND OF PARENTS, INC.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2018

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fair Value Measurements

FASB ASC 820, *Fair Value Measurements and Disclosures*, specifies a hierarchy of valuation techniques based upon whether the inputs to those valuation techniques reflect assumptions other market participants would use based upon market data obtained from independent sources (observable inputs). In accordance with FASB ASC 820, the following summarizes the fair value hierarchy:

- Level 1 Inputs - Unadjusted quoted market prices for identical assets and liabilities in an active market that the Organization has the ability to access.
- Level 2 Inputs - Inputs, other than the quoted prices in level 1, that are observable either directly or indirectly.
- Level 3 Inputs - Inputs based on prices or valuation techniques that are both unobservable and significant to the overall fair value measurements.

FASB ASC 820 requires the use of observable market data, when available, in making fair value measurements. When inputs used to measure fair value fall within different levels of the hierarchy, the level within which the fair value measurement is categorized is based on the lowest level input that is significant to the fair value measurement.

As of December 31, 2018, none of the assets and liabilities were required to be reported at fair value on a recurring basis. Carrying values of non-derivative financial instruments, including cash and cash equivalents, prepaid expenses, accounts payable and accrued expenses, approximated their fair values due to the short term nature of these financial instruments. There were no changes in methods or assumptions during the year ended December 31, 2018.

BAND OF PARENTS, INC.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2018

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Contributions

Contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor-imposed restrictions. Contributions that are restricted by the donor are reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the contribution is recognized. All other donor restricted contributions are reported as an increase in net assets with donor restrictions, depending on the nature of restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions. The Organization had net assets with donor restrictions totaling \$28,599 at December 31, 2018.

Contributed Services

Contributed professional services are recorded at the fair value of the services provided by professional volunteers if the services create or enhance non-financial assets and/or require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation. The approximate fair value of \$6,000 in contributed services for the year ended December 31, 2018 is recorded as donated services and as an expense in the accompanying statement of activities.

The Organization also receives donated services from unpaid volunteers who perform a variety of tasks that support the Organization's activities. No amounts have been recognized for these services in the statement of activities since the criteria for recognition under FASB ASC 958-605, *Revenue Recognition*, have not been satisfied.

Income Tax Status

The Organization is exempt from income tax under IRC section 501(c)(3), though it is subject to tax on income unrelated to its exempt purpose, unless that income is otherwise excluded by the Code. The Organization has processes presently in place to ensure the maintenance of its tax-exempt status; to identify and report unrelated income; to determine its filing and tax obligations in jurisdictions for which it has nexus; and to identify and evaluate other matters that may be considered tax positions. The Organization has determined that there are no material uncertain tax positions that require recognition or disclosure in the financial statements.

BAND OF PARENTS, INC.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2018

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Use of Estimates in Preparation of Financial Statements

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Cash and Cash Equivalents

The Organization considers all unrestricted highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

Investments

Investments in equity securities with readily determinable fair values are reported at their fair value based on quoted market prices in the statements of financial position. The Organization follows FASB ASC 958, Accounting for Certain Investments Held by Not-for-Profit Organizations. In accordance with this standard, investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statements of financial position. Realized and unrealized gains and losses are included in investment returns including investment fees in the statements of activities.

A decline in the market value of an investment security below its cost that is designated to be other than temporary is recognized through an impairment charge. That impairment charge would be included in the statements of activities and a new cost basis would be established. For the years ended December 31, 2018 and 2017, the Organization did not record any impairment charges in the statements of activities.

The Organization records realized gains and losses on the trade date and changes in unrealized gains and losses recognized in the statements of activities as of the statements of financial position date. Other types of income that the Organization will continue to report in its statement of activities will be investment income such as interest and dividends, which are recognized on an accrual basis.

Property and Equipment

Property and equipment are recorded at cost, or if donated, at approximate fair value at the date of donation. Property and equipment with an estimated useful life of greater than one year are capitalized. Depreciation is computed using the straight-line method over the estimated useful lives of the assets.

BAND OF PARENTS, INC.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2018

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

New Accounting Pronouncement

On August 18, 2016, FASB issued ASU 2016-14, Not-for-Profit Entities (Topic 958) – Presentation of Financial Statements of Not-for-Profit Entities. The update addresses the complexity and understandability of net asset classification, deficiencies in information about liquidity and availability of resources, and the lack of consistency in the type of information provided about expenses and investment return. The Organization has adjusted the presentation of these statements accordingly. The ASU has been applied retrospectively to all periods presented.

Comparative Financial Information

The financial statements include certain prior-year summarized comparative information. With respect to the statement of activities, the prior year information is presented in total, not by net asset class. With respect to the statement of functional expenses, the prior year expenses are presented by expense classification in total rather than by functional category. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Band of Parents, Inc.'s financial statements for the year ended December 31, 2017, from which the summarized information was derived.

3. CONCENTRATION OF CREDIT RISK

The Organization maintains its cash accounts at a commercial bank and a financial institution located in New York State. The cash account at each bank is insured by the Federal Deposit Insurance Corporation up to a balance of \$250,000. At December 31, 2018, the Organization had cash balances in excess of Federally insured limits of approximately \$700,000. The Organization performs ongoing evaluations of its commercial banks to limit its concentration of risk exposure. The company has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on its cash and cash equivalents. The Company has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on its cash and cash equivalents.

BAND OF PARENTS, INC.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2018

4. AVAILABILITY AND LIQUIDITY

The following represents the Organization's financial assets at December 31, 2018:

Cash & cash equivalents	\$	31,821
Investments		932,399
Total financial assets		964,220
Financial assets available to meet general expenditures Over the next twelve months	\$	964,220

The Organization's goal is generally to maintain financial assets to meet 90 days of operating expenses. As part of its liquidity plan, excess cash is invested in investments, including money market accounts and certificates of deposit.

5. INVESTMENTS

Financial assets have been valued using the fair value hierarchy as of December 31, 2018. All assets have been valued using a market approach. There have been no changes in valuation techniques and related inputs.

At December 31, 2018, the fair values of the Organization's investments were as follows:

	Level 1	Level 2	Level 3	Total
Money funds	\$ 932,399	\$ -	\$ -	\$ 932,399

The following schedule summarizes the Organization's investment return for the year ended December 31, 2018:

Interest income	\$ 14,644
Total investment return	\$ 14,644

The investment portfolio is subject to the volatility of the securities marketplace, and accordingly, its fair value may rise or decline on a basis unrelated to management's investment decisions.

BAND OF PARENTS, INC.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2018

6. DIRECT PUBLIC SUPPORT

For the year ended December 31, 2018, the Organization received the following direct public support:

Corporation contributions	\$ 11,336
Foundation contributions	126,242
Individual contributions	71,027
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Total	\$ 208,605

7. FUNDRAISING EVENT

For the year ended December 31, 2018, the Organization sponsored and received the following from fundraising events:

Evening of Hope	\$ 217,724
Play like a Pro	104,726
Dream for a Cure	51,609
Other Local Fundraisers	27,098
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Total	\$ 401,157

8. NET ASSETS WITH DONOR RESTRICTIONS

Changes in net assets with donor restrictions are as follows:

	Beginning Balance	Additions	Releases	Ending Balance
Fundraising events	\$ 57,024	\$ -	\$ (57,024)	\$ -

For the year ended December 31, 2018, the Organization released \$57,024 received in the prior year from net assets with donor restrictions as such amount was used, as required for programs in 2018.

BAND OF PARENTS, INC.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2018

9. PROPERTY AND EQUIPMENT

Property and equipment, at cost, consist of the following as of December 31, 2018:

Computer equipment	\$ 649
Less: accumulated depreciation	(374)
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Property and equipment, net	\$ 275

Depreciation expense of the year ended December 31, 2018 was \$130.

10. SUBSEQUENT EVENTS

The Organization's management has performed subsequent events procedures through October 21, 2019 which is the date the financial statements were available to be issued. There were no subsequent events requiring adjustment to the financial statements or disclosures as stated herein.