
BAND OF PARENTS, INC.

**Financial Statements for the
Year Ended December 31, 2017
and Independent Auditors' Report**

BAND OF PARENTS, INC.

FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2017 (WITH COMPARATIVE TOTALS FOR 2016)

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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, 2017, 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, 2017, 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 2016 financial statements, and our report dated August 11, 2017, 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, 2016, 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 31, 2018

BAND OF PARENTS, INC.

STATEMENT OF FINANCIAL POSITION DECEMBER 31, 2017 (WITH COMPARATIVE TOTALS FOR 2016)

ASSETS	2017	2016
Current assets:		
Cash and cash equivalents (<i>Notes 2 and 3</i>)	\$ 1,096,164	\$ 556,194
Prepaid expenses	149	2,433
Total current assets	1,096,313	558,627
Property and equipment, net (<i>Notes 2 and 8</i>)	405	535
TOTAL ASSETS	\$ 1,096,718	\$ 559,162
LIABILITIES AND NET ASSETS		
Current liabilities:		
Accounts payable and accrued expenses	\$ 11,500	\$ -
Grants payable (<i>Note 7</i>)	50,000	-
Total liabilities	61,500	-
Net assets:		
Unrestricted	978,194	528,829
Temporarily restricted (<i>Notes 2 and 6</i>)	57,024	30,333
Total net assets	1,035,218	559,162
TOTAL LIABILITIES AND NET ASSETS	\$ 1,096,718	\$ 559,162

See accompanying notes to financial statements.

BAND OF PARENTS, INC.

STATEMENT OF ACTIVITIES FOR THE YEAR ENDED DECEMBER 31, 2017 (WITH COMPARATIVE TOTALS FOR 2016)

	Unrestricted	Temporarily restricted	2017	2016
SUPPORT AND REVENUES:				
Direct public support <i>(Note 4)</i>	\$ 386,047	\$ -	\$ 386,047	\$ 374,308
Fundraising events <i>(Note 5)</i>	604,257	57,024	661,281	407,466
Donated services <i>(Note 2)</i>	6,000	-	6,000	6,000
Interest income	3,386	-	3,386	598
Other income	434	-	434	60
Net assets released from restrictions <i>(Note 6)</i>	30,333	(30,333)	-	-
TOTAL SUPPORT AND REVENUES	1,030,457	26,691	1,057,148	788,432
EXPENSES:				
Program services	301,667	-	301,667	485,000
Management and general	105,572	-	105,572	51,747
Fundraising	173,853	-	173,853	204,257
TOTAL EXPENSES	581,092	-	581,092	741,004
CHANGE IN NET ASSETS	449,365	26,691	476,056	47,379
NET ASSETS, BEGINNING OF YEAR	528,829	30,333	559,162	511,783
NET ASSETS, END OF YEAR	\$ 978,194	\$57,024	\$1,035,218	\$ 559,162

See accompanying notes to financial statements.

BAND OF PARENTS, INC.

STATEMENT OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED DECEMBER 31, 2017 (WITH COMPARATIVE TOTALS FOR 2016)

	Program Services	Management and General	Fundraising	2017	2016
Evening of Hope event	\$ -	\$ -	\$ 63,214	\$ 63,214	\$ 59,711
Cocktails for a Cure	-	-	36,665	36,665	29,258
Play it Like a Pro	-	-	53,919	53,919	56,600
Barclays-Benefactor Pavilion	-	-	-	-	31,750
Barclays Golf Event	-	-	-	-	15,138
Fundraising general expenses	-	-	1,106	1,106	494
Grants given	301,667	-	-	301,667	485,000
Salaries and wages	-	6,000	-	6,000	6,000
Bank fees	-	2,228	-	2,228	1,836
Insurance	-	2,284	-	2,284	2,424
Office supplies and printing	-	8,234	-	8,234	1,073
Postage and mailings	-	-	1,626	1,626	3,047
Professional fees	-	86,275	-	86,275	40,015
Taxes and fees	-	-	125	125	125
Website	-	-	6,294	6,294	3,941
Advertising	-	-	8,483	8,483	-
Travel and meetings	-	-	2,421	2,421	4,193
Miscellaneous	-	421	-	421	285
Total expense before depreciation	301,667	105,442	173,853	580,962	740,890
Depreciation	-	130	-	130	114
TOTAL EXPENSES	\$ 301,667	\$ 105,572	\$ 173,853	\$ 581,092	\$ 741,004

See accompanying notes to financial statements.

BAND OF PARENTS, INC.

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED DECEMBER 31, 2017 (WITH COMPARATIVE TOTALS FOR 2016)

	2017	2016
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ 476,056	\$ 47,379
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and amortization	130	114
Changes in operating assets and liabilities:		
Decrease (increase) in prepaid expenses	2,284	(9)
Increase (decrease) in accounts payable and accrued expense	61,500	(4,500)
Net cash provided by operating activities	539,970	42,984
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of fixed assets	-	(649)
NET CHANGE IN CASH AND CASH EQUIVALENTS	539,970	42,335
CASH AND CASH EQUIVALENTS – BEGINNING OF YEAR	556,194	513,859
CASH AND CASH EQUIVALENTS – END OF YEAR	\$ 1,096,164	\$ 556,194
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:		
Cash paid for interest	\$ -	\$ -
Cash paid for taxes	\$ 125	\$ 125

See accompanying notes to financial statements.

BAND OF PARENTS, INC.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2017

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 statement presentation follows the recommendation of the Financial Accounting Standards Board (“FASB”) Accounting Standards Codification (“ASC”) 958-205, *Presentation of Financial Statements*. Under FASB ASC 958-205, the Organization is required to report information regarding its financial position and activities according to three classes of net assets:

Unrestricted net assets: Net assets that are not subject to any donor-imposed stipulations.

Temporarily restricted net assets: Net assets subject to donor-imposed restriction on their use that may be met either by actions of the Organization or the passage of time.

Permanently restricted net assets: Net assets subject to donor-imposed or other legal restrictions that require the principal be maintained permanently by the Organization.

BAND OF PARENTS, INC.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2017

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, 2017, 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, 2017.

BAND OF PARENTS, INC.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2017

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Contributions

All contributions received and unconditional promises to give are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as temporarily restricted or permanently restricted support that increases those net asset classes. When a temporary restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. Donor restricted contributions whose restrictions are met within the same year as received are reflected as unrestricted contributions in the accompanying financial statements. The Organization had temporarily restricted net assets totaling \$57,024 at December 31, 2017.

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, 2017 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 Section 501(c)(3) of the Internal Revenue Code. In addition, The Organization has been classified as an entity that is not a private foundation within the meaning of Section 509(a) and qualifies for deductible contributions as provided in Section 170(b)(1)(A)(vi). Accordingly, no provision has been made for income taxes in the financial statements. There was no unrelated business income for the year ended December 31, 2017.

BAND OF PARENTS, INC.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2017

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Income Tax Status (continued)

The Organization has filed for and received income tax exemptions in the jurisdictions where it is required to do so. Additionally, the Organization has filed Internal Revenue Service Form 990, Return of Organization Exempt from Income Tax, as required. Currently, the 2014, 2015, and 2016 tax years are open and subject to examination by the taxing authorities. However, the Organization is not currently under audit nor has the Organization been contacted by any of the taxing authorities.

The Organization follows the provisions of FASB ASC 740-10-25. The provisions prescribe a recognition threshold and measurement attribute for the recognition and measurement of tax positions taken or expected to be taken in income tax returns and require that uncertain tax positions are evaluated in a two-step process. As of and during the year ended December 31, 2017, the Organization did not have a liability for any unrecognized tax benefits. It is not anticipated that unrecognized tax benefits would significantly increase within 12 months of the reporting date.

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.

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, 2017

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.

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, 2016, 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, 2017, 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.

4. DIRECT PUBLIC SUPPORT

For the year ended December 31, 2017, the Organization received the following direct public support:

Corporation contributions	\$ 12,746
Foundation contributions	30,606
Individual contributions	342,695
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Total	\$ 386,047

BAND OF PARENTS, INC.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2017

5. FUNDRAISING EVENT

For the year ended December 31, 2017, the Organization sponsored and received the following from fundraising events:

	Unrestricted	Temporarily restricted	Total
Evening of Hope	\$ 265,263	\$ -	\$ 265,263
Play like a Pro	86,404	57,024	143,428
Cocktails for a Cure	52,521	-	52,521
Other Local Fundraisers	200,069	-	200,069
Total	\$ 604,257	\$ 57,024	\$ 661,281

6. TEMPORARILY RESTRICTED NET ASSETS

Changes in temporarily restricted net assets are as follows:

	Beginning Balance	Additions	Releases	Ending Balance
Fundraising events	\$ 30,333	\$ 57,024	\$ (30,333)	\$ 57,024

For the year ended December 31, 2017, the Organization released \$30,333 received in the prior year from temporarily restricted net assets as such amount was used, as required for programs in 2017, and received donor restricted contributions totaling \$57,024. As of December 31, 2017, those restrictions have not been met. Nevertheless, donors agreed to the Organization's fulfillment of the requirements during next fiscal year.

BAND OF PARENTS, INC.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2017

7. GRANTS PAYABLE/COMMITMENTS

In August 2016, the Organization along with no less than three organizations entered into an agreement with Memorial Sloan-Kettering Cancer Center committing \$250,000 to the Bivalent Vaccine Plus Beta-Glucan for High-Risk Neuroblastoma in First Remission. The intent is to fund this commitment as a group with the Organization guaranteeing all of the payments. During the year of 2017, Band of Parents, Inc. contributed \$50,000. As of December 2017, no remaining commitment will be paid by the Organization due to the discontinuation of the study.

In September 2014, the Organization along with no less than four organizations entered into an agreement with Memorial Sloan-Kettering Cancer Center committing \$500,000 to the Band of Parents' Neuroblastoma Initiatives Fund for the restricted purpose of funding the Combination of Cell-Mediated and Antibody-Mediated Immunotherapy for High-Risk Neuroblastoma: Phase I Study of Haploidentical Natural Killer Cells plus Humanized 3F8. The intent is to fund this commitment as a group with the Organization guaranteeing all of the payments. During the year of 2017, Band of Parents, Inc. contributed \$25,000. As of December 2017, no remaining commitment will be paid by the Organization due to the discontinuation of the study.

In October 2017, the Organization along with no less than one organization entered into an agreement with The Montefiore Medical Center committing \$175,000 to the Montefiore Neuroblastoma team. The intent is to fund this commitment as a group with the Organization guaranteeing all of the payments. As of December 2017, Band of Parents, Inc. has contributed \$41,667 and Montefiore Medical Center contributed \$50,000. The remaining commitment to be paid by the Organization is \$83,333, which should be paid by November 30, 2018 and November 30, 2019 respectively.

In April 2017, the Organization along with no less than one organization entered into an agreement with The Memorial Sloan Kettering Cancer Center committing \$100,000 to the John K. Bartosz Fellow in Pediatric Immunotherapy. The intent is to fund this commitment as a group with the Organization guaranteeing all of the payments during the program period from July 1st, 2017 to June 30, 2018. As of December 2017, Band of Parents, Inc. should contribute \$50,000 and the remaining commitment to be paid by the Organization in fiscal year 2018 is \$50,000, which will be paid by March 14, 2018.

BAND OF PARENTS, INC.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2017

8. PROPERTY AND EQUIPMENT

Property and equipment, at cost, consist of the following as of December 31, 2017:

Computer equipment	\$ 649
Less: accumulated depreciation	(244)
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Property and equipment, net	\$ 405

Depreciation expense of the year ended December 31, 2017 was \$130.

9. SUBSEQUENT EVENTS

The Organization's management has performed subsequent events procedures through October 31, 2018, 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.