

Robert G. Gillette, CPA

Nonprofit Clients Only


INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Camp Fire USA of Central Ohio Council

I have audited the accompanying statement of financial position of Camp Fire USA of Central Ohio Council, a nonprofit organization, as of December 31, 2011 and the related statements of activities, functional expenses and cash flows for the year then ended. These financial statements are the responsibility of the Council's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit 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 of Camp Fire USA of Central Ohio Council as of December 31, 2011, the changes in its net assets, its functional expenses and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.


Robert G. Gillette, CPA
Columbus, Ohio

March 8, 2012

Camp Fire USA of Central Ohio Council
Statement of Financial Position
For the Years Ended December 31, 2011

Assets

Current assets	
Cash and cash equivalents	\$80,503
Contributions receivable, net	20,619
Prepaid expenses and deposits	1,663
	<hr/>
Total current assets	102,785
Property and equipment	
Land buildings and equipment - Note C	294,250
Less: Accumulated depreciation	(250,498)
	<hr/>
Net property and equipment	43,752
	<hr/>
Total assets	<u><u>\$146,537</u></u>

Liabilities

Custodial accounts, accounts payable and accrued liabilities - Note D	\$16,034
Accounts payable - National	86,116
Line of credit and notes payable - Note E	11,309
	<hr/>
Total liabilities	113,459

Net assets

Unrestricted	(16,817)
Temporarily restricted - Note G	46,394
Permanently restricted - Note G	3,500
	<hr/>
Total net assets	33,078
	<hr/>
Total liabilities and net assets	<u><u>\$146,537</u></u>

See accompanying notes to financial statements

Camp Fire USA of Central Ohio Council
Statement of Activities
For the Year Ended December 31, 2011

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Support and revenue				
Contributions	\$59,096	\$31,919		\$91,015
Foundations and grants	24,110			24,110
Membership dues	10,700			10,700
Program fees	183,082			183,082
Interest income	5			5
Total support and revenue	<u>276,993</u>	<u>31,919</u>	<u>0</u>	<u>308,912</u>
Expenses:				
Program service	261,496			261,496
Management and general	33,828			33,828
Fundraising	1,785			1,785
	<u>297,109</u>	<u>0</u>	<u>0</u>	<u>297,109</u>
Change in net assets	(20,116)	31,919		11,803
Net assets - beginning of year	3,299	14,475	3,500	21,275
Net assets - end of year	<u>(\$16,817)</u>	<u>\$46,394</u>	<u>\$3,500</u>	<u>\$33,078</u>

See accompanying notes to financial statements

Camp Fire USA of Central Ohio Council
Statement of Functional Expenses
For the Year Ended December 31, 2011

	<u>Program Service</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
Salaries, payroll taxes and benefits	\$142,938	\$7,568	\$562	\$151,068
Professional fees	5,031	10,490		15,521
Camp and office supplies	34,830	2,413	102	37,345
Telephone and communications	3,490	890	148	4,528
Office expense	6,412	897	149	7,458
Occupancy	22,159	1,953	325	24,437
Insurance	6,992	2,868	475	10,335
Charter fee and dues	23,499	275		23,774
Transportation, conference and meeting	4,024	460	24	4,508
Bank fees and interest	1,891	5,989		7,880
Depreciation	1,456			1,456
Staff development	1,120	25		1,145
Publicity	7,654			7,654
	<u>\$261,496</u>	<u>\$33,828</u>	<u>\$1,785</u>	<u>\$297,109</u>

See accompanying notes to financial statements

Camp Fire USA of Central Ohio Council
Statement of Cash Flows
For the Years Ended December 31, 2011

Cash Flows From Operating Activities

Increase (Decrease) in Net Assets	\$11,803
-----------------------------------	----------

Adjustments to reconcile increase in net assets
to cash provided by operating activities:

Depreciation	1,457
Prepaid expenses and deposits	(146)
Contributions receivable	14,000
Custodial accounts, accounts payable and accrued liabilities - Note D	28,164
Net Cash Provided by Operations	55,278

Cash Flows From Financing Activities

Increase (Decrease) in notes payable	(8,536)
Net cash provided by financing activ	(8,536)

Increase (decrease) in cash	46,742
-----------------------------	--------

Cash Beginning Of Year	33,761
-------------------------------	--------

Cash End Of Year	\$80,503
-------------------------	----------

See accompanying notes to financial statements

Camp Fire of Central Ohio Council
Notes to Financial Statements
For the Years Ending December 31, 2011

NOTE A - ORGANIZATION AND PURPOSE

Camp Fire USA Central Ohio Council (the Council) was founded in 1913 and is affiliated with Camp Fire USA, a national 501(c)(3) nonprofit organization. Camp Fire USA was founded in 1910 as America's first nonsectarian, interracial organization for girls and in 1975 expanded services to include boys. Camp Fire's mission is to build caring, confident youth and future leaders. The mission is achieved through delivering evidence-based programming in Camp Fire clubs, before and after school educational programs, day camp, and various residential camp experiences encompassing Camp Fire's twelve core values.

The Council's main programs include:

Day and Resident Camps

The Council owns Camp Wyandot, a resident camp located in the Hocking Hills. Founded by the Council in 1928, Camp Wyandot is a fun, educational, and nurturing place where all children ages 8-18, no matter their backgrounds, are welcomed. As evidenced by a returning camper rate of about 60%, which is higher than the national average, kids enjoy and benefit from the camp experience. Parents report the following impact on their children after attending camp: they return home energized; they have improved confidence and self-esteem; they learn responsibility and independence; they get exercise in the outdoors, and they learn to live without electronic games, cell phones and TV. Parents view the camp as a safe, nurturing place where their children have new experiences, meet new friends and learn skills that will last a lifetime.

The Council sponsors a day camp at Highbanks Metro Park north of Columbus. The camp is held for nine weeks and offers before and after care for children.

Camp Fire Kids

The council provided before and after school care and Camp Fire programming at one charter school in 2011.

Camp Fire Clubs

Camp Fire clubs are community based clubs organized and run by adult volunteers. In addition to club meetings once a month, participants can enjoy special programs at Camp Wyandot and events such as camp-outs, field trips, progressing through ranks, collecting emblems, and showcasing their talents in the state fair.

NOTE B - SIGNIFICANT ACCOUNTING POLICIES

The Council prepares its financial statements in accordance with generally accepted accounting principles (GAAP) promulgated in the United States of America for nonprofit organizations. The significant accounting and reporting policies used by the Council are described below to enhance the usefulness and understandability of the financial statements.

Basis of Accounting

The financial statements of the Council have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables and other liabilities.

Use of Estimates

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

Support

All public support and revenue received by the Council is considered to be available for program and supporting services unless specifically restricted by the donor. The Council reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. The value of donated services and commodities are included in the accompanying financial statements only if an objective basis is available to measure the value of such services and commodities. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily-restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. Designations of current unrestricted funds are made at the discretion of, and are subject to revision by the Board of Directors.

Functional Expenses

The costs of providing the program and management and general services have been reported on a functional basis in the statement of activities. Indirect costs have been allocated between the various programs and management and general services based on estimates. Although the methods of allocation used are considered appropriate, other methods could be used that would produce a different amount.

Income Taxes

The Council qualifies as a tax exempt organization under section 501 (c) (3) of the Internal Revenue Code and is not subject to federal income taxes. Accordingly, no provision for taxes is included in these financial statements.

NOTE B - SIGNIFICANT ACCOUNTING POLICIES- continued

Cash and cash equivalents

Cash and cash equivalents include all monies in banks and highly liquid investments with maturity dates of less than three months. The carrying value of cash and cash equivalents approximates the fair market value because of their short maturities.

Property, Equipment, and Depreciation

Property and equipment are stated at cost, if purchased, or estimated fair market value at time of donation, if donated. Depreciation of property and equipment is provided for in amounts sufficient to relate the cost of depreciable assets to operations over the estimated service lives on a straight-line basis.

The range of useful lives used in computing depreciation is as follows:

Buildings	20 years
Equipment and furniture	3-10 years

Statement of Cash Flows

For purposes of the statement of cash flows, the Council considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents. Net cash flows from operating activities includes no cash payments for income taxes.

Subsequent Events

Subsequent events have been evaluated through February 25, 2012 which is the date the financial statements were available to be issued. Events occurring after that date have not been evaluated to determine whether a change in the financial statements would be required.

NOTE C – PLEDGES RECEIVABLE

At December 31, 2011 the Council had \$25,350 of pledges receivable which will be received within one year and \$25,105 which will be received in one to ten years. Total amounts receivable are \$50,455, which have been discounted by \$3,536 using a rate of 5%. In addition the Council has established an allowance for uncollectable pledges in the amount of \$26,300 which approximates pledges receivable due for more than one year.

NOTE D – PROPERTY AND EQUIPMENT

Property and equipment are carried on the books at historical cost for items purchased or assigned cost for donated items, with the appropriate accumulated depreciation. The depreciation charged against net assets consists of the amount required to write down the original cost of fixed assets to a residual value over their estimated useful lives. It is the Council's policy to capitalize property and equipment of \$1,000 or higher. Lesser amounts are expensed as period costs.

The straight-line depreciation method is used by the Council with useful lives of buildings at 20 years and fixtures, furniture and equipment ranging from 3 to 10 years.

NOTE D – PROPERTY AND EQUIPMENT - continued

Fixed assets consist of the following:

	<u>2011</u>
Land	\$4,821
Buildings	222,855
Fixtures, furniture, & equipment	45,389
Construction in progress	21,185
	<hr/>
Total	294,250
Less: accumulated depreciation	(250,498)
	<hr/>
Net	<u>\$43,752</u>

Depreciation expenses for the years ending December 31, 2011 was \$1,456.

NOTE E – LINE OF CREDIT, NOTES AND CREDIT CARDS PAYABLE

On December 31, 2011 the Council had a \$500 note payable to a supporter of the Council. The note had a 5% interest rate.

The Council renewed a \$11,400 line of credit on June 3, 2011. The interest rate is variable and 1.5% over the lender's prime commercial rate. Accrued interest payable is due monthly with the unpaid principal and accrued interest due at June 1, 2012, the maturity date of the line of credit. The line is secured by a \$12,000 certificate of deposit. On December 31, 2011 the unpaid balance on the line of credit was \$10,809.

The Council has five bank credit cards payable with a total credit limit of \$12,000. The total balance due on the cards at December 31, 2011 was \$480.

NOTE F - RESTRICTED NET ASSETS

Temporarily-restricted net assets are available for:

Improvements to the camp	\$44,894
Computers	<u>1,500</u>
Total Temporarily-restricted net assets	<u>\$46,394</u>

Permanently-restricted net assets are available for:

Endowment fund providing investment earnings to support the operation of the camp	\$3,500
---	---------

NOTE G - CONCENTRATION OF CREDIT RISK

The Council places some of its temporary cash and money market accounts with creditworthy, high-quality financial institutions. Accounts at these institutions are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000.

NOTE I - DONATED SERVICES

The Council receives volunteer services that are not recordable under generally accepted accounting principles. A substantial number of volunteers have donated a significant amount of time in the Council's program services. The value of volunteer services is not disclosed as no objective basis is available to measure the value of such services.