

Michigan Drum Corps Scholarship Fund

Financial statements for the month of:

June 2024

(with summarized comparative information for the previous month)

Table of Contents:

Introduction and Narrative

Schedule A: Statement of Financial Position

Schedule B: Statement of Activities

Schedule C: Statement of Changes in Net Assets

Schedule D: Statement of Cash Flows

Introduction

June marked the ninth month of our fifth year of operations. The fund recorded \$222.43 in net profit for our quarterly investment earnings (net of expenses) less our monthly Digital Ocean invoice. As of June 30th, the Jason Fritz Memorial Endowment has a \$167.32 spendable balance and a \$18,998.02 permanently restricted balance whose earnings will be used to support future scholarships. According to the Battle Creek Community Foundation fund portal, our earnings from April – June 2024 resulted in a \$229.63 net gain in excess of investment management fees. The board would like to note that previous concerns about market volatility and inflation led us to retain some restricted donations in the form of cash. The permanently restricted balance of the endowment will increase by an additional \$1,298.71 following a transfer to the Battle Creek Community Foundation. Recent market returns suggest that it would now be in the fund's best interest to invest these dollars and capitalize on investment returns.

For the 2024 season, a total of \$3,250.00 was awarded to seven students marching with the Battalion, Seattle Cascades, Jersey Surf, Mandarins, Spartans, and Vessel. Of these students, two are drum majors that were recipients of the 2024 Jason Fritz Memorial Scholarships. Like the 2023 season, the total support requested during 2024 greatly exceeded the scholarship fund's entire net asset balance – and many students who applied for tuition assistance did not receive scholarships. The Fund's continued support of students is conditional on our ability to fundraise and secure a reliable donor base.

Financial Recap

Liquid assets on hand: \$108.95

Donations: 0 donations received in June. 7 donations received this fiscal year.

Disbursements: 0 program related disbursements made during June. 7 program related disbursements made this fiscal year.

Financial Narrative

Cash for the month decreased \$7.20 from May to June for our monthly Digital Ocean invoice payment. \$205 of the cash on hand is restricted to maintain minimum reserve requirements and \$1,348.71 is restricted for the Jason Fritz Memorial Endowment for donations to be transferred to BCCF.

Program related expenses did not change during June. Administrative expenses are up \$46.00 for our monthly Digital Ocean website hosting fee and investment-related fees.

Restricted funds for the Jason Fritz Memorial Endowment are broken down as follows: \$20,296.73 is permanently restricted as the corpus of the endowment and \$187.32 remains invested as an operating spendable balance. Endowment earnings and losses are listed under the Investments category of the profit and loss statement. All unused funds at the end of the fiscal year are reinvested in the corpus of the endowment. All funds are managed in accordance with Generally Accepted Accounting Principles in the United States.

Michigan Drum Corps Scholarship Fund
Statement of Financial Position
As of June 30, 2024

12:01 AM
08/13/2024
Accrual Basis

	<u>Jun 2024</u>	<u>May 2024</u>
ASSETS		
Current Assets		
Cash		
Checking Account	1,571.66	1,578.86
Savings Account	91.00	91.00
Less: Reserve Requirements	(205.00)	(205.00)
Less: Restricted Funds for Endowment	(1,348.71)	(1,348.71)
Total Unrestricted Cash	108.95	116.15
Restricted Cash	1,553.71	1,553.71
Total Checking/Savings	1,662.66	1,669.86
Accounts Receivable		
Accounts Receivable	0.00	0.00
Pledges Receivable	0.00	0.00
Allowance for Uncollectibles	0.00	0.00
Total Accounts Receivable	0.00	0.00
Total Current Assets	1,662.66	1,669.86
Fixed Assets		
Property, Plant, & Equipment	0.00	0.00
Total Fixed Assets	0.00	0.00
Other Assets		
Marketable Securities	0.00	0.00
Prepaid Expenses	0.00	0.00
Other Assets	0.00	0.00
Jason Fritz Endowment - Spendable Balance	167.32	167.32
Jason Fritz Endowment - Restricted Balance	18,998.02	18,768.39
Total Other Assets	19,165.34	18,935.71
TOTAL ASSETS	<u><u>20,828.00</u></u>	<u><u>20,605.57</u></u>
LIABILITIES & EQUITY		
Liabilities		
Current Liabilities		
Accounts Payable	0.00	0.00
Total Accounts Payable	0.00	0.00
Other Current Liabilities		
Salaries and Wages Payable	0.00	0.00
Total Other Current Liabilities	0.00	0.00
Total Current Liabilities	0.00	0.00
Long Term Liabilities		
Notes Payable	0.00	0.00
Total Long Term Liabilities	0.00	0.00
Total Liabilities	0.00	0.00
Equity		
Unrestricted Net Assets	343.95	351.15
Donor Restricted Net Assets	20,484.05	20,254.42
Total Equity	20,828.00	20,605.57
TOTAL LIABILITIES & EQUITY	<u><u>20,828.00</u></u>	<u><u>20,605.57</u></u>

Michigan Drum Corps Scholarship Fund
Statement of Activities
June 2024

12:01 AM
08/13/2024
Accrual Basis

	<u>Jun 2024</u>	<u>May 2024</u>	<u>Year to Date</u>
Ordinary Income/Expense			
Income			
Contributions			
Individual Contributions	0.00	550.00	3,927.32
Corporate Contributions	0.00	0.00	0.00
Gifts in Kind	0.00	0.00	0.00
Total Contributions	<u>0.00</u>	<u>550.00</u>	<u>3,927.32</u>
Major Gifts	0.00	0.00	0.00
Investments			
Interest Income	268.43	0.00	1,570.24
Investments	0.00	0.00	1,021.33
Other Income	0.00	0.00	0.00
Total Investments	<u>268.43</u>	<u>0.00</u>	<u>2,591.57</u>
Other Income	0.00	0.00	0.00
Total Income	<u>268.43</u>	<u>550.00</u>	<u>6,518.89</u>
Expense			
Program Expenses			
Auditions & Camp Fees	0.00	0.00	0.00
Member Tuition	0.00	3,250.00	3,250.00
Other Program Expenses	0.00	0.00	0.00
Total Program Expenses	<u>0.00</u>	<u>3,250.00</u>	<u>3,250.00</u>
Administrative Expenses			
Supplies	0.00	0.00	0.00
Postage	0.00	0.00	0.00
Travel	0.00	0.00	0.00
Registration Fees	0.00	0.00	0.00
Software Purchases	0.00	0.00	0.00
Other Expenses	0.00	0.00	0.00
Contract Services	0.00	0.00	0.00
Website Expenses	7.20	7.20	69.60
Fundraising Expenses	0.00	0.00	0.00
Bank Fees	0.00	9.60	11.88
Paypal Fees	0.00	0.00	2.48
Investment Fees	38.80	0.00	209.14
Total Administrative Expenses	<u>46.00</u>	<u>16.80</u>	<u>293.10</u>
Total Expenses	<u>46.00</u>	<u>3,266.80</u>	<u>3,543.10</u>
Net Income	<u><u>222.43</u></u>	<u><u>-2,716.80</u></u>	<u><u>2,975.79</u></u>

Michigan Drum Corps Scholarship Fund
Statement of Changes in Net Assets
As of June 30, 2024

12:01 AM
08/13/2024
Accrual Basis

	Jun 2024	May 2024	Year to Date
Total Unrestricted Revenues	0.00	500.00	1,300.00
Net Assets Released from Restriction	0.00	0.00	0.00
Total Unrestricted Expenses and Losses	-7.20	-2,266.80	-2,333.96
Increase in Unrestricted Net Assets	-7.20	-1,766.80	-1,033.96
Donor Restricted Net Assets	0.00	0.00	0.00
Temporarily Restricted Net Assets	187.32	187.32	187.32
Contributions	0.00	0.00	0.00
Net Assets Released from Restriction	0.00	0.00	0.00
Increase in Temporarily Restricted Net Assets	0.00	0.00	0.00
Permanently Restricted Net Assets	20,296.73	20,067.10	20,296.73
Contributions	268.43	50.00	5,218.89
Total Restricted Expenses and Losses	-38.80	-1,000.00	-1,209.14
Increase in Permanently Restricted Net Assets	229.63	-950.00	4,009.75
Change in Net Assets	222.43	-2,716.80	2,975.79
Beginning Net Assets:	20,605.57	23,322.37	17,852.21
Ending Net Assets:	20,828.00	20,605.57	20,828.00

Michigan Drum Corps Scholarship Fund
Statement of Cash Flows
June 2024

12:01 AM

08/13/2024

Accrual Basis

	<u>Jun 24</u>	<u>Oct '23 - Jun 24</u>
OPERATING ACTIVITIES		
Net Income	222.43	2,975.79
Adjustments to reconcile Net Income to net cash provided by operations:		
Accounts Receivable	0.00	0.00
Pledges Receivable	0.00	0.00
Allowance for Uncollectibles	0.00	0.00
Prepaid Expenses	0.00	0.00
Accounts Payable	0.00	-28.01
Salaries and Wages Payable	0.00	0.00
Net cash provided by Operating Activities	<u>222.43</u>	<u>2,947.78</u>
INVESTING ACTIVITIES		
Property, Plant, & Equipment	0.00	0.00
Securities	0.00	0.00
Other Assets	0.00	0.00
Security Deposits	0.00	0.00
Jason Fritz Endowment - Spendable Balance	0.00	892.68
Jason Fritz Endowment - Restricted Balance	-229.63	-4,882.43
Net cash provided by Investing Activities	<u>-229.63</u>	<u>-3,989.75</u>
FINANCING ACTIVITIES		
Other Liabilities	0.00	0.00
Unrestricted Net Assets	0.00	0.00
Donor Restricted Net Assets	0.00	0.00
Net cash provided by Financing Activities	<u>0.00</u>	<u>0.00</u>
Net cash increase (decrease) for period	<u>-7.20</u>	<u>-1,041.97</u>
Cash at beginning of period	1,669.86	2,704.63
Cash at end of period	<u><u>1,662.66</u></u>	<u><u>1,662.66</u></u>