

Michigan Drum Corps Scholarship Fund

Financial statements for the month of:

July 2021

(with summarized comparative information for the previous month)

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Introduction

July marked the first month of the drum corps season with live shows across multiple states and, as of August 15th, the season has concluded without any major outbreak of COVID-19 within a corps (to our knowledge). The Board will be reaching out to our sponsored students to congratulate them on a successful season and to receive their testimonies about the 2021 season!

Work continues on the Jason Fritz Memorial Scholarship that will be disbursed through the Michigan Drum Corps Scholarship Fund. Fundraising kicked off for Jason's endowment during July both virtually and in person at his memorial in Comstock. The board has also discussed potential endowment managers with leading candidates such as the Battle Creek Community Foundation and Community Foundation of Southeastern Michigan, conditional on minimum fund balances. Currently we have received \$6,450.78 in donations to the endowment and have an additional \$1,500 in matching funds available for use in future fundraising efforts. The fundraising campaign will remain open through September and we will invest all funds in an endowment during October.

The scholarship fund received no new scholarship applications during July. Between our sponsored students from 2020 and this year's sponsored students, we have a total of four students marching with three corps this summer: Jaden McCallum and Echo Bennett with Phantom Regiment, Abbey Trach with River City Rhythm, and Kaitlyn Colyer with the Madison Scouts. To date, Crossmen has not responded to refund requests through they participated in the 2021 season.

Financial Recap

Liquid assets on hand: \$1,593.77

Donations: 31 donations received in July.

Disbursements: 0 program related disbursements during July. 2 program related disbursements have been made this fiscal year. We paid the \$315.00 disbursement for Kaitlyn Colyer to the Madison Scouts in May and it was deposited by the corps in June. Echo's \$400.00 disbursement was approved and paid but has yet to be deposited by the corps. Prepaid adjustments were made during May to recognize the use of Jaden's and Abbey's 2020 sponsorships for the 2021 season.

Financial Narrative

July marked the tenth month of operations for the fund in our second fiscal year. Cash for the month is \$3,310.85 higher than June. \$205 of the total cash on hand is currently restricted to maintain minimum reserve requirements and \$3,798.41 is restricted for the Jason Fritz Memorial Endowment.

Program related expenses had no activity during July. Administrative expenses are up \$137.56 for the monthly Digital Ocean invoice, website domain name renewal, business cards, logo design services, and PayPal fees.

\$3,739.74 of contributions (net of fees) are restricted by donors for the Jason Fritz Memorial Endowment and will be permanently restricted as the corpus for the future endowment. Endowment earnings will be separately classified and become available for use solely for the purpose of the Jason Fritz Memorial Scholarship, subject to availability of funds and applicant interest. Unused funds will be 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 July 31, 2021

4:00 PM
07/05/2021
Accrual Basis

	<u>Jul 2021</u>	<u>Jun 2021</u>
ASSETS		
Current Assets		
Cash		
Checking Account	5,506.18	2,195.33
Savings Account	91.00	91.00
Less: Reserve Requirements	(205.00)	(205.00)
Less: Restricted Funds for Endowment	(3,798.41)	0.00
Total Unrestricted Cash	1,593.77	2,081.33
Restricted Cash	4,003.41	205.00
Total Checking/Savings	5,597.18	2,286.33
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	5,597.18	2,286.33
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	500.00	500.00
Other Assets	0.00	0.00
Security Deposits	0.00	0.00
Endowments	0.00	0.00
Total Other Assets	500.00	500.00
TOTAL ASSETS	6,097.18	2,786.33
LIABILITIES & EQUITY		
Liabilities		
Current Liabilities		
Accounts Payable	0.00	400.00
Total Accounts Payable	0.00	400.00
Other Current Liabilities		
Salaries and Wages Payable	0.00	0.00
Total Other Current Liabilities	0.00	0.00
Total Current Liabilities	0.00	400.00
Long Term Liabilities		
Notes Payable	0.00	0.00
Total Long Term Liabilities	0.00	0.00
Total Liabilities	0.00	400.00
Equity		
Unrestricted Net Assets	2,357.44	2,386.33
Donor Restricted Net Assets	3,739.74	0.00
Total Equity	6,097.18	2,386.33
TOTAL LIABILITIES & EQUITY	6,097.18	2,786.33

Michigan Drum Corps Scholarship Fund
Statement of Activities
 July 2021

4:00 PM
 07/05/2021
 Accrual Basis

	<u>Jul 2021</u>	<u>Jun 2021</u>	<u>Year to Date</u>
Ordinary Income/Expense			
Income			
Contributions			
Individual Contributions	3,848.41	0.00	5,353.41
Corporate Contributions	0.00	0.00	0.00
Gifts in Kind	0.00	0.00	0.00
Total Contributions	<u>3,848.41</u>	<u>0.00</u>	<u>5,353.41</u>
Major Gifts	0.00	0.00	0.00
Investments			
Interest Income	0.00	0.00	0.00
Investments	0.00	0.00	0.00
Other Income	0.00	0.00	0.00
Total Investments	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Other Income	0.00	0.00	0.00
Total Income	<u>3,848.41</u>	<u>0.00</u>	<u>5,353.41</u>
Expense			
Program Expenses			
Auditions & Camp Fees	0.00	0.00	0.00
Member Tuition	0.00	400.00	1,405.00
Other Program Expenses	0.00	0.00	0.00
Total Program Expenses	<u>0.00</u>	<u>400.00</u>	<u>1,405.00</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	18.00	6.00	72.00
Fundraising Expenses	60.89	0.00	60.89
Bank Fees	0.00	48.25	66.70
Paypal Fees	58.67	0.00	69.72
Total Administrative Expenses	<u>137.56</u>	<u>54.25</u>	<u>269.31</u>
Total Expenses	<u>137.56</u>	<u>454.25</u>	<u>1,674.31</u>
Net Income	<u><u>3,710.85</u></u>	<u><u>-454.25</u></u>	<u><u>3,679.10</u></u>

Michigan Drum Corps Scholarship Fund
Statement of Changes in Net Assets
As of July 31, 2021

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07/05/2021
Accrual Basis

	Jul 2021	Jun 2021	Year to Date
Total Unrestricted Revenues	50.00	0.00	1,555.00
Net Assets Released from Restriction	0.00	0.00	0.00
Total Unrestricted Expenses and Losses	-78.89	-454.25	-1,615.64
Increase in Unrestricted Net Assets	-28.89	-454.25	-60.64
Donor Restricted Net Assets	0.00	0.00	0.00
Temporarily Restricted Net Assets	0.00	0.00	0.00
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	0.00	0.00	0.00
Contributions	3,798.41	0.00	3,798.41
Total Restricted Expenses and Losses	-58.67	0.00	-58.67
Increase in Permanently Restricted Net Assets	3,739.74	0.00	3,739.74
Change in Net Assets	3,710.85	-454.25	3,679.10
Beginning Net Assets:	1,932.08	2,386.33	2,418.08
Ending Net Assets:	5,642.93	1,932.08	6,097.18

Michigan Drum Corps Scholarship Fund
Statement of Cash Flows
July 2021

4:00 PM

07/05/2021

Accrual Basis

	<u>Jul 21</u>	<u>Oct '20 - Jul 21</u>
OPERATING ACTIVITIES		
Net Income	3,710.85	3,679.10
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	1,090.00
Accounts Payable	-400.00	0.00
Salaries and Wages Payable	0.00	0.00
Net cash provided by Operating Activities	<u>3,310.85</u>	<u>4,769.10</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
Endowments	0.00	0.00
Net cash provided by Investing Activities	<u>0.00</u>	<u>0.00</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 for period	3,310.85	4,769.10
Cash at beginning of period	2,286.33	828.08
Cash at end of period	<u><u>5,597.18</u></u>	<u><u>5,597.18</u></u>