

Michigan Drum Corps Scholarship Fund

Financial statements for the month of:

August 2021

(with summarized comparative information for the previous month)

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Introduction

August marked the end of a successful 2021 drum corps season! To the Board's knowledge, no corps experienced a major outbreak of COVID-19 and all ensembles were able to tour and perform in a relatively normal manner. 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 and will continue through September. To date, we have received \$5,004.74 in donations to the endowment and have an additional \$1,500 in matching funds available for use in September's fundraising efforts. As we have crossed the \$5,000 threshold, we now qualify for the Battle Creek Community Foundation's organizational endowment fund program. 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 August. Between our sponsored students from 2020 and this year's sponsored students, we had 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: \$1,587.77

Donations: 8 donations received in August.

Disbursements: 0 program related disbursements during August. 2 program related disbursements have been made this fiscal year. Prepaid adjustments were made during May to recognize the use of Jaden's and Abbey's 2020 sponsorships for the 2021 season.

Financial Narrative

August marked the eleventh month of operations for the fund in our second fiscal year. Cash for the month is \$1,114.00 higher than July. \$205 of the total cash on hand is currently restricted to maintain minimum reserve requirements and \$4,918.41 is restricted for the Jason Fritz Memorial Endowment.

Program related expenses had no activity during August. Administrative expenses are up \$6.00 for the monthly Digital Ocean invoice.

\$4,859.74 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 August 31, 2021

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09/04/2021
Accrual Basis

	<u>Aug 2021</u>	<u>Jul 2021</u>
ASSETS		
Current Assets		
Cash		
Checking Account	6,620.18	5,506.18
Savings Account	91.00	91.00
Less: Reserve Requirements	(205.00)	(205.00)
Less: Restricted Funds for Endowment	(4,918.41)	0.00
Total Unrestricted Cash	1,587.77	5,392.18
Restricted Cash	5,123.41	205.00
Total Checking/Savings	<u>6,711.18</u>	<u>5,597.18</u>
Accounts Receivable		
Accounts Receivable	0.00	0.00
Pledges Receivable	0.00	0.00
Allowance for Uncollectibles	0.00	0.00
Total Accounts Receivable	<u>0.00</u>	<u>0.00</u>
Total Current Assets	6,711.18	5,597.18
Fixed Assets		
Property, Plant, & Equipment	0.00	0.00
Total Fixed Assets	<u>0.00</u>	<u>0.00</u>
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	<u>500.00</u>	<u>500.00</u>
TOTAL ASSETS	<u>7,211.18</u>	<u>6,097.18</u>
LIABILITIES & EQUITY		
Liabilities		
Current Liabilities		
Accounts Payable	0.00	0.00
Total Accounts Payable	<u>0.00</u>	<u>0.00</u>
Other Current Liabilities		
Salaries and Wages Payable	0.00	0.00
Total Other Current Liabilities	<u>0.00</u>	<u>0.00</u>
Total Current Liabilities	0.00	0.00
Long Term Liabilities		
Notes Payable	0.00	0.00
Total Long Term Liabilities	<u>0.00</u>	<u>0.00</u>
Total Liabilities	0.00	0.00
Equity		
Unrestricted Net Assets	2,351.44	2,357.44
Donor Restricted Net Assets	4,859.74	3,739.74
Total Equity	<u>7,211.18</u>	<u>6,097.18</u>
TOTAL LIABILITIES & EQUITY	<u>7,211.18</u>	<u>6,097.18</u>

Michigan Drum Corps Scholarship Fund
Statement of Activities
August 2021

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09/04/2021
Accrual Basis

	<u>Aug 2021</u>	<u>Jul 2021</u>	<u>Year to Date</u>
Ordinary Income/Expense			
Income			
Contributions			
Individual Contributions	1,120.00	3,848.41	6,473.41
Corporate Contributions	0.00	0.00	0.00
Gifts in Kind	0.00	0.00	0.00
Total Contributions	<u>1,120.00</u>	<u>3,848.41</u>	<u>6,473.41</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>1,120.00</u>	<u>3,848.41</u>	<u>6,473.41</u>
Expense			
Program Expenses			
Auditions & Camp Fees	0.00	0.00	0.00
Member Tuition	0.00	0.00	1,405.00
Other Program Expenses	0.00	0.00	0.00
Total Program Expenses	<u>0.00</u>	<u>0.00</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	6.00	18.00	78.00
Fundraising Expenses	0.00	60.89	60.89
Bank Fees	0.00	0.00	66.70
Paypal Fees	0.00	58.67	69.72
Total Administrative Expenses	<u>6.00</u>	<u>137.56</u>	<u>275.31</u>
Total Expenses	<u>6.00</u>	<u>137.56</u>	<u>1,680.31</u>
Net Income	<u><u>1,114.00</u></u>	<u><u>3,710.85</u></u>	<u><u>4,793.10</u></u>

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

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09/04/2021
Accrual Basis

	Aug 2021	Jul 2021	Year to Date
Total Unrestricted Revenues	0.00	50.00	1,555.00
Net Assets Released from Restriction	0.00	0.00	0.00
Total Unrestricted Expenses and Losses	-6.00	-78.89	-1,621.64
Increase in Unrestricted Net Assets	-6.00	-28.89	-66.64
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	1,120.00	3,798.41	4,918.41
Total Restricted Expenses and Losses	0.00	-58.67	-58.67
Increase in Permanently Restricted Net Assets	1,120.00	3,739.74	4,859.74
Change in Net Assets	1,114.00	3,710.85	4,793.10
Beginning Net Assets:	6,097.18	2,386.33	2,418.08
Ending Net Assets:	7,211.18	6,097.18	7,211.18

Michigan Drum Corps Scholarship Fund
Statement of Cash Flows
August 2021

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09/04/2021

Accrual Basis

	<u>Aug 21</u>	<u>Oct '20 - Aug 21</u>
OPERATING ACTIVITIES		
Net Income	1,114.00	4,793.10
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	0.00	0.00
Salaries and Wages Payable	0.00	0.00
Net cash provided by Operating Activities	<u>1,114.00</u>	<u>5,883.10</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	1,114.00	5,883.10
Cash at beginning of period	5,597.18	828.08
Cash at end of period	<u><u>6,711.18</u></u>	<u><u>6,711.18</u></u>