

# Michigan Drum Corps Scholarship Fund

Financial statements for the month of:

May 2022

(with summarized comparative information for the previous month)

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## Introduction

May marked the eighth month of our third year of operations and it featured the largest program-related disbursement in our organization's history. The fund recorded \$173.07 in net losses for the month for expenses paid exceeding donations received. To date, the Jason Fritz Memorial Endowment has a \$1,000 spendable balance and a \$13,734.95 permanently restricted balance whose investment earnings will be used to support future scholarships.

Six new scholarships were awarded during May to participants marching with the Blue Stars, the Cadets, Colts, Legends, and Phantom Regiment. Our \$500 prepaid tuition was utilized to sponsor one student with Legends while checks were cut for the other four ensembles. To date, we have awarded eight scholarships with additional general scholarships and the first Jason Fritz Memorial Scholarship to be disbursed during June.

Outreach efforts this fiscal year have been successful in bringing in scholarship applicants and now the fund's focus is directed towards fundraising efforts. Multiple organizations were identified for outreach this summer including the Kellogg Community Foundation, C.S. Mott Foundation, Kresge Foundation, and marching-arts and Michigan-based businesses like Yamaha, Innovative Percussion, Remo, Meijer, Kroger, and others. These outreach efforts would be joined by proposed in-person outreach at DCI shows in Michigan, Indiana, and Illinois.

## Financial Recap

Liquid assets on hand: \$1,473.31

Donations: 5 donations received in May. 15 donations received this fiscal year.

Disbursements: 6 program related disbursements made during May. 8 program related disbursements made this fiscal year.

## Financial Narrative

Cash for the month is \$847.54 lower than April for sponsorships made and our monthly Digital Ocean expense exceeding donations received. \$205 of the total cash on hand is restricted to maintain minimum reserve requirements and \$99 is restricted for the Jason Fritz Memorial Endowment for donations to be transferred to BCCF.

Program related expenses up \$2,860 for sponsorships made and the use of our prepaid tuition with Legends.

Administrative expenses are up \$66.78 for the monthly Digital Ocean invoice and donation-related fees.

Five contributions totaling \$1528.60 were received during May while \$1,700 in direct donations to the Jason Fritz Memorial Endowment through the Battle Creek Community Foundation made in previous months were recognized during May alongside investment losses encountered to date. Restricted funds for the Jason Fritz Memorial Endowment are broken down as follows: \$13,734.95 is permanently restricted as the corpus of the endowment and \$1,000 is invested as an opening spendable balance. Endowment earnings and losses are listed under the Investments category of the profit and loss statement with a -5.5% investment return based on our last quarterly statement. All unused funds at the end of this fiscal year 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 May 31, 2022

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05/02/2022  
Accrual Basis

	<u>May 2022</u>	<u>Apr 2022</u>
<b>ASSETS</b>		
<b>Current Assets</b>		
<b>Cash</b>		
Checking Account	1,686.31	2,533.85
Savings Account	91.00	91.00
Less: Reserve Requirements	(205.00)	(205.00)
Less: Restricted Funds for Endowment	(99.00)	(49.00)
<b>Total Unrestricted Cash</b>	1,473.31	2,370.85
<b>Restricted Cash</b>	304.00	254.00
<b>Total Checking/Savings</b>	1,777.31	2,624.85
<b>Accounts Receivable</b>		
Accounts Receivable	0.00	0.00
Pledges Receivable	0.00	0.00
Allowance for Uncollectibles	0.00	0.00
<b>Total Accounts Receivable</b>	0.00	0.00
<b>Total Current Assets</b>	1,777.31	2,624.85
<b>Fixed Assets</b>		
Property, Plant, & Equipment	0.00	0.00
<b>Total Fixed Assets</b>	0.00	0.00
<b>Other Assets</b>		
Marketable Securities	0.00	0.00
Prepaid Expenses	0.00	500.00
Other Assets	0.00	0.00
Jason Fritz Endowment - Spendable Balance	1,000.00	1,000.00
Jason Fritz Endowment - Restricted Balance	13,635.95	12,461.48
<b>Total Other Assets</b>	14,635.95	13,961.48
<b>TOTAL ASSETS</b>	<b><u>16,413.26</u></b>	<b><u>16,586.33</u></b>
<b>LIABILITIES &amp; EQUITY</b>		
<b>Liabilities</b>		
<b>Current Liabilities</b>		
Accounts Payable	0.00	0.00
<b>Total Accounts Payable</b>	0.00	0.00
<b>Other Current Liabilities</b>		
Salaries and Wages Payable	0.00	0.00
<b>Total Other Current Liabilities</b>	0.00	0.00
<b>Total Current Liabilities</b>	0.00	0.00
<b>Long Term Liabilities</b>		
Notes Payable	0.00	0.00
<b>Total Long Term Liabilities</b>	0.00	0.00
<b>Total Liabilities</b>	0.00	0.00
<b>Equity</b>		
Unrestricted Net Assets	1,678.31	3,075.85
Donor Restricted Net Assets	14,734.95	13,510.48
<b>Total Equity</b>	16,413.26	16,586.33
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b><u>16,413.26</u></b>	<b><u>16,586.33</u></b>

**Michigan Drum Corps Scholarship Fund**  
**Statement of Activities**  
**May 2022**

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05/02/2022  
Accrual Basis

	<b>May 2022</b>	<b>Apr 2022</b>	<b>Year to Date</b>
<b>Ordinary Income/Expense</b>			
<b>Income</b>			
<b>Contributions</b>			
Individual Contributions	3,228.60	500.00	6,625.19
Corporate Contributions	0.00	0.00	0.00
Gifts in Kind	0.00	0.00	0.00
<b>Total Contributions</b>	<b>3,228.60</b>	<b>500.00</b>	<b>6,625.19</b>
Major Gifts	0.00	0.00	0.00
<b>Investments</b>			
Interest Income	0.00	0.00	0.00
Investments	-474.89	0.00	-474.89
Other Income	0.00	0.00	0.00
<b>Total Investments</b>	<b>-474.89</b>	<b>0.00</b>	<b>-474.89</b>
Other Income	0.00	0.00	0.00
<b>Total Income</b>	<b>2,753.71</b>	<b>500.00</b>	<b>6,150.30</b>
<b>Expense</b>			
<b>Program Expenses</b>			
Auditions & Camp Fees	0.00	0.00	125.00
Member Tuition	2,860.00	0.00	3,260.00
Other Program Expenses	0.00	0.00	0.00
<b>Total Program Expenses</b>	<b>2,860.00</b>	<b>0.00</b>	<b>3,385.00</b>
<b>Administrative Expenses</b>			
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	6.00	48.00
Fundraising Expenses	0.00	0.00	0.00
Bank Fees	50.64	0.00	50.60
Paypal Fees	10.14	0.00	52.14
<b>Total Administrative Expenses</b>	<b>66.78</b>	<b>6.00</b>	<b>150.74</b>
<b>Total Expenses</b>	<b>2,926.78</b>	<b>6.00</b>	<b>3,535.74</b>
<b>Net Income</b>	<b>-173.07</b>	<b>494.00</b>	<b>2,614.56</b>

**Michigan Drum Corps Scholarship Fund**  
**Statement of Changes in Net Assets**  
As of May 31, 2022

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05/02/2022  
Accrual Basis

	May 2022	Apr 2022	Year to Date
<b>Total Unrestricted Revenues</b>	1,477.08	500.00	2,763.56
<b>Net Assets Released from Restriction</b>	0.00	0.00	0.00
<b>Total Unrestricted Expenses and Losses</b>	-2,874.62	-6.00	-3,441.58
<b>Increase in Unrestricted Net Assets</b>	-1,397.54	494.00	-678.02
<b>Donor Restricted Net Assets</b>	0.00	0.00	0.00
<b>Temporarily Restricted Net Assets</b>	1,000.00	1,000.00	1,000.00
<b>Contributions</b>	0.00	0.00	0.00
<b>Net Assets Released from Restriction</b>	0.00	0.00	0.00
<b>Increase in Temporarily Restricted Net Assets</b>	0.00	0.00	0.00
<b>Permanently Restricted Net Assets</b>	0.00	0.00	0.00
<b>Contributions</b>	1,276.63	0.00	3,386.74
<b>Total Restricted Expenses and Losses</b>	-52.16	0.00	-94.16
<b>Increase in Permanently Restricted Net Assets</b>	1,224.47	0.00	3,292.58
<b>Change in Net Assets</b>	-173.07	494.00	2,614.56
<b>Beginning Net Assets:</b>	16,586.33	16,092.33	13,798.70
<b>Ending Net Assets:</b>	16,413.26	16,586.33	16,413.26

**Michigan Drum Corps Scholarship Fund**  
**Statement of Cash Flows**  
**May 2022**

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05/02/2022

Accrual Basis

	<u>May 22</u>	<u>Oct '21 - May 22</u>
<b>OPERATING ACTIVITIES</b>		
Net Income	-173.07	2,614.56
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	500.00	500.00
Accounts Payable	0.00	0.00
Salaries and Wages Payable	0.00	0.00
Net cash provided by Operating Activities	<u>326.93</u>	<u>3,114.56</u>
<b>INVESTING ACTIVITIES</b>		
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	-1,000.00
Jason Fritz Endowment - Restricted Balance	-1,174.47	-13,635.95
Net cash provided by Investing Activities	<u>-1,174.47</u>	<u>-14,635.95</u>
<b>FINANCING ACTIVITIES</b>		
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>-847.54</u>	<u>-11,521.39</u>
Cash at beginning of period	2,624.85	13,298.70
Cash at end of period	<u><u>1,777.31</u></u>	<u><u>1,777.31</u></u>