

# Michigan Drum Corps Scholarship Fund

Financial statements for the month of:

June 2022

(with summarized comparative information for the previous month)

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## Introduction

June marked the ninth month of our third year of operations and it featured the second largest program-related disbursement in our organization's history, which was exceeded by the preceding disbursements during May. The fund recorded \$256.00 in net losses for the month for expenses paid exceeding donations received. To date, the Jason Fritz Memorial Endowment has a \$500 spendable balance (following the release of funds for the 2022 scholarship) and a \$13,734.95 permanently restricted balance whose investment earnings will be used to support future scholarships.

Seven new scholarships were awarded during June to participants marching with the 7<sup>th</sup> Regiment, Carolina Crown, Legends, and Troopers. With the 2022 season officially beginning during the month we closed the scholarship application window with 15 students sponsored out of our general scholarship program and \$5,435 spent across tuition and audition fees. Furthermore, the first Jason Fritz Memorial Scholarship in the amount of \$500 will be awarded and disbursed in the coming weeks.

The Board would like to thank our donors for their support! Your willingness to give has provided fifteen students the opportunity to tour with a drum corps this summer and to bring the collective life lessons and musical expertise it brings back home to their communities. These students are spread across the state – from Marquette in the Upper Peninsula to Battle Creek where the scholarship fund was founded – and the potential number of future students influenced by your support today is immeasurable.

## Financial Recap

Liquid assets on hand: \$717.31

Donations: 4 donations received in May. 19 donations received this fiscal year.

Disbursements: 7 program related disbursements made during May. 15 program related disbursements made this fiscal year.

## Financial Narrative

Cash for the month is \$244.00 higher than May for the \$500 transferred from the spendable portion of the Jason Fritz Memorial Endowment offset by the net loss experienced during the month. \$205 of the total cash on hand is restricted to maintain minimum reserve requirements and \$1,099 is restricted for the Jason Fritz Memorial Endowment for donations to be transferred to BCCF.

Program related expenses up \$2,050 for sponsorships made during the month. Administrative expenses are up \$36.94 for the monthly Digital Ocean invoice and donation-related fees.

Four contributions totaling \$1,830.94 were received during June. 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 \$500 remains 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 June 30, 2022

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07/04/2022

Accrual Basis

	<u>Jun 2022</u>	<u>May 2022</u>
<b>ASSETS</b>		
<b>Current Assets</b>		
<b>Cash</b>		
Checking Account	1,930.31	1,686.31
Savings Account	91.00	91.00
Less: Reserve Requirements	(205.00)	(205.00)
Less: Restricted Funds for Endowment	(1,099.00)	(99.00)
<b>Total Unrestricted Cash</b>	717.31	1,473.31
<b>Restricted Cash</b>	1,304.00	304.00
<b>Total Checking/Savings</b>	2,021.31	1,777.31
<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>	2,021.31	1,777.31
<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	0.00
Other Assets	0.00	0.00
Jason Fritz Endowment - Spendable Balance	500.00	1,000.00
Jason Fritz Endowment - Restricted Balance	13,635.95	13,635.95
<b>Total Other Assets</b>	14,135.95	14,635.95
<b>TOTAL ASSETS</b>	<b><u>16,157.26</u></b>	<b><u>16,413.26</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	422.31	1,678.31
Donor Restricted Net Assets	15,734.95	14,734.95
<b>Total Equity</b>	16,157.26	16,413.26
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b><u>16,157.26</u></b>	<b><u>16,413.26</u></b>

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

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07/04/2022  
Accrual Basis

	<u>Jun 2022</u>	<u>May 2022</u>	<u>Year to Date</u>
<b>Ordinary Income/Expense</b>			
<b>Income</b>			
<b>Contributions</b>			
Individual Contributions	1,830.94	3,228.60	8,456.13
Corporate Contributions	0.00	0.00	0.00
Gifts in Kind	0.00	0.00	0.00
<b>Total Contributions</b>	<u>1,830.94</u>	<u>3,228.60</u>	<u>8,456.13</u>
Major Gifts	0.00	0.00	0.00
<b>Investments</b>			
Interest Income	0.00	0.00	0.00
Investments	0.00	-474.89	-474.89
Other Income	0.00	0.00	0.00
<b>Total Investments</b>	<u>0.00</u>	<u>-474.89</u>	<u>-474.89</u>
Other Income	0.00	0.00	0.00
<b>Total Income</b>	<u>1,830.94</u>	<u>2,753.71</u>	<u>7,981.24</u>
<b>Expense</b>			
<b>Program Expenses</b>			
Auditions & Camp Fees	0.00	0.00	125.00
Member Tuition	2,050.00	2,860.00	5,310.00
Other Program Expenses	0.00	0.00	0.00
<b>Total Program Expenses</b>	<u>2,050.00</u>	<u>2,860.00</u>	<u>5,435.00</u>
<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	54.00
Fundraising Expenses	0.00	0.00	0.00
Bank Fees	0.00	50.64	50.60
Paypal Fees	30.94	10.14	83.08
<b>Total Administrative Expenses</b>	<u>36.94</u>	<u>66.78</u>	<u>187.68</u>
<b>Total Expenses</b>	<u>2,086.94</u>	<u>2,926.78</u>	<u>5,622.68</u>
<b>Net Income</b>	<u><u>-256.00</u></u>	<u><u>-173.07</u></u>	<u><u>2,358.56</u></u>

**Michigan Drum Corps Scholarship Fund**  
**Statement of Changes in Net Assets**  
As of June 30, 2022

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07/04/2022  
Accrual Basis

	Jun 2022	May 2022	Year to Date
<b>Total Unrestricted Revenues</b>	810.14	1,477.08	3,573.70
<b>Net Assets Released from Restriction</b>	500.00	0.00	0.00
<b>Total Unrestricted Expenses and Losses</b>	-2,066.14	-2,874.62	-5,507.72
<b>Increase in Unrestricted Net Assets</b>	-756.00	-1,397.54	-1,934.02
<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>	-500.00	0.00	0.00
<b>Increase in Temporarily Restricted Net Assets</b>	-500.00	0.00	0.00
<b>Permanently Restricted Net Assets</b>	0.00	0.00	0.00
<b>Contributions</b>	1,020.80	1,276.63	4,407.54
<b>Total Restricted Expenses and Losses</b>	-20.80	-52.16	-114.96
<b>Increase in Permanently Restricted Net Assets</b>	1,000.00	1,224.47	4,292.58
<b>Change in Net Assets</b>	-256.00	-173.07	2,358.56
<b>Beginning Net Assets:</b>	16,413.26	16,586.33	13,798.70
<b>Ending Net Assets:</b>	16,157.26	16,413.26	16,157.26

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

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07/04/2022

Accrual Basis

	<u>Jun 22</u>	<u>Oct '21 - Jun 22</u>
<b>OPERATING ACTIVITIES</b>		
Net Income	-256.00	2,358.56
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	0.00	500.00
Accounts Payable	0.00	0.00
Salaries and Wages Payable	0.00	0.00
Net cash provided by Operating Activities	<u>-256.00</u>	<u>2,858.56</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	500.00	-500.00
Jason Fritz Endowment - Restricted Balance	0.00	-13,635.95
Net cash provided by Investing Activities	<u>500.00</u>	<u>-14,135.95</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	244.00	-11,277.39
Cash at beginning of period	1,777.31	13,298.70
Cash at end of period	<u><u>2,021.31</u></u>	<u><u>2,021.31</u></u>