

I Live Here, I Give Here
Financial Statements and
Independent Auditors' Report
June 30, 2016 and 2015

I Live Here, I Give Here

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Dunagan★Jack LLP
Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
I Live Here, I Give Here

We have audited the accompanying financial statements of I Live Here, I Give Here (a Texas nonprofit corporation), which comprise the statements of financial position as of June 30, 2016 and 2015, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of I Live Here, I Give Here as of June 30, 2016 and 2015, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

A handwritten signature in black ink that reads "DUNAGAN JACK LLP". The signature is stylized and written in a cursive-like font.

Austin, Texas
October 6, 2016

FINANCIAL STATEMENTS

I Live Here, I Give Here

STATEMENTS OF FINANCIAL POSITION

June 30,

	<u>2016</u>	<u>2015</u>
ASSETS		
Cash and cash equivalents	\$ 567,084	\$ 376,035
Contributions receivable	28,082	42,050
Prepaid expenses and other assets	14,044	11,171
Property and equipment, net	<u>23,737</u>	<u>33,768</u>
Total assets	<u>\$ 632,947</u>	<u>\$ 463,024</u>
LIABILITIES AND NET ASSETS		
Liabilities		
Accounts payable and accrued expenses	\$ 9,395	\$ 4,057
Agency liabilities	9,437	5,279
Deferred partner dues	<u>76,395</u>	<u>66,338</u>
Total liabilities	<u>95,227</u>	<u>75,674</u>
Net assets		
Unrestricted	463,955	323,450
Temporarily restricted	73,765	63,900
Permanently restricted	<u>-</u>	<u>-</u>
Total net assets	<u>537,720</u>	<u>387,350</u>
Total liabilities and net assets	<u>\$ 632,947</u>	<u>\$ 463,024</u>

The accompanying notes are an integral part of these financial statements.

I Live Here, I Give Here

STATEMENT OF ACTIVITIES

For the year ended June 30, 2016

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Revenues				
Amplify Austin contributions	\$ 7,785,313	\$ -	\$ -	\$ 7,785,313
Less donor designations	(7,785,313)	-	-	(7,785,313)
Net Amplify Austin	-	-	-	-
Partner dues and service charges	736,197	-	-	736,197
In-kind media, services, & facilities	505,291	-	-	505,291
Grants and contributions	244,367	21,380	-	265,747
Special events	88,570	32,385	-	120,955
Other revenues	2,725	-	-	2,725
Total revenues	1,577,150	53,765	-	1,630,915
Net assets released from restrictions	43,900	(43,900)	-	-
Total revenues and other support	1,621,050	9,865	-	1,630,915
Expenses				
Program services				
In-kind media, services, & facilities	478,352	-	-	478,352
Incentive pool & prizes	179,657	-	-	179,657
Other program service expenses	511,767	-	-	511,767
General and administrative	213,199	-	-	213,199
Fundraising	97,570	-	-	97,570
Total expenses	1,480,545	-	-	1,480,545
Change in net assets	140,505	9,865	-	150,370
Net assets, beginning of year	323,450	63,900	-	387,350
Net assets, end of year	\$ 463,955	\$ 73,765	\$ -	\$ 537,720

The accompanying notes are an integral part of these financial statements.

I Live Here, I Give Here

STATEMENT OF ACTIVITIES

For the year ended June 30, 2015

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Revenues				
Amplify Austin contributions	\$ 6,914,107	\$ -	\$ -	\$ 6,914,107
Less donor designations	(6,914,107)	-	-	(6,914,107)
Net Amplify Austin	-	-	-	-
Partner dues and service charges	603,333	-	-	603,333
In-kind media, services, & facilities	443,590	-	-	443,590
Grants and contributions	268,239	-	-	268,239
Special events	109,117	31,900	-	141,017
Other revenues	703	-	-	703
Total revenues	1,424,982	31,900	-	1,456,882
Net assets released from restrictions	41,100	(41,100)	-	-
Total revenues and other support	1,466,082	(9,200)	-	1,456,882
Expenses				
Program services				
In-kind media, services, & facilities	419,398	-	-	419,398
Incentive pool & prizes	176,000	-	-	176,000
Other program service expenses	425,553	-	-	425,553
General and administrative	171,891	-	-	171,891
Fundraising	88,593	-	-	88,593
Total expenses	1,281,435	-	-	1,281,435
Change in net assets	184,647	(9,200)	-	175,447
Net assets, beginning of year	138,803	73,100	-	211,903
Net assets, end of year	\$ 323,450	\$ 63,900	\$ -	\$ 387,350

The accompanying notes are an integral part of these financial statements.

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STATEMENTS OF CASH FLOWS

For the years ended June 30,

	<u>2016</u>	<u>2015</u>
Cash flows from operating activities:		
Change in net assets	\$ 150,370	\$ 175,447
Adjustments to reconcile change in net assets to cash provided (used) by operating activities:		
Depreciation and amortization	19,531	15,695
Decrease in contributions receivable	13,968	20,420
Increase in prepaid expenses and other assets	(2,873)	(6,953)
Increase (decrease) in accounts payable and accrued expenses	5,338	(17,199)
Decrease in grants payable	-	(15,000)
Increase (decrease) in agency liabilities	4,158	(5,584)
Increase in deferred partner dues	10,057	64,838
Net cash provided by operating activities	<u>200,549</u>	<u>231,664</u>
Cash flows from investing activities:		
Purchases of property and equipment	<u>(9,500)</u>	<u>(10,883)</u>
Net cash used by investing activities	<u>(9,500)</u>	<u>(10,883)</u>
Cash flows from financing activities:	<u>-</u>	<u>-</u>
Net increase in cash and cash equivalents	191,049	220,781
Cash and cash equivalents at beginning of year	<u>376,035</u>	<u>155,254</u>
Cash and cash equivalents at end of year	<u>\$ 567,084</u>	<u>\$ 376,035</u>
Amounts paid during the year for:		
Income taxes	<u>\$ -</u>	<u>\$ -</u>
Interest	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements.

NOTES TO FINANCIAL STATEMENTS

I Live Here, I Give Here

NOTES TO FINANCIAL STATEMENTS

June 30, 2016 and 2015

NOTE A - ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES

1. Organization and Nature of Activities

I Live Here, I Give Here (Organization) is a Texas nonprofit corporation. Its mission is to promote philanthropy in Central Texas. In 2013, the Organization launched its signature program, a 24-hour giving period known as Amplify Austin Day. Beyond Amplify Austin, which provides a year-round fundraising platform (AmplifyATX) for partner organizations, the Organization provides a variety of unique programs all designed to make giving fun and rewarding.

2. Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables, and other liabilities.

3. Basis of Presentation

Financial statement presentation follows the guidance of the Financial Accounting Standards Board Accounting Standards Codification (FASB ASC) 958-205, *Not-for-Profit Entities: Presentation of Financial Statements*. The Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

4. Cash Equivalents

The Organization considers checking accounts, savings accounts, and money market funds to be cash equivalents.

5. Property and Equipment

Property and equipment are recorded at cost, if purchased, or at fair market value, if donated. Depreciation and amortization is computed using the straight-line method over the estimated useful lives of the assets; generally five to seven years for furniture and equipment and three years for website and application development.

I Live Here, I Give Here

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2016 and 2015

NOTE A - ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

6. Contributions

The Organization records contributions using the guidance of FASB ASC 958-605, *Not-for-Profit Entities: Revenue Recognition*. Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions. Contributions received with donor-imposed restrictions that are met in the same year in which the contributions are received are classified as unrestricted contributions.

During Amplify Austin Day, and throughout the year, the Organization receives contributions on behalf of its partner organizations. These amounts are recorded as agency transactions and not as contributions to I Live Here, I Give Here. Amounts received, but not yet remitted to partner organizations, are reflected as agency liabilities in the statements of financial position.

7. Revenue Recognition

Partner dues provide for a year of services from the Organization for the calendar year to which they relate. These dues are recognized ratably over the year as earned. Deferred partner dues comprised dues received that had not yet been earned.

Partners pay service charges on all donations made through the AmplifyATX platform. These fees are recognized in the period of donation receipt. No additional charges associated with those donations are passed through to partners.

8. Functional Expenses

Expenses are categorized by function in the statements of activities as either (1) program services, (2) general or administrative, or (3) fundraising expenses. Expenses that are specifically identifiable to a function are charged to that function. Expenses that are not specifically identifiable to a function are allocated based upon management's estimate of time and resources devoted to the function.

9. Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

I Live Here, I Give Here

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2016 and 2015

NOTE B - TAX EXEMPT STATUS

The Organization is exempt from federal income tax under Internal Revenue Code (Code) Section 501(a) as an organization described in Section 501(c)(3). Furthermore, the Internal Revenue Service determined the Organization is not a private foundation within the meaning of Section 509(a) of the Code because it was an organization described in Sections 509(a)(1) and 170(b)(1)(A)(vi). Therefore, no provision for income taxes has been included in these financial statements. For federal income tax purposes, the Organization's tax years 2013 through 2015 remain open for possible examination by the Internal Revenue Service.

NOTE C - CONTRIBUTIONS RECEIVABLE

Due to the immaterial amount of discounts calculated as of June 30, 2016 and 2015, no discounts are reflected in these financial statements. Contributions receivable comprised the following at June 30,

	<u>2016</u>	<u>2015</u>
Due within one year	\$ 18,082	\$ 22,050
Due in one to five years	10,000	20,000
Due in more than five years	<u>-</u>	<u>-</u>
Contributions receivable, gross	28,082	42,050
Less allowance for uncollectible contributions	-	-
Less discount to present value	<u>-</u>	<u>-</u>
Contributions receivable, net	<u>\$ 28,082</u>	<u>\$ 42,050</u>

NOTE D - PROPERTY AND EQUIPMENT

Property and equipment comprised the following at June 30,

	<u>2016</u>	<u>2015</u>
Website and application development	\$ 64,923	\$ 55,423
Less accumulated depreciation and amortization	<u>(41,186)</u>	<u>(21,655)</u>
Property and equipment, net	<u>\$ 23,737</u>	<u>\$ 33,768</u>

Depreciation and amortization expense totaled \$19,531 and \$15,695 for the years ended June 30, 2016 and 2015, respectively.

I Live Here, I Give Here

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2016 and 2015

NOTE E - TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets comprised balances restricted for the following purposes and periods at June 30,

	<u>2016</u>	<u>2015</u>
The Big Give sponsorship	\$ 23,000	\$ 31,000
Incentive pool	21,380	-
For use in subsequent periods	20,000	30,000
Give Back Jack® sponsorship	5,710	2,000
See Jane Give!® sponsorship	<u>3,675</u>	<u>900</u>
Temporarily restricted net assets	<u>\$ 73,765</u>	<u>\$ 63,900</u>

NOTE F - DONATED ADVERTISING, SERVICES, AND FACILITIES

The Organization was the recipient of very generous in-kind contributions of advertising, which helped make its Amplify Austin Days huge successes, as well as certain services and facilities. The Organization estimates the fair values of donated advertising were approximately \$461,000 and \$400,000 for the years ended June 30, 2016 and 2015, respectively.

The Organization estimates the fair values of donated services and facilities were approximately \$44,000 for each of the years ended June 30, 2016 and 2015.

NOTE G - CONCENTRATIONS

All of a depositor's accounts at an insured depository institution, including all noninterest-bearing transaction accounts, are insured by the FDIC up to the standard maximum deposit insurance amount (\$250,000). The Organization's uninsured cash balances totaled approximately \$330,000 and \$130,000 at June 30, 2016 and 2015, respectively.

NOTE H - SUBSEQUENT EVENTS

Subsequent events have been evaluated through October 6, 2016 the date the financial statements were available to be issued.