



THE JORDAN MATTHEW PORCO MEMORIAL FOUNDATION

Financial Statements

December 31, 2012

(With Independent Auditors' Report Thereon)

THE JORDAN MATTHEW PORCO MEMORIAL FOUNDATION

December 31, 2012

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KPMG LLP
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Independent Auditors' Report

The Board of Directors of
The Jordan Matthew Porco Memorial Foundation:

We have audited the accompanying financial statements of The Jordan Matthew Porco Memorial Foundation (a Connecticut corporation, not for profit) which comprise the statement of financial position as of December 31, 2012, and the related statements of activities and changes in net assets, cash flows and functional expenses for the year 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 U.S. generally accepted accounting principles; 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 audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from 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 The Jordan Matthew Porco Memorial Foundation as of December 31, 2012, and the changes in its net assets and its cash flows for the year then ended in accordance with U.S. generally accepted accounting principles.

KPMG LLP

October 29, 2013

THE JORDAN MATTHEW PORCO MEMORIAL FOUNDATION

Statement of Financial Position

December 31, 2012

Assets

Current assets:	
Cash and cash equivalents	\$ 925,423
Current portion of pledges receivable	36,426
Other current assets	<u>10,000</u>
Total current assets	<u>971,849</u>
Total assets	<u><u>\$ 971,849</u></u>

Liabilities and Net Assets

Current liabilities:	
Accounts payable and accrued expenses	\$ 5,216
Net assets:	
Unrestricted	964,191
Temporarily restricted	<u>2,442</u>
Total net assets	<u>966,633</u>
Total liabilities and net assets	<u><u>\$ 971,849</u></u>

See accompanying notes to financial statements.

THE JORDAN MATTHEW PORCO MEMORIAL FOUNDATION

Statement of Activities and Changes in Net Assets

Year ended December 31, 2012

	<u>Unrestricted</u>	<u>Temporarily restricted</u>	<u>Total</u>
Operating revenue:			
Contributions	\$ 626,074	8,766	634,840
Special events revenue	66,400	—	66,400
Less: costs of direct benefits to donors	<u>(50,645)</u>	<u>—</u>	<u>(50,645)</u>
Net revenues from special events	15,755	—	15,755
In-kind donations of goods and services	112,993	—	112,993
Net assets released from restriction – purpose	<u>6,324</u>	<u>(6,324)</u>	<u>—</u>
Total operating revenue	<u>761,146</u>	<u>2,442</u>	<u>763,588</u>
Operating expenses:			
Program	160,104	—	160,104
Fundraising	90,150	—	90,150
General and administrative	<u>22,876</u>	<u>—</u>	<u>22,876</u>
Total operating expenses	<u>273,130</u>	<u>—</u>	<u>273,130</u>
Changes in net assets from operations	<u>488,016</u>	<u>2,442</u>	<u>490,458</u>
Interest income	418	—	418
Changes in net assets	488,434	2,442	490,876
Net assets, beginning of year	<u>475,757</u>	<u>—</u>	<u>475,757</u>
Net assets, end of year	<u>\$ 964,191</u>	<u>2,442</u>	<u>966,633</u>

See accompanying notes to financial statements.

THE JORDAN MATTHEW PORCO MEMORIAL FOUNDATION

Statement of Cash Flows

Year ended December 31, 2012

Cash flows from operating activities:	
Changes in net assets	\$ 490,876
Adjustments to reconcile changes in net assets to net cash provided by operating activities:	
Changes in operating assets and liabilities:	
Pledges receivable	(11,426)
Other current assets	(10,000)
Accounts payable and accrued expenses	5,216
Net cash provided by operating activities	<u>474,666</u>
Net increase in cash and cash equivalents	474,666
Cash and cash equivalents, beginning of year	<u>450,757</u>
Cash and cash equivalents, end of year	<u><u>\$ 925,423</u></u>
Supplemental cash flow information:	
In-kind contributions	\$ 112,993

See accompanying notes to financial statements.

THE JORDAN MATTHEW PORCO MEMORIAL FOUNDATION

Statement of Functional Expenses

Year ended December 31, 2012

	<u>Program services</u>	<u>Fund raising</u>	<u>General and administrative</u>	<u>Total</u>
Grants	\$ 25,000	—	—	25,000
Contracted services	35,773	21,582	2,500	59,855
Scholarships and awards	5,500	—	—	5,500
Travel	717	—	615	1,332
Supplies	30,490	26,615	2,151	59,256
Miscellaneous	557	870	7,541	8,968
Conferences and meetings	225	—	—	225
	<u>98,262</u>	<u>49,067</u>	<u>12,807</u>	<u>160,136</u>
Total expenses before in-kind goods and services				
In-kind goods and services:				
Contracted services	47,227	39,626	4,200	91,053
Travel	—	—	98	98
Rent	—	—	3,000	3,000
Supplies	2,357	1,416	2,544	6,317
Miscellaneous	258	41	227	526
Communications	12,000	—	—	12,000
	<u>61,842</u>	<u>41,083</u>	<u>10,069</u>	<u>112,994</u>
Total in-kind goods and services				
Total expenses	\$ <u><u>160,104</u></u>	<u><u>90,150</u></u>	<u><u>22,876</u></u>	<u><u>273,130</u></u>

See accompanying notes to financial statements.

THE JORDAN MATTHEW PORCO MEMORIAL FOUNDATION

Notes to Financial Statements

December 31, 2012

(1) Operations, Nonprofit Status and Significant Accounting Policies

(a) *Operations and Nonprofit Status*

The Jordan Matthew Porco Memorial Foundation (the Foundation), is a Connecticut not-for-profit corporation founded in 2011. The Foundation was created to help prevent suicide among the college age student population by increasing awareness, identifying resources available to students, helping friends and family recognize the warning signs of depression, encouraging at-risk persons to seek out help, and providing financial support to those organizations and programs dedicated to suicide prevention.

The Foundation is exempt from Federal income taxes as an organization (not a private foundation) formed for charitable purposes under Section 501(c)(3) of the Internal Revenue Code. The Foundation is also exempt from state income taxes. Donors may deduct contributions made to the Foundation within the Internal Revenue Code requirements.

(b) *Significant Accounting Policies*

The Foundation prepares its financial statements in accordance with U.S. generally accepted accounting principles established by the Financial Accounting Standards Board (FASB). References to U.S. GAAP in these footnotes are to the FASB Accounting Standards Codification.

Revenue Recognition

Unrestricted grants and contributions are recorded as revenue when received or unconditionally pledged. Program service fees are recorded as services are provided. Restricted grants and contributions are recorded as temporarily restricted revenues and net assets when received or unconditionally pledged. Transfers are made to unrestricted net assets as costs are incurred or time restrictions or program restrictions lapse. Interest is recognized when earned. All other revenues are recorded when earned.

Expense Allocation

Expenses related directly to a program are distributed to that program, while other expenses are allocated based upon management's estimate of the percentage attributable to each program.

Grant Expense

The Foundation recognizes grant expense when the Board of Directors approves the award.

Estimates

The preparation of financial statements in accordance with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

THE JORDAN MATTHEW PORCO MEMORIAL FOUNDATION

Notes to Financial Statements

December 31, 2012

Uncertainty in Income Taxes

The Foundation follows the criteria for *Accounting for Uncertainty in Income Taxes*, which requires the Foundation to report uncertain tax positions, related interest and penalties, and to adjust its assets and liabilities related to unrecognized tax benefits and accrued interest and penalties accordingly. As of December 31, 2012, the Foundation determined that there are no material unrecognized tax benefits to report. The Foundation files information returns in the United States (Federal) and Connecticut (state) jurisdictions. These returns are generally subject to examination by tax authorities for the last three years.

Subsequent Events

Subsequent events have been evaluated through October 29, 2013 which is the date the financial statements were available to be issued. There were no events that met the criteria for recognition or disclosure in the financial statements.

Cash and Cash Equivalents

For the purpose of the statement of cash flows, cash and cash equivalents consist of checking, savings and money market accounts.

Pledges Receivable

Pledges receivables are recorded as unconditionally committed. All pledges are anticipated to be collected in 2013.

Allowance for Doubtful Accounts and Pledges

The allowance for doubtful accounts is recorded based on management's analysis of specific pledges receivable and their estimate of amounts that may be uncollectible, if any. As of December 31, 2012, the Foundation has determined that an allowance for uncollectible amounts is not necessary.

(2) Net Assets

(a) *Unrestricted Net Assets*

Unrestricted net assets represent net resources that bear no external restrictions and are generally available for use by the Foundation.

(b) *Temporarily Restricted Net Assets*

The Foundation receives contributions and grants which are designated by donors for specific purposes. These contributions are recorded as temporarily restricted net assets until they are expended for their designated purposes. Temporarily restricted net assets are restricted at December 31, 2012 for scholarships.

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Notes to Financial Statements

December 31, 2012

(3) Concentrations

The Foundation maintains its cash and cash equivalents with one bank, which is insured within the limits of the Federal Deposit Insurance Corporation (FDIC). At certain times during the year, cash balances exceed the insured amounts. The Foundation has not experienced any losses in such accounts. The Foundation believes it is not exposed to any significant credit risk on cash and cash equivalents.

(4) Related Party

A member of the Board of Directors provides marketing services to the Foundation at a significant discounted fee. The difference is recorded as in-kind services. The Board follows a written conflict of interest policy and all related party transactions are documented and approved in accordance with the policy.