



Cultural Council
OF GREATER JACKSONVILLE

MORE ART. MORE CULTURE. MORE PEOPLE.

Financial Presentation
September 30, 2019



ABARE, KRESGE
— & —
ASSOCIATES CPAS, LLC

Presentation Overview

- ❖ Services provided
- ❖ Required communications with Governance
- ❖ Presentation of selected financial information
- ❖ Open forum

Services Performed by Abare, Kresge & Associates CPAs

- ❖ Audited financial statements of Cultural Council of Greater Jacksonville
 - ❖ Unmodified opinion
- ❖ IRS Form 990

Required Communications with the Board of Directors (US GAAS)

Qualitative aspects of accounting practices

- ❖ Significant accounting policy changes
- ❖ Significant accounting estimates
 - ❖ Allowance for uncollectable accounts receivable
 - ❖ Present value discount for pledges
 - ❖ Depreciable lives and methods
 - ❖ Allocation of indirect expenses
- ❖ Disclosures – neutral, consistent & clear
- ❖ Uncorrected misstatements

Required Communications with the Board of Directors (US GAAS)

Our working relationship with management

- ❖ Difficulties encountered in performing the audit
- ❖ Disagreements with management
- ❖ Management representations
- ❖ Consultations with others on issues impacting the financial statements

Presentation of Selected Financial Information


- ❖ Financial Statement Overviews:
 - ❖ Statement of Financial Position
 - ❖ Statement of Activities
 - ❖ Statement of Cash Flows
- ❖ Other Key Financial Indicators:
 - ❖ Ratios and Efficiency

Statement of Financial Position Overview


Cash	↑	\$44k (56.6%)
Fixed Assets	↓	\$28k (6.9%)
Total Assets	↑	\$33k (4.5%)
Total Liabilities	↑	\$ 1k (0.2%)
Net Assets	↑	\$32k (21.9%)

Statement of Activities Overview

Total revenue, net of in-kind donations

 \$35k (3.5%)

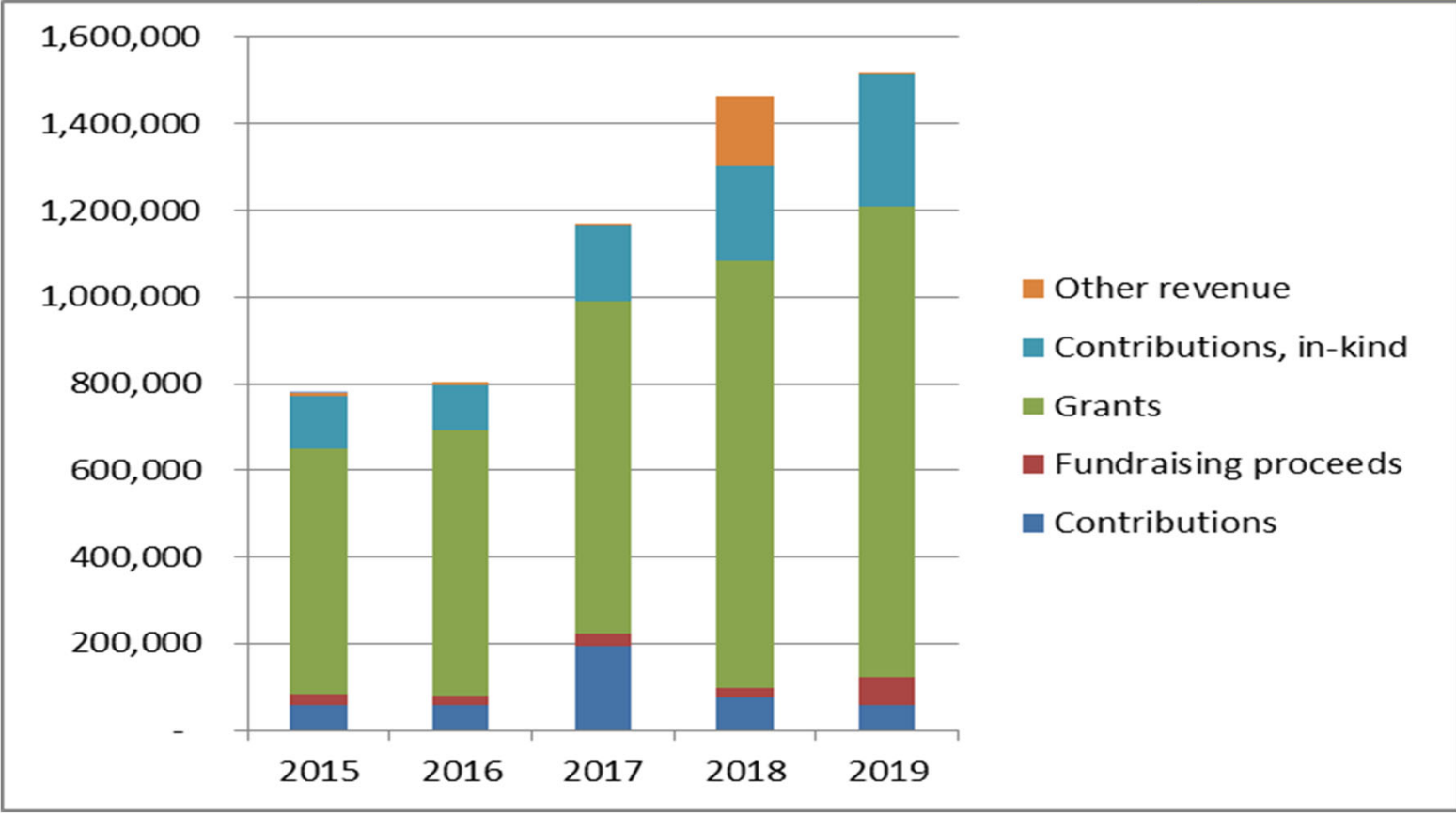
Total expenses, net of in-kind & depreciation

 \$100k (11.3%)

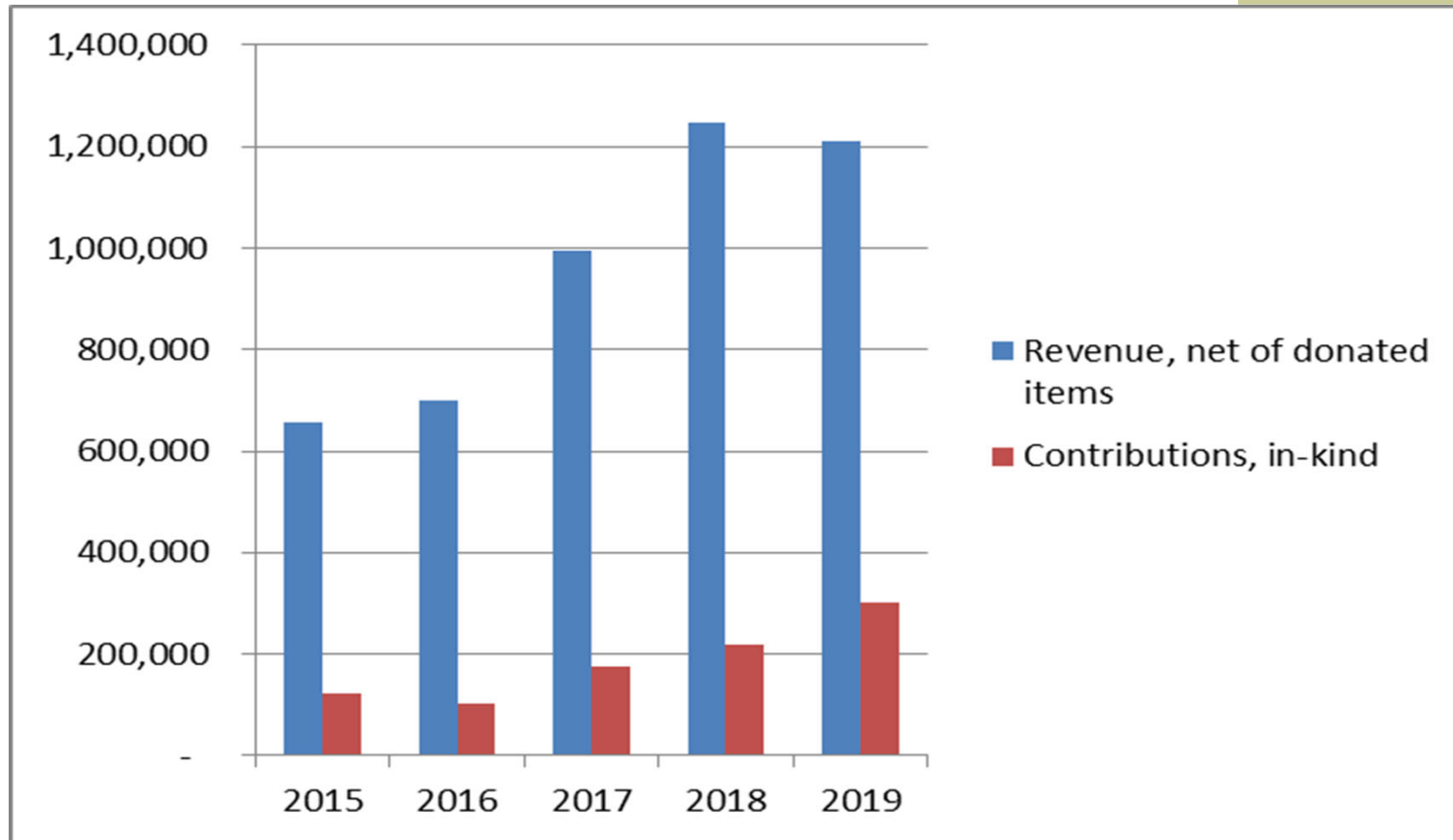
Total program expenses, net of in-kind & depreciation

 \$ 84k (11.2%)

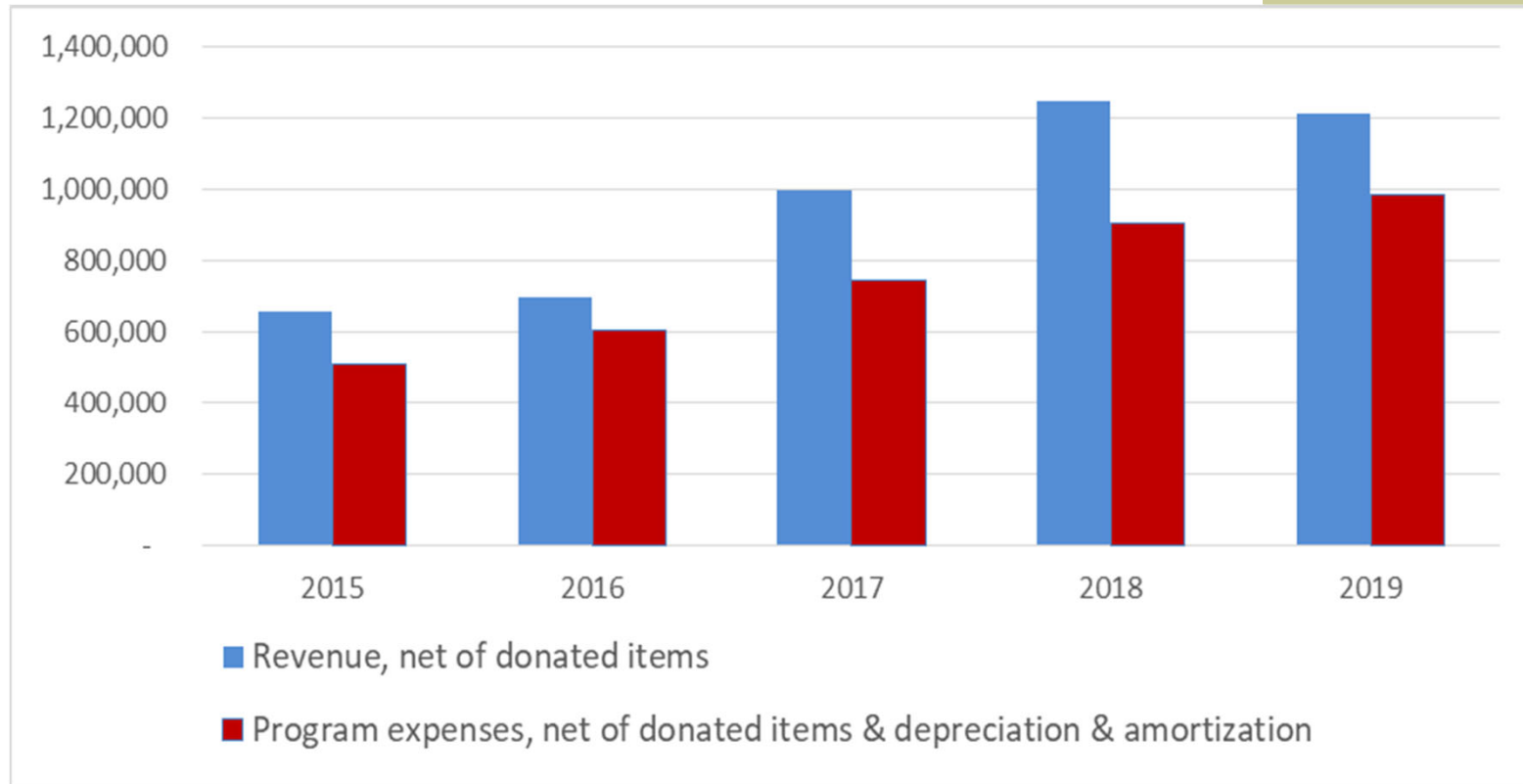
Total Revenue Composition



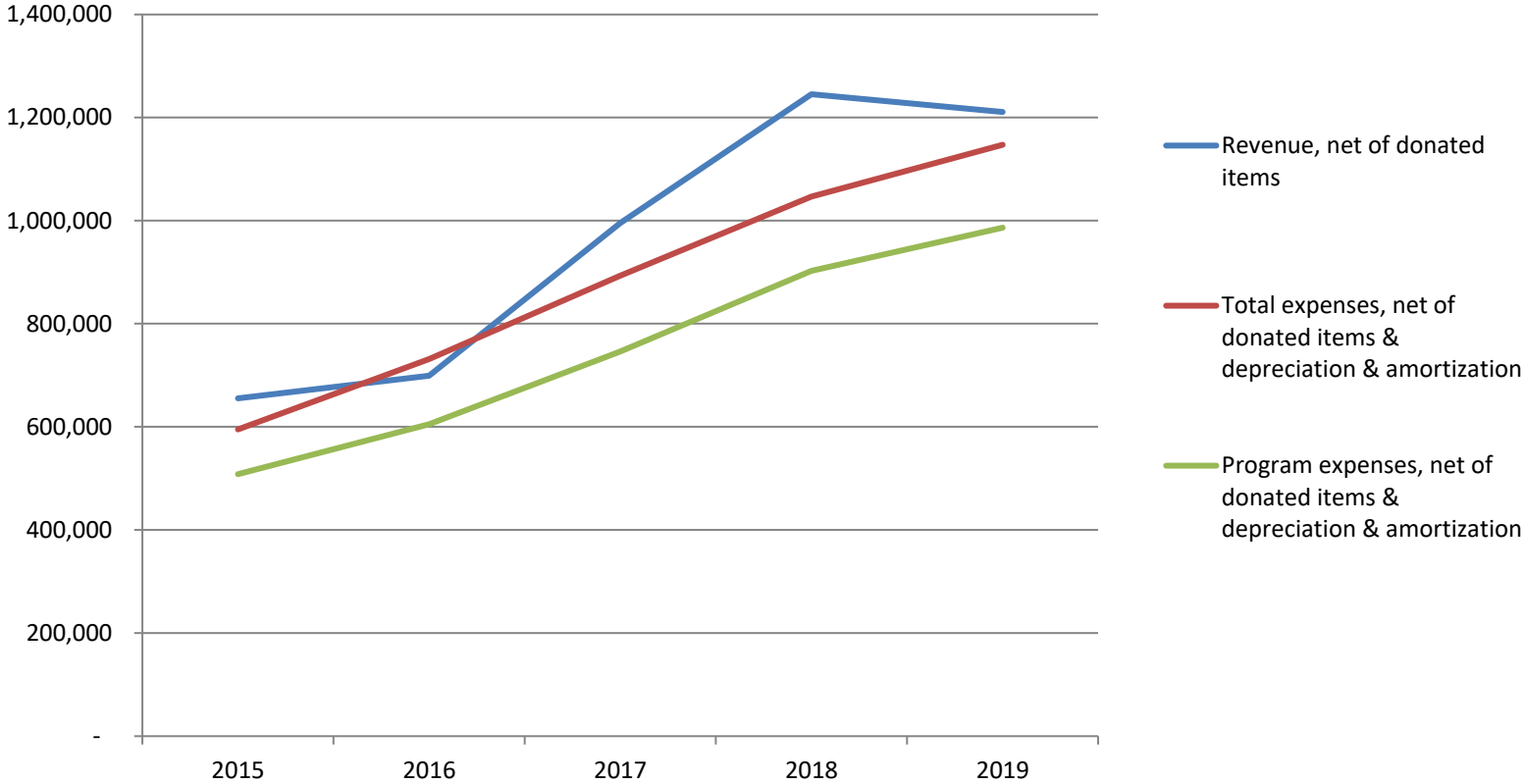
Revenue Composition



Revenues & Expenses



Revenues & Expenses




Statement of Cash Flows Overview

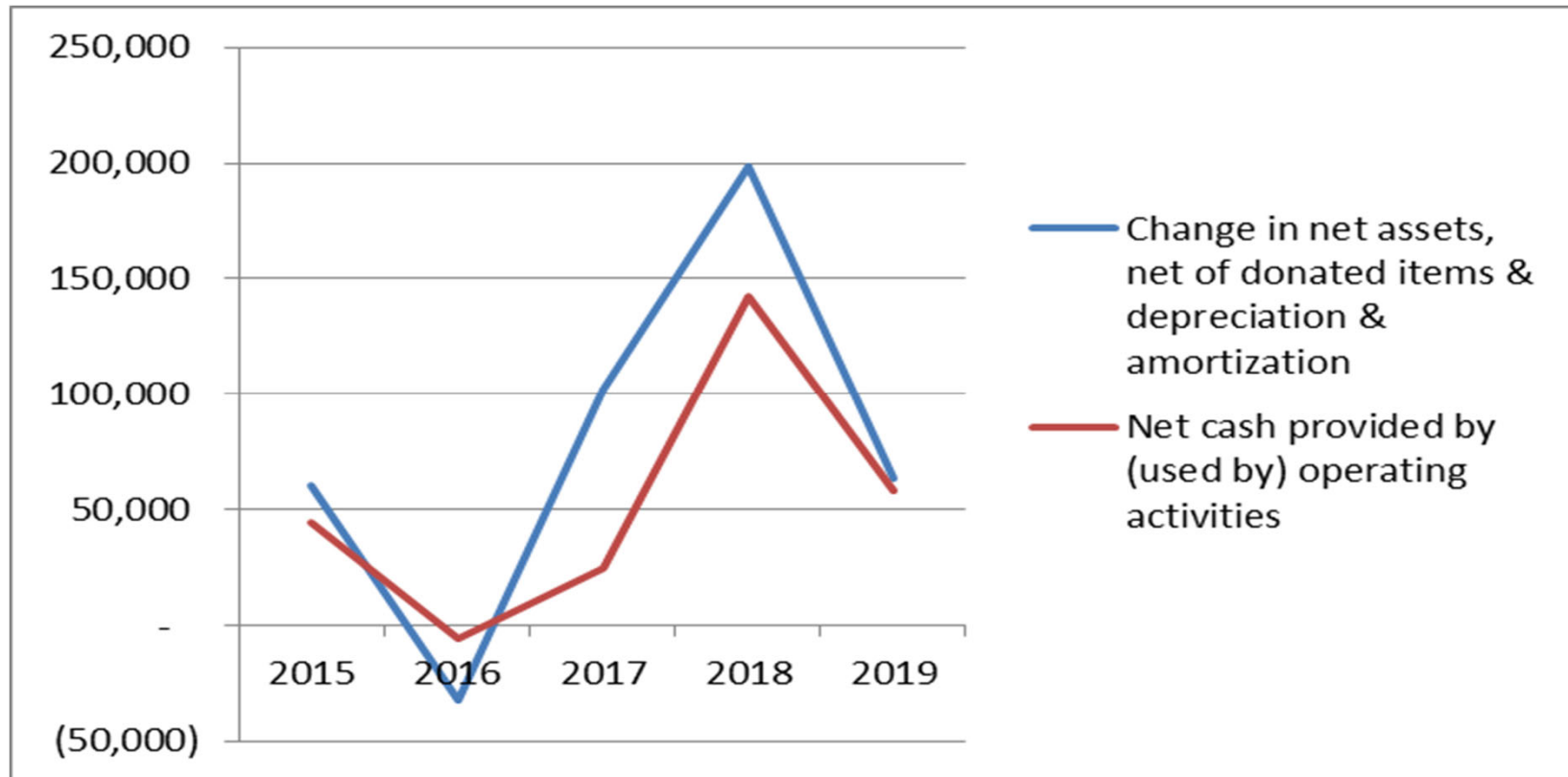
Cash flows from operations was positive

 \$57,851

Total cash flows for the year was positive

 \$44,054

Change in Net Assets vs. Cash Flow



Other Key Financial Indicators

<u>Current Ratio</u>	<u>Year</u>	<u>Ratio</u>	<u>Benchmark</u>	<u>Result</u>
= Current Assets / Current Liabilities	2019	1.9	> 2.0	Good
	2018	1.7		
	2017	1.0		
	2016	0.8		
	2015	1.0		

Explanation: Measures the overall liquidity of the organization. The higher the ratio, the more liquid the organization is.

<u>Program Efficiency</u>	<u>Year</u>	<u>%</u>	<u>Benchmark</u>	<u>Result</u>
= Program Service Expenses / Total Expenses	2019	86%	75% to 85%	Excellent
	2018	84%		
	2017	86%		
	2016	85%		
	2015	85%		

Explanation: This ratio shows the percentage of total expenses that are spent on Program Services. This ratio is typically watched carefully by donors and granting agencies. It tends to be one of the most important metrics that many nonprofits use in assessing performance.

Management Comments

Material weaknesses – None

Significant deficiencies – None

Recommendations for improvements related to the organization were noted, discussed with management and the finance committee, and currently are in the process of being implemented.

Thank You!

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