

RIVER VALLEY RIDERS

**Financial Statements
December 31, 2018 and 2017**

TABLE OF CONTENTS

	<u>Page</u>
Independent Accountant's Compilation Report	1
Statements of Financial Position	2
Statements of Activities and Changes in Net Assets	3
Statements of Cash Flows	4
Statements of Functional Expenses	5-6



FOLEY
KALSEIM
& COMPANY, LTD.
Certified Public Accountants

INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

To the Management of
River Valley Riders

Management is responsible for the accompanying financial statements of River Valley Riders (a nonprofit organization), which comprise the statements of financial position as of December 31, 2018 and 2017, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has elected to omit substantially all the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in financial statements, they might influence the user's conclusions about the Organization's financial position, changes in net assets, and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

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Lake Elmo, MN

September 9, 2019

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RIVER VALLEY RIDERS
Statements of Financial Position
December 31, 2018 and 2017

	2018	2017
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 145,810	\$ 106,558
Accounts receivable	2,650	613
Prepaid insurance	2,024	3,206
Cash restricted for capital improvements	165,673	513,969
Cash restricted for scholarships and program equipment	7,436	-
Total current assets	323,593	624,346
PROPERTY AND EQUIPMENT		
Land	550,000	550,000
Buildings and improvements	802,106	266,599
Vehicles	9,970	9,970
Horses	2,750	2,750
Furniture and equipment	26,820	27,766
	1,391,646	857,085
Less accumulated depreciation	(139,116)	(118,955)
Total property and equipment	1,252,530	738,130
OTHER ASSETS		
Certificates of deposit	65,073	64,587
Total other assets	65,073	64,587
Total assets	\$ 1,641,196	\$ 1,427,063
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ 1,210	\$ 4,981
Current portion long-term debt	17,152	16,358
Total current liabilities	18,362	21,339
LONG-TERM LIABILITIES		
Notes payable	222,646	238,794
Less current portion long-term debt	(17,152)	(16,358)
Total long-term liabilities	205,494	222,436
NET ASSETS		
Without donor restrictions	1,244,231	669,319
With donor restrictions	173,109	513,969
Total net assets	1,417,340	1,183,288
Total liabilities and net assets	\$ 1,641,196	\$ 1,427,063

See independent accountant's compilation report.

RIVER VALLEY RIDERS
Statements of Activities and Changes in Net Assets
For the Years Ended December 31, 2018 and 2017

	2018	2017
CHANGES IN NET ASSETS WITHOUT DONOR RESTRICTIONS		
PUBLIC SUPPORT AND REVENUES		
Program service revenue	\$ 51,057	\$ 40,360
Public support		
Contributions and grants	27,291	14,814
Special events	53,780	51,326
Less: costs of special events	<u>(19,465)</u>	<u>(20,654)</u>
Net revenues from special events	34,315	30,672
Total public support	<u>61,606</u>	<u>45,486</u>
Total public support and revenues without donor restrictions	<u>112,663</u>	<u>85,846</u>
Net assets released from donor restrictions:		
Satisfaction of building and improvement restriction	<u>535,507</u>	<u>17,048</u>
Total net assets released from donor restrictions	<u>535,507</u>	<u>17,048</u>
EXPENSES		
Equine assisted activities	60,161	60,503
Management and general	11,709	6,952
Fundraising	<u>5,025</u>	<u>5,984</u>
Total expenses	<u>76,895</u>	<u>73,439</u>
OTHER REVENUE AND EXPENSES		
Interest income	3,888	1,896
Gain/(loss) on sale of assets	<u>(251)</u>	<u>2,604</u>
Total other revenue and expenses	<u>3,637</u>	<u>4,500</u>
Change in net assets without donor restrictions	574,912	33,955
CHANGES IN NET ASSETS WITH DONOR RESTRICTIONS		
Contributions and grants	132,292	294,843
Special events	62,355	45,716
Net assets released from restrictions	<u>(535,507)</u>	<u>(17,048)</u>
Change in net assets with donor restrictions	<u>(340,860)</u>	<u>323,511</u>
CHANGE IN NET ASSETS	\$ 234,052	\$ 357,466
Beginning of year	<u>1,183,288</u>	<u>825,822</u>
End of year	<u>\$ 1,417,340</u>	<u>\$ 1,183,288</u>

See independent accountant's compilation report.

RIVER VALLEY RIDERS
Statements of Cash Flows
For the Years Ended December 31, 2018 and 2017

	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 234,052	\$ 357,466
Adjustments to reconcile change in net assets to net cash flows from operating activities:		
Depreciation	20,656	20,435
Loss/(gain) on sale of assets	251	(2,604)
Reinvested interest	(486)	(689)
Changes in operating assets and liabilities:		
Accounts receivable	(2,037)	556
Prepaid expenses	1,182	922
Accounts payable	(3,771)	4,857
Net cash flows from operating activities	249,847	380,943
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of fixed assets	(535,507)	(17,048)
Proceeds from sale of fixed assets	200	3,750
Net cash flows from investing activities	(535,307)	(13,298)
CASH FLOWS FROM FINANCING ACTIVITIES		
Payments on notes payable	(16,148)	(15,391)
Net cash flows from financing activities	(16,148)	(15,391)
Net change in cash and cash equivalents	(301,608)	352,254
CASH AND CASH EQUIVALENTS		
Beginning of year	620,527	268,273
End of year	\$ 318,919	\$ 620,527
SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION		
Cash paid for taxes	-	-
Cash paid for interest	\$ 11,146	\$ 11,904

See independent accountant's compilation report.

RIVER VALLEY RIDERS
Statement of Functional Expenses
For the Year Ended December 31, 2018

	SUPPORTING SERVICES				Total
	Equine Assisted Activities	Management and General	Fundraising	Total Support Services	
Advertising and marketing	\$ -	\$ -	\$ 181	\$ 181	\$ 181
Professional fees	-	4,900	-	4,900	4,900
Bank charges	-	2,368	-	2,368	2,368
Database and website	260	3,189	-	3,189	3,449
Interest	11,146	-	-	-	11,146
Occupancy	2,774	134	-	134	2,908
Postage and printing	2,271	316	4,240	4,556	6,827
Supplies	324	23	349	372	696
Horse expense	4,992	-	-	-	4,992
Rental expense	150	-	-	-	150
Board development	-	99	-	99	99
Volunteer expense	3,438	-	-	-	3,438
Program equipment	2,515	-	-	-	2,515
Insurance	6,666	350	235	585	7,251
Participant scholarships	2,540	-	-	-	2,540
Organization dues	600	305	-	305	905
Vehicle	966	-	-	-	966
Instructor expense	810	-	-	-	810
Miscellaneous	53	25	20	45	98
	<u>39,505</u>	<u>11,709</u>	<u>5,025</u>	<u>16,734</u>	<u>56,239</u>
Depreciation	<u>20,656</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>20,656</u>
Total expenses	<u><u>\$ 60,161</u></u>	<u><u>\$ 11,709</u></u>	<u><u>\$ 5,025</u></u>	<u><u>\$ 16,734</u></u>	<u><u>\$ 76,895</u></u>

See independent accountant's compilation report.

RIVER VALLEY RIDERS
Statement of Functional Expenses
For the Year Ended December 31, 2017

	SUPPORTING SERVICES				Total
	Equine Assisted Activities	Management and General	Fundraising	Total Support Services	
Advertising and marketing	\$ -	\$ -	\$ 320	\$ 320	\$ 320
Professional fees	-	-	-	-	-
Bank charges	-	2,441	-	2,441	2,441
Database and website	525	3,109	-	3,109	3,634
Interest	11,904	-	-	-	11,904
Occupancy	3,109	135	-	135	3,244
Postage and printing	2,453	518	3,451	3,969	6,422
Supplies	732	102	660	762	1,494
Horse expense	5,580	-	-	-	5,580
Rental expense	400	-	-	-	400
Board development	-	-	-	-	-
Volunteer expense	880	-	-	-	880
Program equipment	3,056	-	-	-	3,056
Insurance	6,021	437	235	672	6,693
Participant scholarships	2,100	-	-	-	2,100
Organization dues	600	185	-	185	785
Vehicle	2,501	-	-	-	2,501
Instructor expense	207	-	-	-	207
Miscellaneous	-	25	1,318	1,343	1,343
	<u>40,068</u>	<u>6,952</u>	<u>5,984</u>	<u>12,936</u>	<u>53,004</u>
Depreciation	<u>20,435</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>20,435</u>
Total expenses	<u>\$ 60,503</u>	<u>\$ 6,952</u>	<u>\$ 5,984</u>	<u>\$ 12,936</u>	<u>\$ 73,439</u>

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