

**Children First/Communities in Schools of Buncombe County**  
**Financial Statement Commentary**  
**February 29, 2020**

**Statement of Financial Position (Balance Sheet)**

1. **Cash** available for operations, represented by all cash accounts (excluding the Operating Reserve and CFWNC Early Childhood Partner Support) and including undeposited funds is \$351K, a slight decrease from \$355K at January 31. The cash balance represents approximately 3.5 months of operating expenses.
2. **First Bank Assistance Funds:** This account was previously restricted for FEMA funding but we have since exhausted all FEMA funds therefore releasing the restriction. These funds are now a part of our operating account but will still be used to offer Emergency Financial Assistance.
3. **Accounts Receivable** consists entirely of collectible balances with the exception of Charlotte Street Kids. Due to an issue with an AmeriCorps member placed at Charlotte Street kids we may waive their outstanding site fee.
4. **Other Current Assets** includes:
  - a. Undeposited Funds, which are checks received in the office which have not yet been deposited at the bank. These funds have all been deposited since 2/29.
  - b. Prepaid Expenses, representing insurance premiums paid in full and expensed monthly over the premium period.
5. **Fixed Assets and Accumulated Depreciation** balances are unchanged since 6/30/19 (depreciation entry is recorded every 6/30).
6. **Endowment Funds** held at the Community Foundation are adjusted quarterly for market changes, realized income, and administrative fees.
7. **Other Current Liabilities** includes:
  - a. Group Benefits Liability reflects Health and Ancillary Insurance premiums which are paid one month in advance.
  - b. Accrued Vacation, which is vacation time earned but not taken. This balance is updated annually at 6/30.
  - c. Deferred Grant Revenue represents Early Childhood Development funds received which will not be recorded as revenue until used.

**Statement of Activity (Profit & Loss Budget Performance)**

1. **AmeriCorps Income:** Down for the month due to timing of AmeriCorps Site Fees and down for the year due to a smaller team than budgeted.
2. **Public Support:** Up for the year. Corporate Donations include \$13k from Omni Grove Park gingerbread parking proceeds.
3. **Personnel Costs:** Up for the month and will be up for the year due to the hiring of two Part Time Learning Center staff.

4. **AmeriCorps Personnel:** AmeriCorps Personnel costs down for the year because we have smaller team than budgeted. Also down because we budget for all members to enroll in our health insurance plan, which we cover at 100% for AmeriCorps members, and only a little more than half of members enroll.
5. **Other Program Costs:** Down because we temporarily stopped providing Emergency Financial Assistance until we had our final payment from FEMA. Now that all FEMA funding has been exhausted we will resume providing Emergency Assistance out of our Operating Account.
6. **Partner Support:** Pass-through funds paid to partners via CFWNC Early Childhood Development Grant.