

SOUTHSIDE INDEPENDENT SCHOOL DISTRICT
EDUCATION FOUNDATION
FINANCIAL STATEMENTS
SAN ANTONIO, TEXAS
SEPTEMBER 30, 2017

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Independent Accountant's Review Report

To the Board of Directors of
Southside Independent School District Education Foundation

I have reviewed the accompanying financial statements of Southside Independent School District Education Foundation (the Foundation) (a non-profit organization) which comprise the statement of financial position, as of September 30, 2017, and the related statement of activities and changes in net assets, and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, I do not express such an opinion.

Management's Responsibility for the Financial Statements

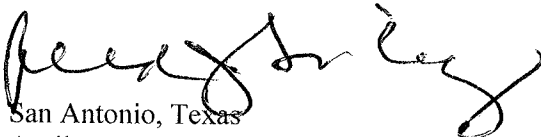
Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and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

Accountant's Responsibility

My responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require me to perform procedures to obtain limited assurance as a basis for reporting whether I am aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. I believe that the results of my procedures provide a reasonable basis for my conclusion.

Accountant's Conclusion

Based on my review, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with United States generally accepted accounting principles.


San Antonio, Texas
April 13, 2018

SOUTHSIDE INDEPENDENT SCHOOL DISTRICT
 EDUCATION FOUNDATION
 STATEMENT OF FINANCIAL POSITION
 SEPTEMBER 30, 2017

ASSETS

ASSETS

Current Assets		
Cash	\$	37,460
Prepaid Expenses		175
TOTAL ASSETS	\$	37,635

LIABILITIES AND NET ASSETS

LIABILITIES

Current Liabilities		
Deferred Revenues	\$	8,150
Total Current Liabilities		8,150

NET ASSETS

Unrestricted Net Assets		29,485
Total Net Assets		29,485
TOTAL LIABILITIES AND NET ASSETS	\$	37,635

See independent accountant's review report and accompanying notes to financial statements.

SOUTHSIDE INDEPENDENT SCHOOL DISTRICT
EDUCATION FOUNDATION
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
YEAR ENDED SEPTEMBER 30, 2017

Changes in Unrestricted Net Assets	
Revenue and Other Support	
Special Events, Net Expenses of \$8,562	\$ 17,550
Contributions	221
Interest Income	101
Total Revenue and Other Support	\$ 17,872
Expenses	
Innovative Grant Series	\$ 14,809
Teacher Grants	1,700
Advertising	1,233
Printing and Copying Services	1,167
Principal Appreciation	160
Charges and Fees	90
Webhosting	30
Office Supplies	12
Total Expenses	19,201
Change in Unrestricted Net Assets	(1,329)
Net Assets, Beginning of Year	30,814
Net Assets, End of Year	\$ 29,485

See independent accountant's review report and accompanying notes to financial statements.

SOUTHSIDE INDEPENDENT SCHOOL DISTRICT
EDUCATION FOUNDATION
STATEMENT OF CASH FLOWS
YEAR ENDED SEPTEMBER 30, 2017

Cash Flows from Operating Activities	
Change in Net Assets	\$ (1,329)
Adjustments to Reconcile Change in Net Assets to	
Net Cash Provided (Used) by Operating Activities:	
Increase Prepaid Expenses	(175)
Increase Deferred Revenues	3,150
Net Cash Provided by Operating Activities	1,646
Net Increase (Decrease) in Cash and Cash Equivalents	1,646
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	35,814
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	\$ 37,460

See independent accountant's review report and accompanying notes to financial statements.

SOUTHSIDE INDEPENDENT SCHOOL DISTRICT
EDUCATION FOUNDATION
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 1: NATURE OF OPERATIONS

The Southside Independent School District Education Foundation (the Foundation), located in San Antonio, Texas, is a nonprofit corporation that was organized under the laws of the State of Texas in 2008. The Foundation was created in order to seek, cultivate, and obtain funds to be used for developing and expanding educational opportunities for students of Southside Independent School District. In order to support these programs, the Foundation hosts special events and receives donations from the community.

NOTE 2: SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements of the Foundation have been prepared on the accrual basis of accounting.

Cash and Cash Equivalents

For purposes of the Statements of Cash Flows, the Foundation considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents.

Accounting Estimates

The process of preparing financial statements in conformity with United States generally accepted accounting principles (GAAP) requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenue, and expenses. Such estimates primarily relate to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts.

Deferred Revenues

Amounts representing payments for special events for future periods are carried as deferred revenues until the period in which the revenue is considered earned.

Net Assets

Net assets are classified as unrestricted, temporarily restricted, and permanently restricted based on the existence or absence of donor-imposed restrictions. A description of the net asset categories follows:

Unrestricted Net Assets – Net assets that are not subject to donor-imposed stipulations. Unrestricted net assets may be designated for specific purposes by actions of the Foundation.

SOUTHSIDE INDEPENDENT SCHOOL DISTRICT
EDUCATION FOUNDATION
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SEPTEMBER 30, 2017

NOTE 2: SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Temporarily Restricted Net Assets – Net assets whose use by the Foundation is subject to donor-imposed stipulations that can be fulfilled by actions of the Foundation pursuant to those stipulations, or that expire by the passage of time.

Permanently Restricted Net Assets – Net assets restricted in perpetuity by the donor.

The Foundation has no temporarily restricted or permanently restricted net assets as of September 30, 2017.

Contributions and Donations

Contributions are available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods, or restricted by the donor for specific purposes, are reported as temporarily restricted support, which increases that net asset class. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Tax Exempt Status

The Foundation is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. Contributions to the Foundation are deductible to the extent allowable under federal income tax laws.

Fair Value of Financial instruments

As required by the Fair Value of Financial Instruments topic of the FASB Accounting Standards Codification, the Foundation adapted the provisions of Fair Value Measurements.

In accordance with the Fair Value Measurements topic, fair value is defined as the price that would be received to sell an asset or an amount paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair Value Measurements, establishes a fair value hierarchy that prioritizes the inputs of valuation techniques used to measure fair value. This hierarchy consists of three broad levels: Level 1 inputs consist of unadjusted quoted prices in active markets for identical assets or liabilities and have the highest priority, Level 2 valuations are based on quoted prices in markets that are not active or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets and liabilities, and Level 3 valuations are based on inputs that are unobservable and consequently have the lowest priority. The Foundation uses appropriate valuation techniques based on the available inputs to measure the fair value of its assets and liabilities.

SOUTHSIDE INDEPENDENT SCHOOL DISTRICT
EDUCATION FOUNDATION
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 2: SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

When available, the Foundation measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value. No Level 2 or 3 input valuations were used by the Foundation.

The following methods and assumptions were used by The Foundation in estimating its fair value disclosures for financial statements:

The carrying amounts for cash equivalents (Level 1) approximate their fair value because of their short-term maturity.

NOTE 3: CASH AND CASH RESERVES

Financial instruments that potentially subject The Foundation to credit risk consist principally of cash deposited with local banks. As of September 30, 2017, the Foundation did not exceed the FDIC limits at any financial institution.

NOTE 4: FUNCTIONAL CLASSIFICATION OF EXPENSES

The Foundation has the following functional expense classifications:

Program	\$ 17,869
Management and General	132
Fundraising	<u>1,200</u>
Total Expenses	<u>\$ 19,201</u>

NOTE 5: NEW ACCOUNTING PRONOUNCEMENTS

In May 2014, the Financial Accounting Standards Board (FASB) issued a new accounting pronouncement regarding revenue recognition effective for reporting periods beginning after December 15, 2018. Management does not expect the new standard to have a significant impact to its financial position, results of operations and related disclosures.

In August 2016, the FASB issued a new accounting pronouncement regarding reporting and disclosure requirements for not-for-profit organizations, effective for periods beginning after December 15, 2017, with early applications permitted. Management is currently evaluating the effect this pronouncement will have on the financial statements and related disclosures.

SOUTHSIDE INDEPENDENT SCHOOL DISTRICT
EDUCATION FOUNDATION
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 6: SUBSEQUENT EVENTS

Subsequent events were evaluated through the date of this report, which is the date the financial statements were available to be issued.