

Accountant's Report

R Frank Miller

Certified Public Accountant

P O Box 6412

Malibu, California 90264

September 14, 2014

Board of Directors
Kentwood Home Guardians

Management is responsible for the accompanying financial statements of Kentwood Home Guardians, a California non-profit corporation which comprise the balance sheet as of May 31, 2016 and May 31, 2015 and the related statements of revenue and expenses and cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America. I have performed a compilation engagement in accordance with Statements of standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. I did not audit or review the financial statements nor was I required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, I do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

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

I am not independent with respect to Kentwood Home Guardians.


R. Frank Miller

Kentwood Home Guardians, Inc

Balance Sheet

	5/31/2016		5/31/2015
	Operating Fund	Total	Total
ASSETS			
Cash - checking	\$ 29,324	\$ 29,324	\$ 17,343
Cash - savings and CD's	85,303	85,303	85,047
Prepaid expenses	711	711	1,409
Total current assets	\$ 115,338	\$ 115,338	\$ 103,799
Delinquent accounts receivable	\$ 6,754	\$ 6,754	\$ 5,827
Office furniture and equipment	\$ 7,437	\$ 7,437	\$ 6,807
Accumulated depreciation	(6,320)	(6,320)	(6,093)
Net furniture & equipment	\$ 1,117	\$ 1,117	\$ 714
Rent deposit	496	496	496
Total assets	\$ 123,704	\$ 123,704	\$ 110,836
LIABILITIES			
Accounts payable	\$ -	\$ -	\$ -
Accrued expenses and payroll taxes	3,065	3,065	3,075
Total current liabilities	\$ 3,065	\$ 3,065	\$ 3,075
Fund Balances			
Beginning Fund Balance	\$ 107,761	\$ 107,761	\$ 106,243
Excess revenues over (under) expenses	12,878	12,878	1,518
Ending Fund Balance	\$ 120,639	\$ 120,639	\$ 107,761
Total liabilities & equity	\$ 123,704	\$ 123,704	\$ 110,836

Kentwood Home Guardians, Inc

Statement of Revenue and Expenses

Year ended May 31

	2016		2015
	Operating Fund	Total	Total
REVENUES:			
Assessments	\$ 42,641	\$ 42,641	\$ 34,107
Interest from members	29.34	29.34	713.92
Late fees	840.00	840.00	5,200.00
Transfer & doc fees	6,825.00	6,825.00	7,350.00
Crime Prevention	3,975.00	3,975.00	4,580.00
Interest - money market account	256.19	256.19	263.79
Donations	468.80	468.80	832.74
Other revenues	110.00	110.00	43.00
Total revenues	\$ 55,145	\$ 55,145	\$ 53,091
EXPENSES:			
Program Services			
Payroll	\$ 13,339	\$ 13,339	\$ 17,025
Payroll taxes	919	919	1,047
Annual meeting	2,720	2,720	7,682
Crime Prevention	2,568	2,568	2,689
Insurance	4,581	4,581	2,993
Miscellaneous program services expense	100	100	-
Office expense	3,789	3,789	3,122
Rent	5,959	5,959	5,430
Property taxes	41	41	45
Total program services	\$ 34,016	\$ 34,016	\$ 40,032
Supporting Services			
Accounting	2,650	2,650	2,550
Assessment expenses	5,330	5,330	5,580
Collections	0	0	(25)
Depreciation	227	227	314
Legal	0	0	3,028
Miscellaneous program service expense	45	45	95
Total supporting services	\$ 8,252	\$ 8,252	\$ 11,541
Total expenses	\$ 42,267	\$ 42,267	\$ 51,573
Net revenue over (under) expenses	\$ 12,878	\$ 12,878	\$ 1,518

Kentwood Home Guardians, Inc

Statement of Cash Flow

Year Ended May 31

	2016		2015
	Operating Fund	Total	Total
OPERATING ACTIVITIES:			
Excess of revenue over (under) expenses excluding interest earned from banks	\$ 12,622	\$ 12,622	\$ 1,254
Adjustments to reconcile excess of revenue over expenses to net cash and cash equivalents:			
Depreciation	227	227	314
Changes in operating assets & liabilities:			
Prepaid expenses	698	698	(825)
Accounts receivable	(927)	(927)	(1,758)
Accounts payable	-	-	(275)
Accrued expenses and payroll taxes	(10)	(10)	(550)
NET CASH USED BY OPERATING ACTIVITIES	\$ 12,610	\$ 12,610	\$ (1,839)
INVESTING ACTIVITIES:			
Interest from banks	\$ 256	\$ 256	\$ 264
Equipment disposals (purchases)	(630)	(630)	-
NET CASH PROVIDED BY INVESTING ACTIVITIES	\$ (374)	\$ (374)	\$ 264
INCREASE (DECREASE) IN CASH	\$ 12,236	\$ 12,236	\$ (1,575)
Cash at the beginning of year	102,391	102,391	103,966
CASH AT END OF YEAR	\$ 114,627	\$ 114,627	\$ 102,391