

**Accountant's Report**

**R Frank Miller**

*Certified Public Accountant*

P O Box 6412

Malibu, California 90264

September 19, 2019

Board of Directors  
Kentwood Home Guardians

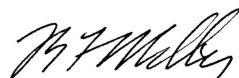
Management is responsible for the accompanying financial statements of Kentwood Home Guardians, a California non-profit corporation as of May 31, 2019 and May 31, 2018 and the related statements of activities and statement of cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

I have performed a compilation engagement in accordance with Statements on 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 or 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

### Statement of Financial Position

	5/31/2019		5/31/2018												
	Operating Fund	Total	Total												
<b>ASSETS</b>															
Cash - checking	\$ 15,772	\$ 15,772	\$ 22,840												
Cash - savings and CD's	81,426	81,426	85,817												
Prepaid expenses	765	765	784												
Total current assets	\$ 97,963	\$ 97,963	\$ 109,441												
Delinquent accounts receivable	\$ 21,400	\$ 21,400	\$ 19,214												
Office furniture and equipment	\$ 4,864	\$ 4,864	\$ 6,807												
Accumulated depreciation	(4,523)	(4,523)	(6,291)												
Net furniture & equipment	\$ 341	\$ 341	\$ 516												
Security deposit (rented office)	496	496	496												
Total assets	\$ 120,199	\$ 120,199	\$ 129,666												
<b>LIABILITIES</b>															
Accounts payable	\$ -	\$ -	\$ 204												
Accrued expenses and payroll taxes	5,187	5,187	4,851												
Total current liabilities	\$ 5,188	\$ 5,188	\$ 5,055												
Net assets															
Beginning net assets	\$ 124,611	\$ 124,611	\$ 121,773												
Increase (decrease) in net assets	(9,600)	(9,600)	2,838												
Ending net assets	\$ 115,012	\$ 115,012	\$ 124,611												
Total liabilities & net assets	\$ 120,199.43	\$ 120,199.38	\$ 129,666.21												
<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 50%; padding: 2px;">Board designated funds</td> <td style="width: 15%; text-align: right; padding: 2px;">1,609</td> <td style="width: 15%; text-align: right; padding: 2px;">1,609</td> <td style="width: 10%; text-align: right; padding: 2px;">-</td> </tr> <tr> <td style="padding: 2px;">Net assets available for operations</td> <td style="text-align: right; padding: 2px;">113,403</td> <td style="text-align: right; padding: 2px;">113,403</td> <td style="text-align: right; padding: 2px;">124,611</td> </tr> <tr> <td style="padding: 2px;">Ending net assets</td> <td style="text-align: right; padding: 2px;">\$ 115,012</td> <td style="text-align: right; padding: 2px;">\$ 115,012</td> <td style="text-align: right; padding: 2px;">\$ 124,611</td> </tr> </table>				Board designated funds	1,609	1,609	-	Net assets available for operations	113,403	113,403	124,611	Ending net assets	\$ 115,012	\$ 115,012	\$ 124,611
Board designated funds	1,609	1,609	-												
Net assets available for operations	113,403	113,403	124,611												
Ending net assets	\$ 115,012	\$ 115,012	\$ 124,611												

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## Kentwood Home Guardians, Inc

### Statement of Activities

Year ended May 31

	2019		2018
	Operating Fund	Total	Total
<b>REVENUES:</b>			
Assessments	\$ 51,463	\$ 51,463	\$ 42,879
Interest from members	289	289	817
Prior Years Late fees	3,648	3,648	10,196
Transfer & doc fees	7,950	7,950	8,400
Crime Prevention	5,919	5,919	6,545
Interest - money market account	249	249	257
Donations	1,193	1,193	1,571
Other revenues	(3)	(3)	13
Total revenues	\$ 70,821	\$ 70,821	\$ 70,815
<b>EXPENSES:</b>			
<b>Program Exepenses</b>			
Payroll	\$ 25,005	\$ 25,005	\$ 22,638
Payroll taxes	10,290	10,290	5,164
Annual meeting & election mailing costs	14,578	14,578	9,996
Crime Prevention	1,523	1,523	1,434
Insurance	3,949	3,949	3,702
Miscellaneous program services expense	410	410	-
Office expense	4,369	4,369	4,054
Rent	7,006	7,006	6,678
Property taxes	41	41	53
Write off's - Receivables	712	712	155
Total program services	\$ 67,882	\$ 67,882	\$ 53,874
<b>Supporting Services</b>			
Accounting	\$ 3,588	3,588	\$ 2,950
Assessment expenses	4,744	4,744	4,501
Collection Expense	(25)	(25)	55
Depreciation	175	175	206
Legal	2,358	2,358	6,281
Miscellaneous program service expense	66	66	110
Prior period entries	1,634	1,634	
Total supporting services	\$ 12,538	\$ 12,538	\$ 14,103
Total expenses	\$ 80,421	\$ 80,421	\$ 67,977
Net increase (decrease) in net assets	\$ (9,600)	\$ (9,600)	\$ 2,838

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## Kentwood Home Guardians, Inc

### *Statement of Cash Flow*

Year Ended May 31

	2019		2018
	Operating Fund	Total	Total
<b>OPERATING ACTIVITIES:</b>			
Change in net assets excluding interest earned from banks	\$ (9,583)	\$ (9,583)	\$ 5,266
Adjustments to reconcile increase in net assets of revenue over expenses to net cash and cash equivalents:			
Depreciation	175	175	206
Changes in operating assets & liabilities:			
Prepaid expenses	19	19	(264)
Accounts receivable	(2,186)	(2,186)	(8,642)
Accounts payable	204	204	(204)
Accrued expenses and payroll taxes	(336)	(336)	(1,138)
<b>NET CASH USED BY OPERATING ACTIVITIES</b>	<b>\$ (11,708)</b>	<b>\$ (11,708)</b>	<b>\$ (4,776)</b>
<b>INVESTING ACTIVITIES:</b>			
Interest from banks	\$ 249	\$ 249	\$ 257
Equipment disposals (purchases)	-	-	-
<b>NET CASH PROVIDED BY INVESTING ACTIVITIES</b>	<b>\$ 249</b>	<b>\$ 249</b>	<b>\$ 257</b>
<b>INCREASE (DECREASE) IN CASH</b>	<b>\$ (11,459)</b>	<b>\$ (11,459)</b>	<b>\$ (4,519)</b>
Cash at the beginning of year	108,656	108,656	113,175
<b>CASH AT END OF YEAR</b>	<b>\$ 97,198</b>	<b>\$ 97,198</b>	<b>\$ 108,656</b>