

**Accountant's Report**

**R Frank Miller**

*Certified Public Accountant*

P O Box 6412

Malibu, California 90264

September 19, 2020

Board of Director  
Kentwood Home Guardians

Management is responsible for the accompanying financial statements of Kentwood Home Guardians, a California non-profit corporation as of May 31, 2020 and May 31, 2019 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

	5/31/2020		5/31/2019
	Operating Fund	Total	Total
<b>ASSETS</b>			
Cash - checking	\$ 29,693	\$ 29,693	\$ 15,757
Cash - savings and CD's	81,651	81,651	81,426
Prepaid expenses	765	765	765
Office lease - short term asset	7,325	7,325	7,025
Total current assets	\$ 119,434	\$ 119,434	\$ 104,973
Delinquent accounts receivable	\$ 27,913	\$ 27,913	\$ 21,409
Office furniture and equipment	\$ 4,864	\$ 4,864	\$ 4,864
Accumulated depreciation	(4,708)	(4,708)	(4,523)
Net furniture & equipment	\$ 156	\$ 156	\$ 341
Security deposit (rented office)	552	552	496
Office lease - long term asset	1,250	1,250	8,575
Total assets	\$ 149,305	\$ 149,305	\$ 135,794
<b>LIABILITIES</b>			
Accounts payable	\$ 9,675	\$ 9,675	\$ -
Accrued expenses and payroll taxes	5,121	5,121	5,187
Office lease liability - short term	7,325	7,325	7,025
Total current liabilities	\$ 22,122	\$ 22,122	\$ 12,212
Office lease - long term liability	1,250	1,250	8,575
Net assets			
Beginning net assets	\$ 115,006	\$ 115,006	\$ 122,968
Increase (decrease) in net assets	10,928	10,928	(7,962)
Ending net assets	\$ 125,933	\$ 125,933	\$ 115,006
Total liabilities & net assets	\$ 149,305	\$ 149,305	\$ 135,794
Board designated funds	1,641	1,641	1,609.00
Net assets available for operations	124,292	124,292	113,397
Ending net assets	\$ 125,933	\$ 125,933	\$ 115,006

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## Kentwood Home Guardians, Inc

### Statement of Activities

Year ended May 31

	5/31/2020		5/31/2019
	Operating Fund	Total	Total
<b>REVENUES:</b>			
Assessments	\$ 61,558	\$ 61,558	\$ 51,477
Interest from members	180	180	289
Prior Years Late fees	2,093	2,093	3,638
Transfer & doc fees	10,200	10,200	7,950
Crime Prevention	-	-	5,919
Interest - money market account	225	225	249
Donations	2,633	2,633	1,193
Other revenues	32	32	(3)
Total revenues	\$ 76,919	\$ 76,919	\$ 70,825
<b>EXPENSES:</b>			
<b>Program Exepenses</b>			
Payroll	\$ 21,897	\$ 21,897	\$ 25,005
Payroll taxes	1,717	1,717	10,290
Annual meeting & election mailing costs	12	12	14,578
Annual Disclosure Mailing Costs	3,315	3,315	-
Crime Prevention	-	-	1,523
Insurance	3,865	3,865	3,949
Miscellaneous program services expense	1,088	1,088	410
Office expense	5,083	5,083	4,369
Rent	7,297	7,297	7,006
Property taxes	41	41	41
Write off's - Receivables	119	119	712
Total program services	\$ 44,433	\$ 44,433	\$ 67,882
<b>Supporting Services</b>			
Accounting	\$ 3,404	3,404	\$ 3,588
Assessment expenses	4,646	4,646	4,744
Collection Expense	-	-	(25)
Depreciation	175	175	175
Legal	13,197	13,197	2,358
Miscellaneous program service expense	136	136	66
Prior period entries			
Total supporting services	\$ 21,558	\$ 21,558	\$ 10,905
Total expenses	\$ 65,992	\$ 65,992	\$ 78,787
Net increase (decrease) in net assets	\$ 10,928	\$ 10,928	\$ (7,962)

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## Kentwood Home Guardians, Inc

### Statement of Cash Flow

Year ended May 31

	5/31/2020		5/31/2019
	Operating Fund	Total	Total
OPERATING ACTIVITIES:			
Net Income	\$ 10,928	\$ 10,928	\$ (7,962)
Adjustments to reconcile Net Income to net cash provided by operations			
Accounts receivable	(6,504)	(6,504)	(2,335)
Prepaid expenses	-	-	19
Office lease asset - short term	(300)	(300)	(3,336)
Accounts payable	9,675	9,675	(204)
Accrued expenses and payroll liabilities	(66)	(66)	672
Office lease liability - short term	300	300	3,336
Net cash provided by Operating Activities	\$ 14,032	\$ 14,032	\$ (9,809)
INVESTING ACTIVITIES:			
Furniture and equipment	-		1,943
Accumulated depreciation	185	185	(1,768)
Rent Deposit	(56)	(56)	-
Office lease asset - long term	7,325	7,325	(8,575)
Net cash provided by Investing Activities	\$ 7,454	\$ 7,454	\$ (8,400)
FINANCIING ACTIVITIES			
Office lease liability - long term	(7,325)	(7,325)	8,575
Net cash provided by Financing Activities	\$ (7,325)	\$ (7,325)	\$ 8,575
Net cash increase for period	\$ 14,161	\$ 14,161	\$ (9,635)
Cash at the beginning of year	\$ 97,183	\$ 97,183	\$ 106,818
CASH AT END OF YEAR	\$ 111,344	\$ 111,344	\$ 97,183