

**MICRO GRANTS
(A Nonprofit Corporation)**

COMPILED FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2011

OBERMEIER & ASSOCIATES, P.A.
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

To the Board of Directors
Micro Grants
Minneapolis, Minnesota

We have compiled the accompanying statement of financial position of Micro Grants (a nonprofit corporation) as of December 31, 2011, and the related statements of activities, functional expenses and cash flows for the year then ended. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

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

Obermeier & Associates, P.A.

Certified Public Accountants

February 8, 2012

**MICRO GRANTS
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2011**

ASSETS

CURRENT ASSETS

Cash and cash equivalents and total current assets \$ 339,700

EQUIPMENT AT COST, less accumulated
depreciation of \$5,763

3,742

\$ 343,442

LIABILITY AND NET ASSETS

CURRENT LIABILITY

Accounts payable and total current liability \$ 936

NET ASSETS

Unrestricted 331,677

Temporarily restricted 10,829

342,506

\$ 343,442

See Accountants' compilation report

**MICRO GRANTS
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2011**

| | <u>Unrestricted</u> | <u>Temporarily Restricted</u> | <u>Total</u> |
|---------------------------------|---------------------|-----------------------------------|-------------------|
| SUPPORT AND REVENUES | | | |
| Individual contributions | \$ 179,519 | | \$ 179,519 |
| Special projects and grants | 308,287 | \$ 66,750 | 375,037 |
| Interest | 563 | - | 563 |
| Support and revenues | <u>488,369</u> | <u>66,750</u> | <u>555,119</u> |
| Net assets released | 99,645 | (99,645) | - |
| Total support and revenues | <u>588,014</u> | <u>(32,895)</u> | <u>555,119</u> |
| EXPENSES | | | |
| Program services | 449,391 | | 449,391 |
| Support services: | | | |
| Management and general | 40,597 | | 40,597 |
| Fundraising | 28,431 | | 28,431 |
| Total expenses | <u>518,419</u> | <u>-</u> | <u>518,419</u> |
| CHANGE IN NET ASSETS | 69,595 | (32,895) | 36,700 |
| NET ASSETS | | | |
| Beginning of year | 262,082 | 43,724 | 305,806 |
| End of year | <u>\$ 331,677</u> | <u>\$ 10,829</u> | <u>\$ 342,506</u> |

See Accountants' compilation report

**MICRO GRANTS
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2011**

| | <u>Program Services</u> | <u>Management and General</u> | <u>Fundraising</u> | <u>Total</u> |
|-------------------|-----------------------------|---------------------------------------|--------------------|-------------------|
| Grants awarded | \$ 351,324 | | | \$ 351,324 |
| Program expenses | 62,534 | | | 62,534 |
| Telephone | 1,029 | \$ 514 | \$ 514 | 2,057 |
| Development | 6,019 | - | 6,019 | 12,038 |
| Depreciation | 1,291 | 161 | 161 | 1,613 |
| Contract services | 19,198 | 38,395 | 6,399 | 63,992 |
| Postage | 889 | 178 | 711 | 1,778 |
| Travel/meetings | - | - | 9,595 | 9,595 |
| Office expense | 6,139 | 1,228 | 4,911 | 12,278 |
| Professional fees | 968 | 121 | 121 | 1,210 |
| | <u>\$ 449,391</u> | <u>\$ 40,597</u> | <u>\$ 28,431</u> | <u>\$ 518,419</u> |

See Accountants' compilation report

**MICRO GRANTS
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2011**

| | |
|--|--------------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | |
| Change in net assets | \$ 36,700 |
| Adjustments to reconcile change in net assets to net cash provided by operating activities; | |
| Increase in Fixed Assets | |
| Depreciation | 1,614 |
| Decrease in accounts payable | <u>(3,230)</u> |
| NET CASH PROVIDED BY OPERATING ACTIVITIES | 35,084 |
| CASH FLOWS FROM INVESTING ACTIVITIES AND NET CASH USED BY INVESTING ACTIVITIES | |
| Equipment Purchases | <u>(1,265)</u> |
| NET INCREASE IN CASH AND CASH EQUIVALENTS | 33,819 |
| BEGINNING CASH AND CASH EQUIVALENTS | <u>305,881</u> |
| ENDING CASH AND CASH EQUIVALENTS | <u><u>\$ 339,700</u></u> |

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