

Miss B's Learning Bees, Inc

Financial Statements

December 31, 2020

With Independent Auditors' Report

MISS B's LEARNING BEES, INC

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DISALVO & COMPANY, P.A.

CERTIFIED PUBLIC ACCOUNTANTS

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Independent Auditors' Report

To The Board of Directors
Miss B's Learning Bees, Inc.

We have audited the accompanying statement of financial position of Miss B's Learning Bees, Inc. (a nonprofit organization) as of December 31, 2020, and the related statements of activities and changes in fund balance, functional expenses, and cash flows for the year then ended.

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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Miss B's Learning Bees, Inc. as of December 31, 2020, and the statements of activities and changes in its net assets, functional expenses and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

DiSalvo And Company, P.A.
Vero Beach, FL
September 30, 2021

DiSalvo and Co.

Miss B's Learning Bees, Inc
Statement of Financial Position
As of December 31, 2020

| | <u>Unrestricted Operating Fund</u> | <u>Temporarily Restricted Fund</u> | <u>Total Funds</u> |
|---|--|--|-------------------------|
| Assets | | | |
| Cash | \$ 13,530 | \$ - | \$ 13,530 |
| Security deposits | - | - | - |
| Equipment, Net | - | - | - |
| | <u> </u> | <u> </u> | <u> </u> |
| Total assets | <u><u>\$ 13,530</u></u> | <u><u>\$ -</u></u> | <u><u>\$ 13,530</u></u> |
| Liabilities and net assets | | | |
| Liabilities | | | |
| Accrued expenses | \$ - | \$ - | \$ - |
| Payroll taxes payable | - | - | - |
| EIDL Loan Payable | 24,000 | - | 24,000 |
| | <u> </u> | <u> </u> | <u> </u> |
| Total liabilities | <u><u>24,000</u></u> | <u><u>-</u></u> | <u><u>24,000</u></u> |
| Net assets | <u>(10,470)</u> | <u>-</u> | <u>(10,470)</u> |
| Total liabilities and net assets | <u><u>\$ 13,530</u></u> | <u><u>\$ -</u></u> | <u><u>\$ 13,530</u></u> |

Read Independent Auditors' Report
The accompanying notes are an integral part of the financial statements

Miss B's Learning Bees, Inc
Statement of Activities and Changes in Fund Balance
For the Year Ended December 31, 2020

| | <u>Unrestricted Operating Fund</u> | <u>Temporarily Restricted Fund</u> | <u>Total Funds</u> |
|--|--|--|---------------------------|
| Revenues and support income | | | |
| Contributions & bequests | \$ 24,758 | \$ - | \$ 24,758 |
| In-kind contributions | - | - | \$ - |
| Grant Income | 22,628 | | \$ 22,628 |
| Fund raising | - | - | \$ - |
| Indirect Public Support | 2,875 | | \$ 2,875 |
| PPP Funds | 2,794 | | \$ 2,794 |
| Investment income | - | - | \$ - |
| Net assets released from restrictions | - | - | \$ - |
| Total revenue | <u>53,055</u> | <u>-</u> | <u>53,055</u> |
| Expenses | | | |
| Program services | 24,684 | - | 24,684 |
| General and administrative | 56,334 | - | 56,334 |
| Fund raising | - | - | - |
| Total expenses | <u>81,018</u> | <u>-</u> | <u>81,018</u> |
| Change in Fund Balance | (27,963) | - | (27,963) |
| Fund Balance, beginning of year | <u>17,493</u> | <u>-</u> | <u>17,493</u> |
| Fund Balance, end of year | <u>\$ (10,470)</u> | <u>\$ -</u> | <u>\$ (10,470)</u> |

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Miss B's Learning Bees, Inc
Statement of Functional Expenses
For the Year Ended December 31, 2020

| | Program Services | Management and Administration | Fund Raising | Total |
|----------------------------------|-----------------------------|--|-------------------------|------------------|
| Accounting | \$ - | | \$ - | \$ - |
| Advertising and promotion | 527 | - | - | 527 |
| Automobile expenses | - | - | - | - |
| Bank & credit card fees | - | 15 | - | 15 |
| Books | 1,502 | | | 1,502 |
| Consulting | - | - | - | - |
| Depreciation | - | - | - | - |
| Donations | | 175 | | 175 |
| Dues and subscriptions | - | 821 | - | 821 |
| Fundraising expenses | - | - | - | - |
| Insurance | - | 3,103 | - | 3,103 |
| License and taxes | - | 691 | - | 691 |
| Meals | 3,493 | | | 3,493 |
| Meetings | 4,406 | - | - | 4,406 |
| Miscellaneous | 171 | | | 171 |
| Office supplies | 8,951 | - | - | 8,951 |
| Payroll expenses | - | 34,639 | - | 34,639 |
| Payroll tax expense | - | - | - | - |
| Postage & shipping | - | 109 | - | 109 |
| Printing | - | - | - | - |
| Professional fees | - | 11,105 | - | 11,105 |
| Recreation | 3,648 | | | 3,648 |
| Repairs and maintenance | - | 2,140 | - | 2,140 |
| Rent | - | - | - | - |
| Supplies | 1,986 | | | 1,986 |
| Telephone | - | 3,536 | - | 3,536 |
| Training | - | - | - | - |
| Travel | | | | |
| Utilities | - | - | - | - |
| Website | - | - | - | - |
| Total functional expenses | \$ 24,684 | \$ 56,334 | \$ - | \$ 81,018 |

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The accompanying notes are an integral part of the financial statements

Miss B's Learning Bees, Inc
Statement of Cash Flows
For the Year Ended December 31, 2020

| | |
|---|-------------------------|
| Cash flows from operating activities: | |
| Change in net assets | \$ (27,963) |
| Adjustments to reconcile change in net assets to net cash provided by operating activities: | |
| Depreciation | - |
| (Increase) decrease in: | |
| Prepaid expense | - |
| Increase (decrease) in: | |
| Accrued payroll | - |
| Payroll taxes payable | - |
| Net cash provided (used) provided by operating activities: | <u>(27,963)</u> |
| Cash flows from investing activities: | |
| Purchase of equipment | - |
| Net cash provided (used) provided by investing activities: | <u>-</u> |
| Cash flows provided (used) by financing activities: | |
| Increase (decrease) in: | |
| EIDL Loan Payable | <u>24,000</u> |
| Net increase (decrease) in cash and cash equivalents | (3,963) |
| Cash and cash equivalents, January 1, 2020 | <u>17,493</u> |
| Cash and cash equivalents, December 31, 2020 | <u><u>\$ 13,530</u></u> |

Read Independent Auditors' Report
The accompanying notes are an integral part of the financial statements

MISS B's LEARNING BEES, INC
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2020

Fixed Assets

The Organization capitalizes expenditures of \$1,000 or more for equipment and leasehold improvements at cost. The fair value of donated fixed assets is similarly capitalized. Depreciation is provided over the estimated useful lives of the assets using the straight-line method.

Income taxes

The Organization is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and is not a private foundation. The Organization's income tax filings are subject to audit by various taxing authorities. The Organization's open audit periods are 2018 through 2020.

Use of estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Concentrations of Credit Risk and Uncertainties

Cash – The Organization maintains its bank accounts at financial institutions and their balances are insured by the Federal Deposit Insurance Corporation up to \$250,000 per institution. Cash in the form of checking and money market accounts at various banking institutions as of December 31, 2020 were not in excess of the Federal Deposit Insurance Corporation limits of \$250,000. The Organization believes there is no credit risk relative to its cash and cash equivalents.

Contributions – The Organization had contributions from a variety of donors and no single donor represented more than 10% of all revenue for the year ended December 31, 2020.

Functional Allocation of Expenses

The Organization allocates expenses on a functional basis among the various programs and support services. Expenses that can be identified with a specific program and support service are allocated directly according to their natural expenditure classification. Other expenses that are common to several functions are allocated based on management's monitoring of the expenses and the functions to which the expenses relate.

MISS B's LEARNING BEES, INC
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2020

Note A – Organization

Miss B's Learning Bees, Inc. (the "Organization") was organized on February 5, 2014 as a not for profit organization in the State of Florida. The Organization is primarily engaged in assisting economically disadvantaged youth in becoming proficient in the areas of reading, math and science by providing tutorial services in the local community

Note B – Summary of Significant Accounting Policies

Basis of Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles. Net assets, revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Net assets of the Organization and changes therein are classified and reported as follows:

Net Assets without Donor Restrictions - Net assets received that are not subject to donor-imposed restrictions. The board of directors has discretionary control over these resources.

Net Assets with Donor Restrictions – Net assets subject to donor-imposed restrictions that may or will be met either by actions of the Organization and/or the passage of time. When a restriction expires, restricted net assets are reclassified to unrestricted net assets and report in the statement of activities as net assets released from restrictions.

Balance sheet classification

A one-year time period is used as the basis for classifying assets and liabilities.

Cash and Cash Equivalents

The Organization considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents. Cash and cash equivalents are comprised of \$13,530 in bank accounts at December 31, 2020.

Fair Value Measurement

Fair value measurement does not apply to non-public companies and not-for-profit organizations.

Contributions

The organization records contributions received as restricted or unrestricted support depending on the existence or nature of any donor restrictions. Contributions are recorded as income at the time of receipt from the donors.

MISS B's LEARNING BEES, INC
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2020

Note I – Related Party Transactions

Management has reviewed all transactions of the Organization for the year and has determined that there are no material related party transactions that require disclosure.

Note J – Subsequent Events

Management has evaluated events and transactions subsequent to the date of the financial statements and through the date of the audit report. Management has determined that there are material subsequent events that are disclosed below:

COVID-19 – In March 2020, the World Health Organization classified the COVID-19 outbreak as a pandemic. Management has assessed the impact to its operations and has made adjustments accordingly. Management does not expect to see a material effect on its financial statements from the effects of the pandemic.