

**LEGIONVILLE SCHOOL SAFETY PATROL  
TRAINING CENTER, INC.**

**FINANCIAL STATEMENTS**

**YEARS ENDED OCTOBER 31, 2017 AND 2016**

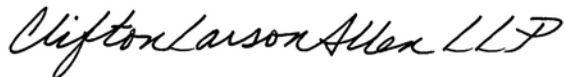
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YEARS ENDED OCTOBER 31, 2017 AND 2016**

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## ACCOUNTANTS' COMPILATION REPORT

Board of Directors  
Legionville School Safety Patrol Training Center, Inc.  
St. Paul, Minnesota

Management is responsible for the accompanying financial statements of Legionville School Safety Patrol Training Center, Inc., which comprise the balance sheets as of October 31, 2017 and 2016, and the related statements of activities, and cash flows for the years then ended, and the related notes to the financial statements in accordance with accounting principles generally accepted in the United States of America. We have performed compilation engagements in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the American Institute of Certified Public Accountants. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.



**CliftonLarsonAllen LLP**

Minneapolis, Minnesota  
January 4, 2018

**LEGIONVILLE SCHOOL SAFETY PATROL TRAINING CENTER, INC.**  
**BALANCE SHEETS**  
**OCTOBER 31, 2017 AND 2016**  
(SEE ACCOUNTANTS' COMPILATION REPORT)

	2017	2016
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash	\$ 23,353	\$ 37,582
Accounts and Grants Receivable	6,749	-
Accrued Interest Receivable	804	1,054
Inventories	37,356	26,266
Total Current Assets	68,262	64,902
<b>PROPERTY AND EQUIPMENT, NET</b>	815,617	828,854
<b>OTHER ASSETS</b>		
Investments	130,048	156,506
Total Assets	\$ 1,013,927	\$ 1,050,262
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts Payable	\$ 2,885	\$ 1,404
<b>NET ASSETS</b>		
Unrestricted	945,445	988,511
Temporarily Restricted	65,597	60,347
Total Net Assets	1,011,042	1,048,858
Total Liabilities and Net Assets	\$ 1,013,927	\$ 1,050,262

See accompanying Notes to Financial Statements.

**LEGIONVILLE SCHOOL SAFETY PATROL TRAINING CENTER, INC.**  
**STATEMENTS OF ACTIVITIES**  
**YEARS ENDED OCTOBER 31, 2017 AND 2016**  
(SEE ACCOUNTANTS' COMPILATION REPORT)

	2017		
	Unrestricted	Temporarily Restricted	Total
<b>SUPPORT AND REVENUE</b>			
Support:			
Contributions	\$ 63,766	\$ 23,800	\$ 87,566
Revenue:			
Registrations	157,136	-	157,136
Sales	24,061	-	24,061
Interest Income	3,130	-	3,130
Lease Revenue	4,145	-	4,145
Unrealized Gain (Loss) on Investments	(1,458)	-	(1,458)
Realized Gain (Loss) on Investments	(725)	-	(725)
Miscellaneous	6,058	-	6,058
Subtotal Revenue	<u>192,347</u>	<u>-</u>	<u>192,347</u>
<b>NET ASSETS RELEASED FROM RESTRICTIONS</b>	<u>18,550</u>	<u>(18,550)</u>	<u>-</u>
Total Support and Revenue	274,663	5,250	279,913
<b>EXPENSE</b>			
Program Services:			
Salaries	83,950	-	83,950
Payroll Taxes	6,422	-	6,422
Cost of Goods Sold	23,875	-	23,875
Supplies	44,367	-	44,367
Utilities	21,824	-	21,824
Insurance	26,364	-	26,364
Repairs and Maintenance	26,963	-	26,963
Travel and Meetings	3,038	-	3,038
Food	21,063	-	21,063
Other Program Expenses	6,850	-	6,850
Miscellaneous	1,122	-	1,122
Depreciation	45,362	-	45,362
Total Program Services	<u>311,200</u>	<u>-</u>	<u>311,200</u>
Support Services - Management and General:			
Professional Fees	6,529	-	6,529
Total Expense	<u>317,729</u>	<u>-</u>	<u>317,729</u>
<b>CHANGE IN NET ASSETS</b>	(43,066)	5,250	(37,816)
Net Assets - Beginning of Year	<u>988,511</u>	<u>60,347</u>	<u>1,048,858</u>
<b>NET ASSETS - END OF YEAR</b>	<u><u>\$ 945,445</u></u>	<u><u>\$ 65,597</u></u>	<u><u>\$ 1,011,042</u></u>

See accompanying Notes to Financial Statements.

2016		
<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
\$ 60,051	\$ 11,298	\$ 71,349
163,973	-	163,973
25,272	-	25,272
4,034	-	4,034
4,048	-	4,048
4,780	-	4,780
398	-	398
9,498	-	9,498
<u>212,003</u>	<u>-</u>	<u>212,003</u>
22,761	(22,761)	-
<u>294,815</u>	<u>(11,463)</u>	<u>283,352</u>
75,173	-	75,173
5,751	-	5,751
26,557	-	26,557
40,306	-	40,306
20,848	-	20,848
27,110	-	27,110
30,935	-	30,935
3,387	-	3,387
19,541	-	19,541
30,000	-	30,000
1,224	-	1,224
35,937	-	35,937
<u>316,769</u>	<u>-</u>	<u>316,769</u>
4,389	-	4,389
<u>321,158</u>	<u>-</u>	<u>321,158</u>
(26,343)	(11,463)	(37,806)
<u>1,014,854</u>	<u>71,810</u>	<u>1,086,664</u>
<u>\$ 988,511</u>	<u>\$ 60,347</u>	<u>\$ 1,048,858</u>

**LEGIONVILLE SCHOOL SAFETY PATROL TRAINING CENTER, INC.**  
**STATEMENTS OF CASH FLOWS**  
**YEARS ENDED OCTOBER 31, 2017 AND 2016**  
(SEE ACCOUNTANTS' COMPILATION REPORT)

	<u>2017</u>	<u>2016</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in Net Assets	\$ (37,816)	\$ (37,806)
Adjustments to Reconcile Change in Net Assets to		
Net Cash Provided by Operating Activities:		
Depreciation	45,362	35,937
Unrealized Loss (Gain) on Investments	1,458	(4,780)
Realized Gain (Loss) on Sale of Investments	725	(398)
Contributions Received for Property and Equipment Purchases	13,050	-
(Increase) Decrease in Receivables	(6,499)	25,484
(Increase) Decrease in Inventories	(11,090)	585
Increase (Decrease) in Accounts Payable	1,481	(838)
Net Cash Provided by Operating Activities	<u>6,671</u>	<u>18,184</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchases of Investments	-	(30,000)
Proceeds on Sale of Investments	24,275	80,398
Purchases of Property and Equipment	<u>(32,125)</u>	<u>(142,338)</u>
Net Cash Used by Investing Activities	<u>(7,850)</u>	<u>(91,940)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Restricted Cash Received for Property and Equipment Purchases	<u>(13,050)</u>	<u>-</u>
<b>DECREASE IN CASH</b>	(14,229)	(73,756)
Cash - Beginning of Year	<u>37,582</u>	<u>111,338</u>
<b>CASH - END OF YEAR</b>	<u><u>\$ 23,353</u></u>	<u><u>\$ 37,582</u></u>

See accompanying Notes to Financial Statements.

**LEGIONVILLE SCHOOL SAFETY PATROL TRAINING CENTER, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**OCTOBER 31, 2017 AND 2016**  
**(SEE ACCOUNTANTS' COMPILATION REPORT)**

**NOTE 1    SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Organizational Purpose**

The Legionville School Safety Patrol Training Center, Inc. (Legionville or the Organization) offers summer camps for youngsters between the ages of ten and thirteen. Legionville provides instruction for school and school bus patrol officers, nature study, conservation training, and boat and water safety lessons to children from Minnesota which are conducted in a summer camp environment.

**Financial Statement Presentation**

Net assets and revenues, gains and losses are classified based on donor-imposed restrictions. Accordingly, net assets of Legionville and changes therein are classified and reported as follows:

Unrestricted Net Assets – Resources over which the board of directors has discretionary control. Designated amounts represent those revenues which the board has set aside for a particular purpose.

Temporarily Restricted Net Assets – Those resources subject to donor imposed restrictions which will be satisfied by actions of the Organization on passage of time.

**Cash**

The Organization maintains cash accounts at two financial institutions. At times the amounts on deposit may exceed federally insured limits.

**Accounts and Grants Receivable**

All outstanding receivables are expected to be collected within the next fiscal year; therefore, no allowance for doubtful accounts has been reflected in the financial statements.

**Inventories**

Inventories consist of souvenirs and promotional items used for various Legionville programs. Inventory is valued at the lower of cost, determined on a first-in, first-out basis, or market.

**Property and Equipment**

All major expenditures for land, buildings, and equipment are capitalized at cost. Contributed items are recorded at fair market value at date of donation. Depreciation is provided through the use of the straight-line method over their estimated useful lives. Depreciable lives range from five to thirty-nine years.

**Investments**

Investments are recorded at fair market value. Accordingly, unrealized gains and losses are recognized in the statements of activity as unrealized gains and losses. Realized gains and losses are determined using the specific identification method.



**LEGIONVILLE SCHOOL SAFETY PATROL TRAINING CENTER, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**OCTOBER 31, 2017 AND 2016**  
**(SEE ACCOUNTANTS' COMPILATION REPORT)**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Contributions**

Contributions are recorded as made. All contributions are available for unrestricted use unless specifically restricted by the donor.

The Organization has elected to present temporarily restricted contributions, which are fulfilled in the same time period, within the unrestricted net asset class. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets, depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

**In-Kind Services**

Many individuals volunteer their time to the Organization each year. Although their contributions are valuable to the program, no donated services have been recognized in these financial statements because no specialized skills as defined by generally accepted accounting principles have been provided.

**Functional Expense**

The Organization's costs of providing its services have been classified on a functional basis in the statements of activities. Expenses are not allocated since they have direct relationships to a particular functional expense.

**Tax Exempt Status**

Legionville has a tax-exempt status under Section 501(a) as an organization described in 501(c)(3) of the Internal Revenue Code (IRC) and Minnesota Statute. It has been classified as an organization that is not a private foundation under Section 509(a)(2) of the IRC and charitable contributions by donors are tax deductible.

The Organization has adopted the income tax standard regarding the recognition and measurement of uncertain tax positions. The Organization has no current obligation for unrelated business income tax.

**Fair Value Measurement**

The Organization accounts for its investments at fair value and has categorized its investments, based on the priority of the inputs to the valuation technique, into a three-level fair value hierarchy. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). If the inputs used to measure the financial instruments fall within different levels of the hierarchy, the categorization is based on the lowest level input that is significant to the fair value measurement of the instrument.

**LEGIONVILLE SCHOOL SAFETY PATROL TRAINING CENTER, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**OCTOBER 31, 2017 AND 2016**  
(SEE ACCOUNTANTS' COMPILATION REPORT)

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Fair Value Measurement (Continued)**

Financial assets and liabilities recorded on the statements of financial position are categorized based on the inputs to the valuation techniques as follows

*Level 1* – Financial assets and liabilities are valued using inputs that are unadjusted quoted prices in active markets accessible at the measurement date of identical financial assets and liabilities. The inputs include those traded on an active exchange, such as the New York Stock Exchange, as well as U.S. Treasury and other U.S. government and agency mortgage-backed securities that are traded by dealers or brokers in active over-the-counter markets.

*Level 2* – Financial assets and liabilities are valued using inputs quoted prices for similar assets, or inputs that are observable, either directly or indirectly for substantially the full term through corroboration with observable market data.

*Level 3* – Financial assets and liabilities are valued using pricing inputs which are unobservable for the asset, inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset. Level 3 includes long/short funds, private equity, venture capital, hedge fund, and real assets.

The following tables present the fair value hierarchy for the balance of the assets of the Organization measured at fair value on a recurring basis as of October 31:

	2017			Total
	Level 1	Level 2	Level 3	
<b>INVESTMENTS</b>				
Certificates of Deposit	\$ -	\$ 130,048	\$ -	\$ 130,048

	2016			Total
	Level 1	Level 2	Level 3	
<b>INVESTMENTS</b>				
Certificates of Deposit	\$ -	\$ 156,506	\$ -	\$ 156,506

**Estimates**

Management uses estimates and assumptions in preparing financial statements in accordance with accounting principles generally accepted in the United States of America. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could vary from the estimates that were used.

**Subsequent Events**

In preparing these financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through January 4, 2018, the date the financial statements were available to be issued.

**LEGIONVILLE SCHOOL SAFETY PATROL TRAINING CENTER, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**OCTOBER 31, 2017 AND 2016**  
(SEE ACCOUNTANTS' COMPILATION REPORT)

**NOTE 2 PROPERTY AND EQUIPMENT**

Legionville holds the following property and equipment as of October 31:

	2017	2016
Land	\$ 11,456	\$ 11,456
Buildings	915,615	902,278
Improvements	255,431	248,086
Furniture and Equipment	271,945	260,502
Electric Systems	79,131	79,131
Water Systems	40,333	40,333
Vehicles	86,875	86,875
Total	1,660,786	1,628,661
Accumulated Depreciation	(845,169)	(799,807)
Property and Equipment - Net	\$ 815,617	\$ 828,854

**NOTE 3 INVESTMENTS**

Investments are comprised of the following values at October 31:

	2017		2016	
	Cost	Fair Value	Cost	Fair Value
Certificates of Deposit	\$ 130,005	\$ 130,048	\$ 155,005	\$ 156,506

**NOTE 4 NET ASSETS**

**Temporarily Restricted Net Assets**

Temporarily restricted net assets consist of resources restricted for scholarships for individual registrations or agreed upon equipment purchases. Net assets released from restrictions were \$18,550 and \$22,761 for scholarships and equipment for the years ended October 31, 2017 and 2016, respectively.

Temporarily restricted net assets consist of the following at October 31:

	2017	2016
Equipment Purchases	\$ 4,644	\$ 4,644
Scholarships	13,718	10,703
Paver	4,735	-
AAA Naming Rights	42,500	45,000
Temporarily Restricted Net Assets	\$ 65,597	\$ 60,347