

STUYVESANT HIGH SCHOOL PARENTS' ASSOCIATION

**FINANCIAL STATEMENTS
INCOME TAX BASIS
WITH INDEPENDENT AUDITOR'S REPORT**

JUNE 30, 2010

STUYVESANT HIGH SCHOOL PARENTS' ASSOCIATION

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Stuyvesant High School Parents' Association

We have audited the accompanying statement of assets, liabilities and net assets – income tax basis of Stuyvesant High School Parents' Association as of June 30, 2010 and the related statement of revenues, expenses and change in net assets – income tax basis for the year then ended. These financial statements are the responsibility of the Organization's management. 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in note 2 (a), these financial statements were prepared on the basis of accounting the Organization uses for income tax purposes, which is a comprehensive basis of accounting other than generally accepted accounting principles.

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities, and net assets of Stuyvesant High School Parents' Association as of June 30, 2010, and its revenues, expenses and change in net assets for the year then ended, on the basis of accounting described in note 2 (a).

Koch Group & Company, LLP
Certified Public Accountants

New York, New York
June 20, 2011

STUYVESANT HIGH SCHOOL PARENTS' ASSOCIATION
STATEMENT OF ASSETS, LIABILITIES, AND NET ASSETS
(INCOME TAX BASIS)

JUNE 30, 2010

ASSETS

CURRENT ASSETS	
Cash and cash equivalents	\$ 364,945
OTHER ASSETS	
Due from New York City Department of Education	<u>63,926</u>
TOTAL ASSETS	<u>\$ 428,871</u>

LIABILITIES AND NET ASSETS

NET ASSETS	
Unrestricted	<u>428,871</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 428,871</u>

See notes to financial statements.

STUYVESANT HIGH SCHOOL PARENTS' ASSOCIATION

STATEMENT OF REVENUES, EXPENSES
AND CHANGE IN NET ASSETS
(INCOME TAX BASIS)

FOR THE YEAR ENDED JUNE 30, 2010

PUBLIC SUPPORT AND REVENUE	
Annual appeal and pledge	\$ 245,877
Matching gifts	15,752
Advertising	1,860
Handbooks	1,682
Special events - net of expenses of \$15,207	23,035
Other program revenue	5,446
Interest	733
	<hr/>
Total Public Support and Revenue	294,385
FUNCTIONAL EXPENSES	
Program services	
Grants to Stuyvesant High School	198,797
Faculty appreciation	6,497
Parent education and communication	56,245
Supporting services	
Management and general	14,554
Fund-raising	1,840
	<hr/>
Total Functional Expenses	277,933
	<hr/>
TOTAL INCREASE IN NET ASSETS	16,452
NET ASSETS - UNRESTRICTED	
Beginning of year	<hr/> 412,419
End of year	<hr/> <hr/> \$ 428,871

See notes to financial statements.

STUYVESANT HIGH SCHOOL PARENTS' ASSOCIATION

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2010

1. Organization

Stuyvesant High School Parents' Association ("The Organization") is a not-for profit organization incorporated pursuant to the laws of the State of New York. The primary goal is to bring Stuyvesant parents into an active role in students' academic and non-academic activities and to help establish a strong relationship between the home and the school. To accomplish this goal, the Organization provides numerous opportunities for parents to participate in at the school. The Organization maintains a strong relationship with the administration, faculty, and students in order to keep parents informed about educational and extracurricular activities. Through the Organization, parents can become more effective partners in their children's education, in school governance, and in being a part of a supportive network for themselves.

2. Summary of Significant Accounting Policies

a) Method of Accounting

The Organization prepares its financial statements on the cash method of accounting used for federal income tax purposes, which is a comprehensive basis of accounting other than generally accepted accounting principles. Under that basis, certain revenues and related assets are recognized when received rather than when earned, and certain expenses are recognized when paid rather than when the obligation is incurred. Consequently, accounts receivable and trade accounts payable are not reflected in the accompanying financial statements.

b) Tax Status

The Organization received its tax exempt status from the Internal Revenue Service under Section 501(c)(3) of the Internal Revenue Code and has been classified as a publicly supported organization as described in code Section 509(a)(3) of the Code.

Management has determined that the Organization had no uncertain tax positions that would require financial statement recognition. The Organization is no longer subject to income tax examination by the U.S. federal, state or local tax authorities for years before 2007, which is the standard statute of limitations look-back period.

STUYVESANT HIGH SCHOOL PARENTS' ASSOCIATION

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2010

2. Summary of Significant Accounting Policies(Continued)

c) Financial Statement Presentation

The Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted, and permanently restricted. Furthermore, information is required to segregate program service expenses from support expenses.

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions. Temporarily restricted net assets are reclassified to unrestricted net assets upon satisfaction of the time or purpose restrictions. All net assets are unrestricted as of June 30, 2010.

d) Donated Services

No amounts are reflected in the financial statements for donated services, as the services do not meet the specialized skill requirements prescribed under accounting principles generally accepted in the United States of America.

e) Functional Allocation of Expenses

Costs and expenses of various programs and other activities have been analyzed on a functional basis. Accordingly, all costs and expenses incurred have been allocated among the programs and supporting services benefited.

f) Cash and cash equivalents

The Organization maintains its cash in bank deposit accounts, which, at times, may exceed federally insured limits. The Organization has not experienced any losses in such accounts. The Organization believes it is not exposed to any significant credit risk on cash and cash equivalents.

For purposes of the statement of cash flows, the Organization considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

STUYVESANT HIGH SCHOOL PARENTS' ASSOCIATION

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2010

2. Summary of Significant Accounting Policies(Continued)

g) Use of Accounting 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 the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

3. Due from New York City Department of Education

Due from New York City Department of Education represents reimbursements due for per-session funding which provides faculty compensation for after school activities, such as tutoring, AP test review, trip and special events.

4. Description of program and supporting services:

a) Grants to Stuyvesant High School:

Grants to Stuyvesant High School provide additional funding for various departments, educational and extra curricular programs.

b) Faculty appreciation:

Faculty appreciation provides the opportunity for the parents and students of Stuyvesant High School to formally recognize the efforts and achievements of the School's faculty.

c) Parent education and communication:

Parent education and communication enables the Organization to keep parents informed of issues affecting their children's education as well as offering the parents a chance to express their own views.

STUYVESANT HIGH SCHOOL PARENTS' ASSOCIATION

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2010

4. Description of program and supporting services(Continued)

d) Management and general:

Management and general includes the functions necessary to provide coordination and articulation of the Organization's program strategy; secure proper administrative functioning if the board of directors; maintain competent legal services for the program administration of the Organization; and manage the financial and budgetary responsibilities of the Organization.

e) Fund-raising:

Fund-raising provides the structure necessary to encourage and secure private financial support from individuals, foundations and corporations.

5. Subsequent Events

Management has evaluated subsequent events through June 20, 2011, the date that the financial statements were available to be issued. No significant subsequent events have been identified that would require adjustment or disclosure in the accompanying financial statements.

SUPPLEMENTARY INFORMATION



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INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY INFORMATION

To the Board of Directors
Stuyvesant High School Parents' Association

Our report on our audit of the basic financial statements of Stuyvesant High School Parents' Association as of June 30, 2010 appears on page 2. That audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedule of operating expenses is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on it.

Koch Group & Company, LLP

Certified Public Accountants

New York, New York
June 20, 2011

STUYVESANT HIGH SCHOOL PARENTS' ASSOCIATION

SCHEDULE OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED JUNE 30, 2010

Program services:

Grants to Stuyvesant High School

Department wish list	\$ 124,039
Principal's educational need fund	54,800
Student activities	3,196
College office copier	696
College handbook	2,342
School profile	5,500
Equipement	6,000
Miscellaneous	2,224
	<u>\$ 198,797</u>

Faculty appreciation

Faculty reception	\$ 6,197
Open school dinners	300
	<u>\$ 6,497</u>

Parent education and communication

College night	\$ 4,778
College advisement	10,044
Newsletters	12,731
Newsletter mailings	14,794
Family orientation	12,178
Dinners/Speakers/Hospitality	1,720
	<u>\$ 56,245</u>

Total program service expenses

\$ 261,539

Supporting services

Management and general

Professional fees	\$ 1,800
Bank and credit card fees	2,140
Supplies	1,639
Administratior fees	701
Postage	4,789
Printing	2,485
President's fund	1,000
	<u>\$ 14,554</u>

Fund-raising

\$ 1,840