

STUYVESANT HIGH SCHOOL PARENTS' ASSOCIATION

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

JUNE 30, 2011

STUYVESANT HIGH SCHOOL PARENTS' ASSOCIATION

INDEX

	<u>Page</u>
INDEPENDENT AUDITOR'S REPORT	1-2
FINANCIAL STATEMENTS	
Statement of Assets, Liabilities and Net Assets – Income Tax Basis	3
Statement of Revenues, Expenses and Change in Net Assets – Income Tax Basis	4
NOTES TO FINANCIAL STATEMENTS	5-8
SUPPLEMENTARY INFORMATION	9
INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY INFORMATION	10
Schedules of Functional Expenses – Income Tax Basis	11



KOCH GROUP & COMPANY, LLP
CERTIFIED PUBLIC ACCOUNTANTS
333 Seventh Avenue
New York, NY 10001
(212) 631-0700 FAX (212) 631-0109

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, 2011 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, 2011, 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
August 12, 2011

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

JUNE 30, 2011

ASSETS

CURRENT ASSETS	
Cash and cash equivalents	<u>\$ 497,603</u>
 TOTAL ASSETS	 <u><u>\$ 497,603</u></u>

LIABILITIES AND NET ASSETS

LIABILITIES	\$ -
NET ASSETS	
Unrestricted	<u>497,603</u>
 TOTAL LIABILITIES AND NET ASSETS	 <u><u>\$ 497,603</u></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, 2011

PUBLIC SUPPORT AND REVENUE

Annual appeal	\$ 243,886
Matching gifts	20,391
Bulletin advertising	4,140
Handbooks	270
Special events - net of expenses of \$29,649	38,057
Other program revenue	3,332
Interest	737

Total Public Support and Revenue

310,813

FUNCTIONAL EXPENSES

Program services	
Grants to Stuyvesant High School	180,851
Faculty reception	6,822
Parent education and communication	35,424
Supporting services	
Management and general	12,647
Fundraising	6,337

Total Functional Expenses

242,081

TOTAL INCREASE IN NET ASSETS

68,732

NET ASSETS - UNRESTRICTED

Beginning of year

428,871

End of year

\$ 497,603

See notes to financial statements.

STUYVESANT HIGH SCHOOL PARENTS' ASSOCIATION

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2011

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 High School 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 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 financial statements present financial results 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 not a private foundation as described in code Section 509(a)(1) and 170 (b)(1)(vi) of the Internal Revenue 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, 2011

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, 2011.

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, 2011

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. 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, 2011

3. 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) Fundraising:

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

4. Subsequent Events

Management has evaluated subsequent events through August 12, 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



KOCH GROUP & COMPANY, LLP
CERTIFIED PUBLIC ACCOUNTANTS
333 Seventh Avenue
New York, NY 10001
(212) 631-0700 FAX (212) 631-0109

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, 2011 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 schedules of functional expenses-income tax basis 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
August 12, 2011

STUYVESANT HIGH SCHOOL PARENTS' ASSOCIATION

SCHEDULES OF FUNCTIONAL EXPENSES
(INCOME TAX BASIS)

FOR THE YEAR ENDED JUNE 30, 2011

PROGRAM SERVICES:

Grants to Stuyvesant High School	
Department wish list	\$ 140,277
Principal's educational need fund	21,000
College program	1,420
College office copier	665
College handbook	3,026
Camp stuy	6,046
Copier lease	3,051
Theatre supplies	3,500
Miscellaneous	1,866
	<u>\$ 180,851</u>
Faculty appreciation	
Faculty reception	\$ 6,822
Parent education and communication	
Parent bulletin printing	\$ 19,913
Parent bulletin postage	5,333
Program speakers	1,183
Program hospitality	1,496
Program interpreters	1,250
Program technical assistance	1,150
Parent website	190
Parent handbooks	1,045
College night	2,691
College advisement	1,173
	<u>\$ 35,424</u>

SUPPORTING SERVICES:

Management and general	
Bank and credit card fees	\$ 1,796
Office supplies	5,975
Insurance	559
Administrative fees	1,000
Miscellaneous	243
President's fund	3,074
	<u>\$ 12,647</u>

FUNDRAISING:

Annual appeal printing	\$ 4,832
Annual appeal postage	1,505
	<u>\$ 6,337</u>