

THE FOUNDATION OF THE LEGACY GUILD

FINANCIAL STATEMENTS
WITH
REPORT OF INDEPENDENT AUDITOR

December 31, 2017

Dickeson & Associates, Ltd.

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James R. Dickeson CPA

INDEPENDENT AUDITOR'S REPORT

Board of Directors
The Foundation of the Legacy Guild
Western Springs, Illinois

We have audited the accompanying statement of assets, liabilities, and fund balance of The Foundation of the Legacy Guild as of December 31, 2017, and the related statement of revenues, expenses, and changes in fund balance for the year then ended, including the related notes to the financial statements. The organization's policy is to prepare the financial statements on a modified cash basis. This is a special reporting framework other than U.S. generally accepted accounting principles.

Managements Responsibility for Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis; 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 assessments of the risk 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 in the first paragraph present fairly, in all material respects, the assets, liabilities, and fund balance of The Foundation of the Legacy Guild as of December 31, 2017, and the changes in its fund balance for the year then ended in conformity with the modified cash basis of accounting.

Dickeson & Assoc, Ltd.

Riverside, Illinois
October 26, 2018

THE FOUNDATION OF THE LEGACY GUILD
ASSETS, LIABILITIES, AND FUND BALANCE
MODIFIED CASH BASIS
DECEMBER 31, 2017

ASSETS

Cash - demand deposits	\$ 123,757
Certificates of deposit	<u>352,407</u>
	<u>\$ 476,164</u>

LIABILITIES AND FUND BALANCE

Fund balance	<u>\$ 476,164</u>
	<u>\$ 476,164</u>

See accompanying notes.

THE FOUNDATION OF THE LEGACY GUILD
REVENUES, EXPENSES, AND CHANGES IN FUND BALANCE
MODIFIED CASH BASIS
YEAR ENDED DECEMBER 31, 2017

Revenues			
Contributions - General	\$	39,262	
Contributions - Event sponsorships		146,343	
Fundraising and special events		156,982	
Interest		2,604	
		275,907	\$ 345,191
Expenses			
Scholarships		185,000	
Fundraising and special events		85,313	
Professional and consulting fees		3,101	
Marketing and promotion		1,463	
Contributions and sponsorships		600	
Office and administrative		430	
		275,907	
Excess			\$ 69,284
Fund balance- beginning of year			406,880
Fund balance- end of year			\$ 476,164

See accompanying notes.

THE FOUNDATION OF THE LEGACY GUILD
NOTES TO FINANCIAL STATEMENTS - MODIFIED CASH BASIS
DECEMBER 31, 2017

Nature of Organization

The Foundation of the Legacy Guild was incorporated on August 8, 2012 as an Illinois not-for-profit corporation. The Guild is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. An annual information return is filed with the Internal Revenue Service.

The Legacy Guild was formed by a group of men from suburban Chicago who were drawn together after the sudden and unexpected deaths of several treasured friends and neighbors. The Guild honors the legacy of those who have died by providing their surviving children with career mentoring and college scholarships.

The Legacy Guild awards \$2,500 college scholarships to students who live in Lyons Township District 204 and have lost a parent. The scholarships are renewable for four years of college – up to \$10,000 per eligible scholar.

The Legacy Guild also sponsors fellowship activities for men including opportunities to discuss important issues such as how to be a better father, husband, and friend.

Significant Accounting Policies

The preparation of financial statements requires management to make certain estimates and assumptions regarding the amounts reported in the financial statements. Actual results could differ from those estimates.

The records are maintained on a modified cash basis of accounting. This is a special purpose reporting framework that differs from U.S. generally accepted accounting principles (GAAP) in several respects as described below:

- The fund balance reported in the financial statements does not distinguish between the unrestricted, temporarily restricted, and permanently restricted net asset categories. Under GAAP net asset balances would be separately reported for these three categories, if applicable.
- Revenues are generally recorded when they are received. Under GAAP revenues would be recorded when earned and receivable.
- Expenditures are generally recorded when they are paid. Under GAAP expenditures would be recorded when the related liability is incurred.
- Expenditures reported in the financial statements do not distinguish between the administrative, program, and fund-raising functional expense categories. Under GAAP expenditures would be allocated and reported between these three functional categories.