

Strategies For Youth, Inc.

Financial Statements

and

Independent Accountants' Review Report

June 30, 2011

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INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors
Strategies For Youth, Inc..
Cambridge, MA 02139

We have reviewed the accompanying statement of financial position of Strategies For Youth, Inc. (a non-profit corporation) as of June 30, 2011 and the related statement of activities and cash flows for the year then ended. A review is substantially less in scope than an audit, the objective of which is expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Management is responsible for the preparation of the financial statements in accordance accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the review in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. We believe that the results of our procedures provide a reasonable basis for our report.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America.



Ingle & Company, P.C.
Wellesley Hills, Massachusetts

October 24, 2011

Strategies For Youth, Inc.

Statement of Financial Position

June 30, 2011

Assets

Cash and cash equivalents	\$ 21,468
Accounts receivable	<u>2,675</u>
Total assets	<u><u>\$ 24,143</u></u>

Liabilities and Net Assets

Accounts payable and accrued expenses	\$ 10,849
Unrestricted net assets	<u>13,294</u>
Total liabilities and net assets	<u><u>\$ 24,143</u></u>

See accompanying notes to financial statements
and independent accountants' review report.

Strategies For Youth, Inc.

Statement of Activities
For the year ended June 30, 2011

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Revenue and Support:			
Donor contributions	\$ 19,419	\$ ---	\$ 19,419
Program income	33,213	---	33,213
Grant income	<u>8,000</u>	<u>10,000</u>	<u>18,000</u>
 Total revenue	 <u>60,632</u>	 <u>10,000</u>	 <u>70,632</u>
Expenses:			
Program expense	17,777	---	17,777
General and administrative expense	<u>36,546</u>	<u>10,000</u>	<u>46,546</u>
 Total expenses	 <u>54,323</u>	 <u>10,000</u>	 <u>64,323</u>
 Increase in net assets	 <u><u>\$ 6,309</u></u>	 <u><u>\$ ---</u></u>	 <u><u>\$ 6,309</u></u>

Statement of Net Assets
For the year ended June 30, 2011

Net assets, beginning of year	\$ 6,985	\$ ---	\$ 6,985
Increase in net assets	<u>6,309</u>	<u>---</u>	<u>6,309</u>
Net assets, end of year	<u><u>\$ 13,294</u></u>	<u><u>\$ ---</u></u>	<u><u>\$ 13,294</u></u>

See accompanying notes to financial statements
and independent accountants' review report.

Strategies For Youth, Inc.

Statement of Cash Flows
For the year ended June 30, 2011

Cash flows from operating activities:	
Change in net assets	\$ 6,309
Adjustments to reconcile increase in net assets to net cash provided by operating activities:	
Changes in:	
Accounts receivable	(1,175)
Accounts payable and accrued expenses	<u>10,849</u>
Net cash provided by operating activities	<u>15,983</u>
Cash flows from investing activities:	
None	<u>---</u>
Cash flows from financing activities:	
None	<u>---</u>
Increase in cash	15,983
Cash, beginning of year	<u>5,485</u>
Cash, end of year	<u><u>\$ 21,468</u></u>
Supplemental information:	
Income taxes paid	<u>\$ ---</u>
Interest paid	<u><u>\$ ---</u></u>

See accompanying notes to financial statements
and independent accountants' review report.

Strategies For Youth, Inc.

Notes to Financial Statements

June 30, 2011

Note 1 - Nature of business

Strategies For Youth, Inc.. (“SFY”), a section 501 (c) (3) non-profit corporation, with experts from the Children & Adolescent Psychiatry Department of Massachusetts General Hospital (“MGH”) provides officer training to translate cutting edge psychiatric practice and neurological research into practical skills for officers to improve, facilitate and help de-escalate interactions with children and youth. These trainings are targeted for patrol officers as well as officers on specialized units. In addition, SFY provides and replicates the Juvenile Justice Jeopardy game to teach youth how to navigate interactions with police and their peers and understand the short and long term consequences of arrest and court involvement. Additionally, SFY provides assessments and technical assistance to police and sheriff’s departments

Note 2 - Summary of significant accounting policies

Use of estimates:

The preparation of financial statements in conformity with generally accepted accounting principles 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 financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Accrual basis:

The financial statements of SFY have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America and, accordingly, reflect all significant receivables, payables and other liabilities.

Cash and cash equivalents:

Cash equivalents are short term investments maturing within ninety days of the balance sheet date. SFY cash and cash equivalents are considered entirely unrestricted and are fully available, at the discretion of management and the Board of Directors, for the Organization to utilize in any of its programs or supporting services. As of June 30, 2011, no restrictions have been imposed by donors on funds received.

Account receivable and bad debts:

The account receivables consists of \$2,675 and all are less than 1 year old. SFY has reviewed these receivables and determined that a reserve for bad debts is not necessary as of June 30, 2011.

See independent accountants’ review report.

Strategies For Youth, Inc.

Notes to Financial Statements
June 30, 2011

Note 2 – continued

Income taxes:

SFY is a not-for-profit organization that is exempt from income taxes under Section 501(c) (3) of the Internal Revenue Code and is considered other than a private foundation within the meaning of Section 509(a) of the Internal Revenue Code.

Financial statement presentation:

SFY reports information regarding its financial position and activities according to the three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. As of June 30, 2011 all net assets are unrestricted.

Contributions:

The organization records as revenue the following types of contributions, when they are received, at fair value: cash, volunteered services, and gifts in kind. Under (SFAS) No. 117, the organization is required to report information regarding its financial position and activities according to the three classes of net asset: permanently restricted, temporarily restricted, and unrestricted. As of June 30, 2011, all contributions were in absence of any donor-imposed restrictions.

Revenues:

Revenues are generated from program services and contributions. The primary source of program services are from officer training totaling \$33,213 for the year ended June 30, 2011 and is included in program income in the Statement of Activities.

Contributed services:

During the years ended June 30, 2011, the value of contributed services meeting the requirements for recognition in the financial statements was not material and has not been recorded.

Advertising expense:

SFY expenses the advertising and marketing expenses directly when incurred.. The advertising and marketing expenses totaled \$289 for the year ended June 30, 2011.

See independent accountants' review report.

Strategies For Youth, Inc..

Notes to Financial Statements
June 30, 2011

Note 3 – Concentration of revenue sources

The Organization had donations from one donor during the year ended June 30, 2011 totaling \$11,000 which represents 16% of total revenue. The Organization had two major clients, which together generated approximately 27% of the total revenue for the year ended June 30, 2011. The organization received two major grants, which together generated approximately 25% of the total revenue for the year ended June 30, 2011.

Note 4- Unrestricted net assets

Unrestricted net assets are available for general business purposes. There are no restrictions on the use of these net assets. The balance of the unrestricted net assets is made up of beginning unrestricted net assets plus the increase (decrease) in unrestricted net assets during the year. The unrestricted net assets amounted to \$13,294 for the year ended June 30, 2011. There were no temporarily or permanently restricted net assets as of June 30, 2011.

Note 5 - Evaluation of Subsequent Events

The Organization has evaluated subsequent events through October 24, 2011 the date which the financial statements were available to be issued. No subsequent events were found.

See independent accountants' review report.

Strategies For Youth, Inc.

Supplementary Information
For the year ended June 30, 2011

	<u>Program Expenses</u>	<u>Management & General</u>	<u>Total</u>
Contract services-admin	\$ ---	\$ 28,826	\$ 28,826
Contract services-accounting	---	3,220	3,220
Contract services-outside services	---	12,986	12,986
Contract services-youth dtipends	325	---	325
Office expense	533	---	533
Advertisoing expense	289	---	289
Memberships	819	---	819
Postage	520	---	520
Web design	---	1,514	1,514
Printing and copying	1,013	---	1,013
Film making	4,000	---	4,000
Supplies	1,137	---	1,137
Travel and meetings	6,541	---	6,541
Conferences and meetings	2,600	---	2,600
	<u>\$ 17,777</u>	<u>\$ 46,546</u>	<u>\$ 64,323</u>