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**ALL DORCHESTER SPORTS & LEADERSHIP, INC.
Financial Statements
For the Year Ended June 30, 2017**

ALL DORCHESTER SPORTS & LEADERSHIP, INC.
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For the Year Ended June 30, 2017

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INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Trustees of
All Dorchester Sports & Leadership, Inc.
Dorchester, Massachusetts

I have reviewed the accompanying financial statements of All Dorchester Sports & Leadership, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2017, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of company management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, I do not express such an opinion.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; 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.

Accountant's Responsibility

My responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require me to perform procedures to obtain limited assurance as a basis for reporting whether I am aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. I believe that the results of my procedures provide a reasonable basis for my conclusion.

Accountant's Conclusion

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

Supplementary Information

The supplementary information included in Supplementary Schedule is presented for purposes of additional analysis and is not a required part of the basic financial statements. The information is the representation of management. I have reviewed the information and, based on my review, I am not aware of any material modifications that should be made to the information in order for it to be in accordance with accounting principles generally accepted in the United States of America. I have not audited the information and, accordingly, do not express an opinion on such information.

A handwritten signature in blue ink, reading "Zack M. Deluca, CPA". The signature is fluid and cursive, with the initials "ZM" at the beginning and "CPA" at the end.

Boston, Massachusetts
December 15, 2017

ALL DORCHESTER SPORTS & LEADERSHIP, INC.
Statement of Financial Position
June 30, 2017

ASSETS

Current Assets:

Cash and cash equivalents \$ 22,184

TOTAL ASSETS \$ 22,184

LIABILITIES AND NET ASSETS

Current Liabilities:

Accounts payable and accrued liabilities \$ 3,500

Total Current Liabilities 3,500

Net Assets:

Unrestricted Net Assets 18,684

Total Net Assets 18,684

TOTAL LIABILITIES AND NET ASSETS \$ 22,184

ALL DORCHESTER SPORTS & LEADERSHIP, INC.
Statement of Activities and Net Assets
For The Year Ended June 30, 2017

	<i>Total Unrestricted</i>
REVENUE AND OTHER SUPPORT	
Contributions and grants	\$ 187,309
Donated facilities, goods and services	75,000
Interest	7
Local City grants	46,519
Miscellaneous Revenue	12,186
Registration fees	17,255
	<hr/>
TOTAL REVENUE AND OTHER SUPPORT	338,276
	<hr/>
PROGRAM EXPENSES	
Administrative expenses	3,174
Advertising	3,586
Bank service charge	237
Charitable Contributions	875
Coaching	28,209
Contract personnel - Coordinator, fitness, tutor	22,594
Donated facilities, goods and services	75,000
Insurance expense	25,969
Legal and professional fees	16,971
Licenses and permits	434
Office supplies and expense	7,145
Occupancy expense	1,554
Printing and copying	3,404
Salaries and wages	93,896
Scholarships, stipends	11,390
Special events	11,206
Sports equipment rental, uniforms	14,416
Telephone/telecommunications expense	2,047
Tournament, trophies expenses	1,154
	<hr/>
TOTAL PROGRAM EXPENSES	323,261
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CHANGE IN NET ASSETS	15,015
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NET ASSETS - BEGINNING OF YEAR	3,669
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NET ASSETS - END OF YEAR	\$ 18,684
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See accompanying notes and independent accountant's review report.

ALL DORCHESTER SPORTS & LEADERSHIP, INC.
Statement of Cash Flows
For the Year Ended June 30, 2017

CASH FLOW FROM OPERATING ACTIVITIES:

Change in Unrestricted Net Assets	<u>\$ 15,015</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	15,015
NET INCREASE IN CASH	15,015
CASH - BEGINNING OF YEAR	<u>7,169</u>
CASH - END OF YEAR	<u><u>\$ 22,184</u></u>

ALL DORCHESTER SPORTS & LEADERSHIP, INC.

Notes to Financial Statements

June 30, 2017

1. ORGANIZATION AND NATURE OF ACTIVITIES

All Dorchester Sports & Leadership, Inc. (the Organization), based in Boston, Massachusetts, provides year round sports programs for Dorchester youth. The Organization was formed in 1982 under the name The All Dorchester Sports League, Inc. in response to race-related violence in the community, with the goal of breaking down racial barriers through sports. The sports programs include baseball, basketball, soccer, weight training/conditioning, track and field, summer day camp and college counseling programs. Through these programs the Organization's goals are to build self-esteem, learn life skills, breakdown stereotypes, develop friendships, reset peer pressure and learn the value of community. The All Dorchester Sports League, Inc. subsequently changed its legal name to All Dorchester Sports & Leadership, Inc.

Nonprofit Status — The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. Contributions made to the Organization may be deducted as provided in the Internal Revenue Code.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The organization prepares its financial statements on the accrual basis in accordance with accounting principles generally accepted in the United States of America. Revenues and gains are recognized when earned, and expenses and losses are recognized when incurred.

Basis of Presentation

The accompanying financial statements include the assets, liabilities, and net assets of the Organization. Under FASB ASC 958-205-05-6, the Organization is required to report information regarding its financial position and activities according to three classes of net assets based on the existence or absence of donor imposed restrictions and the nature of those restrictions: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. In addition, the Organization is required to present a statement of cash flows.

A description of the three net asset categories is as follows:

- Unrestricted net assets represent the portion of net assets of the Organization that is neither permanently restricted nor temporarily restricted by donor-imposed stipulations. Unrestricted net assets include expendable funds available for support of the Organization.
- Temporarily restricted net assets represent contributions and other inflows of assets whose use by the Organization is limited by donor-imposed stipulations that either expire by passage of time or can be fulfilled and removed by actions of the Organization

ALL DORCHESTER SPORTS & LEADERSHIP, INC.
Notes to Financial Statements
June 30, 2017

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

pursuant to those stipulations. At June 30, 2017 there were no temporarily restricted net assets.

- Permanently restricted net assets represent contributions and other inflows of assets whose use by the Organization is limited by donor-imposed stipulations that neither expire by passage of time nor can be fulfilled or otherwise removed by actions of the Organization. At June 30, 2017, there were no permanently restricted net assets.

Cash and Cash Equivalents

Cash and cash equivalents include all monies in banks and highly liquid investments with maturity dates of less than three months. The carrying value of cash and cash equivalents approximates fair value because of the short maturities of those financial instruments. The Organization has no cash equivalents at June 30, 2017. For purposes of the Statement of Cash Flows, cash consists of cash in checking and savings accounts.

Use of Estimates

The preparation of financial statements in accordance with accounting principles generally accepted in the United States requires management to make estimates and assumptions. These estimates and assumptions affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements. They also impact the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates.

Income Taxes

All Dorchester Sports League is a not-for-profit organization that is exempt from federal and state income taxes under Internal Revenue Code Section 501(c) (3) and, therefore has made no provision for federal income taxes in the accompanying financial statements. In addition, the Organization has been determined not to be a private foundation under Section 509(a) of the Code.

The Organization's policy is to record interest expense and penalties assessed by the taxing authorities in general and administrative expenses. For the year ended June 30, 2017 there was no interest or penalties expense recorded and no accrued interest and penalties.

The Organization's federal and state tax returns are open for examination for the years ended June 30, 2017, 2016 and 2015.

Contributions

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support when received, depending on the existence or nature of donor restrictions.

ALL DORCHESTER SPORTS & LEADERSHIP, INC.
Notes to Financial Statements
June 30, 2017

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Promises to give are recorded as temporarily restricted net assets until collected. When a restriction has been met or expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Contributions of assets other than cash are recorded at their estimated market value. Contributions to be received after one year are discounted at an appropriate discount rate commensurate with the risks involved. Amortization of discount is recorded as additional contribution revenue in accordance with donor-imposed restrictions, if any, on the contributions. An allowance for uncollectible contributions received is provided based upon management's judgment of potential defaults. The determination includes such factors as prior collection history, type of contribution, and the nature of the fund raising activity.

Contributions of land, buildings, and equipment without donor stipulations concerning the use of such long-lived assets are reported as revenue of the unrestricted net asset class. Contributions of cash or other assets to be used to acquire land, buildings, and equipment with such donor stipulations are reported as revenues of the temporarily restricted net asset class; the restrictions are considered to be released at the same time of acquisition of such long-lived assets.

Revenue Recognition

Revenues are reported as increases in unrestricted net assets unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in unrestricted net assets. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in unrestricted net assets unless their use is restricted by explicit donor stipulation or by law. Expirations of temporary restrictions on net assets by fulfillment of the donor-stipulated purposes or by passage of the stipulated time period are reported as reclassifications between the applicable classes of net assets.

Restrictions and Limitations on Net Assets

Temporarily restricted net assets include unexpended contributions temporarily restricted by donors for various programs.

Furniture and Equipment

Furniture and Equipment are capitalized at cost or fair market value if donated, less accumulated depreciation and amortization. Furniture and equipment are being depreciated over estimated useful lives of five to seven years using a straight-line method.

ALL DORCHESTER SPORTS & LEADERSHIP, INC.
Notes to Financial Statements
June 30, 2017

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The major classes of property and equipment and their service lives used in computing depreciation are as follows:

	Service years
Furniture and equipment	5-7
Computer equipment	5

Expenditures for major renewals and improvements are capitalized while expenditures for maintenance and repairs are expensed as incurred.

At June 30, 2017 equipment consisted of the following:

	<u>Cost or Basis</u>	<u>Accumulated Depreciation</u>	<u>Net Book Value</u>
Office Equipment	<u>\$ 4,154</u>	<u>\$ 4,154</u>	<u>\$ -</u>

Functional Expenses

The Organization allocates its expenses on a functional basis among its various programs. Expenses that can be identified with a specific program are allocated directly according to their natural expense classification.

Subsequent Events

The Organization has evaluated all subsequent events through December 15, 2017, the date the financial statements were available to be issued.

3. CITY FINANCIAL ASSISTANCE

The Organization has been awarded a grant from the City of Boston to ensure that the Organization continually provides for the year round sports programs for Dorchester youth. The grant is classified as temporarily restricted net asset due to the donor stipulations. The grant is released from donor restrictions by incurring expenses satisfying the purpose specified by donor. For the year ended June 30, 2017 grant receipts and related grant expenditures amounted to \$46,519 respectively.

ALL DORCHESTER SPORTS & LEADERSHIP, INC.
Notes to Financial Statements
June 30, 2017

4. IN-KIND CONTRIBUTIONS

During the year ended June 30, 2017, the Organization received donated goods, rents and other professional services of which the aggregate fair market value was \$75,000, which is included in the June 30, 2017 statement of activities.

The Organization receives support from many individuals who volunteer their time and perform variety of tasks that assist the Organization in order to accomplish its purpose. These services do not meet the criteria for recognition as contributed services. The Organization receives more than 2,500 volunteer hours per year.

5. CONCENTRATION OF CREDIT RISK:

The Organization maintains its cash balances in one financial institution located in Boston, Massachusetts. The balances are insured by the Federal Deposit Insurance Corporation up to \$250,000. During the year ended June 30, 2017, the cash balances of the organization did not exceed federally insured limits. The company has not experienced any losses in such accounts.

6. CHANGE OF NAME

Effective May 15, 2017, the Organization changed its legal name from The All Dorchester Sports League, Inc. to All Dorchester Sports & Leadership, Inc.

Supplementary Information

ALL DORCHESTER SPORTS & LEADERSHIP, INC.
Functional Expenses
For The Year Ended June 30, 2017

	<u>Program Expenses</u>	<u>Fundraising</u>	<u>Management and General</u>	<u>Total</u>
Payroll expense	\$ 26,173	\$ -	\$ 67,721	\$ 93,894
Marketing/Advertising	-	-	3,586	3,586
Charitable Contributions	-	-	875	875
Coaching	28,209	-	-	28,209
Donated facilities, goods and services	75,000	-	-	75,000
Dues and subscriptions	-	-	761	761
Licenses and permits	-	-	434	434
Administrative	-	-	3,174	3,174
Bank Service Charges	-	-	237	237
Insurance	-	-	25,969	25,969
Professional fees	-	6,635	10,336	16,971
Coordinator, fitness, tutor	22,595	-	-	22,595
Office expense	-	-	5,348	5,348
Office Supplies	-	-	699	699
Occupancy	-	-	1,554	1,554
Postage, Mailing Service	-	-	338	338
Printing and Copying	-	-	3,404	3,404
Scholarship, stipend	11,390	-	-	11,390
Special event	11,206	-	-	11,206
Telephone, Telecommunications	-	-	2,047	2,047
Equip Rental/Uniforms	14,416	-	-	14,416
Tournament fee, trophies	1,154	-	-	1,154
	<u>\$ 190,143</u>	<u>\$ 6,635</u>	<u>\$ 126,483</u>	<u>\$ 323,261</u>
Total functional expenses	<u>\$ 190,143</u>	<u>\$ 6,635</u>	<u>\$ 126,483</u>	<u>\$ 323,261</u>