

**IBEW - Jonnie Dawson Charitable
Foundation, Inc.**

FINANCIAL REPORT

December 31, 2015

CONTENTS

	<u>Page</u>
Independent Auditors' Report	3
Financial Statement	
Statement of cash receipts and disbursements	5
Notes to financial statement	6

JACKSON, HOWELL & ASSOCIATES, PLLC
CERTIFIED PUBLIC ACCOUNTANTS/BUSINESS CONSULTANTS



MEMBERS:

JIMMY R. ADKINS, CPA
DAVID L. JACKSON, CPA
CYNTHIA C. ROBB, CPA
KAREN D. HILL, CPA, CFE, CGFM
MARK L. LAUBER, CPA

MEMBERS AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS
PRIVATE COMPANIES PRACTICE SECTION

TENNESSEE

7240 GOODLETT FARMS PARKWAY, SUITE 101
CORDOVA, TENNESSEE 38016-4925
(901) 683-5100 (O) / (901) 683-0562 (F)

ARKANSAS

301 EAST BROADWAY STREET
WEST MEMPHIS, ARKANSAS 72301-3173
(870) 735-2683 (O) / (870) 735-5871 (F)

E-MAIL: JHH@JHHCPA.COM

INDEPENDENT AUDITORS' REPORT

To the Executive Board
IBEW - Jonnie Dawson Charitable
Foundation, Inc.
Memphis, Tennessee

Report on the Financial Statement

We have audited the accompanying statement of cash receipts and disbursements of IBEW - Jonnie Dawson Charitable Foundation, Inc. (a nonprofit Foundation) for the six months ended December 31, 2015 and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the cash basis of accounting described in Note A; this includes determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on this financial statement 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 statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, 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 statement 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 statement.

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 statement referred to above presents fairly, in all material respects, the cash receipts and disbursements of IBEW - Jonnie Dawson Charitable Foundation, Inc. for the six months ended December 31, 2015 in accordance with the cash basis of accounting described in Note A.

Basis of Accounting

We draw attention to Note A of the financial statement, which describes the basis of accounting. The financial statement is prepared on the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Cordova, Tennessee
April 13, 2016

Jackson, Howell & Associates, PLLC

IBEW - Jonnie Dawson Charitable Foundation, Inc.
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS
For the Six Months Ended December 31, 2015

CASH RECEIPTS:

Contributions and public support	<u>\$ 72,322</u>
	72,322

CASH DISBURSEMENTS:

Advertising and commercial	5,700
Bank charges	63
Business expenses	10,911
Community contributions	5,965
Grants and awards	80,000
Professional fees	<u>1,300</u>
	<u>103,939</u>
DECREASE IN CASH	(31,617)

CASH BALANCE AT JUNE 30, 2015	<u>105,948</u>
--------------------------------------	----------------

CASH BALANCE AT DECEMBER 31, 2015	<u><u>\$ 74,331</u></u>
--	-------------------------

The accompanying notes are an integral part of this financial statement.

IBEW - Jonnie Dawson Charitable Foundation, Inc.
NOTES TO FINANCIAL STATEMENT

NOTE A - NATURE OF OPERATIONS AND SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

IBEW - Jonnie Dawson Charitable Foundation, Inc. is a nonprofit charitable foundation exempt from income tax under Section 501(c)(3) of the Internal Revenue Code. The Foundation was organized by IBEW Local 1288 for the purpose of serving surrounding communities by giving monetary donations and self service to those communities.

Basis of Accounting

The accompanying financial statement of the Foundation has been prepared on the cash basis of accounting. Under this basis, all transactions are recognized as either cash receipts or disbursements and noncash transactions are not recognized. This basis differs from accounting principles generally accepted in the United States of America primarily because of the effect of outstanding dues and obligations for assessments unpaid at the date of the financial statement are not included in the financial statement.

Use of Estimates

Management uses estimates and assumptions in preparing the financial statement. Those estimates and assumptions affect the reported amounts of cash receipts and disbursements. Actual results could differ from those estimates.

Events Occurring After Reporting Date

The Foundation has evaluated events and transactions that occurred between December 31, 2015 and April 13, 2016 which is the date that the financial statement was available to be issued, for possible recognition or disclosure in the financial statement.

NOTE B - INCOME TAXES

No provision has been made for income taxes because the Foundation is exempt from federal income taxes under the provisions of Internal Revenue Code Section 501(c)(3).

The Foundation files income tax returns in the U.S. federal jurisdiction. With few exceptions, the Foundation is no longer subject to U.S. federal income tax examinations by tax authorities for years before 2012.

NOTE C - CONCENTRATION OF CREDIT RISK

The Foundation has cash in bank deposit accounts which, at times, may exceed federally insured limits. The Foundation has not experienced any losses in such accounts and further believes it is not exposed to any significant credit risk on cash and cash equivalents. At December 31, 2015, the Foundation's uninsured cash balance was \$0.

IBEW-Jonnie Dawson Charitable Foundation Annual Contributions Report

<u>Date of Contribution</u>	<u>Organization</u>	<u>Amount Contributed</u>	<u>TOTAL</u>
9-Dec-10	Shelby County Community Services Agency (CSA) Mid-South Food Bank LeBonheur Children's Hospital St. Jude Children's Research Hospital Y.W.C.A.	\$5,000.00 \$5,000.00 \$5,000.00 \$5,000.00 \$5,000.00	\$25,000.00
27-May-11	Shelby County Shelby County Community Services Agency (CSA) AGAPE Knowledge Quest Mission Possible Union Mission Y.W.C.A.	\$5,000.00 \$4,000.00 \$4,000.00 \$4,000.00 \$4,000.00 \$5,000.00	\$26,000.00
8-Dec-11	Shelby County Shelby County Community Services Agency (CSA) Mid-South Food Bank (Did not attend to receive Donation) Lifeline to Success Repairing the Breach Ronald McDonald House Salvation Army	\$5,000.00 \$5,000.00 \$5,000.00 \$5,000.00 \$5,000.00	\$25,000.00
19-Jul-12	Shelby County Community Services Agency (CSA) AGAPE Knowledge Quest Mid-South Food Bank Repairing the Breach Salvation Army	\$5,000.00 \$5,000.00 \$5,000.00 \$5,000.00 \$5,000.00 \$5,000.00	\$30,000.00
12-Dec-12	Boys & Girls Club of Greater Memphis Bridges Shelby County Community Services Agency (CSA) Hope House LeBonheur Children's Hospital (Dec 2010) Memphis Urban League MIFA (Metropolitan Inter-Faith Assoc) Mission Possible: COSM (May 2011) OneBeat Inc. Urban Youth Initiative	\$5,000.00 \$5,000.00 \$5,000.00 \$5,000.00 \$5,000.00 \$5,000.00 \$5,000.00 \$5,000.00 \$5,000.00 \$5,000.00	\$50,000.00
18-Jul-13	Shelby County Community Services Agency (CSA) Christ Community Health Services Friends for Life Hands Across Memphis Hope House Memphis Child Advocacy Center Porter Leath Ronald McDonald House St. Jude Children's Research Hospital Victims to Victory	\$5,000.00 \$5,000.00 \$5,000.00 \$5,000.00 \$5,000.00 \$5,000.00 \$5,000.00 \$5,000.00 \$5,000.00 \$5,000.00	\$50,000.00
10-Dec-12	Christmas Basket Give-A-Way (Elderly)	\$1,250.00	\$1,250.00

<u>Date of Contribution</u>	<u>Organization</u>	<u>Amount Contributed</u>	<u>TOTAL</u>
12-Dec-13	Shelby County Community Services Agency (CSA)	\$5,000.00	
	Knowledge Quest	\$5,000.00	
	LeBonheur Children's Hospital (Dec 2010)	\$5,000.00	
	Operation Stand Down Memphis (Veterans)	\$5,000.00	
	Repairing the Breach	\$5,000.00	
	S.O.L.I.D.s (Scope of Life Illuminates Destiny)	\$5,000.00	
	Tribute to Life Charities	\$5,000.00	
	WaToTo Academy	\$5,000.00	
	Women's Foundation	\$5,000.00	
	Y.W.C.A. Abused Women's Shelter	\$5,000.00	\$50,000.00
24-Nov-13	Pre-Thanksgiving Dinner	\$4,000.00	\$4,000.00
28-May-13	Ms. Velma Massey Utility Bill (839 N. Watkins, Memphis 38107)	\$4,496.68	
	Ms. Velma Massey Gas Line Repairs	\$950.00	\$5,446.68
9-Dec-13	Christmas Basket Give-A-Way (Elderly)	\$1,650.00	\$1,650.00
22-Dec-13	Christmas Gifts Give-A-Way (Children)	\$1,670.00	\$1,670.00
31-Jul-14	Shelby County Community Services Agency (CSA)	\$8,000.00	
	Hands Across Memphis	\$7,000.00	
	Holy Vision	\$7,000.00	
	L.I.A. House, Inc.	\$7,000.00	
	Operation Stand Down Memphis	\$7,000.00	
	S.O.L.I.D.s (Scope of Life Illuminates Destiny)	\$7,000.00	
	The National Foundation of Transplants	\$7,000.00	\$50,000.00
23-Nov-14	Pre-Thanksgiving Dinner	\$4,200.00	\$4,200.00
11-Dec-14	Shelby County Community Services Agency (CSA)	\$10,000.00	
	Covenant Care Keepers, Inc.	\$10,000.00	
	Holy Vision	\$10,000.00	
	Knowledge Quest	\$10,000.00	
	Operation Stand Down Memphis	\$10,000.00	
	St. Jude Research Hospital	\$10,000.00	
	The National Foundation of Transplants	\$10,000.00	\$70,000.00
14-Feb-15	Valentine Food Box Give-A-Way (Elderly)	\$2,000.00	\$2,000.00
2-Apr-15	Easter Food Box Give-A-Way (Elderly)	\$2,270.00	\$2,270.00
22-May-15	Memorial Day Food Box Give-A-Way (Elderly)	\$2,300.00	\$2,300.00
18-Jun-15	Shelby County Community Services Agency (CSA)	\$10,000.00	
	Hands Across Memphis	\$10,000.00	
	Holy Vision	\$10,000.00	
	LINCS (Ladies In Need Can Survive), Inc.	\$10,000.00	
	Operation Stand Down Memphis	\$10,000.00	
	S.O.L.I.D.s (Scope of Life Illuminates Destiny)	\$10,000.00	
	The National Foundation of Transplants	\$10,000.00	\$70,000.00
4-Jul-15	4th of July Food Box Give-A-Way (Elderly)	\$2,300.00	\$2,300.00
7-Sep-15	Labor Day Food Box Give-A-Way (Elderly)	\$2,300.00	\$2,300.00
22-Nov-15	Pre-Thanksgiving Dinner	\$5,500.00	\$5,500.00

<u>Date of Contribution</u>	<u>Organization</u>	<u>Amount Contributed</u>	<u>TOTAL</u>
10-Dec-15	Shelby County Community Services Agency (CSA)	\$10,000.00	
	Good Samaritan	\$10,000.00	
	Helping Hand Asset Relief Program	\$10,000.00	
	Holy Vision (H.V.T.)	\$10,000.00	
	Life Abundant Ministries	\$10,000.00	
	National Foundation of Transplants	\$10,000.00	
	SOLIDs (Scope of Life Illuminates Destiny)	\$10,000.00	\$70,000.00
12-Feb-16	Valentine Food Box Give-A-Way (Elderly)	\$2,000.00	\$2,000.00
24-Mar-16	Easter Food Box Give-A-Way (Elderly)	\$2,500.00	\$2,500.00
16-Jun-16	Shelby County Community Services Agency (CSA)	\$10,000.00	
	Good Samaritan	\$10,000.00	
	Holy Vision (H.V.T.)	\$10,000.00	
	Operation Stand Down mid-South	\$10,000.00	
	National Foundation of Transplants	\$10,000.00	
	SOLIDs (Scope of Life Illuminates Destiny)	\$10,000.00	
	Y.W.C.A. Abused Women's Shelter	\$10,000.00	\$70,000.00
TOTAL CONTRIBUTIONS		\$555,386.68	\$555,386.68

**IBEW-Jonnie Dawson Charitable Foundation
Assistance Program**

	<u>BUDGET</u>		
<u>REVENUE</u>	<u>FY '17</u>	<u>FY '16</u>	<u>FY '15</u>
Foundation	42,000	40,900	35,000
Individuals	4,500	3,000	4,765
Total Revenue	46,500	43,900	39,765
<u>EXPENSES</u>			
Donations	175,000	165,000	156,670 (Elderly citizens and children of Shelby County)
Salaries (MLGW Employees & IBEW Staff)	13,500	12,000	10,815 (employees (distribute baskets) & Office Staff)
Printing & Postage	1,000	1,000	1,000 (Flyers/Letters)
Food	29,000	27,500	25,000
Supplies (Baskets/Boxes)	2,300	1,900	1,750
Office Expenses	1,850	1,500	1,200 (Phone, Stamps, Envelopes)
After School Program	250,000	100,000	(Computers, Mentoring, Tutoring, School Work Assistance)
Total Expenses	\$ 472,650	\$ 308,900	\$ 196,435