

THE MOBILE SCIENCE AND VECTOR EDUCATION FOUNDATION

ANNUAL FINANCIAL REPORT

**FOR THE YEAR ENDED
JUNE 30, 2015**



**Educating our Youth in Public Health,
Vector Control & Environmental Sustainability**

THE MOBILE SCIENCE AND VECTOR EDUCATION FOUNDATION

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
JUNE 30, 2015

THE MOBILE SCIENCE AND VECTOR EDUCATION FOUNDATION

FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2015

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
The Mobile Science and Vector Education Foundation
Santa Fe Springs, California

Report on Financial Statements

We have audited the accompanying financial statements of the Mobile Science and Vector Education Foundation, (the "Foundation") (a nonprofit organization), which comprise the statement of net assets as of June 30, 2015, and the related statement of activities and cash flows for the year then ended, and the related notes to the financial statements.

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.

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 the assessment of the risks 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.



To the Board of Directors
The Mobile Science and Vector Education Foundation
Santa Fe Springs, California

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Mobile Science and Vector Education Foundation, as of June 30, 2015, and, the respective changes in its net assets and its cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matter

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedule of functional expenses on page 9 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Lance, Soll & Lughard, LLP

Brea, California
November 3, 2015

THE MOBILE SCIENCE AND VECTOR EDUCATION FOUNDATION

STATEMENT OF NET ASSETS
JUNE 30, 2015

Assets:

Current assets:

Cash and cash equivalents \$ 14,598

Total current assets 14,598

Noncurrent assets:

Vehicles and equipment, net of depreciation 10,730

Total noncurrent assets 10,730

Total Assets **25,328**

Net Assets:

Unrestricted 25,328

Total Net Assets **\$ 25,328**

THE MOBILE SCIENCE AND VECTOR EDUCATION FOUNDATION

STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2015

Revenues:

Greater Los Angeles County Vector Control District support	\$ 207,324
Donations	2,200

Total Revenues

209,524

Expenditures:

Program expenses:	
Mobile education unit	212,150
Management and general	649

Total Expenditures

212,799

Change in Net Assets

(3,275)

Net Assets, Beginning of Year

28,603

Net Assets, End of Year

\$ 25,328

THE MOBILE SCIENCE AND VECTOR EDUCATION FOUNDATION

STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2015

Cash Flows from Operating Activities	
Cash paid to employees for services	\$ (178,322)
Cash paid to suppliers for goods and services	(29,427)
District contribution	207,324
Donations	2,200
	<hr/>
Net Cash Provided (Used) by Operating Activities	1,775
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Cash Flows from Investing Activities	
Acquisition of capital assets	(10,080)
	<hr/>
Net Cash Provided (Used) by Investing Activities	(10,080)
	<hr/>
Net Increase (Decrease) in Cash and Cash Equivalents	(8,305)
Cash and Cash Equivalents, Beginning of Year	22,903
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Cash and Cash Equivalents, End of Year	\$ 14,598
	<hr/> <hr/>
Depreciation Expense	\$ 5,049

THE MOBILE SCIENCE AND VECTOR EDUCATION FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2015

Note 1: Reporting Entity and Summary of Significant Accounting Policies

a. Organization and Operations of the Reporting Entity

The Mobile Science and Vector Education Foundation (the "Foundation") was organized in March 2001 for the purpose of providing educational services to schools and similar facilities within the service area of the Greater Los Angeles County Vector Control District (the "District"). The Foundation receives its operational revenue from the District and tax-deductible contributions from individuals and businesses along with grants and other funds from similar charitable organizations. The Foundation commenced operations in September 2002, and has been providing educational services in classrooms since then on weekdays. The Foundation is governed by a seven-member Board of Directors who are appointed by the District.

b. Basis of Accounting

The Foundation prepares its financial statements in accordance with accounting principles generally accepted in the United States of America, which involves the application of accrual accounting; consequently, revenues and gains are recognized when earned, and expenses and losses are recognized when incurred.

c. Financial Reporting and Presentation

In accordance with the provisions of Statement of Financial Accounting Standards (SFAS) No. 116, Accounting for Contributions Received and Contributions Made, contributions, including unconditioned promises to give, are recognized as revenue at their fair value in the period received. It also requires that the value of certain contributed services be recognized in the year received.

Under the provision of SFAS No. 117, Financial Statements of Not-For-Profit Organizations, net assets, revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Foundation and changes therein are classified and reported as follows:

Unrestricted Net Assets

These are net assets that are not subject to donor-imposed stipulations and that may be expendable for any purpose in performing the primary objectives of the Foundation.

Temporarily Restricted Net Assets

These are net assets that are subject to donor-imposed stipulations that may or will be met either by actions of the Foundation and/or the passage of time. As the restrictions are satisfied, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the accompanying financial statements as net assets released from restrictions. However, donor-imposed stipulations on contributions whose stipulation are met in the same reporting period are recorded as unrestricted net assets.

Permanently Restricted Net Assets

These are net assets that the donor has stipulated that the original amount donated be maintained into perpetuity. Generally, the donors of these assets permit the Foundation to use all or part of the income earned on related investments for general or specific purposes.

THE MOBILE SCIENCE AND VECTOR EDUCATION FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2015

Note 1: Reporting Entity and Summary of Significant Accounting Policies (Continued)

d. Assets, Liabilities and Net Assets

1. 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 disclosures of contingent assets and liabilities at the date of the financial statements and the reported changes in Foundation net assets during the reporting period. Actual results could differ from those estimates.

2. Cash and Cash Equivalents

For the purpose of reporting cash flows, the Foundation considers all highly liquid debt instruments, including money market funds, purchased with original maturities of three months or less to be cash equivalents. The carrying amount of cash and cash equivalents approximates fair value due to the short-term nature of these financial instruments. Cash and cash equivalents consist of a checking account balance of \$14,598.

3. Capital Assets

Vehicles and equipment are recorded at cost or at fair market value at date of donation. Depreciation is provided using the straight-line method of depreciation over the estimated useful lives of the assets, ranging from three to ten years. Vehicles and equipment are capitalized if the cost or donated fair market value of an asset is greater than, or equal to \$500.

4. Contributions and Unconditional Promises to Give

Contributions and unconditional promises to give are recognized as revenue at the date of donation. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized.

5. Donated Goods and Services

Donated goods and services are reflected as contributions at their estimated fair values at the date of donation.

6. Functional Expenses

Expenses that can be identified with a specific program or supporting service are charged directly to the related program or supporting service. Expenses that are associated with more than one program or supporting service are allocated based on an evaluation by management.

7. Income Taxes

As a publicly supported organization, the Foundation is exempt from federal income taxes under Internal Revenue Code Section 501(c) and the corresponding provisions of the California Revenue and Taxation Code. Accordingly, no provision for income taxes has been reflected in the financial statements.

THE MOBILE SCIENCE AND VECTOR EDUCATION FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2015

Note 1: Reporting Entity and Summary of Significant Accounting Policies (Continued)

8. Date of Management's Review

The Foundations management has evaluated subsequent events through November 3, 2015, in connection with the preparation of these financial statements, which is the date the financial statements were available to be issued.

Note 2: Capital Assets

Capital asset activity for the year ended June 30, 2015 was as follows:

	Balance July 1, 2014	Additions	Deletions	Balance June 30, 2015
Capital assets, being depreciated:				
Vehicle	\$ 126,013	\$ 10,080	\$ -	\$ 136,093
Exhibits	31,942	-	-	31,942
Furniture and equipment	11,467	-	-	11,467
Total capital assets, being depreciated	169,422	10,080	-	179,502
Less accumulated depreciation:				
Vehicle	122,683	4,703	-	127,386
Exhibits	11,467	347	-	11,814
Furniture and equipment	29,572	-	-	29,572
Total accumulated depreciation	163,722	5,050	-	168,772
Total capital assets, being depreciated, net	\$ 5,700	\$ 5,030	\$ -	\$ 10,730

Note 3: Net Assets – Unrestricted

Net Investments in Vehicles and Equipment

The net investment in vehicles and equipment represents assets invested in vehicles, exhibits, furniture and equipment less any liabilities related to those assets.

Note 4: Donated Goods and Services

In 2015, the Foundation received a non-cash donation for services of employees of the District. These salaries and benefits have been allocated to the Foundation at the District's costs. Other allocations of goods and services have been made to the Foundation for management and general administration expenses.

Note 5: Related-Party Transactions

The District contributes all facilities necessary for administration of the Foundation. No amounts have been reflected in the financial statements for the contributed facilities, since no objective basis is available to measure the value of such use of facilities.

Note 6: Contingencies

In the ordinary course of operations, the Foundation is subject to claims and litigation from outside parties. After consultation with legal counsel, the Foundation believes the ultimate outcome of such matters, if any, will not materially affect its financial condition.

THE MOBILE SCIENCE AND VECTOR EDUCATION FOUNDATION

SCHEDULE OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2015

Account Description	Mobile Education Unit	Management & General	Total Expenses
Salaries and wages	\$ 132,289	\$ -	\$ 132,289
Pension plan contributions	26,806	-	26,806
Employee benefits	19,227	-	19,227
Business insurance	8,628	-	8,628
Supplies	-	589	589
Filing fees	-	60	60
Circular materials	6,772	-	6,772
Depreciation	5,049	-	5,049
Promotion and continuing education	995	-	995
Vehicle expense	7,983	-	7,983
Payroll taxes	2,767	-	2,767
Telephone services	1,394	-	1,394
Memberships	240	-	240
	\$ 212,150	\$ 649	\$ 212,799