

CONCERTS IN MOTION INC.
FINANCIAL STATEMENTS
DECEMBER 31, 2015 AND 2014

CONCERTS IN MOTION INC.
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DECEMBER 31, 2015 AND 2014

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INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors CONCERTS IN MOTION INC.

We have reviewed the accompanying financial statements of Concerts In Motion Inc., which comprise the statement of financial position as of December 31, 2015 and, and the related statements 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, we do not express such an opinion.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of the 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 the financial statements that are free from material misstatement whether due to fraud or error.

Accountant's Responsibility

Our 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 us to perform procedures to obtain limited assurance as a basis for reporting whether we are 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. We believe that the results of our procedures provide a reasonable basis for our conclusion.

Accountant's Conclusion

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 accordance with accounting principles generally accepted in the United States of America.

Supplementary Information

The supplementary information included in the schedule of functional expenses and comparative schedule of functional expenses 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. We have reviewed the information and, based on our review, we are 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. We have not audited the information and, accordingly, do not express an opinion on such information.

Other Matter

The financial statements of Concerts In Motion Inc. as of December 31, 2014 were reviewed by other auditors whose report dated July 24, 2015, expressed an unqualified opinion on those statements.


BLOOM AND STREIT LLP
Certified Public Accountants
August 8, 2016

CONCERTS IN MOTION INC.

Statements of Financial Position

As of December 31,

	<u>2015</u>	<u>2014</u>
ASSETS		
CURRENT ASSETS		
Cash in Bank - Checking	8,149	13,585
Cash in Bank - Savings and Money Market	307,666	233,567
Accounts Receivable	5,100	1,628
Prepaid Expenses	4,187	8,211
Total Current Assets	<u>325,102</u>	<u>256,991</u>
PROPERTY AND EQUIPMENT		
Office Equipment	3,507	3,507
Less: Accumulated Depreciation	<u>(1,959)</u>	<u>(1,258)</u>
Total Property and Equipment	<u>1,548</u>	<u>2,249</u>
TOTAL ASSETS	<u><u>326,650</u></u>	<u><u>259,240</u></u>
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts Payable and Accrued Expenses	<u>4,425</u>	<u>10,743</u>
Total Liabilities	<u>4,425</u>	<u>10,743</u>
NET ASSETS		
Unrestricted - Operating	129,975	95,997
Temporarily Restricted	<u>192,250</u>	<u>152,500</u>
Total Net Assets	<u>322,225</u>	<u>248,497</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>326,650</u></u>	<u><u>259,240</u></u>

*See accompanying notes and accountants'
independent review report*

CONCERTS IN MOTION INC.

Statements of Activities

For the Years Ended December 31,

	<u>2015</u>	<u>2014</u>
UNRESTRICTED NET ASSETS:		
REVENUE AND PUBLIC SUPPORT		
Grant Income	80,500	23,500
Donations and General Support	47,705	40,461
Program Fees	52,575	33,520
Gala Income	82,025	42,915
Interest Income	1,099	783
Net Assets Released from Restriction	152,500	156,500
Total Revenue and Public Support	<u>416,404</u>	<u>297,679</u>
EXPENSES		
Program Expenses:		
General Programming Expenses	216,139	152,319
Other Program Expenses - Information and Education	25,472	18,643
Total Program Expenses	<u>241,612</u>	<u>170,962</u>
General and Administrative Expenses	56,519	39,529
Fund-Raising Expenses	84,295	71,674
Total Expenses	<u>382,426</u>	<u>282,165</u>
Increase in Unrestricted Net Assets	33,978	15,514
TEMPORARILY RESTRICTED NET ASSETS:		
Grant Income	192,250	197,000
Net Assets Released from Restriction	(152,500)	(156,500)
Increase in Temporarily Restricted Net Assets	<u>39,750</u>	<u>40,500</u>
Increase in Net Assets	73,728	56,014
Net Assets - Beginning of Year	<u>248,497</u>	<u>192,483</u>
Net Assets - End of Year	<u><u>322,225</u></u>	<u><u>248,497</u></u>

*See accompanying notes and accountants'
independent review report*

CONCERTS IN MOTION INC.

Statements of Cash Flows

For the Years Ended June 30,

	<u>2015</u>	<u>2014</u>
Cash Flows From Operating Activities		
Change in Net Assets	73,728	56,014
Adjustments to reconcile net assets to net cash provided by operating activities:		
Depreciation	701	629
Decrease (Increase) in operating assets:		
Accounts Receivable	(3,472)	(878)
Prepaid Expenses	4,023	(6,560)
Increase (Decrease) in operating liabilities:		
Accounts Payable and Accrued Expenses	<u>(6,318)</u>	<u>4,296</u>
Net cash provided by operating activities	<u>68,663</u>	<u>53,501</u>
Increase in Cash and Cash Equivalents	68,663	53,501
Cash and Cash Equivalents at Beginning of Year	<u>247,152</u>	<u>193,651</u>
Cash and Cash Equivalents at End of Year (see below)	<u><u>315,815</u></u>	<u><u>247,152</u></u>
Represented by:		
Cash in Bank - Checking	8,149	13,585
Cash in Bank - Savings and Money Market	<u>307,666</u>	<u>233,567</u>
Cash and Cash Equivalents (as above)	<u><u>315,815</u></u>	<u><u>247,152</u></u>

Supplemental Disclosures:

N/A

*See accompanying notes and accountants'
independent review report*

CONCERTS IN MOTION INC.

Notes to Financial Statements

December 31, 2015 and 2014

Note 1

Nature of Activities

Concerts In Motion Inc. (the "Organization") is a nonprofit organization under Section 501 (c)(3) of the Internal Revenue Code. It was originally founded on November 18, 2009. The Organization provides music concerts to the homebound, hospitalized and otherwise isolated or in need free of charge in the New York City metropolitan area.

Note 2

Summary of Significant Accounting Policies

Basis of Accounting

The financial statements of the Organization have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Financial Statement Presentation

The Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. As permitted by the statement, the Organization does not use Fund accounting.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Organization considers all highly liquid debt investments available for current use with an initial maturity of three months or less to be cash equivalents.

Concentration of Credit Risk

The Organization maintains various bank and money market accounts that at times may exceed insured credit limits. The Organization has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk with respect to such balances.

CONCERTS IN MOTION INC.

Notes to Financial Statements

December 31, 2015 and 2014

Note 2

Summary of Significant Accounting Policies - continued

Property and Equipment

It is the Organization's policy to capitalize significant expenditures for property and equipment. Lesser amounts are expensed. Purchased property and equipment is capitalized at cost. Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as unrestricted contributions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted contributions.

Unconditional Promises to Give

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. 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. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

The Organization uses the allowance method to determine uncollectible unconditional promises receivable. The allowance is based on prior years' experience and management's analysis of specific promises made.

Contributions

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

CONCERTS IN MOTION INC.

Notes to Financial Statements

December 31, 2015 and 2014

Note 2

Summary of Significant Accounting Policies - continued

Net Assets

Net assets of the Organization are classified based upon the existence or absence of donor-imposed restrictions, as follows:

Unrestricted - net assets that are not subject to donor-imposed stipulations and, are, therefore, available for the general operations of the Organization.

Temporarily restricted - net assets that are subject to donor-imposed stipulations that will be met either by actions of the Organization and/or the passage of time. As such restrictions are satisfied, temporarily restricted net assets are reclassified to unrestricted net assets in the accompanying statement of activities as net assets released from restrictions.

Permanently restricted - net assets that are subject to donor-imposed stipulations requiring the corpus of the gift be retained in perpetuity. Generally, such donors allow the income from these resources to be used for general or specific purposes.

Contributed Services

During the years ended December 31, 2015 and 2014, the value of contributed services meeting the requirements for recognition in the financial statements was not material and has not been recorded.

Income Taxes

The Organization is a not-for-profit Organization that is exempt from income taxes under Section 501(c) (3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private organization.

CONCERTS IN MOTION INC.

Notes to Financial Statements

December 31, 2015 and 2014

Note 3 Property and Equipment

Property and Equipment consists of the following at December 31:

	<u>2015</u>	<u>2014</u>
Office Equipment	2,245	2,245
Furniture & Fixtures	<u>1,262</u>	<u>1,262</u>
	3,507	3,507
Less: accumulated depreciation	<u>1,959</u>	<u>1,258</u>
Total Property and Equipment	<u>1,548</u>	<u>2,249</u>

Depreciation expense for the years ending December 31, 2015 and 2014 was \$701 and \$629, respectively.

Note 4 Functional Expenses

The cost of providing the various programs and supporting services has been summarized on a functional basis in the Statement of Activities. Accordingly, certain costs have been allocated among the programs and the supporting services in reasonable ratios determined by management.

Note 5 Lease Commitments

The Organization entered into a lease for office space which is expected to be renewed in 2016. The current lease required monthly lease payments of \$1,035.

Note 6 Subsequent Events

Management has evaluated subsequent events through August 8, 2016, the date at which the financial statements became available for issuance. No events have occurred that would require adjustments to, or disclosure in, the financial statements.

CONCERTS IN MOTION INC.

Schedule of Functional Expenses

For the Year Ended December 31, 2015

	<u>Program</u>	<u>General and Administrative</u>	<u>Fund- Raising</u>	<u>Total Expenses</u>
Musicians' Fees	64,500	0	0	64,500
Consulting Fees	0	0	22,510	22,510
Advertising and Promotion	9,826	0	2,337	12,163
Miscellaneous Expenses	242	169	0	410
Salaries and Wages	127,701	34,819	34,819	197,339
Payroll Taxes and Benefits	11,691	3,231	3,207	18,129
Occupancy Expense	4,969	3,726	3,726	12,420
Insurance	2,950	2,950	0	5,900
Office Supplies, Printing and Postage	6,217	2,709	11,270	20,196
Conferences and Training	2,467	1,850	1,850	6,168
Dues and Fees	4,356	415	315	5,085
Telephone and Utilities	1,011	758	758	2,527
Travel and Meetings	4,059	1,065	1,065	6,189
Professional Fees	1,625	4,126	2,438	8,189
Depreciation Expense	0	701	0	701
Total Functional Expenses	<u>241,612</u>	<u>56,519</u>	<u>84,295</u>	<u>382,426</u>

*See accompanying notes and accountants'
independent review report*

CONCERTS IN MOTION INC.

Comparative Schedule of Functional Expenses

For the Years Ended June 30,

	<u>2015</u>	<u>2014</u>
Musicians' Fees	64,500	51,080
Consulting Fees	22,510	28,420
Advertising and Promotion	12,163	8,938
Miscellaneous Expenses	410	0
Salaries and Wages	197,339	131,487
Payroll Taxes and Benefits	18,129	18,289
Occupancy Expense	12,420	12,000
Insurance	5,900	4,376
Office Supplies, Printing and Postage	20,196	13,589
Conferences and Training	6,168	0
Dues and Fees	5,085	3,940
Telephone and Utilities	2,527	907
Travel and Meetings	6,189	2,784
Professional Fees	8,189	5,726
Depreciation Expense	<u>701</u>	<u>629</u>
Total Functional Expenses	<u><u>382,426</u></u>	<u><u>282,165</u></u>

*See accompanying notes and accountants'
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