

**GIRLS EDUCATION COLLABORATIVE, INC.
FINANCIAL STATEMENTS
DECEMBER 31, 2013**

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INDEPENDENT ACCOUNTANTS' REVIEW REPORT

Anne Wadsworth
and the Board of Trustees of
Girls Education Collaborative, Inc.
P.O. Box 2191
Buffalo, New York

We have reviewed the accompanying statement of financial position of Girls Education Collaborative, Inc. (a nonprofit organization) as of December 31, 2013, and the related statements of activities and cash flows for the year then ended. A review includes primarily applying analytical procedures to management's financial data and making inquiries of the Organization's 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. The prior year summarized comparative information has been derived from the Organization's 2012 financial statements. The 2012 financial statements were reviewed by other accountants, whose report dated September 3, 2013, stated that based on their procedures, they are not aware of any material modifications that should be made to those financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America.

Management is responsible for the preparation of the fair presentation of the financial statements in accordance with 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.

Brody, Weiss, Zucarelli & Urbanek CPAs, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

May 13, 2014

GIRLS EDUCATION COLLABORATIVE, INC.
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2013
(with comparative totals for the year ended December 31, 2012)

ASSETS

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Totals</u>	
			<u>2013</u>	<u>2012</u>
CURRENT ASSETS:				
Cash	\$ 81,310	\$ 80,842	\$ 162,152	\$ 101,917
Investments	1,539		1,539	
Total Current Assets	<u>82,849</u>	<u>80,842</u>	<u>163,691</u>	<u>101,917</u>
FURNITURE AND EQUIPMENT:				
Furniture and equipment	4,534		4,534	2,986
Less: Accumulated depreciation	<u>(1,610)</u>		<u>(1,610)</u>	<u>(398)</u>
Property and Equipment, Net	<u>2,924</u>	<u>0</u>	<u>2,924</u>	<u>2,588</u>
TOTAL ASSETS	<u><u>\$ 85,773</u></u>	<u><u>\$ 80,842</u></u>	<u><u>\$ 166,615</u></u>	<u><u>\$ 104,505</u></u>

LIABILITIES AND NET ASSETS

Total Liabilities	\$ 0	\$ 0	\$ 0	\$ 0
Net Assets:				
Unrestricted	85,773		85,773	48,515
Temporarily restricted		<u>80,842</u>	<u>80,842</u>	<u>55,990</u>
Total Net Assets	<u>85,773</u>	<u>80,842</u>	<u>166,615</u>	<u>104,505</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 85,773</u></u>	<u><u>\$ 80,842</u></u>	<u><u>\$ 166,615</u></u>	<u><u>\$ 104,505</u></u>

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

GIRLS EDUCATION COLLABORATIVE, INC.
STATEMENT OF ACTIVITIES AND NET ASSETS
YEAR ENDED DECEMBER 31, 2013
(with comparative totals for the year ended December 31, 2012)

	Unrestricted				Temporarily Restricted			Totals	
	Library	Kitenga	Vinza	Gen Ops	Library	Kitenga	Vinza	December 31, 2013	December 31, 2012
REVENUE AND OTHER SUPPORT:									
Contributions	\$ 0	\$ 32,303	\$ 0	\$ 27,447	\$ 9,329	\$ 0	\$ 0	\$ 69,079	\$ 99,697
Grants				15,500		22,000	12,500	50,000	16,600
Investment income				1,588				1,588	106
Relieved from restriction	5,807	9,906	3,264		(5,807)	(9,906)	(3,264)		
TOTAL REVENUE AND OTHER SUPPORT	<u>5,807</u>	<u>42,209</u>	<u>3,264</u>	<u>44,535</u>	<u>3,522</u>	<u>12,094</u>	<u>9,236</u>	<u>120,667</u>	<u>116,403</u>
EXPENSES:									
Accounting				2,000				2,000	
Board expenses				120				120	
Business expenses									1,033
Depreciation expense				1,212				1,212	398
Fundraising expenses		3,414		897				4,311	2,504
Insurance				2,359				2,359	
Office expense				56				56	
Payroll service				257				257	
Payroll taxes				1,911				1,911	
Postage, mailing service				143				143	164
Program expenses	5,807	5,647						11,454	3,463
Registration fees				68				68	
Salaries and wages				19,792				19,792	
Supplies				342				342	129
Telephone				1,122				1,122	817
Travel		5,921	3,264					9,185	
Website development				4,225				4,225	3,390
TOTAL EXPENSES	<u>5,807</u>	<u>14,982</u>	<u>3,264</u>	<u>34,504</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>58,557</u>	<u>11,898</u>
CHANGE IN NET ASSETS		27,227		10,031	3,522	12,094	9,236	62,110	104,505
NET ASSETS, Beginning of year	<u>9,881</u>	<u>25,883</u>		<u>12,751</u>	<u>55,990</u>			<u>104,505</u>	
NET ASSETS, End of year	<u>\$ 9,881</u>	<u>\$ 53,110</u>	<u>\$ 0</u>	<u>\$ 22,782</u>	<u>\$ 59,512</u>	<u>\$ 12,094</u>	<u>\$ 9,236</u>	<u>\$ 166,615</u>	<u>\$ 104,505</u>

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

**GIRLS EDUCATION COLLABORATIVE, INC.
STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2013 AND 2012**

	<u>2013</u>	<u>2012</u>
Cash Flows from Operating Activities:		
Increase in Net Assets	\$ 62,110	\$ 104,505
Adjustment to Reconcile Change in Net Assets to Cash Provided by Operating Activities:		
Depreciation expense	<u>1,212</u>	<u>398</u>
Net Cash Provided by Operating Activities	<u>63,322</u>	<u>104,903</u>
 Cash Flows from Investing Activities:		
Purchase of equipment	<u>(1,548)</u>	<u>(2,986)</u>
Net Cash Used in Investing Activities	<u>(1,548)</u>	<u>(2,986)</u>
Net Increase in Cash	61,774	101,917
Cash and Cash Equivalents, Beginning of year	<u>101,917</u>	<u> </u>
Cash and Cash Equivalents, End of year	<u>\$ 163,691</u>	<u>\$ 101,917</u>

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

GIRLS EDUCATION COLLABORATIVE, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

Note 1 - Summary of Significant Accounting Policies:

Nature of Activities - Girls Education Collaborative, Inc. (the Organization), is a New York nonprofit organization incorporated on January 9, 2012, to improve opportunities for girls in developing countries. The Organization forges partnerships that support education-centered, community-driven initiatives in these countries to improve opportunities for girls to realize their fullest potential and create change in their communities. The Organization is supported primarily through donor contributions, grants and fundraising.

Basis of Accounting - The financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles.

Financial Statement Presentation - The Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted and permanently restricted.

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

Property and Equipment - The Organization capitalizes property and equipment over \$200. 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. Property and equipment are depreciated using the Modified Accelerated Cost Recovery System (MACRS) over estimated useful lives ranging from five to thirty years.

Restricted and Unrestricted Revenue and Support - Contributions and grants received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of activities as net assets released from restrictions.

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 is classified by the Internal Revenue Service as other than a private foundation. The Organization files tax returns in the United States of America and New York State which have statutes of limitation of generally three years. No tax returns are under examination, and management believes they have taken no uncertain tax positions.

Advertising Costs - The Organization expenses advertising costs as they are incurred. Advertising expenses were \$0 for the year ended December 31, 2013.

Use of Estimates - Estimates and assumptions are used in preparing financial statements. These estimates and assumptions affect the reported amounts of assets and liabilities and the reported revenues and expenses. Actual results could differ from those estimates.

GIRLS EDUCATION COLLABORATIVE, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013
(Continued)

Note 2 - Evaluation of Subsequent Events

The Organization has evaluated subsequent events through May 13, 2014, the date the financial statements were available to be issued.