

The Good Fellows Club, Inc.

Financial Statements

Years Ended December 31, 2018 and 2017

Table of Contents

Independent Auditors' Report	1
Financial Statements:	
Statements of Cash Receipts, Disbursements and Cash Balance	3
Notes to Financial Statements	4

Independent Auditors' Report

To the Board of Directors of
The Good Fellows Club, Inc.
Charlotte, North Carolina

We have audited the accompanying statements of cash receipts, disbursements and cash balance of The Good Fellows Club, Inc. (the "Organization") for the years ended December 31, 2018 and 2017, 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 cash basis of accounting described in Note 1; this includes determining that the cash basis of accounting is an acceptable basis for the preparation of these financial statements in the circumstances. Management is also responsible for 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits 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 auditors' 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.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the statements of cash receipts, disbursements and cash balance for the years ended December 31, 2018 and 2017, in conformity with the cash basis of accounting, as described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. These financial statements are 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 that matter.

Dixon Hughes Goodman LLP

**Charlotte, North Carolina
November 6, 2019**

The Good Fellows Club, Inc.
Statements of Cash Receipts, Disbursements and Cash Balance
For the Years Ended December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
CASH RECEIPTS		
Support:		
Annual fundraising event	\$ 848,078	\$ 614,432
Membership dues	160,890	149,925
Pledges and other contributions	43,321	244,445
Investment earnings	5,492	4,630
Endowment earnings	4,070	1,989
Other income	21,158	-
	<u>1,083,009</u>	<u>1,015,421</u>
CASH DISBURSEMENTS		
Direct assistance to individuals:		
Rental assistance	485,675	475,303
Utility assistance	252,428	112,552
Other direct assistance	7,135	500
Personnel costs:		
Salaries	60,807	53,290
Payroll taxes	18,955	23,293
Payroll - ADP fees	1,467	1,875
Administrative costs:		
Office	9,372	3,414
Bank fees	2,521	5,816
Board	498	1,031
Bulk mailings	3,029	2,296
Advertising	9,816	7,899
Fundraising event	75,599	87,147
Insurance	1,638	1,601
Volunteer costs	35	118
Professional fees	11,000	5,000
Taxes	6	6
	<u>939,981</u>	<u>781,141</u>
Increase in cash	143,028	234,280
Cash and cash equivalents, beginning of year	<u>1,726,030</u>	<u>1,491,750</u>
Cash and cash equivalents, end of year	<u>\$ 1,869,058</u>	<u>\$ 1,726,030</u>

See accompanying notes.

Notes to Financial Statements

1. Description Of Organization And Summary Of Significant Accounting Policies

Organization

The Good Fellows Club, Inc. ("the Organization") was incorporated on January 25th, 1935, as a nondenominational non-profit organization whose purpose is to provide emergency financial assistance to families in need in the Greater Charlotte area. The Organization typically receives contributions from individuals and entities in the Charlotte area.

Basis of Accounting

The accompanying financial statements have been prepared on the cash receipts and disbursements basis of accounting ("cash basis"), which is a basis of accounting other than accounting principles generally accepted in the United States of America. Consequently, revenue is recognized when received rather than earned, and expenses are recognized when disbursed rather than when the obligation is incurred.

Cash and Cash Equivalents

Cash and cash equivalents include cash, money market accounts on deposit, and certificates of deposit with banks with a maturity of three months or less.

Concentrations of Risk

The Organization has funds on deposit with a financial institution which are insured by the Federal Deposit Insurance Corporation ("FDIC") for up to \$250,000. Non-interest bearing funds are fully insured. Uninsured funds on deposit as of December 31, 2018 and 2017, total \$1,017,862 and \$1,000,768, respectively.

Advertising Costs

The Organization expenses advertising costs as incurred. Total advertising costs charged to expense for the years ended December 31, 2018 and 2017, were \$9,816 and \$7,899, respectively.

Income Taxes

The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and is not a private foundation under Section 509(a)(2); accordingly, the accompanying financial statements do not reflect a provision or liability for federal and state income taxes. The Organization has determined that it does not have any material unrecognized tax benefits or obligations as of December 31, 2018 and 2017.

Subsequent Events

The Organization evaluated the effect subsequent events would have on the financial statements through November 6, 2019, which is the date the financial statements were available to be issued.