

PLAYING FOR CHANGE FOUNDATION

FINANCIAL STATEMENTS
DECEMBER 31, 2010



WINDES & MCCLAUGHRY
ACCOUNTANCY CORPORATION
Certified Public Accountants & Consultants

EXCEEDING EXPECTATIONS SINCE 1926

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INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

To the Board of Directors of
Playing for Change Foundation

We have compiled the accompanying statement of financial position of Playing for Change Foundation (a California nonprofit corporation) as of December 31, 2010, and the related statements of activities, functional expenses, and cash flows for the year then ended. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

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 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 compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Organization's financial position, changes in net assets, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

Long Beach, California
July 28, 2011

PLAYING FOR CHANGE FOUNDATION
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2010

ASSETS

ASSETS	
Cash and cash equivalents	\$ 85,598
Prepaid insurance	1,261
Website development costs, net	<u>40,351</u>
TOTAL ASSETS	<u><u>\$ 127,210</u></u>

LIABILITIES AND NET ASSETS

LIABILITIES	<u>None</u>
NET ASSETS	
Unrestricted	<u>\$ 127,210</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 127,210</u></u>

PLAYING FOR CHANGE FOUNDATION
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2010

UNRESTRICTED

SUPPORT AND REVENUES

Support

Contributions and grants	\$ 651,876
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Revenues

Interest income	629
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Other income	<u>9,000</u>
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Total Support and Revenues	<u>661,505</u>
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EXPENSES

Program activities	305,883
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General and administrative	150,917
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Development and fund-raising	<u>149,268</u>
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Total Expenses	<u>606,068</u>
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CHANGE IN NET ASSETS	55,437
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NET ASSETS AT BEGINNING OF YEAR	<u>71,773</u>
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NET ASSETS AT END OF YEAR	<u>\$ 127,210</u>
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PLAYING FOR CHANGE FOUNDATION

**STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2010**

	<u>Program Activities</u>	<u>General and Administrative</u>	<u>Development and Fund-raising</u>	<u>Total Expenses</u>
Direct program activities	\$ 211,478			\$ 211,478
Program travel	39,210			39,210
Personnel	22,625	\$ 33,069	\$ 13,923	69,617
Contract services:				
Legal fees		20,000		20,000
Accounting fees		8,605		8,605
Other consulting fees	3,369	27,575	100,292	131,236
Office rent	20,319	29,698	12,504	62,521
Travel and meetings	5,606	1,654	10,059	17,319
Supplies	2,972	6,739	1,489	11,200
Telephone	205	12,975		13,180
Donor cultivation			6,078	6,078
Concert expense			4,923	4,923
Bank fees		1,848		1,848
Insurance		984		984
Postage		2,315		2,315
Printing and copying		1,842		1,842
Taxes, licenses, and fees		236		236
Amortization-website		2,374		2,374
Repairs and maintenance		988		988
Promotion	99	15		114
	<u>\$ 305,883</u>	<u>\$ 150,917</u>	<u>\$ 149,268</u>	<u>\$ 606,068</u>

See Independent Accountants' Compilation Report

PLAYING FOR CHANGE FOUNDATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2010

CASH FLOWS FROM OPERATING ACTIVITIES	
Change in net assets	\$ 55,437
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Amortization of website development costs	2,374
Decrease in:	
Pledges receivable	25,000
Security deposits	<u>11,025</u>
Net Cash Provided By Operating Activities	<u>93,836</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Website development costs	(<u>42,725</u>)
Net Cash Used In Investing Activities	(<u>42,725</u>)
NET CHANGE IN CASH AND CASH EQUIVALENTS	51,111
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>34,487</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 85,598</u>