

**COLORADO ROBOTICS, EXCELLING AT SCIENCE
AND TECHNOLOGY, INC.
DBA COLORADOFIRST**

FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2018

TOGETHER WITH INDEPENDENT AUDITORS' REPORT

COLORADOFIRST
FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

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November 8, 2018

INDEPENDENT AUDITORS' REPORT

Board of Directors
Colorado Robotics, Excelling at Science and Technology, Inc.
Denver, Colorado

We have audited the accompanying financial statements of **Colorado Robotics, Excelling at Science and Technology, Inc. dba ColoradoFIRST** (a nonprofit organization), which comprise the statement of financial position as of June 30, 2018, and the related statements of activities, functional expenses, 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 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.

Auditors' 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 of 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 financial position of ColoradoFIRST as of June 30, 2018, and the changes in its net assets and its cash flows for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited ColoradoFIRST's 2017 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated October 30, 2017. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2017, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Taylor, Roth and Company PLLC
TAYLOR, ROTH AND COMPANY, PLLC
CERTIFIED PUBLIC ACCOUNTANTS

COLORADOFIRST
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2018
(WITH COMPARATIVE TOTALS FOR 2017)

	<u>2018</u>	<u>2017</u>
<u>Assets</u>		
Cash and cash equivalents	\$ 186,968	\$ 140,825
Grant receivable	-	25,000
Total assets	<u>\$ 186,968</u>	<u>\$ 165,825</u>
<u>Liabilities and net assets</u>		
<u>Liabilities</u>		
Accounts payable	\$ 169	\$ -
Total liabilities	<u>169</u>	<u>-</u>
<u>Net assets</u>		
Operating	<u>186,799</u>	<u>165,825</u>
Total net assets	<u>186,799</u>	<u>165,825</u>
Total liabilities and net assets	<u>\$ 186,968</u>	<u>\$ 165,825</u>

The accompanying notes are an integral part of these financial statements

COLORADOFIRST
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE TOTALS FOR 2017)

	<u>2018</u>	<u>2017</u>
<u>Revenue and other support</u>		
Foundations and contributions	\$ 205,810	\$ 206,749
Registration fees	46,350	36,204
Merchandise and concessions	1,851	2,055
Interest income	105	125
Other	1,842	-
Total revenue and other support	<u>255,958</u>	<u>245,133</u>
<u>Expense</u>		
Program services	228,703	228,004
Supporting services		
Administration	6,281	5,957
Fund-raising	-	-
Total expense	<u>234,984</u>	<u>233,961</u>
Change in net assets	20,974	11,172
Net assets, beginning of year	<u>165,825</u>	<u>154,653</u>
Net assets, end of year	<u>\$ 186,799</u>	<u>\$ 165,825</u>

The accompanying notes are an integral part of these financial statements

COLORADOFIRST

STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE TOTALS FOR 2017)

	<u>2018</u>			<u>2017</u>	
	<u>Program</u>	<u>Supporting Services</u>		<u>Total</u>	<u>Total</u>
		<u>Management and General</u>	<u>Fund- raising</u>		
Venue rental	\$ 105,910	\$ -	\$ -	105,910	\$ 100,563
Registrations and field operations	30,615	-	-	30,615	47,497
Donations to teams	26,327	-	-	26,327	11,000
Meals and entertainment	26,318	-	-	26,318	26,186
Office supplies	12,380	-	-	12,380	10,742
Equipment rental	10,040	-	-	10,040	8,601
Marketing and awards	8,417	-	-	8,417	11,666
Accounting and legal	-	6,260	-	6,260	5,930
Travel and mileage	5,018	21	-	5,039	2,011
Insurance	1,484	-	-	1,484	3,315
Office rent	450	-	-	450	250
Merchandise expense	-	-	-	-	5,259
Other	1,744	-	-	1,744	941
Total	\$ 228,703	\$ 6,281	\$ -	\$ 234,984	\$ 233,961

The accompanying notes are an integral part of these financial statements

COLORADOFIRST
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE TOTALS FOR 2017)

	2018	2017
<u>Cash flows from operating activities</u>		
Change in net assets	\$ 20,974	\$ 11,172
<u>Changes in operating assets and liabilities</u>		
(Increase)decrease in grants receivable	25,000	(25,000)
(Decrease)increase in accounts payable	169	(4,570)
Net cash provided(used) by operating activities	46,143	(18,398)
Net increase in cash and cash equivalents	46,143	(18,398)
Cash and cash equivalents, beginning of year	140,825	159,223
Cash and cash equivalents, end of year	\$ 186,968	\$ 140,825

The accompanying notes are an integral part of these financial statements

COLORADOFIRST
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 1 - NATURE OF ACTIVITIES

Colorado Robotics, Excelling at Science and Technology, Inc. dba ColoradoFIRST (Organization) was incorporated as a non-profit corporation in the state of Colorado. Colorado Robotics, Excelling at Science and Technology Inc. has been granted tax-exempt status from the Internal Revenue Service in accordance with section 501(c)(3) of the Internal Revenue Code. Founded in 2007, the Organization was established to provide age and skill appropriate robotics challenges to Colorado youth. Currently, the Organization has no employees. Roles of executive director and grant writer are performed by board members. The Organization is supported primarily by foundations, contributions and registration fees.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND PROCEDURES

1. Basis of Accounting

The financial statements of the Organization have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities.

2. Basis of 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

3. Cash and Cash Equivalents

The Organization considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

4. Donations

The Organization reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of donated assets. When a donor 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 statement of activities, as net assets released from restrictions.

The Organization reports gifts of land, buildings, and equipment as unrestricted support unless the explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as restricted support. Absent donor stipulations regarding how long those long-lived assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND PROCEDURES (Concluded)

5. Capitalization and Depreciation

The Organization currently follows the practice of capitalizing all expenditures for property and equipment in excess of \$1,000. The fair value of donated assets is similarly capitalized. Depreciation of property and equipment is provided over the estimated useful lives of the respective assets on a straight-line basis. At year-end, the Organization had no assets.

6. 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.

7. Income Taxes

The Organization has received an Internal Revenue Service exemption from federal income taxes under Section 501(c)(3). Accordingly, no provision or liability for income taxes has been provided in the accompanying financial statements.

8. Functional Reporting of Expenses

For the year ended June 30, 2018, the costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

9. Summarized Prior-Year Information

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended June 30, 2017, from which the summarized information was derived.

10. Subsequent Events

Management has evaluated subsequent events through November 8, 2018, the date the financial statements are available to be issued.

NOTE 3 - RELATED PARTY - PAYMENTS TO NATIONAL

Per arrangement, the Organization paid \$106,251 to their National affiliate for various expenses incurred for the 2018 FIRST Robotics Tournament (FRC).