

THE BEE FOUNDATION
FINANCIAL STATEMENTS
FOR THE PERIOD MAY 22, 2014
(DATE OF INCEPTION) TO DECEMBER 31, 2014
TOGETHER WITH
INDEPENDENT ACCOUNTANT'S
REVIEW REPORT

THE BEE FOUNDATION

DECEMBER 31, 2014

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Independent Accountant's Review Report

To: The Board of Directors
The Bee Foundation
Philadelphia, Pennsylvania

We have reviewed the accompanying statements of financial position of **The Bee Foundation** (the "Organization") (a non-profit corporation) as of December 31, 2014 and the related statements of activities and cash flows for the period May 22, 2014 (date of inception) to December 31, 2014. A review includes primarily applying analytical procedures to management's financial data and making inquiries of Organization personnel. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

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 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.

The supplementary information included in the accompanying schedule of functional expenses on page 8 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the inquiry and analytical procedures applied in the review of the basic financial statements, and we did not become aware of any material modifications that should be made to such information.

Renzi, Bernardi, Suarez & Co

THE BEE FOUNDATION
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2014

ASSETS

Current assets	
Cash	\$ 64,130
Accounts receivable	<u>1,500</u>
Total current assets	<u>65,630</u>
Total assets	<u><u>\$ 65,630</u></u>

LIABILITIES AND NET ASSETS

Current liabilities	
Accounts payable and accrued expenses	<u>\$ 499</u>
Total current liabilities	<u>499</u>
Total liabilities	<u>499</u>
Net assets	
Unrestricted	<u>65,131</u>
Total net assets	<u>65,131</u>
Total liabilities and net assets	<u><u>\$ 65,630</u></u>

See accompanying notes and independent accountant's review report.

THE BEE FOUNDATION
STATEMENT OF ACTIVITIES
FOR THE PERIOD MAY 22, 2014 (DATE OF INCEPTION)
TO DECEMBER 31, 2014

REVENUE AND SUPPORT

Fundraising events	\$ 92,052
Contributions	30,519
Merchandise sales	2,005
Grants	<u>1,000</u>
Total revenue and support	<u>125,576</u>

EXPENSES

Program services	<u>2,202</u>
Supporting services	
Management and general	15,242
Fundraising	<u>43,001</u>
Total supporting services	<u>58,243</u>
Total expenses	<u>60,445</u>
Changes in net assets	65,131
Net assets, beginning of period	<u>-</u>
Net assets, end of period	<u><u>\$ 65,131</u></u>

See accompanying notes and independent accountant's review report.

THE BEE FOUNDATION
STATEMENT OF CASH FLOWS
FOR THE PERIOD MAY 22, 2014 (DATE OF INCEPTION)
TO DECEMBER 31, 2014

CASH FLOWS FROM OPERATING ACTIVITIES

Changes in net assets	\$ 65,131
Decrease (increase) in:	
Accounts receivable	(1,500)
(Decrease) increase in:	
Accounts payable and accrued expenses	<u>499</u>
Net cash provided by operating activities	<u>64,130</u>

CASH FLOWS FROM FINANCING ACTIVITIES

Borrowings, net of repayments	(10,000)
Repayment of debt - related party	<u>10,000</u>
Net cash (used in) financing activities	<u>-</u>
Net increase in cash	64,130
Cash, beginning of period	<u>-</u>
Cash, end of period	<u><u>\$ 64,130</u></u>

See accompanying notes and independent accountant's review report.

THE BEE FOUNDATION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2014

1. PROGRAMS AND ACTIVITIES

The Bee Foundation (the "Organization") is a non-profit organization described in Section 501(c)(3) of the Internal Revenue Code and is exempt from tax under Section 501(a) of the Code. The Organization is located in Philadelphia, Pennsylvania, and is dedicated to raising awareness of brain aneurysms and funding for innovative research that changes lives.

Revenues are derived from corporate sponsors with which it partners, and contributions from foundations and the general public.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies followed are described below.

Basis of Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. Net assets and revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions.

The Organization prepares its financial statements in accordance with Accounting Standards Codification (ASC) No. 958, "Not-for-Profit Entities." Under ASC No. 958, 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) based upon the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes herein are classified and reported as follows:

Unrestricted Net Assets - Net assets that are not subject to donor-imposed stipulations. Annual corporate and individual contributions are generally available for unrestricted use in the related year unless specifically restricted by the donor. Unconditional promises to give are recorded as revenue when promised.

Temporarily Restricted Net Assets - Net assets subject to donor-imposed stipulations that may or will be met, either by actions of the organization and/or the passage of time. Grants, contracts and other contributions of cash are reported as temporarily restricted support if they are received with donor stipulations that limit the use of the donated asset. When a donor stipulation 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 had no temporarily restricted net assets as of December 31, 2014.

THE BEE FOUNDATION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2014

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Permanently Restricted Net Assets – Net assets subject to donor-imposed stipulations that may or will be met, either by actions of the organization. Generally, the donors of these assets permit the organization to use all or part of the income earned on any related investment for general or specific purposes. The Organization had no permanently restricted net assets as of December 31, 2014.

Contributions

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as temporarily restricted support that increases that net asset class. When a temporary restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

All of the Organization's expenses, including expenses relating to assets previously included among the temporarily restricted net assets class of accounts, are decreases in unrestricted net assets.

Contributed In-Kind Services

Donated services are recognized as contributions in accordance with ASC No. 958-605-25-16, *Accounting for Contributed Services*, if the services (a) create or enhance non-financial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization.

Use of Estimates

The preparation of financial statements in conformity with U.S. 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.

Allocation of Functional Expenses

The costs of providing the Organization's programs and other supporting services have been summarized on a functional basis in the statement of functional expenses. Accordingly, the expenses directly related to each function are combined with allocations of certain joint operating costs which have been allocated primarily based upon time spent and other estimates made by management.

Income Taxes

The Organization is exempt from federal income taxes under section 501(c)(3) of the Internal Revenue Code.

THE BEE FOUNDATION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2014

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Management has reviewed tax positions taken in filings with federal and state jurisdictions and believes those positions would be sustained should the filings be examined by the relevant taxing authority. These tax filings are subject to examination, generally for three years after they are filed.

Should settlement of an examination or other event result in a change in management's evaluation of a tax position taken or expected to be taken in filings that have not been closed by statute or examination, any interest and penalties related to the unrecognized tax benefit as a result of the uncertain tax position would be included in interest expense and administrative expenses, respectively.

3. SUBSEQUENT EVENTS

In preparing these financial statements, management of the Organization has evaluated events and transactions for potential recognition or disclosure through May 13, 2015, the date the financial statements were available to be issued. The Organization had no significant or material subsequent events through May 13, 2015.

THE BEE FOUNDATION
SUPPLEMENTARY SCHEDULE OF FUNCTIONAL EXPENSES
FOR THE PERIOD MAY 22, 2014 (DATE OF INCEPTION)
TO DECEMBER 31, 2014

	Program Services	Supporting Services		Total
		Management and General	Fundraising	
Awareness Events	\$ 2,202	\$ -	\$ 2,201	\$ 4,403
Advertising	-	2,309	-	2,309
Bank and merchant service fees	-	1,626	-	1,626
Cost of merchandise sold	-	-	4,247	4,247
Fundraising expense				
The Honey Bash 2014	-	1,031	34,830	35,861
Travel	-	-	743	743
Professional fees	-	6,834	-	6,834
Supplies and other	-	3,442	980	4,422
Total expenses	<u>\$ 2,202</u>	<u>\$ 15,242</u>	<u>\$ 43,001</u>	<u>\$ 60,445</u>

See accompanying notes and independent accountant's review report.