

POSTPARTUM SUPPORT
INTERNATIONAL
APRIL 30, 2015 AND 2014
FINANCIAL STATEMENTS



BARTLETT, PRINGLE & WOLF, LLP
CERTIFIED PUBLIC ACCOUNTANTS AND CONSULTANTS

POSTPARTUM SUPPORT INTERNATIONAL

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BARTLETT, PRINGLE & WOLF, LLP
CERTIFIED PUBLIC ACCOUNTANTS AND CONSULTANTS

February 15, 2016

INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

**To the Board of Directors
Postpartum Support International:**

We have compiled the accompanying statement of financial position of Postpartum Support International (a non-profit corporation) as of April 30, 2015 and 2014, and the related statements of activities and changes in net assets, functional expenses and cash flows for the years then ended. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of 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 compilations 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.

Bartlett, Pringle & Wolf, LLP

POSTPARTUM SUPPORT INTERNATIONAL
STATEMENT OF FINANCIAL POSITION
April 30, 2015 and 2014
(Unaudited - See Independent Accountant's Compilation Report)

	<u>ASSETS</u>		<u>2015</u>		<u>2014</u>
Current Assets:					
Cash and cash equivalents		\$	364,931	\$	242,715
Accounts receivable			298		298
Deposits and prepaid expenses			2,551		-
Total current assets			<u>367,780</u>		<u>243,013</u>
Equipment			2,298		2,298
Less accumulated depreciation			<u>(2,298)</u>		<u>(2,298)</u>
Net equipment			<u>-</u>		<u>-</u>
Total Assets		\$	<u><u>367,780</u></u>	\$	<u><u>243,013</u></u>

LIABILITIES AND NET ASSETS

Current Liabilities:					
Accounts payable and accrued expenses		\$	475	\$	1,129
Deferred revenue			<u>37,381</u>		<u>58,306</u>
Total current liabilities			<u>37,856</u>		<u>59,435</u>
Net Assets:					
Unrestricted			329,674		160,925
Temporarily restricted			<u>250</u>		<u>22,653</u>
Total net assets			<u>329,924</u>		<u>183,578</u>
Total Liabilities and Net Assets		\$	<u><u>367,780</u></u>	\$	<u><u>243,013</u></u>

See accompanying notes

POSTPARTUM SUPPORT INTERNATIONAL
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
For the Years Ended April 30, 2015 and 2014
(Unaudited - See Independent Accountant's Compilation Report)

	<u>2015</u>	<u>2014</u>
Special Event Revenue:		
Gross revenue	\$ 5,055	\$ 3,245
Direct expenses	-	-
Special event revenue, net	<u>5,055</u>	<u>3,245</u>
Public Support and Other Revenue:		
Contributions	34,673	15,138
Grant income	2,500	-
Membership	72,101	59,309
Conference income	155,225	42,639
Program service income	184,644	78,475
Miscellaneous income	<u>21,087</u>	<u>110</u>
Total public support and other revenue	<u>470,230</u>	<u>195,671</u>
Total unrestricted revenue	<u>475,285</u>	<u>198,916</u>
Expenses:		
Program services	258,172	118,213
Management and general	64,679	54,463
Fundraising	<u>6,338</u>	<u>6,256</u>
Total expenses	<u>329,189</u>	<u>178,932</u>
Change in unrestricted net assets	146,096	19,984
Temporarily restricted contributions	<u>250</u>	<u>3,730</u>
Change in net assets	146,346	23,714
Net assets at beginning of year	<u>183,578</u>	<u>159,864</u>
Net assets at end of year	<u>\$ 329,924</u>	<u>\$ 183,578</u>

See accompanying notes

POSTPARTUM SUPPORT INTERNATIONAL
STATEMENT OF FUNCTIONAL EXPENSES
For the Years Ended April 30, 2015 and 2014
(Unaudited - See Independent Accountant's Compilation Report)

	Program Services	Management and General	Fundraising	2015 Total	2014 Total
Bank fees	\$ -	\$ 2,963	\$ -	\$ 2,963	\$ 1,835
Board development	960	2,879	-	3,839	4,202
Bookkeeping service	-	1,299	-	1,299	2,624
Dues and subscriptions	-	175	-	175	-
Workers compensation	-	795	-	795	735
Grants	6,098	-	-	6,098	9,986
Insurance	334	1,752	57	2,143	3,810
Licenses and permits	-	201	-	201	221
Miscellaneous	-	61	-	61	1,097
Office expenses	1,332	666	666	2,664	1,710
Payroll expense	35,348	40,168	4,820	80,336	65,280
Postage and delivery	958	480	480	1,918	2,581
PPD awareness	1,489	-	-	1,489	1,215
PPD support and training	62,205	-	-	62,205	9,482
Printing, reproduction and publications	8,310	-	-	8,310	23,040
Professional fees	-	8,228	-	8,228	4,500
PSI conference	124,454	-	-	124,454	21,022
Rent	4,914	1,071	315	6,300	5,775
Telephone	1,840	1,840	-	3,680	1,368
Utilities	2,101	2,101	-	4,202	4,969
PSI Video	-	-	-	-	-
Website	7,829	-	-	7,829	13,480
Totals	\$ 258,172	\$ 64,679	\$ 6,338	\$ 329,189	\$ 178,932

See accompanying notes

POSTPARTUM SUPPORT INTERNATIONAL
STATEMENT OF CASH FLOWS
For the Years Ended April 30, 2015 and 2014
(Unaudited - See Independent Accountant's Compilation Report)

	<u>2015</u>	<u>2014</u>
Cash Flows from Operating Activities:		
Change in net assets	\$ 146,346	\$ 23,714
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
(Increase) decrease in:		
Accounts receivable	-	2,598
Deposits and prepaid expenses	(2,551)	1,733
Increase (decrease) in:		
Accounts payable and accrued expenses	(654)	(971)
Deferred revenue	(20,925)	55,709
Net cash provided by operating activities	<u>122,216</u>	<u>82,783</u>
Increase in Cash and Cash Equivalents	122,216	82,783
Cash and Cash Equivalents at Beginning of Year	<u>242,715</u>	<u>159,932</u>
Cash and Cash Equivalents at End of Year	<u>\$ 364,931</u>	<u>\$ 242,715</u>

See accompanying notes

POSTPARTUM SUPPORT INTERNATIONAL

NOTES TO FINANCIAL STATEMENTS

(Unaudited - See Independent Accountant's Compilation Report)

Note 1 - Nature of Organization

Postpartum Support International (the Organization), a non-profit corporation, was incorporated as a California nonprofit corporation. The Organization was formed to provide support and education for perinatal mood disorders. The Organization's programs include:

Annual Conference

The Organization's annual conference provides a venue for self-help volunteers and health professionals to network worldwide; share, gain and bring back information to their local communities on the best way to help women and their families cope with perinatal mood and anxiety disorders.

Support Network

The Organization provides a social support network: Postpartum Support International members and area coordinators in 50 states and 40 countries worldwide who provide emotional support through groups, educational information and referral to local professionals for postpartum families in their areas.

Educational Resources

The Organization provides postpartum support training to professionals and lay volunteers. The Organization hosts a website at www.postpartum.net that provides information on forms of perinatal mood and anxiety disorders along with referrals to local resources for consumers and professionals.

Note 2 - Summary of Significant Accounting Policies

A) Basis of Accounting

The Organization prepares its financial statements on the accrual basis of accounting.

B) Basis of Presentation

The accounting and reporting method used by the Organization classifies resources by their nature and purpose, based on the presence or absence of donor-imposed restrictions, into three classes of net assets:

Unrestricted Net Assets

The unrestricted group of net assets represents unrestricted resources available for current support of the Organization's activities. Designations by the Board of Directors are included in unrestricted net assets.

POSTPARTUM SUPPORT INTERNATIONAL
NOTES TO FINANCIAL STATEMENTS
(Unaudited - See Independent Accountant's Compilation Report)

Note 2 - Summary of Significant Accounting Policies (Continued)

Temporarily Restricted Net Assets

Temporarily restricted net assets include gifts which may be fully expended but have been restricted by donors for certain purposes or are subject to time restrictions.

Permanently Restricted Net Assets

Permanently restricted net assets include gifts and endowment funds, which require by donor restriction that the corpus be invested in perpetuity and only the income be made available to the Organization for use in accordance with donor restrictions.

C) Income Taxes

The Organization is organized as a California nonprofit corporation and is exempt from federal and state income taxes under Section 501(c) (3) of the Internal Revenue Code and similar state provisions. The Organization has not been classified as a private foundation as defined by the Internal Revenue Code.

The Organization has adopted the accounting for uncertainty in income tax provisions contained within accounting principles generally accepted in the United States of America ("GAAP"). This guidance requires the evaluation of tax positions taken or expected to be taken in the course of preparing the Organization's financial statements to determine whether the tax positions are more likely than not of being sustained by the applicable tax authority. Tax positions not deemed to meet the more likely than not threshold would be recorded as a tax benefit or expense in the current year. Management evaluated the Organization's tax positions and concluded that the Organization had taken no uncertain tax positions that require adjustment to the financial statements to comply with the provisions of this guidance. However, the conclusions regarding accounting for uncertainty in income taxes will be subject to review and may be adjusted at a later date based on factors including, but not limited to, ongoing analysis of tax laws, regulations, and interpretations thereof.

The Organization files income tax returns in the U.S. federal jurisdiction and in the states of California and Oregon. The Foundation is no longer subject to U.S. federal tax authorities for the years before 2011 and for state tax authorities for years before 2010.

D) Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management of the Organization to make estimates and assumptions that affect the amounts of assets, liabilities, revenues and expenses reported in the financial statements and accompanying notes. Actual results could differ from those estimates. Significant estimates include the estimated useful lives of equipment and allocation of costs by function.

POSTPARTUM SUPPORT INTERNATIONAL
NOTES TO FINANCIAL STATEMENTS
(Unaudited - See Independent Accountant's Compilation Report)

Note 2 - Summary of Significant Accounting Policies (Continued)

E) Cash Equivalents

For the purposes of the statement of cash flows, the Organization considers all highly liquid instruments purchased with an original maturity of three months or less to be cash equivalents.

F) Equipment

Equipment is recorded at cost with depreciation calculated using the straight line method over the estimated useful lives of the assets, which is three years. The Organization's policy is to capitalize equipment with a life greater than one year if the cost exceeds \$1,000.

G) Donor Restrictions

The Organization reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires (that is, when a stipulated time restriction ends or a purpose restriction is accomplished), temporarily restricted net assets are reclassified as unrestricted net assets and reported in the statement of activities as net assets released from restrictions. Donor-restricted contributions whose restrictions are met in the same year as received are reflected as unrestricted contributions in the statement of activities.

The Organization reports gifts of property and equipment (or other long-lived assets) as unrestricted contributions unless 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 contributions. Absent explicit donor stipulations about 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.

H) Functional Allocation of Expenses

The costs of providing the various programs and other supporting services have been summarized on a functional basis in the statement of functional expenses. Expenses that can be specifically identified with a specific program or supporting service are charged directly to the related program or supporting service. Expenses that are associated with more than one program or supporting service are allocated based on time spent in the various functions as estimated by the Organization's management.

I) Donated Services

No amounts are reflected in the financial statements for donated services since no objective basis is available to measure the value of such services. However, a substantial number of volunteers, including the Board of Directors, have donated significant amounts of their time to the Organization.

POSTPARTUM SUPPORT INTERNATIONAL
NOTES TO FINANCIAL STATEMENTS
(Unaudited - See Independent Accountant's Compilation Report)

Note 2 - Summary of Significant Accounting Policies (Continued)

J) Deferred revenue

Deferred revenue primarily represents payments made by medical professionals in advance for professional training to be received at a later date. Training revenues are recognized as the service is performed.

K) Prior Year Figures

The statement of functional expenses includes certain prior-year summarized comparative information. 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 April 30, 2014, from which the summarized information was derived.

Note 3 - Concentration of Market Risk

The Organization received approximately 33% and 21% of its revenue from its annual conference for the fiscal years ending April 30, 2015 and 2014, respectively.

Note 4 - Operating Lease

During the fiscal years ending April 30, 2015 and 2014, the Organization leased office space from an employee on a month to month basis for \$525 per month.

Note 5 - Temporarily Restricted Net Assets

Temporarily restricted net assets are comprised of the following at April 30, 2015 and 2014:

	<u>2015</u>	<u>2014</u>
Home Birth Project	\$ -	\$ 15,000
Scholarship	-	1,675
Board Retreat	-	2,500
Volunteer Scholarship Fund	-	2,000
Barsky Award	-	500
In Honor of Susan A. Hickman	-	500
Teresa Twomey Scholarship	-	280
Jackie's Journey	250	-
Other	-	198
	<u>\$ 250</u>	<u>\$ 22,653</u>