



Creativity Explored

**Consolidated Financial Statements
And Supplementary Information**

June 30, 2018 and 2017

Creativity Explored
Consolidated Statements of Financial Position

	June 30,	
	2018	2017
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 148,091	\$ 231,589
Investments	1,066,989	708,818
Accounts receivable	456,841	276,768
Prepaid expenses and other current assets	33,339	26,643
Inventory	32,826	25,894
Total current assets	1,738,086	1,269,712
Beneficial Interest in Use of Property	504,287	579,961
Property and Equipment, net	62,907	61,265
Deposit	22,744	22,744
Total assets	<u>\$ 2,328,024</u>	<u>\$ 1,933,682</u>
LIABILITIES AND NET ASSETS		
Liabilities		
Accounts payable	\$ 17,100	\$ 13,389
Accrued expenses	67,152	68,419
Total liabilities	84,252	81,808
Commitments (Note 6)		
Net Assets		
Unrestricted	1,300,238	1,146,714
Temporarily restricted	943,534	705,160
Total net assets	2,243,772	1,851,874
Total liabilities and net assets	<u>\$ 2,328,024</u>	<u>\$ 1,933,682</u>

See Notes to Consolidated Financial Statements

Creativity Explored
Consolidated Statement of Activities and Change in Net Assets
Year Ended June 30, 2018

	Unrestricted	Temporarily Restricted	Total
Public Support and Revenue			
Art sales, net	\$ 133,950	\$ -	\$ 133,950
Royalty income, net	19,542	-	19,542
Foundation and corporate grants	89,228	325,000	414,228
Government grants	18,616	73,838	92,454
Government contract	1,528,250	-	1,528,250
Corporate contributions	11,448	-	11,448
Individual contributions	106,065	55,000	161,065
Special events, net	170,161	-	170,161
In-kind contributions	65,270	-	65,270
Miscellaneous income	3,911	-	3,911
Interest and dividend income	9,806	-	9,806
Net assets released from restriction	215,464	(215,464)	-
Total public support and revenue	2,371,711	238,374	2,610,085
Expenses			
Program services	1,780,600	-	1,780,600
Management and general	323,650	-	323,650
Fundraising	113,937	-	113,937
Total expenses	2,218,187	-	2,218,187
Increase in Net Assets	153,524	238,374	391,898
Net Assets, beginning of year	1,146,714	705,160	1,851,874
Net Assets, end of year	\$ 1,300,238	\$ 943,534	\$ 2,243,772

See Notes to Consolidated Financial Statements

Creativity Explored
Consolidated Statement of Activities and Change in Net Assets
Year Ended June 30, 2017

	Unrestricted	Temporarily Restricted	Total
Public Support and Revenue			
Art sales, net	\$ 184,774	\$ -	\$ 184,774
Royalty income, net	25,147	-	25,147
Foundation and corporate grants	34,060	60,000	94,060
Government grants	-	53,400	53,400
Government contract	1,563,303	-	1,563,303
Corporate contributions	15,912	-	15,912
Individual contributions	129,557	25,000	154,557
Special events, net	136,982	-	136,982
In-kind contributions	92,685	-	92,685
Miscellaneous income	9,484	-	9,484
Interest and dividend income	3,658	-	3,658
Net assets released from restriction	133,992	(133,992)	-
Total public support and revenue	2,329,554	4,408	2,333,962
Expenses			
Program services	1,923,100	-	1,923,100
Management and general	298,023	-	298,023
Fundraising	170,890	-	170,890
Total expenses	2,392,013	-	2,392,013
Increase (Decrease) in Net Assets	(62,459)	4,408	(58,051)
Net Assets, beginning of year	1,209,173	700,752	1,909,925
Net Assets, end of year	\$ 1,146,714	\$ 705,160	\$ 1,851,874

See Notes to Consolidated Financial Statements

Creativity Explored
Consolidated Statement of Functional Expenses
Year Ended June 30, 2018

	Creativity Explored Programs	Gallery Programs	Total Program Services	Management and General	Fundraising	Total Support Services	Total
Personnel expense	\$ 1,018,791	\$ 246,539	\$ 1,265,330	\$ 218,921	\$ 83,280	\$ 302,201	\$ 1,567,531
Professional services	1,928	29,470	31,398	47,701	4,424	52,125	83,523
Occupancy	250,659	70,212	320,871	17,907	15,949	33,856	354,727
Equipment	2,427	947	3,374	2,182	2,189	4,371	7,745
Donated services	1,580	28,892	30,472	-	-	-	30,472
Depreciation and amortization	4,552	3,567	8,119	2,087	411	2,498	10,617
General and administrative	24,911	38,970	63,881	34,852	7,684	42,536	106,417
Exhibits and artists	25,895	31,260	57,155	-	-	-	57,155
	<u>\$ 1,330,743</u>	<u>\$ 449,857</u>	<u>\$ 1,780,600</u>	<u>\$ 323,650</u>	<u>\$ 113,937</u>	<u>\$ 437,587</u>	<u>\$ 2,218,187</u>
Percentage of total expenses	<u>60%</u>	<u>20%</u>	<u>80%</u>	<u>15%</u>	<u>5%</u>	<u>20%</u>	<u>100%</u>

See Notes to Consolidated Financial Statements

Creativity Explored
Consolidated Statement of Functional Expenses
Year Ended June 30, 2017

	Creativity Explored Programs	Gallery Programs	Total Program Services	Management and General	Fundraising	Total Support Services	Total
Personnel expense	\$ 1,010,533	\$ 288,046	\$ 1,298,579	\$ 184,969	\$ 130,109	\$ 315,078	\$ 1,613,657
Professional services	21,060	96,188	117,248	66,558	16,242	82,800	200,048
Occupancy	280,595	51,258	331,853	13,114	10,115	23,229	355,082
Equipment	1,563	3,646	5,209	2,303	125	2,428	7,637
Donated services	-	47,856	47,856	5,748	-	5,748	53,604
Depreciation and amortization	4,932	3,687	8,619	2,212	-	2,212	10,831
General and administrative	19,146	39,625	58,771	22,524	14,299	36,823	95,594
Exhibits and artists	20,554	34,411	54,965	595	-	595	55,560
	<u>\$ 1,358,383</u>	<u>\$ 564,717</u>	<u>\$ 1,923,100</u>	<u>\$ 298,023</u>	<u>\$ 170,890</u>	<u>\$ 468,913</u>	<u>\$ 2,392,013</u>
Percentage of total expenses	<u>57%</u>	<u>23%</u>	<u>80%</u>	<u>13%</u>	<u>7%</u>	<u>20%</u>	<u>100%</u>

See Notes to Consolidated Financial Statements

Creativity Explored
Consolidated Statements of Cash Flows

	Years Ended June 30,	
	2018	2017
Cash Flows from Operating Activities		
Change in net assets	\$ 391,898	\$ (58,051)
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation and amortization	10,617	10,831
Change in beneficial interest in use of property	75,674	71,391
Realized and unrealized loss on investments	1,928	833
Changes in operating assets and liabilities:		
Accounts receivable	(180,073)	(58,854)
Prepaid expenses and other current assets	(6,696)	12,073
Inventory	(6,932)	2,038
Accounts payable	3,711	(19,289)
Accrued expenses	(1,267)	23,125
Net cash provided by (used in) operating activities	288,860	(15,903)
Cash Flows from Investing Activities		
Purchase of investments	(970,272)	(516,000)
Proceeds from sale of investments	610,173	562,142
Purchase of property and equipment	(12,259)	(7,942)
Net cash provided by (used in) investing activities	(372,358)	38,200
Net Increase (Decrease) in Cash and Cash Equivalents	(83,498)	22,297
Cash and Cash Equivalents, beginning of year	231,589	209,292
Cash and Cash Equivalents, end of year	\$ 148,091	\$ 231,589

See Notes to Consolidated Financial Statements

Creativity Explored
Consolidating Statement of Activities and Change in Net Assets
Year Ended June 30, 2018

	Creativity Explored	Creativity Explored Licensing	Total
Public Support and Revenue			
Art sales, net	\$ 133,950	\$ -	\$ 133,950
Royalty income, net	-	19,542	19,542
Foundation and corporate grants	414,228	-	414,228
Government grants	92,454	-	92,454
Government contract	1,528,250	-	1,528,250
Corporate contributions	11,448	-	11,448
Individual contributions	161,065	-	161,065
Special events, net	170,161	-	170,161
In-kind contributions	65,270	-	65,270
Miscellaneous income	3,911	-	3,911
Interest and dividend income	9,806	-	9,806
Total public support and revenue	2,590,543	19,542	2,610,085
Expenses			
Program services	1,761,862	18,738	1,780,600
Management and general	323,650	-	323,650
Fundraising	113,937	-	113,937
Total expenses	2,199,449	18,738	2,218,187
Increase in Net Assets	391,094	804	391,898
Net Assets, June 30, 2017	1,925,966	(74,092)	1,851,874
Net Assets, June 30, 2018	\$ 2,317,060	\$ (73,288)	\$ 2,243,772

See Independent Auditors' Report on Supplementary Information

Creativity Explored
Consolidating Statement of Activities and Change in Net Assets
Year Ended June 30, 2017

	Creativity Explored	Creativity Explored Licensing	Total
Public Support and Revenue			
Art sales, net	\$ 184,774	\$ -	\$ 184,774
Royalty income, net	-	25,147	25,147
Foundation and corporate grants	94,060	-	94,060
Government grants	53,400	-	53,400
Government contract	1,563,303	-	1,563,303
Corporate contributions	15,912	-	15,912
Individual contributions	154,557	-	154,557
Special events, net	136,982	-	136,982
In-kind contributions	92,685	-	92,685
Miscellaneous income	9,484	-	9,484
Interest and dividend income	3,658	-	3,658
Total public support and revenue	2,308,815	25,147	2,333,962
Expenses			
Program services	1,862,323	60,777	1,923,100
Management and general	298,023	-	298,023
Fundraising	170,890	-	170,890
Total expenses	2,331,236	60,777	2,392,013
Decrease in Net Assets	(22,421)	(35,630)	(58,051)
Net Assets, June 30, 2016	1,948,387	(38,462)	1,909,925
Net Assets, June 30, 2017	\$ 1,925,966	\$ (74,092)	\$ 1,851,874

See Independent Auditors' Report on Supplementary Information