



Delta Sigma Theta Sorority, Inc.

San Bernardino - Riverside Area Alumnae Chapter

Financial Statements

June 30, 2019 and 2018

DELTA SIGMA THETA SORORITY, INC.

SAN BERNARDINO - RIVERSIDE AREA ALUMNAE CHAPTER

FINANCIAL STATEMENTS

Years Ended June 30, 2019 and 2018

TABLE OF CONTENTS

INDEPENDENT AUDITOR'S REVIEW REPORT	1
FINANCIAL STATEMENTS	
Statement of Assets, Liabilities, and Net Assets	3
Statement of Activities and Change of Net Assets	4
Notes to Financial Statements	5
SUPPLEMENTARY INFORMATION	
Statement of Receipts, Disbursement, and Cash Balance	8
Statement of Other Receipts	9
Statement of Fund Raising Activities	10
Statement of Administrative Expenses	11
Statement of Cost of Fund Raising Activities.....	12
Statement of Other Disbursements	13

DELTA SIGMA THETA SORORITY, INC.

SAN BERNARDINO-RIVERSIDE AREA ALUMNAE CHAPTER

FINANCIAL STATEMENTS

AND

SUPPLEMENTARY INFORMATION

Years Ended June 30, 2019 and 2018

DELTA SIGMA THETA SORORITY, INC.

SAN BERNARDINO-RIVERSIDE AREA ALUMNAE CHAPTER

INDEPENDENT AUDITOR'S REVIEW REPORT

Years Ended June 30, 2019 and 2018

Davis and Associates

5910 Wooster Avenue
Los Angeles, CA 90230

Independent Auditor's Review Report

To the Executive Board of
Delta Sigma Theta Sorority, Inc.
San Bernardino-Riverside Area Alumnae Chapter
San Bernardino-Riverside, California

I have reviewed the accompanying statements of assets, liabilities and net assets -- cash basis of Delta Sigma Theta Sorority, Inc. – San Bernardino-Riverside Area Alumnae Chapter (a not for profit organization) for the years ended June 30, 2019, and 2018, and the related statements of revenues, expenses and changes in net asset -- cash basis for the years then ended. A review includes primarily applying analytical procedures to management's financial data and making inquiries of Sorority management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, I do not express such an opinion.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with United States generally accepted accounting principles and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

My responsibility is to conduct the reviews in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require me to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. I believe that the results of my procedures provide a reasonable basis for my report.

The Delta Sigma Theta Sorority, Inc. – San Bernardino-Riverside Area Alumnae Chapter prepares its financial statements on the basis of cash receipts and disbursements. This basis is a comprehensive basis of accounting other than generally accepted accounting principles. Based on my review, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with the cash basis of accounting.

The additional schedules accompanying the financial statements – cash basis are presented only for supplementary analysis purposes and have been subjected to the inquiry and analytical procedures applied in the review of the above financial statements, and I did not become aware of any material modifications that should be made to such data.

In my opinion, the financial statements present fairly, in all material respects the assets, liabilities and net assets of Delta Sigma Theta Sorority, Inc.- San Bernardino-Riverside Area Alumnae Chapter as of June 30, 2019, and 2018 and its activities and changes in net assets for the years then ended.

A handwritten signature in cursive script that reads "Wanda Davis".

Wanda F. Davis, CPA
License 120376
Expires 3.31.2021
Culver City, CA
September 30, 2019

DELTA SIGMA THETA SORORITY, INC.
SAN BERNARDINO-RIVERSIDE AREA ALUMNAE CHAPTER
FINANCIAL STATEMENTS
AND
SUPPLEMENTARY INFORMATION
Years Ended June 30, 2019 and 2018

DELTA SIGMA THETA SORORITY, INC.
SAN BERNARDINO-RIVERSIDE AREA ALUMNAE CHAPTER

STATEMENT OF ASSETS, LIABILITIES AND NET ASSETS

AND

STATEMENT OF ACTIVITIES AND CHANGE IN NET ASSETS

AND

SUPPLEMENTARY INFORMATION

Years Ended June 30, 2019 and 2018

DELTA SIGMA THETA SORORITY, INC.
SAN BERNARDINO-RIVERSIDE AREA ALUMNAE CHAPTER
STATEMENT OF ASSETS, LIABILITIES AND NET ASSETS
For Years Ended June 30, 2019 and 2018

	2019	2018
ASSETS		
Cash	\$ 26,627	\$ 23,330
TOTAL ASSETS	\$ 26,627	\$ 23,330
 LIABILITIES AND NET ASSETS		
NET ASSETS		
Unrestricted	\$ 26,627	\$ 23,330
TOTAL NET ASSETS	\$ 26,627	\$ 23,330
TOTAL LIABILITIES AND NET ASSETS	\$ 26,627	\$ 23,330

SEE INDEPENDENT REVIEW REPORT AND NOTES

DELTA SIGMA THETA SORORITY, INC.
SAN BERNARDINO-RIVERSIDE AREA ALUMNAE CHAPTER
STATEMENT OF ACTIVITIES AND CHANGE OF NET ASSETS
For Years Ended June 30, 2019 and 2018

	2019	2018
REVENUES		
Membership Revenue	\$ 28,155	\$ 33,690
Program Revenue	22,118	31,801
Fundraising Revenue	30,941	39,143
TOTAL REVENUE	\$ 81,214	\$ 104,634
 EXPENSES		
Grand Chapter		
Dues and late fees	\$ 13,495	\$ 13,305
Corporate fees	100	100
Liability and bonding insurance	435	435
	<u>\$ 14,030</u>	<u>\$ 13,840</u>
Administrative fees	\$ 21,273	\$ 11,578
Fundraising expenses	18,031	24,739
Other expenses	24,583	57,399
	<u>\$ 63,887</u>	<u>\$ 93,716</u>
TOTAL EXPENSES	\$ 77,917	\$ 107,556
 INCREASE (DECREASE) IN NET ASSETS	 \$ 3,297	 \$ (2,922)
 NET ASSETS (beginning of the year)	 \$ 23,330	 \$ 26,252
 NET ASSETS (end of the year)	 \$ 26,627	 \$ 23,330

SEE INDEPENDENT REVIEW REPORT AND NOTES

**DELTA SIGMA THETA SORORITY, INC.
SAN BERNARDINO-RIVERSIDE AREA ALUMNAE CHAPTER
NOTES TO FINANCIAL STATEMENT
FOR YEARS ENDED JUNE 30, 2019 and 2018**

**DELTA SIGMA THETA SORORITY, INC.
SAN BERNARDINO-RIVERSIDE AREA ALUMNAE CHAPTER**

Note 1: Nature of Activities and Significant Accounting Policies

Summary of Significant Accounting Policies

The summary of significant accounting policies for Delta Sigma Theta Sorority, Inc. – San Bernardino-Riverside Area Alumnae (the Chapter) is presented to provide a greater understanding of the Chapter's financial statements.

Nature of Activities

Delta Sigma Theta Sorority, Inc. is a private, not-for-profit organization, 501(c)(7), established to provide assistance and support through community service programs in local communities and throughout the world. Delta Sigma Theta Sorority, Inc. is a sisterhood of more than 200,000 predominantly Black college educated women. Delta Sigma Theta Sorority, Inc. currently has over 900 chapters located in the United States, England, Japan (Tokyo and Okinawa), Germany, the Virgin Islands, Bermuda, the Bahamas, and the Republic of Korea. The sorority community outreach program is based upon the organization's Five Point Programmatic Thrust:

- **Economic Development**
- **Educational Development**
- **International Awareness and Involvement**
- **Physical and Mental Health**
- **Political Awareness and Involvement**

Delta Sigma Theta Sorority, Inc. conducts all of its activities in accordance with the rules and governance of the grand chapter. The Sorority's governance and organizational structure is invested in the Grand Chapter, which convenes for National Convention biennially. Regional Conferences are held in the seven geographic regions of the organization during non-convention years. The Executive Board of Delta Sigma Theta Sorority, Inc. consists of both elected and

DELTA SIGMA THETA SORORITY, INC.
SAN BERNARDINO-RIVERSIDE AREA ALUMNAE CHAPTER

appointed members. The Executive Board establish and implement policies and procedures for the organization. The National Headquarters is located in Washington D.C. and is operated by a staff of paid professional under the direction of the Executive Director.

The San Bernardino-Riverside Area Alumnae Chapter uses its collective strength to promote academic excellence, provide scholarships, and support the under privileged in their community. The Chapter works to educate, stimulate participation, and establish positive public policy.

Note 1 – NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The Chapter prepares its financial statements on the cash basis of accounting. On the cash basis the Chapters only asset is cash and there no liabilities are recognized. All of the transactions are recognized as either a receipt or a disbursement, and noncash transactions are not recorded.

Contributions and other revenue are recognized when received rather than when promised or earned, and certain expenses and asset purchases are recognized when the cash is disbursed rather than when the obligation is incurred.

Cash basis differs from generally accepted accounting principles which includes accounts receivable from donors, members, inventory, fixed assets, accounts payable to vendors, and long-term in the financial statements.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Chapter considers all investment instruments purchased with a maturity of three months or less to be

DELTA SIGMA THETA SORORITY, INC.
SAN BERNARDINO-RIVERSIDE AREA ALUMNAE CHAPTER

a cash equivalent. Certificates of Deposit with original maturities over three months are classified as investments.

The Chapter has three checking account which are the only assets of the Chapter.

Income Taxes

The Chapter is a not-for-profit organization that is exempt (under the Grand Chapter) from income taxes under Section 501(c) (7) of the Internal Revenue Service. The Chapter reports all revenue and expenses to the Grand Chapter, who files a combined group 990 federal income tax return.

DELTA SIGMA THETA SORORITY, INC.

SAN BERNARDINO-RIVERSIDE AREA ALUMNAE CHAPTER

SUPPLEMENTARY INFORMATION

Years Ended June 30, 2019 and 2018

DELTA SIGMA THETA SORORITY, INC.
SAN BERNARDINO-RIVERSIDE AREA ALUMNAE CHAPTER
STATEMENT OF RECEIPTS, DISBURSEMENTS AND CASH BALANCE
For Years Ended June 30, 2019 and 2018

	2019	2018
CASH RECEIPTS		
Dues received and late fee for fiscal year 2019	\$ 2,555	\$ 8,055
Dues received for next fiscal year	25,545	25,565
National DREF	35	30
Legacy Perservation FY 2019	10	20
National Professor Endowment Chair	10	
ISI Initiative FY 2019		20
Other receipts see Schedule 2	22,118	31,801
Fund raising – see Schedule 3	30,941	39,143
	\$ 81,214	\$ 104,634
CASH DISBURSEMENTS		
Liability and bonding insurance remitted to Grand Chapter	\$ 435	\$ 435
Corporate fees remitted to Grand Chapter	100	100
Dues remitted to Grand Chapter and late fee	13,495	13,305
Administrative expenses – see Schedule 4	21,273	11,578
Cost of fund raising activities – see Schedule 5	18,031	24,739
Other Disbursements - see Schedule 6	24,583	57,399
	\$ 77,917	\$ 107,556
TOTAL RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ 3,297	\$ (2,922)
CASH BALANCE		
Cash Balance as of July 1, 2018 and 2017	\$ 23,330	\$ 26,252
Cash Balance as of June 30, 2019 and 2018	\$ 26,627	\$ 23,330
TOTAL CASH BALANCE JUNE 30, 2019 and 2018	\$ 26,627	\$ 23,330

SEE INDEPENDENT REVIEW REPORT AND NOTES

DELTA SIGMA THETA SORORITY, INC.
SAN BERNARDINO-RIVERSIDE AREA ALUMNAE CHAPTER
STATEMENT OF OTHER RECEIPTS
For Years Ended June 30, 2019 and 2018

Schedule 2

OTHER GROSS RECEIPTS	2019	2018
Initiation Fees		\$ 18,450
National Convention Event		69
Reclamation Activities	495	80
State Cluster/Statewide Founders' Day	1,470	6,600
Workshops/Retreats	2,470	1,888
Delta GEMs/Delta Academy	45	
	<u>\$ 4,480</u>	<u>\$ 27,087</u>
OTHER		
Regional /National Promotional Items	785	2,965
Scholarships	\$ 2,553	\$ 1,525
Donations (General, Committee, Collegiate DDNC)	435	113
NPHC	70	70
Returned check fees, bank adj OP	9,587	25
Community Involvement	502	
Economic Development	404	
International Awareness and Involvement	637	
Physical and Mental Health	440	
Social Action Advocacy	20	10
DREF		6
Chapter shirts/jackets	2,205	
	<u>\$ 17,638</u>	<u>\$ 4,714</u>
TOTAL	\$ 22,118	\$ 31,801

SEE INDEPENDENT REVIEW REPORT AND NOTES

DELTA SIGMA THETA SORORITY, INC.
SAN BERNARDINO-RIVERSIDE AREA ALUMNAE CHAPTER
STATEMENT OF FUND RAISING ACTIVITIES
For Years Ended June 30, 2019 and 2018

Schedule 3

FUND RAISING ACTIVITIES	2019	2018
Fashion Show and Luncheon	\$ 5,005	\$ 5,042
Arts and Letters	1,718	429
Dance/Gala	7,355	25,506
Raffles(50/50)	<u> </u>	<u>485</u>
	\$ 14,078	\$ 31,462
OTHER FUND RAISING ACTIVITIES		
Candy/cookbooks	\$ 2,007	
Fish Fry	2,052	
Prayer Breakfast	4,174	5,572
Project 13		148
Clean Comedy Event	6,593	
Day Dance	1,537	
Fundraising Donations	500	
ADWD-Church Donation		400
Viejas Casino		1,181
March of Dimes		200
Community Service	<u> </u>	<u>180</u>
	\$ 16,863	\$ 7,681
TOTAL	\$ 30,941	\$ 39,143

SEE INDEPENDENT REVIEW REPORT AND NOTES

DELTA SIGMA THETA SORORITY, INC.
SAN BERNARDINO-RIVERSIDE AREA ALUMNAE CHAPTER
STATEMENT OF ADMINISTRATIVE EXPENSES
For Years Ended June 30, 2019 and 2018

Schedule 4

ADMINISTRATIVE EXPENSES	2019	2018
Accounting	\$ 1,500	\$ 1,500
Storage	2462	2,058
Office supplies	277	730
Equipment		614
Telephone/website	1,040	1,200
Postage and shipping	190	253
Rent	92	458
Publications, printing and copying	279	309
Travel	3,673	
Professional fees	650	200
Cleaning services		88
Scholarship supplies	117	
Bank service charges	502	352
	<u>\$ 10,782</u>	<u>\$ 7,762</u>
 OTHERS		
Regional / National Promotional Items		\$ 2,655
Community Ads/Partners		651
Heritage and Archives	\$ 109	38
Returned check fees, bank adj OP	9,486	22
Chapter Photos	350	450
Collegiate Support/Regional Gifts & Ads	546	
	<u>\$ 10,491</u>	<u>\$ 3,816</u>
 TOTAL	 \$ 21,273	 \$ 11,578

SEE INDEPENDENT REVIEW REPORT AND NOTES

DELTA SIGMA THETA SORORITY, INC.
SAN BERNARDINO-RIVERSIDE AREA ALUMNAE CHAPTER
STATEMENT OF COST OF FUNDING ACTIVITIES
For Years Ended June 30, 2019 and 2018

Schedule 5

COST OF FUND RAISING ACTIVITIES	2019	2018
Arts & Letters	\$ 1,128	\$ 480
Fashion Show and Luncheon	4,437	4,078
Dance/Gala	3,844	14,906
Raffles	-	163
	<hr/>	<hr/>
	\$ 9,409	\$ 19,627
COST OF OTHER FUND RAISING ACTIVITIES		
Candy/cookbooks	-	
Fish Fry	\$ 611.00	
Prayer breakfast	4358	\$ 4,687
Clean Comedy Event	3065	
Day Dance	588	
Viejas Casino		425
ADWD-Church Donation		
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	\$ 8,622	\$ 5,112
TOTAL	\$ 18,031	\$ 24,739

SEE INDEPENDENT REVIEW REPORT AND NOTES

DELTA SIGMA THETA SORORITY, INC.
SAN BERNARDINO-RIVERSIDE AREA ALUMNAE CHAPTER
STATEMENT OF OTHER DISBURSEMENTS
For Years Ended June 30, 2019 and 2018

Schedule 6

OTHER DISBURSEMENTS	2019	2018
Initiation Fees		\$ 19,331
State Cluster/Statewide Founders' Day	\$ 167	8,197
Delta GEMs/Delta Academy/EMBODI	3,011	6,805
Workshops/Retreats	3,956	1,894
National Conference Fees	1,833	1,729
Hospitality/Hosting	97	1,262
Membership Intake (Internal)		1,190
Regional Conference Fees	871	888
Undergraduate Contribution		875
Membership Transfer	452	175
Membership Committee	1,599	102
Health Fair		47
	<hr/>	<hr/>
	11,986	42,495
 CONTRIBUTIONS		
Scholarships	3,200	10,106
NPHC	385	175
	<hr/>	<hr/>
	3,585	10,281
 OTHER CONTRIBUTIONS		
DREF/ National Initiatives	310	
ADWD Chapter Donation		650
March of Dimes		200
Project 13		148
	<hr/>	<hr/>
	310	998
 DISBURSEMENTS OTHER		
DDNC/DDSAC - Registration		1,778
2nd VP Community Projects	897	379
Social Action Programs	2,089	1,278
Economic Development	792	
Regional /National Promotional Items	845	
Physical and Mental Health	604	
International Awareness & Involvement	900	
Community Involvement	380	
Chapter Shirt/Blazer	2,195	-
Chapter Gifts		150
Legacy Perservation FY 2019		20
ISI Program FY2019		20
	<hr/>	<hr/>
	\$ 8,702	\$ 3,625
 TOTAL	 \$ 24,583	 \$ 57,399

SEE INDEPENDENT REVIEW REPORT AND NOTES