

## **NOTE 1. - DESCRIPTION OF ORGANIZATION**

The following is a description of the organization and a summary of significant accounting policies the above-referenced organization:

**Organization** –Danceflurry Organization, Inc., a not-for-profit corporation, was incorporated as a NYS non-profit and 501 C (3) tax exempt organization in 1992. The organization provides dance events, mostly in the Capital region of NYS.

## **NOTE 2. - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Accrual Basis of Accounting** – The organization maintains its books on the accrual basis of accounting.

**Cash and Cash Equivalents** - Cash and cash equivalents include six checking or savings accounts, 4 at SEFCU and 2 at Adirondack Trust as well as one paypal account. Several “seed money” cash boxes exist as well (with varying amounts of startup cash) for dance events. These are accounted for as “cash on hand.”

**Fixed Assets** - Property and equipment acquisitions are recorded at cost or contributed cost value (for materials only). Depreciation is provided over the estimated useful life of each class of depreciable asset and is computed using the straight-line method.

**Unearned Revenue** – Unearned Revenue consists of fees collected in advance for Dance events which have not yet occurred.

**Revenue** - The organization records grant revenue on the accrual basis (when grant is approved). Contribution revenue is recorded when received. Program revenue is recorded when received during events. At year-end, all program revenue was collected.

**Income Taxes** - The organization is a not-for-profit corporation as described in Section 501(c)(3) of the Internal Revenue Code and is exempt from federal and NYS income taxes on related income. Form 990 (Return of Organization Exempt from Income Tax) is filed on behalf of this organization, and is available on the web site ([www.danceflurry.org](http://www.danceflurry.org)).

## **NOTE 3. – FUNCTIONAL ALLOCATION OF EXPENSE**

See the 990 for detailed allocation of functional expenses. Program Expense (expense other than administrative and promotion) accounts for 75% of total revenue.