

**GREATER MIAMI/MIAMI BEACH POLICE FOUNDATION, INC.**

**FINANCIAL STATEMENTS  
AND SUPPLEMENTARY INFORMATION**

**YEAR ENDED DECEMBER 31, 2019**

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
Greater Miami/Miami Beach Police Foundation, Inc.  
Fort Lauderdale, Florida

### Report on the Financial Statements

We have audited the accompanying financial statements of the Greater Miami/Miami Beach Police Foundation, Inc. (referred to as "the Organization"), which comprise the statement of financial position as of December 31, 2019, and the related statements of activities and change in net assets, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Organization's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, we express no such opinion.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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## **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Greater Miami/Miami Beach Police Foundation, Inc. as of December 31, 2019 and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

Our audit was performed for the purpose of forming an opinion on the financial statements as a whole. The supplementary information included with this audit report is presented for the purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements or to the financial statements themselves, and other additional procedures in accordance with the auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material aspects in relation to the financial statements as a whole.

## ***Gerstle, Rosen & Goldenberg, PA***

Certified Public Accountants  
Hollywood, Florida  
January 4, 2023

**GREATER MIAMI/MIAMI BEACH POLICE FOUNDATION, INC.**

**STATEMENT OF FINANCIAL POSITION  
AS OF DECEMBER 31, 2019**

**ASSETS**

**CURRENT ASSETS**

Cash and Cash Equivalents	\$	<u>227,846</u>
<b>Total Current Assets</b>		<b>227,846</b>

<b>TOTAL ASSETS</b>	<b>\$</b>	<b><u>227,846</u></b>
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**LIABILITIES AND NET ASSETS**

**NET ASSETS**

Without Donor Restrictions		<u>227,846</u>
<b>Total Net Assets</b>		<b>227,846</b>

<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$</b>	<b><u>227,846</u></b>
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**GREATER MIAMI/MIAMI BEACH POLICE FOUNDATION, INC**

**STATEMENT OF ACTIVITIES AND CHANGE IN NET ASSETS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

	<u>Without Donor Restrictions</u>
<b>SUPPORT AND REVENUE</b>	
Donations Received	\$ 275,873
<b>Total Support and Revenue</b>	<u>275,873</u>
 <b>EXPENSES</b>	
Program Services	115,465
Supporting Services:	
Insurance	854
Registration	61
Advertising	1,754
Badges	2,496
Bank Charges	1,852
Genral Expenses	4,638
<b>Total Expenses</b>	<u>127,120</u>
 Change in Net Assets	148,753
Net Assets at Beginning of Year	79,093
 <b>NET ASSETS AT END OF YEAR</b>	 \$ 227,846

**GREATER MIAMI/MIAMI BEACH POLICE FOUNDATION, INC**

**STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED DECEMBER 31, 2019**

	<u>Program Services</u>	<u>Supporting Services</u>	<u>Total Expenses</u>
Grants Paid	\$ 111,793	\$ -	\$ 111,793
Charitable Activities	3,672	-	3,672
Insurance	-	854	854
Filing Fee	-	61	61
Website	-	147	147
Business Cards	-	1,607	1,607
Badges	-	2,496	2,496
Bank Charges	-	1,852	1,852
General Expenses	-	4,638	4,638
<b>TOTAL</b>	<b>115,465</b>	<b>11,655</b>	<b>127,120</b>

GREATER MIAMI/MIAMI BEACH POLICE FOUNDATION, INC.

STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED DECEMBER 31, 2019

**CASH FLOWS FROM OPERATING ACTIVITIES:**

Change in Net Assets	\$	148,753
Adjustments to Reconcile Change in Net Assets to Net Cash Provided (Used) by Operating Activities:		
(Increase) Decrease in Assets:		
Increase (Decrease) in Liabilities:		
<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>		<u>148,753</u>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS		148,753
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD		79,093
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	\$	<u>227,846</u>



# GREATER MIAMI/MIAMI BEACH POLICE FOUNDATION, INC.

## NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2019

### 1. GENERAL INFORMATION

#### Organization

Greater Miami/Miami Beach Police Foundation, Inc. (referred to as “the Organization”) is a non-profit organization under the laws of the state of Florida. The organization was established with the intent to support the welfare of police officers and other first responders in times of distress, need, or fraternity. The organization promotes and engages in community outreach programs to strengthen relationships between the community and law enforcement through community events and scholarship programs. In addition, the organization will support programs for the prevention of animal cruelty and other activities that foster the good and welfare of the community.

### 2. DATE OF MANagements REVIEW/SUBSEQUENT EVENTS

In preparing the financial statements, the Company has evaluated events and transactions for potential recognition or disclosure through January 4, 2023, the date that the financial statements were available to be issued.

### 3. SIGNIFICANT ACCOUNTING POLICIES

#### Basis of Presentation

The accompanying financial statements are presented on the accrual basis of accounting, and in accordance with the Financial Accounting Standards Board (FASB) Accounting Standards Update (ASU) 2016-14, *Presentation of Financial Statements of Not-for-Profit Entities*. As such, net assets are reported within two net asset classifications: without donor restrictions and with donor restrictions. Descriptions of the two net asset categories are as follows:

- **Net Assets Without Donor Restrictions** – Net assets available for use in general operations and not subject to donor restrictions are recorded as “net assets without donor restrictions”. Assets restricted solely through the actions of the Board are referred to as Board designated and are also reported as assets without donor restrictions.
- **Net Assets With Donor Restrictions** – Contributions restricted by donors are reported as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in “net assets with donor restrictions”, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the Statement of Activities and Change in Net Assets as net assets released from donor restrictions. Gifts of long-lived assets and gifts of cash restricted for the acquisition of long-lived assets are recognized as revenue without donor restrictions when the assets are placed in service.

**GREATER MIAMI/MIAMI BEACH POLICE FOUNDATION, INC.**

**NOTES TO FINANCIAL STATEMENTS (Continued)  
DECEMBER 31, 2019**

**3. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Cash and Cash Equivalents

The Organization considers all cash and other highly liquid investments with initial maturities of three months or less to be cash equivalents. Bank deposit accounts are insured by the Federal Deposit Insurance Corporation (FDIC) up to a limit of \$250,000.

Investments

Investments are recorded at their readily determinable fair value. Interest, dividends, realized and unrealized gains and losses are included in investment income, which is presented net of investment expenses paid to external investment advisors, in the Statement of Activities and Change in Net Assets.

Receivables

Grants receivable is recorded at their net realizable value, which approximates fair value. Grants receivable that are expected to be collected in future years are recorded at fair value, measured as the present value of their future cash flows. The discounts on these amounts are computed using risk-adjusted interest rates applicable to the years in which the promises are received. Amortization of the discounts is included in foundation grant revenue.

Other receivables are recorded at their net realizable value, which approximates fair value.

As of December 31, 2019 there were no outstanding accounts receivables due to the Organization.

Contributions and Grants

Contributions and grants are recognized in the appropriate category of net assets in the period received. The Organization performs an analysis of the individual contribution and grant to determine if the revenue streams follow the contribution rules or if they should be recorded as an exchange transaction depending upon whether the transactions are deemed reciprocal or nonreciprocal under ASU 2018-08, Not-for-Profit Entities (Topic 958): Clarifying the Scope and Accounting Guidance for Contributions Received and Contributions Made.

Contributions and grants qualifying under the contribution rules, revenue is recognized upon notification of the award and satisfaction of all conditions, if applicable. Conditional promises to give are not recognized until the conditions on which they depend are substantially met.

Contributions and grants that are unconditional and have donor restrictions are recognized as "without donor restrictions" only to the extent of actual expenses incurred in compliance with the donor-imposed restrictions and satisfaction of time restrictions; such funds in excess of expenses incurred are shown as net assets with donor restrictions in the accompanying financial statements. The Organization did not have any unrecognized conditional awards at December 31, 2019.

**GREATER MIAMI/MIAMI BEACH POLICE FOUNDATION, INC.**

**NOTES TO FINANCIAL STATEMENTS (Continued)  
DECEMBER 31, 2019**

**3. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Income Taxes

The Organization is exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for income taxes has been made in the accompanying financial statements. Greater Miami/Miami Beach Police Foundation, Inc. is not a private foundation.

Uncertain Tax Positions

For the year ended December 31, 2019, the Organization has documented its consideration of FASB ASC 740-10, Income Taxes, that provides guidance for reporting uncertainty in income taxes and has determined that no material uncertain tax positions qualify for either recognition or disclosure in the financial statements.

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the Statement of Activities and Change in Net Assets. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Expenses directly attributed to a specific functional area of the Organizations are reported as direct expenses to the programmatic area and those expenses that benefit more than one function are allocated on a basis of estimated time and effort or other reasonable basis.