

MATT TALBOT RETREAT MOVEMENT, INC.  
FINANCIAL STATEMENT  
AUGUST 31, 2017

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To the Board of Trustees of the  
Matt Talbot Retreat Movement, Inc.

I have compiled the accompanying statement of assets, liabilities, and fund balance – income tax basis of the Matt Talbot Retreat Movement, Inc. (a non-profit corporation) as of August 31, 2017 and the related statements of revenues, expenses and fund balance – income tax basis for the fiscal year then ended, in accordance with standards established by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. I have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.



September 26, 2017

MATT TALBOT RETREAT MOVEMENT, INC.  
STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCE  
INCOME TAX BASIS  
AUGUST 31, 2017

ASSETS

Current Assets

|                                 |                     |
|---------------------------------|---------------------|
| Cash in Banks (Note 1)          | \$34,476            |
| Inventory – Literature (Note 1) | 9,262               |
| Inventory – Medallion (Note 1)  | 4,159               |
| Prepaid Brunch Expense          | 370                 |
| Prepaid Insurance Expense       | <u>555</u>          |
| <br>Total Assets                | <br><u>\$48,822</u> |

LIABILITIES AND FUND BALANCE

Current Liabilities

|  |                     |
|--|---------------------|
| Prepaid Brunch Income                  | \$ 5,760            |
| Accounts Payable                       | 2,386               |
| Accrued Professional Fees (Note 1)     | <u>750</u>          |
| <br>Total Liabilities                  | <br>8,896           |
| <br>Fund Balance                       | <br><u>39,926</u>   |
| <br>Total Liabilities and Fund Balance | <br><u>\$48,822</u> |

SEE ACCOMPANYING NOTES AND ACCOUNTANT'S REPORT

MATT TALBOT RETREAT MOVEMENT, INC.  
STATEMENT OF REVENUES, EXPENSES, AND FUND BALANCE  
INCOME TAX BASIS  
FOR THE FISCAL YEAR ENDED AUGUST 31, 2017

|                                       |                  |                 |
|---------------------------------------|------------------|-----------------|
| <u>Revenues</u>                       |                  |                 |
| Contributions                         |                  | \$ 9,683        |
| Medallions                            |                  | 13,646          |
| Brunch                                |                  | 10,040          |
| Literature                            |                  | 5,750           |
| Interest                              |                  | <u>19</u>       |
| Total Gross Revenue                   |                  | 39,138          |
| Less: Cost of Goods Sold              |                  |                 |
| Beginning Inventory                   | \$ 14,957        |                 |
| Cost of Medallions                    | 9,136            |                 |
| Cost of Literature                    | 9,541            |                 |
| Ending Inventory                      | <u>( 13,421)</u> | <u>20,213</u>   |
|                                       |                  | 18,925          |
| Net Revenues                          |                  |                 |
| <u>Expenses</u>                       |                  |                 |
| Brunch                                | 11,186           |                 |
| Meetings and Dinners                  | 4,418            |                 |
| Insurance                             | 1,760            |                 |
| Credit Card Fees                      | 1,794            |                 |
| Professional Fees                     | 750              |                 |
| Postage, Telephone & Supplies         | 298              |                 |
| Post Box Rental                       | 74               |                 |
| Annual Report Fees                    | <u>28</u>        | <u>20,308</u>   |
| Excess Expenses over Revenue          |                  | ( 1,383)        |
| Fund Balance – August 31, 2016        |                  | <u>41,309</u>   |
| Ending Fund Balance – August 31, 2017 |                  | <u>\$39,926</u> |

SEE ACCOMPANYING NOTES AND ACCOUNTANT'S REPORT

MATT TALBOT RETREAT MOVEMENT, INC.  
NOTES TO FINANCIAL STATEMENTS  
AUGUST 31, 2017

NOTE 1 SIGNIFICANT ACCOUNTING POLICIES

- A. Matt Talbot Retreat Movement, Inc. (the Corporation) was founded in 1943 and incorporated in the State of New Jersey on September 8, 1948 “to promote amongst alcoholics the Layman’s Retreat Movement, to assist said alcoholics in their spiritual rehabilitation, to aid and encourage the formation of groups for the same purpose in this State and in other States under the name The Matt Talbot Retreat Group, to promote the fame and good works of our patron Matt Talbot and in every manner permissible to further his beatification and eventual canonization in the Holy Roman Catholic Church and to provide financial assistance to worthy alcoholics for the purpose of defraying incidental expenses in connection with making a retreat.”

The Corporation was granted exemption from Federal Income Tax under section 501(c)(3) of the Internal Revenue Code in June 1957. Donations to the Corporation are exempt from Federal Income Tax under Section 170 of the Internal Revenue Code.

In addition, the Corporation is exempt from New Jersey Income Tax and from New Jersey Sales Tax.

- B. The Corporation prepares its financial statements on the accrual basis of accounting in accordance with the method used to file its Federal income tax return, which is another comprehensive basis of accounting. To ensure observance of limitations and restrictions placed on the use of resources, the accounts of the Corporation are maintained in accordance with the principles of fund accounting. Resources for various uses are classified for accounting and reporting purposes into funds established according to their nature and purpose. At the present time, there are no designated funds other than the General Fund.

- C. Cash on hand and in bank accounts consists of the following:

|                                       |                 |
|---------------------------------------|-----------------|
| Cash in checking account with TD Bank | \$14,580        |
| Cash in TD Bank Money Market          | <u>19,896</u>   |
|                                       | <u>\$34,476</u> |

- D. Inventory consists of medallions and literature held for resale to member groups. The medallion and literature inventory is valued on a first in first out cost basis.

MATT TALBOT RETREAT MOVEMENT, INC.  
NOTES TO FINANCIAL STATEMENTS  
AUGUST 31, 2017

CONTINUED

E. Accrued professional fees consist of accounting fees for compiling the annual financial report, preparation of the Short Form Return of Organizations Exempt from Income Tax (Form 990-EZ) or E-Postcard (Form 990-N) and the yearly recording of all financial transactions in the Corporation's general ledger for the year ended August 31, 2017, and various administrative and operational expenses incurred but unpaid through August 31, 2017.

F. Use of Estimates

The preparation of financial statements in conformity with an income tax basis of accounting requires management to make estimates and assumption that affect certain reported amount and disclosures. Accordingly, actual results could differ from those estimates.