

**MICRO GRANTS
(A Nonprofit Corporation)**

COMPILED FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2010

OBERMEIER & ASSOCIATES, P.A.

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

To the Board of Directors
Micro Grants
Minneapolis, Minnesota

We have compiled the accompanying statement of financial position of Micro Grants (a nonprofit corporation) as of December 31, 2010, and the related statements of activities, functional expenses and cash flows for the year then ended. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

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

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Organization's financial position, changes in net assets, and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

Obermeier & Associates, P.A.

Certified Public Accountants

February 8, 2011

MICRO GRANTS
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2010

ASSETS

CURRENT ASSETS

Cash and cash equivalents and total current assets \$ 305,881

EQUIPMENT AT COST, less accumulated
depreciation of \$4,149

4,091
309,972

LIABILITY AND NET ASSETS

CURRENT LIABILITY

Accounts payable and total current liability \$ 4,166

NET ASSETS

Unrestricted 262,082
Temporarily restricted 43,724
305,806
\$ 309,972

See Accountants' compilation report

**MICRO GRANTS
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2010**

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
SUPPORT AND REVENUES			
Individual contributions	\$ 224,273		\$ 224,273
Special projects and grants	240,974	\$ 43,060	284,034
Interest	513	-	513
Support and revenues	<u>465,760</u>	<u>43,060</u>	<u>508,820</u>
Net assets released	22,336	(22,336)	-
Total support and revenues	<u>488,096</u>	<u>20,724</u>	<u>508,820</u>
 EXPENSES			
Program services	411,634		411,634
Support services:			
Management and general	26,162		26,162
Fundraising	15,760		15,760
Total expenses	<u>453,556</u>	<u>-</u>	<u>453,556</u>
 CHANGE IN NET ASSETS	 34,540	 20,724	 55,264
 NET ASSETS			
Beginning of year	<u>227,542</u>	<u>23,000</u>	<u>250,542</u>
End of year	<u>\$ 262,082</u>	<u>\$ 43,724</u>	<u>\$ 305,806</u>

See Accountants' compilation report

**MICRO GRANTS
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2010**

	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
Grants awarded	\$ 369,665			\$ 369,665
Program expenses	33,778			33,778
Telephone	796	\$ 398	\$ 397	1,591
Development	-	-	3,177	3,177
Depreciation	1,318	165	165	1,648
Contract services	3,135	25,075	3,135	31,345
Postage	872	174	698	1,744
Travel/meetings	-	-	7,105	7,105
Office expense	1,222	244	977	2,443
Professional fees	848	106	106	1,060
	<u>\$ 411,634</u>	<u>\$ 26,162</u>	<u>\$ 15,760</u>	<u>\$ 453,556</u>

See Accountants' compilation report

**MICRO GRANTS
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2010**

CASH FLOWS FROM OPERATING ACTIVITIES	
Change in net assets	\$ 55,264
Adjustments to reconcile change in net assets to net cash provided by operating activities;	
Depreciation	1,648
Increase in accounts payable	<u>3,668</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES AND NET INCREASE IN CASH AND CASH EQUIVALENTS	60,580
BEGINNING CASH AND CASH EQUIVALENTS	<u>245,301</u>
ENDING CASH AND CASH EQUIVALENTS	<u><u>\$ 305,881</u></u>

See Accountants' compilation report