

Flint Institute of Music
Schedule of Revenues and Expenses of Millage Funds
May 31, 2020



Table of Contents

	<u>Page</u>
Independent Auditors' Report	1
Schedule of Revenues and Expenses of Millage Funds	3
Notes to the Schedule of Revenues and Expenses of Millage Funds	4



800.968.0010 | yeoandyeo.com

Independent Auditors' Report

Management and the Board of Directors
Flint Institute of Music
Flint, Michigan

We have audited the accompanying schedule of Revenues and Expenses of Millage Funds of Flint Institute of Music for the year ended May 31, 2020, and related notes.

Management's Responsibility for the Financial Information

Management is responsible for the preparation and fair presentation of this schedule 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 the schedule that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the schedule based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the schedule is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the schedule. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the schedule, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the schedule 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 entity'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 schedule.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the schedule of Schedule of Revenues and Expenses of Millage Funds and related notes referred to above presents fairly, in all material respects, the revenues and expenses of millage funds of Flint Institute of Music for the year ended May 31, 2020, in accordance with accounting principles generally accepted in the United States of America.

Yeo & Yeo, P.C.

Flint, Michigan
March 18, 2021

Flint Institute of Music
Schedule of Revenues and Expenses of Millage Funds
For the Year Ended May 31, 2020

Revenues	
Property taxes	\$ 1,844,902
Expenses	
Salaries and wages	\$ 1,265,631
Advertising and promotion	240,637
Education program/production costs	338,634
Total	<u>\$ 1,844,902</u>

See Accompanying Notes to the Schedule of Revenues and Expenses of Millage Funds

Flint Institute of Music
Notes to the Schedule of Revenues and Expenses of Millage Funds
May 31, 2020

Note 1 – Nature of Activities and Significant Accounting Policies

Nature of Activities

Flint Institute of Music (the “Organization”) is a Michigan non-profit organization, based in Flint, Michigan. The Organization was established to foster, promote, and increase the knowledge and appreciation of the public in music, dance, and artistic performing arts, exclusively by educational activities, and to organize and present, primarily but not exclusively in the greater Flint area, performances of music, dance, and theater that are deemed to be suitable at the time and place for such exclusive educational purposes.

Basis of Accounting

The accompanying consolidated financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Income Tax Status

The Organization is qualified as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code, and is classified as an organization other than a private foundation, as described in Section 509(a). The Organization files information returns in the U.S. Federal and Michigan jurisdiction.

Subsequent Events

Management has evaluated subsequent events through March 18, 2021, which is the date the financial statements were available to be issued.

Note 2 – Genesee County Property Tax Millage

In November of 2018, the voters of Genesee County collectively passed a special millage of .96 mills to fund the operations of The Organization, as well as several other third party named entities. Pursuant to the agreement between the Flint Cultural Center Foundation and Genesee County, the Foundation is to disburse

monies levied and collected by the County to the Organization and the other named entities. The millage is effective for ten years.

The revenue disbursed from the Foundation to the Organization is recognized as revenue without donor restrictions in the year of levy and collection, which is substantially complete at year end. Total millage disbursements from the Foundation to the Organization were \$1,844,902 for the year ending May 31, 2020.