

Association for Play Therapy, Inc.

Financial Statements

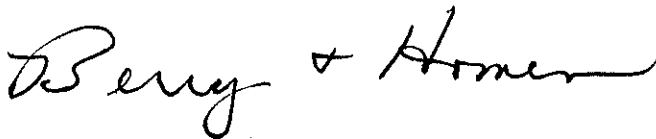
March 31, 2020 and 2019

June 5, 2020

To the Board of Directors
Association for Play Therapy, Inc.
Fresno, California

Management is responsible for the accompanying financial statements of the Association for Play Therapy, Inc. (a nonprofit corporation), which comprise the statements of assets, liabilities, and equity - tax-basis as of March 31, 2020 and 2019, and the related statements of revenue, expenses, and retained earnings - tax-basis for the years then ended in accordance with the tax-basis of accounting, and for determining that the tax-basis of accounting is an acceptable financial reporting framework. We have performed compilation engagements in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion or conclusion, nor provide any form of assurance on these financial statements.

The financial statements are prepared in accordance with the tax-basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America.



BERRY & HOMEN
Accountancy Corporation

Association for Play Therapy, Inc.
 Fresno, California
 Statement of Assets, Liabilities and Equity - Tax-Basis
 March 31, 2020 and 2019

	2020	2019
ASSETS		
<u>Current Assets:</u>		
Cash and Cash Equivalents	\$ 1,370,451	\$ 1,179,802
Marketable Securities - at Market	1,623,590	1,656,197
Inventory - Cost	11,142	12,933
Prepaid Expenses	1,460	1,360
Total Current Assets	3,006,643	2,850,292
<u>Property, Plant and Equipment:</u>		
Equipment	61,123	53,863
Less: Accumulated Depreciation	(34,844)	(32,651)
Total Property, Plant and Equipment	26,279	21,212
Total Assets	\$ 3,032,922	\$ 2,871,504
LIABILITIES AND EQUITY		
<u>Current Liabilities:</u>		
Payroll Taxes Payable	378	351
Total Current Liabilities	378	351
<u>Equity:</u>		
Retained Earnings	3,032,544	2,871,153
Total Liabilities and Equity	\$ 3,032,922	\$ 2,871,504

See Accountants' Report and Notes to Financial Statements

Association for Play Therapy, Inc.
Fresno, California
Statement of Revenues, Expenses, and Retained Earnings - Tax-Basis
For the Years Ended March 31, 2020 and 2019

	2020	2019
<u>Revenues:</u>		
Dues - net	\$ 574,703	\$ 529,388
Conference - net	245,053	153,524
Rpts Apps	474,742	375,547
CE Provider Apps	155,730	91,824
Investment Income	110,053	143,001
Sundry Income	68,846	74,302
Total Revenues	<u>1,629,127</u>	<u>1,367,586</u>
<u>General Expenses</u>		
Accounting and Legal	44,256	21,760
Advertising	57,292	45,677
Bank Charges	70,341	61,754
Board Expenses	46,517	38,716
Depreciation	6,993	6,040
Employee Benefits	87,283	85,134
Equipment Rent	12,611	11,220
Insurance	24,638	19,517
Journal Expenses	48,569	41,957
Miscellaneous	48,813	55,369
Office Expense	4,675	4,634
Postage and Printing	14,823	18,244
Newsletter	79,298	57,295
Rent	40,571	39,774
Taxes	51,489	42,491
Salaries and Wages	600,288	502,369
Total General Expenses	<u>1,238,457</u>	<u>1,051,951</u>
Total Income (Loss) from Operations	390,670	315,635
<u>Other Income and Expenses</u>		
Unrealized Gain (Loss) on Securities	<u>(229,280)</u>	<u>(93,541)</u>
Total Other Income and Expenses	<u>(229,280)</u>	<u>(93,541)</u>
Total Income (Loss)	161,390	222,094
Retained Earnings, Beginning	<u>2,871,154</u>	<u>2,649,059</u>
Retained Earnings, Ending	<u>\$ 3,032,544</u>	<u>\$ 2,871,153</u>

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Association for Play Therapy, Inc.
Fresno, California
Notes to Financial Statements

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Business. Association for Play Therapy, Inc. is made up of professional members who use and promote play therapy in their practices. Play therapy, as described by the Association is the systematic use of a theoretical model to establish an interpersonal process wherein trained play therapists use the therapeutic powers of play to help clients prevent or resolve psychosocial difficulties and achieve optimal growth and development.

Method of Accounting. The Association's policy is to prepare its financial statements on the income tax basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles. Accordingly, revenue is recorded when received rather than when earned and expenses are recorded when paid rather than when the obligation is incurred.

Inventories. Inventories consist of books and products. Inventory is stated at the lower of cost or market, with cost determined using the last-in, first-out method.

Property, Plant and Equipment. Expenditures for fixed assets are included in the accounts at cost. Depreciation is computed using the straight-line and declining balance methods over the estimated useful life of the assets.

Income Taxes. The Association is exempt from income taxes under section 501(c)(6) of the Internal Revenue Code and California Franchise Tax Regulation Section 23701(e). Thus, no provision for taxes is included in these statements.

Investment in Securities. Investments in marketable equity securities are reflected at readily determinable fair values in the statements of assets, liabilities and net assets. Unrealized gains and losses are included in the change in net assets in the accompanying statements of revenue, expenses and retained earnings.

CONCENTRATIONS OF CREDIT RISK

The Association maintains cash balances in several accounts with financial institutions located in Fresno, California. The Federal Deposit Insurance Corporation (FDIC) insures total cash balances up to \$250,000 per bank. At March 31, 2020, the organization had accounts with combined balances of \$0 that were not FDIC insured.

**Association for Play Therapy, Inc
Fresno, California
Notes to Financial Statements**

INVESTMENT IN SECURITIES

Investment in securities as of March 31, 2020 and 2019, are summarized as follows:

	Cost	Unrealized Gain/(Loss)	Fair Value
Mutual Funds 2019	\$1,588,597	\$ 67,600	\$1,656,197
Mutual Funds 2020	\$1,785,255	\$(161,665)	\$1,623,590

The fair values of the investment securities are obtained from various quotation services.

There is an unrealized gain(loss) of value of \$(229,280) and \$(93,541) that is reported on the statement of revenue, expenses and retained earnings - tax-basis.

LEASES

The Association entered into a new operating lease on November 21, 2018 for a Copier, which terminates in October 2023.

Future minimum lease payments on the copier are as follows:

Year Ending March 31,	
2021	\$6,116
2022	6,116
2023	6,116
2024	4,077

On December 1, 2015 the Association entered into a new six year office lease.

Rent expense for the years ended March 31, 2020 and 2019, was \$40,571 and \$39,774, respectively.

Future minimum rent payments for the office are as follows:

Year Ending March 31,	
2021	\$41,312