

SIMPLE TRUTH FOUNDATION, INC.

FINANCIAL STATEMENTS

TABLE OF CONTENTS

AS OF DECEMBER 31, 2015

	Page #
Independent Auditor's Report	1
Statement of Financial Position	2
Statement of Receipts, Disbursements, and Fund Balance	3
Statement of Cash Flows	4
Notes to the Financial Statements	5

JAMES GATELY, CPA

6931 Tallow Tree Road
Sanford, Florida 32771

gately.jp@gmail.com
407-409-3779

INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees and Management
Simple Truth Foundation, Inc.
PO Box 618343
Orlando, Florida 32861

We have audited the accompanying financial statements of Simple Truth Foundation, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2015., and the related statements of activities 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. 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 entity'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 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 financial statements.

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 financial statements referred to above present fairly, in all material respects, the financial position of Steinway Society of Central Florida, Inc. as of December 21, 2013, 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.

James Gately, CPA
Sanford, Florida
September 19, 2016

SIMPLE TRUTH FOUNDATION, INC.
STATEMENT OF FINANCIAL POSITION
As of December 31, 2015

ASSETS

<u>CURRENT ASSETS</u>	<u>12/31/2015</u>
Cash	\$ 124,419
Grant Receivable	<u>-</u>
Total Current Assets	<u>124,419</u>
 <u>OTHER ASSETS</u>	
None	<u>-</u>
Total Other Assets	<u>-</u>
TOTAL ASSETS	<u><u>\$ 124,419</u></u>

LIABILITIES AND FUND BALANCE

<u>FUND BALANCE</u>	
Total Fund Balance, Unrestricted	<u>\$ 20,760</u>
TOTAL LIABILITIES AND FUND BALANCE	<u><u>\$ 20,760</u></u>

SIMPLE TRUTH FOUNDATION, INC.
STATEMENT OF ACTIVITES
For the Twelve Months Ended December 31, 2015

	12 MONTHS ENDING <u>12/31/2015</u>
<u>RECEIPTS:</u>	
Direct public support	\$ 136,271
Events	<u>13,502</u>
Total Receipts	<u>149,773</u>
 <u>FUND PURPOSE DISBURSEMENTS:</u>	
Advertising and promotion	134,202
Office expense	26,306
Occupancy	36,249
Conferences and meetings	2,529
Insurance	1,241
Commissions	653
Equipment	1,113
Payroll	65,543
Taxes and Licenses	<u>9,989</u>
Total Fund Purpose Disbursements	<u>277,825</u>
 <u>TOTAL ALL DISBURSEMENTS</u>	 <u>277,825</u>
 <u>TOTAL RECEIPTS LESS TOTAL DISBURSEMENTS</u>	 (128,052)
 <u>BEGINNING FUND BALANCE, UNRESTRICTED</u>	 <u>148,812</u>
 <u>ENDING FUND BALANCE, UNRESTRICTED</u>	 <u>\$ 20,760</u>

The accompanying notes are an integral part of these financial statements.

SIMPLE TRUTH FOUNDATION, INC.
STATEMENT OF CASH FLOWS
For the Twelve Months Ending December 31, 2015

	12 MONTHS ENDING 12/31/2015
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>	
Total Receipts Less Total Disbursements	\$ (128,052)
Net cash provided from or (used) in operating activities	<u>(128,052)</u>
<u>CASH RECONCILIATION</u>	
Net increase (decrease) in cash	(128,052)
Cash - beginning balance	<u>148,812</u>
<u>CASH BALANCE - END OF PERIOD</u>	<u>\$ 20,760</u>

The accompanying notes are an integral part of these financial statements.
Page 4

1. Summary of significant accounting policies:

Nature of Business:

Simple Truth Foundation, Inc. (the Company), incorporated and headquartered in the State of Florida and received its not-for-profit status in August 2012. The company operates as a not-for-profit organization which is tax exempt Company under section 501(c)(3) of the Internal Revenue Code. The Company was incorporated and granted not-for-profit status for the fund's purpose of supporting food banks, community food sharing programs, food and nutritional improvement, and education..

The primary operations involve the receipt of donations generally through the form of newspaper fees received. There is an arrangement with the Orland Sentinel newspaper whereby it is a vehicle for fund raising from the public. The Company also holds events where funds are received. The Company's website, SIMPLETRUTHFOUNDATION.ORG is extensive and covers the operations, has a donation section, and provides a financial history as well as the IRS letter granting not-for-profit status.

The Company has adopted its fiscal year end to be December 31.

Basis of Accounting:

These financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America ("US GAAP") using Fund Accounting. The Company has funded its activities to date almost exclusively by direct and indirect donations, grants, and in-kind contributions.

Cash and Cash Equivalents:

The Company considers cash on hand and amounts on deposit with financial institutions which have original maturities of three months or less to be cash and cash equivalents.

Income Taxes:

The Company is exempt from income tax under its not-for-profit status under 501(c)(3) of the Internal Revenue Tax Code. If the Company receives revenues that are ancillary to its exempt status fund purposes, then the Company may be responsible for income tax for these revenues that are derived from nonexempt operation.

Concentrations of Credit Risk:

Financial instruments which potentially expose The Company to concentrations of credit risk consist principally of operating demand deposit accounts. The Company's policy is to place its operating demand deposit accounts with high credit quality financial institutions. At this time The Company has no deposits that are at risk.

2. Related Party Transactions:

There are no related party transactions.

3. Accounts Receivable and Customer Deposits:

Accounts receivable and Customer deposits do not exist at this time and therefore have no allowances accounted for or disclosures made.

4. Use of Estimates:

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates. Significant estimates include amounts for impairment of intangible assets, share based compensation, asset retirement obligations, inventory obsolescence, accrued liabilities and accounts receivable exposures.

5. Revenue Recognition:

The Company recognizes revenue when it is realized or realizable and collection is reasonably assured. Donations of property are accounted for as the estimated fair value of the property at time of donation.

6. Fund Balance:

The Company's fund balance is a positive balance with no restrictions of manner use.

7. Subsequent Events:

None known as of the date of the auditor's report.