

COLON CANCER COALITION, INC.
(A MINNESOTA NOT-FOR-PROFIT ORGANIZATION)

FINANCIAL STATEMENTS

DECEMBER 31, 2015

C O N T E N T S

	Page
INDEPENDENT AUDITOR'S REPORT	1
FINANCIAL STATEMENTS	
Statements of financial position	2
Statements of activities	3
Statements of functional expenses	4
Statements of cash flows	6
Notes to financial statements	7

INDEPENDENT AUDITOR'S REPORT

To The Board of Directors
Colon Cancer Coalition, Inc.
Edina, Minnesota

We have audited the accompanying financial statements of Colon Cancer Coalition, Inc. (a Minnesota Not-For-Profit Organization), which comprise the statements of financial position as of December 31, 2015 and 2014 and the related statements of activities, functional expenses, and cash flows for the years 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 audits. We conducted our audits 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 of 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 Colon Cancer Coalition, Inc. as of December 31, 2015 and 2014, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Boyum + Barescheer PLLP

Boyum & Barescheer PLLP
Minneapolis, Minnesota
June 13, 2016

COLON CANCER COALITION, INC.
(A MINNESOTA NOT-FOR-PROFIT ORGANIZATION)

STATEMENTS OF FINANCIAL POSITION

DECEMBER 31,	2015	2014
ASSETS		
Cash and cash equivalents	\$ 1,332,004	\$ 1,229,292
Accounts receivable	16,456	10,000
Prepaid expenses	86,172	37,920
<i>Total assets</i>	\$ 1,434,632	\$ 1,277,212
LIABILITIES AND NET ASSETS		
LIABILITIES		
Grants and awards payable	\$ 1,237,929	\$ 1,125,806
Accounts payable	10,054	-
Deferred revenues	66,251	40,847
<i>Total liabilities</i>	1,314,234	1,166,653
UNRESTRICTED NET ASSETS	120,398	110,559
<i>Total liabilities and net assets</i>	\$ 1,434,632	\$ 1,277,212

The Notes to Financial Statements are an integral part of these statements.

COLON CANCER COALITION, INC.
(A MINNESOTA NOT-FOR-PROFIT ORGANIZATION)

STATEMENTS OF ACTIVITIES

YEARS ENDED DECEMBER 31,	2015	2014
UNRESTRICTED		
REVENUES, SUPPORT AND OTHER INCOME		
Race registration fees	\$ 736,826	\$ 731,945
Race sponsorships	504,920	408,832
Race fundraising	915,494	894,911
Direct benefit to donor costs	(446,586)	(429,504)
Grants	21,063	15,000
Contributions	69,159	60,378
Interest and dividend income	703	905
Non-cash contributions	114,027	103,399
Other income	-	15
	<hr/>	<hr/>
<i>Total revenues, support and other income</i>	1,915,606	1,785,881
EXPENSES		
Program services	1,080,263	1,028,092
Management and general	124,199	127,087
Fundraising, including race-related expenses	701,305	620,463
	<hr/>	<hr/>
<i>Total expenses</i>	1,905,767	1,775,642
<i>Increase in net assets</i>	9,839	10,239
Net assets, beginning of year	110,559	100,320
	<hr/>	<hr/>
<i>Net assets, end of year</i>	\$ 120,398	\$ 110,559

The Notes to Financial Statements are an integral part of these statements.

COLON CANCER COALITION, INC.
(A MINNESOTA NOT-FOR-PROFIT ORGANIZATION)

STATEMENTS OF FUNCTIONAL EXPENSES

YEAR ENDED DECEMBER 31, 2015

	Supporting Services				Total
	Program	General and		Fundraising	
		Administrative	Race-related	Other	
Salaries and wages	\$ 132,377	\$ 61,461	\$ 269,481	\$ 9,455	\$ 472,774
Payroll taxes	12,380	5,748	25,201	884	44,213
Insurance	2,344	1,088	13,371	168	16,971
Grants and awards	820,494	-	-	-	820,494
Event expenses	5,956	225	542,809	-	548,990
Advertising	47,816	1,946	72,258	-	122,020
Licenses and permits	-	2,875	-	5,280	8,155
Rent	5,810	2,698	11,828	414	20,750
Occupancy	755	350	1,537	54	2,696
Telephone	1,392	646	2,833	99	4,970
Supplies	5	5,138	43	-	5,186
Office supplies	-	13	-	-	13
Postage	-	454	-	-	454
Printing	-	1,728	-	-	1,728
Dues and subscriptions	-	1,368	-	-	1,368
Bank fees	1,329	618	123,143	94	125,184
Meetings	-	1,042	-	-	1,042
Travel	22,859	-	25,807	-	48,666
Meals and entertainment	1,313	512	567	-	2,392
Professional fees	11,790	24,255	-	-	36,045
Computer expenses	386	4,271	753	-	5,410
Contract services	11,922	5,818	32,043	9,368	59,151
Miscellaneous	1,335	1,945	401	-	3,681
Total expenses	1,080,263	124,199	1,122,075	25,816	2,352,353
Less direct benefit to donor costs	-	-	(446,586)	-	(446,586)
Net expenses	\$ 1,080,263	\$ 124,199	\$ 675,489	\$ 25,816	\$ 1,905,767

The Notes to Financial Statements are an integral part of these statements.

COLON CANCER COALITION, INC.
(A MINNESOTA NOT-FOR-PROFIT ORGANIZATION)

STATEMENTS OF FUNCTIONAL EXPENSES

YEAR ENDED DECEMBER 31, 2014

	Supporting Services				Total
	Program	General and		Fundraising	
		Administrative	Race-related	Other	
Salaries and wages	\$ 117,763	\$ 71,205	\$ 216,355	\$ 87,638	\$ 492,961
Payroll taxes	9,132	5,522	16,779	6,796	38,229
Insurance	(3,448)	(2,084)	5,158	(2,566)	(2,940)
Grant payments	790,359	-	-	-	790,359
Event expenses	3,574	-	504,854	-	508,428
Advertising	75,085	1,429	33,802	25,429	135,745
Licenses and permits	75	25	-	-	100
Rent	4,216	2,549	7,747	3,138	17,650
Occupancy	438	265	805	326	1,834
Telephone	1,089	659	2,001	810	4,559
Supplies	2,347	1,320	-	-	3,667
Office supplies	-	185	-	-	185
Postage	-	396	-	49	445
Printing	15	-	-	81	96
Dues and subscriptions	-	1,206	-	-	1,206
Bank fees	10	1,771	109,300	-	111,081
Meetings	-	299	-	-	299
Travel	16,545	3,807	16,750	-	37,102
Meals and entertainment	65	632	836	29	1,562
Professional fees	3,750	12,250	3,750	-	19,750
Computer expenses	3,487	3,787	5,302	2,131	14,707
Contract services	3,590	20,482	2,667	-	26,739
Miscellaneous	-	1,382	-	-	1,382
Total expenses	1,028,092	127,087	926,106	123,861	2,205,146
Less direct benefit to donor costs	-	-	(429,504)	-	(429,504)
Net expenses	\$ 1,028,092	\$ 127,087	\$ 496,602	\$ 123,861	\$ 1,775,642

The Notes to Financial Statements are an integral part of these statements.

COLON CANCER COALITION, INC.
(A MINNESOTA NOT-FOR-PROFIT ORGANIZATION)

STATEMENTS OF CASH FLOWS

YEARS ENDED DECEMBER 31,	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase of net assets	\$ 9,839	\$ 10,239
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Changes in assets and liabilities:		
Accounts receivable	(6,456)	(1,370)
Prepaid expenses	(48,252)	(14,662)
Grants and awards payable	112,123	19,717
Accounts payable	10,054	(19,731)
Deferred revenue	25,404	9,605
	102,712	3,798
<i>Net cash provided by operating activities</i>	102,712	3,798
	102,712	3,798
<i>Increase in cash and cash equivalents</i>	102,712	3,798
Cash and cash equivalents, beginning of year	1,229,292	1,225,494
	\$ 1,332,004	\$ 1,229,292
<i>Cash and cash equivalents, end of year</i>	\$ 1,332,004	\$ 1,229,292

The Notes to Financial Statements are an integral part of these statements.

COLON CANCER COALITION, INC.
(A MINNESOTA NOT-FOR-PROFIT ORGANIZATION)

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization:

The Colon Cancer Coalition, Inc. (the Coalition) was incorporated in Minnesota as a 501(c)(3) non-profit organization in August of 2006. The Coalition's mission is to empower local communities to promote prevention and early detection of colon cancer and to provide support to those affected.

The Coalition oversees run/walk events throughout the United States branded under the Get Your Rear in Gear name. In 2015 and 2014, 44 and 41 races were held, respectively. These races are the Coalition's primary source of revenue.

The Coalition has created a network of events that it helps manage or support. The Coalition offers local race partners committed to creating awareness in their community a proven blueprint for success, saving organizers time, money and energy to invest in the success of their event. As the network of events grows, the Coalition has the opportunity to share ideas, strategies, marketing tools and buying power amongst event leaders, sponsors, volunteers and participants.

The Coalition enters into an agreement with the local race partner in the city where the race is to be held. The agreement identifies the responsibilities of the Coalition and the local race partner. The agreement specifies that a percentage of net race proceeds are awarded back to the local community. The money raised is given back to the local community in the form of grants and awards to help with prevention, early detection and treatment, healthy living projects, and support for those affected by the disease.

The Coalition is a member of the Minnesota Cancer Alliance and works with the organization on educational and research projects impacting colon cancer.

Method of accounting:

The Coalition follows the accrual method of accounting for revenues and expenditures. Contributions are recognized when the donor makes a promise to give to the Coalition that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the year in which the contributions are recognized. All other donor restricted contributions are reported as increases in temporarily or permanently restricted net assets, depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

COLON CANCER COALITION, INC.
(A MINNESOTA NOT-FOR-PROFIT ORGANIZATION)

NOTES TO FINANCIAL STATEMENTS

NOTE 1. (CONTINUED)

Basis of presentation:

The Coalition reports information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets, based upon the existence or absence of donor restrictions. As of December 31, 2015 and 2014, there were no temporarily or permanently restricted net assets.

Use of estimates:

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

Cash and cash equivalents:

For purposes of the statement of cash flows, the Coalition considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents. The Coalition maintains its accounts in one financial institution. At various times during the year, the balances may have exceeded federally insured deposit limits.

Receivables:

Account receivables are stated at unpaid balances, less an allowance for doubtful accounts. The Coalition provides for losses on receivables using the allowance method. The allowance is based on experience and other circumstances. Receivables are considered impaired if full payments are not received in accordance with contractual terms. It is the Coalition's policy to charge off uncollectible receivables when management determines that a receivable will not be collected. As of December 31, 2015 and 2014, no allowance was recorded due to the fact that the Coalition deemed the receivables to be 100% collectible.

Grants and awards payable:

Grants and awards payable represent amounts due back to local race partners and designated beneficiaries for races held.

Advertising:

Advertising is charged to expense when incurred. Advertising expenses totaled \$122,020 and \$135,745 for the years ended December 31, 2015 and 2014, respectively.

COLON CANCER COALITION, INC.
(A MINNESOTA NOT-FOR-PROFIT ORGANIZATION)

NOTES TO FINANCIAL STATEMENTS

NOTE 1. (CONTINUED)

Race registrations and sponsorships:

Race registration fees and sponsorships are recognized at the time the race is held.

Deferred revenue includes registration fees and sponsorships received in advance of the race. Prepaid expenses include expenses related to the following year's races.

Non-cash donations of facilities, merchandise and services:

Non-cash donations of facilities, merchandise and services are recorded as contributions at their estimated fair market value at the date of donation.

Contributions of donated services that create or enhance non-financial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation, are recorded at their fair values in the year received.

In addition, individuals volunteer their time, performing a variety of tasks that assist the Coalition mostly with its races. This volunteer time does not meet the above definition of donated services that need to be recorded. The Coalition had approximately 5,000 hours of donated time towards races for each of the years ended December 31, 2015 and 2014.

Functional allocation of expenses:

The costs of providing the various program, race and other activities of the Coalition have been summarized on a functional basis in the statements of activities and statements of functional expenses. Accordingly, certain costs have been allocated among the program, race and supporting services benefited.

The direct costs of races include security, apparel, race management, contracted labor, equipment rental, credit card and website fees and other direct race expenses.

Income taxes:

Colon Cancer Coalition, Inc. is exempt from federal and Minnesota taxation pursuant to the provisions of Section 501(c) (3) of the Internal Revenue Code and Section 290.05 of the Minnesota Statutes and is only subject to federal and state income taxes on net unrelated business income. Since the Coalition had no unrelated business taxable income in 2015 and 2014, the accompanying financial statements do not include any provision for federal or state income taxes.

The Coalition's filings with the Internal Revenue Service are subject to audit. The information returns for the past three and one-half years are open to examination. Management has evaluated its tax positions and has concluded that they do not result in anything that would require either recording or disclosure in the financial statements based on the criteria set forth in ASC 740.

COLON CANCER COALITION, INC.
(A MINNESOTA NOT-FOR-PROFIT ORGANIZATION)

NOTES TO FINANCIAL STATEMENTS

NOTE 2. NON-CASH CONTRIBUTIONS

Included in the statements of activities are non-cash contributions as follows:

YEARS ENDED DECEMBER 31,	2015	2014
Advertising	\$ 67,270	\$ 53,723
Race day food	9,997	12,675
Race day services	21,747	15,310
Race day awards	8,188	9,801
Website	6,825	11,890
<i>Total</i>	\$ 114,027	\$ 103,399

NOTE 3. SUBSEQUENT EVENTS

In preparing these financial statements, the Coalition has evaluated events and transactions for potential recognition or disclosure through June 13, 2016, the date the financial statements were available to be issued.