

**DENTISTS FOR THE DISABLED AND  
ELDERLY IN NEED OF TREATMENT, INC.**  
FINANCIAL STATEMENTS  
AND AUDITOR'S REPORT

**JUNE 30, 2012**



The CPA. Never Underestimate The Value.<sup>SM</sup>

**Eldridge Gordon Jr., C.P.A., C.F.A.**

**Certified Public Accountant**

**DENTISTS FOR THE DISABLED AND  
ELDERLY IN NEED OF TREATMENT, INC.**

**June 30, 2012**

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**DENTISTS FOR THE DISABLED AND  
ELDERLY IN NEED OF TREATMENT, INC.**

**INDEPENDENT AUDITOR'S REPORT**

**June 30, 2012**

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**JR**

**Eldridge Gordon, Jr., C.P.A.**  
Certified Public Accountant

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**Independent Auditor's Report**

Board of Directors  
Dentists For The Disabled And  
Elderly In Need Of Treatment, Inc.  
Oklahoma City, Oklahoma

I have audited the accompanying statements of financial position of Dentists For The Disabled And Elderly In Need Of Treatment, Inc., (a non-profit organization) as of June 30, 2012 and 2011, and the related statements of activities and changes in net assets, cash flows, and functional expenses for the years then ended. These financial statements are the responsibility of the organization's management. My responsibility is to express an opinion on these financial statements based on my audits.

I conducted my audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audits provide a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Dentists For The Disabled And Elderly In Need Of Treatment, Inc., at June 30, 2012 and 2011 and the results of its operations and its cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.



Eldridge Gordon Jr. C.P.A.  
Certified Public Accountant

November 26, 2012

**DENTISTS FOR THE DISABLED AND  
ELDERLY IN NEED OF TREATMENT, INC.**

**FINANCIAL STATEMENTS**

**June 30, 2012**

**DENTISTS FOR THE DISABLED AND ELDERLY  
IN NEED OF TREATMENT, INC.  
STATEMENTS OF FINANCIAL POSITION**

As of June 30,

	2012	2011
<b><u>ASSETS</u></b>		
Current Assets:		
Cash	\$ 224,676	\$ 191,329
Grants Receivable	14,583	14,583
Accounts Receivable	24,313	26,735
Prepaid Expenses	2,209	1,473
Total Current Assets	\$ 265,781	\$ 234,120
Furniture and Equipment (Note D)		
Furniture and Equipment	\$ 47,911	\$ 47,911
Accumulated Depreciation	(46,856)	(45,730)
Total Furniture and Equipment	\$ 1,055	\$ 2,181
<b>TOTAL ASSETS</b>	<b>\$ 266,836</b>	<b>\$ 236,301</b>
<b><u>LIABILITIES AND NET ASSETS</u></b>		
Current Liabilities:		
Accounts Payable	\$ 5,914	\$ 7,489
Payroll Taxes Payable	89	-
Employee Deductions	377	421
Compensated Absences	7,659	-
Total Current Liabilities	\$ 14,039	\$ 7,910
Net Assets		
Unrestricted	\$ 252,797	\$ 228,391
Total Net Assets	\$ 252,797	\$ 228,391
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 266,836</b>	<b>\$ 236,301</b>

(See Independent Auditor's Report.)

The Accompanying Notes are an Integral Part of These Financial Statements.

# DENTISTS FOR THE DISABLED AND ELDERLY IN NEED OF TREATMENT, INC.

## STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS

For the Years Ending June 30,

UNRESTRICTED NET ASSETS	2012	2011
<b>Revenue and Support:</b>		
Contributions	\$ 189,962	\$ 202,272
United Way Allocations	88,933	83,804
Grant Revenues-County Health	87,500	87,500
Fund Raising Income	17,212	19,487
Interest Income	305	509
<b>Total Revenues and Support</b>	<b>\$ 383,912</b>	<b>\$ 393,572</b>
<b><u>Expenses</u></b>		
Contract Services	\$ 11,969	\$ 14,100
Subscriptions	105	292
Group Insurance	10,161	9,391
Employee Benefits	7,660	-
Insurance	2,866	1,331
Professional Fees	5,181	4,968
Lab Services	120,209	154,610
Repair & Maintenance	3,195	926
Office Supplies	1,920	1,932
Payroll Tax Expense	10,515	10,099
Retirement	13,233	12,758
Printing Expense	1,642	1,273
Postage Expense	1,624	1,391
Occupancy	10,728	8,160
Depreciation Expense	1,126	1,618
Dental Supplies	1,591	2,116
Salaries Expense	134,283	129,494
Telephone	5,218	4,555
Local Travel	2,389	2,488
Training & Conference	1,519	1,132
Fund Raising Expense	5,294	13,398
Awards	5,681	489
Miscellaneous	1,397	587
<b>Total Expenses</b>	<b>\$ 359,506</b>	<b>\$ 377,108</b>
<b>CHANGE IN UNRESTRICTED NET ASSETS</b>	<b>\$ 24,406</b>	<b>\$ 16,464</b>
<b>UNRESTRICTED NET ASSETS AT BEGINNING OF YEAR</b>	<b>\$ 228,391</b>	<b>\$ 211,927</b>
<b>UNRESTRICTED NET ASSETS AT END OF YEAR</b>	<b>\$ 252,797</b>	<b>\$ 228,391</b>

(See Independent Auditor's Report.)

The Accompanying Notes are an Integral Part of These Financial Statements.

**DENTISTS FOR THE DISABLED AND ELDERLY  
IN NEED OF TREATMENT, INC.  
STATEMENTS OF CASH FLOWS  
(Indirect Method)  
For the Years Ended June 30,**

<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	<u>2012</u>	<u>2011</u>
Change In Unrestricted Net Assets	\$ 24,406	\$ 16,464
Adjustments to Reconcile Change in Unrestricted Net Assets To Net Cash Provided (Used) by Operating Activities		
Accumulated Depreciation	\$ 1,126	\$ 1,618
(Increase) Decrease in Grants Receivable	-	20,054
(Increase) Decrease in Accounts Receivable	2,422	(19,735)
Increase (Decrease) in Accounts Payable	(1,575)	1,622
Increase (Decrease) in Employee Deductions	(44)	(240)
(Increase) Decrease in Prepaid Expense	(736)	(1,473)
Increase (Decrease) Accrued Payroll Expense	7,748	-
	<u>\$ 8,941</u>	<u>\$ 1,846</u>
Total Adjustments		
Net Cash Provided (Used) by Operations	\$ 33,347	\$ 18,310
Cash Flows From Investing Activities:		
	<u>\$ -</u>	<u>\$ -</u>
Net Cash Used in Investing Activities	<u>\$ -</u>	<u>\$ -</u>
Cash Flows From Financing Activities		
	<u>\$ -</u>	<u>\$ -</u>
Net Cash Provided (Used) in Financing Activities	<u>\$ -</u>	<u>\$ -</u>
NET INCREASE (DECREASE) IN CASH	\$ 33,347	\$ 18,310
Beginning Cash Balance	<u>191,329</u>	<u>173,019</u>
Ending Cash Balance	<u><u>\$ 224,676</u></u>	<u><u>\$ 191,329</u></u>

(See Independent Auditors Report)  
The Accompanying Notes are an Integral Part of These Financial Statements.



**DENTISTS FOR THE DISABLED AND ELDERLY  
IN NEED OF TREATMENT, INC.  
STATEMENT OF FUNCTIONAL EXPENSES  
For the Year Ending June 30, 2012**

<u>Expenses</u>	<u>Administrative</u>		<u>Program Services</u>		<u>Program Services</u>		<u>Fund Raising</u>		<u>Total</u> (Memorandum Only)
	<u>General Fund</u>	<u>General Fund</u>	<u>General Fund</u>	<u>Oklahoma County Health Dept.</u>	<u>General Fund</u>	<u>General Fund</u>	<u>General Fund</u>	<u>General Fund</u>	
Contract Services	\$ 11,969	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	11,969
Dental Supplies			1,591						1,591
Subscriptions	105								105
Group Insurance	610		5,543	3,703			305		10,161
Employee Benefits			7,660						7,660
Professional Fees	2,086			3,095					5,181
Lab Services			99,476	20,733					120,209
Repair & Maintenance	192		2,727	276					3,195
Office Supplies	1,285			635					1,920
Payroll Tax Expense	799		5,617	3,637			462		10,515
Retirement	794		12,042				397		13,233
Printing Expense	500			1,142					1,642
Postage Expense	1,359			265					1,624
Occupancy			9,800	928					10,728
Depreciation Expense	1,126								1,126
Salaries Expense	10,441		69,909	47,888			6,045		134,283
Telephone			5,218						5,218
Local Travel	350			2,039					2,389
Training & Conference				1,519					1,519
Fund Raising Expense							5,294		5,294
Awards			4,181	1,500					5,681
Miscellaneous	1,397								1,397
Insurance			2726	140					2,866
<b>TOTAL EXPENSES</b>	<b>\$ 33,013</b>		<b>\$ 226,490</b>	<b>\$ 87,500</b>			<b>\$ 12,503</b>		<b>\$ 359,506</b>

(See Independent Auditors Report)  
The Accompanying Notes are an Integral Part of These Financial Statements.

**DENTISTS FOR THE DISABLED AND  
ELDERLY IN NEED OF TREATMENT, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**June 30, 2012**

**DENTISTS FOR THE DISABLED AND ELDERLY  
IN NEED OF TREATMENT, INC.**

**NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2012**

**8. SIGNIFICANT ACCOUNTING POLICIES**

**1. Organization**

Dentists For The Disabled And Elderly In Need Of Treatment, Inc. ("D-Dent") is a non-profit organization. The organization operates statewide with its office based in Oklahoma City. D-Dent provides dental care referrals to the elderly and disabled in need of dental treatment at no cost. The organization pays the associated costs of the dental care and the dental services are donated. The organization receives revenue and support from contributions, grants, and special projects.

**2. Basis of Presentation**

The accompanying financial statements are presented following the recommendations of the Financial Standards Accounting Board in its Statement of Financial Accounting Standard (SFAS) No. 117 Financial Statements for Nonprofit Organizations. Under SFAS No. 117, the organization is required to report 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. The organization only had unrestricted net assets.

**Unrestricted Fund**

Unrestricted funds represent allocated unrestricted resources that are available for the general support and operation of the organization. D-Dent's unrestricted funds are the general and special projects fund, the government grant fund, and the United Way fund.

**1. General and Special Projects Fund**

This fund was established to account for general expenses of the organization not reimbursed or paid for by the government grant fund. This fund also includes revenues and expenses generated from special projects and fund raising events and contributions from United Way Agencies.

**2. Government Grant Fund**

This fund was established to account for grant funds received from federal, state, and county agencies and the related expenses paid or reimbursed by those grants.

**DENTISTS FOR THE DISABLED AND ELDERLY  
IN NEED OF TREATMENT, INC.**

**NOTES TO THE FINANCIAL STATEMENTS**

**June 30, 2012**

**3. Recognition of Donor Restrictions**

Revenue that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the revenue is received. All other donor restricted revenue is reported as an increase in temporarily or permanently restricted net assets depending on the nature of the restriction. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets. During the year, D-Dent did not receive any donor restricted contributions.

**4. Cash and Cash Equivalents**

Cash is considered to be the checking accounts and liquid investments with an original maturity date of three months or less.

**5. Comparative Financial Information**

The total columns on the statement of functional expenses are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. These columns do not present functional expenses in conformity with generally accepted accounting principles.

**6. Expense Allocation**

The costs associated with various functions and activities have been summarized on a functional basis in the statement of functional expense.

**7. Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**DENTISTS FOR THE DISABLED AND ELDERLY  
IN NEED OF TREATMENT, INC.**

**NOTES TO THE FINANCIAL STATEMENTS**

**June 30, 2012**

**8. Income Taxes**

Dentists For The Disabled And Elderly In Need Of Treatment, Inc., is a non-profit organization and is exempt from income taxes under Section 501(c) (3) of the Internal Revenue Code. It is an other than private foundation as defined by the Internal Revenue Code.

**9. Leased Facilities**

The organization conducts its operations from a facility that is leased in Oklahoma City. This lease is annually renewable, which expires on June 30 of each year. The annual lease expense for 2012 was \$10,728.

**10. Furniture And Equipment**

Purchased furniture and equipment are carried at cost. Depreciation of furniture and equipment is provided using the straight-line method based on estimated useful lives of 5 years.

**11. Donated Services**

Amounts have not been reflected in the financial statement for donated services and goods. The organization pays for most services. However, many individuals including dentists and dental professionals volunteer their time. The organization also received donated dental hygiene products. During the year of audit, the organization placed a value of \$1,263,792 of donated goods and services received.

**12. Pension Plan**

Dentists For The Disabled And Elderly In Need Of Treatment, Inc., has a non-matching Simplified Employee Plan. The plan provides for a 8% employer contribution. The pension cost for the year ending June 30, 2012 was \$13,233.

**DENTISTS FOR THE DISABLED AND ELDERLY  
IN NEED OF TREATMENT, INC.**

**NOTES TO THE FINANCIAL STATEMENTS**

**June 30, 2012**

**13. Government Grants**

D-Dent received and expended a grant from the Oklahoma County Health Department. The grant was to provide referrals for oral health care services for the elderly and physically disabled who have financial need and are in need of dental treatment.

The government grant program is subject to compliance audits by the granting agency. Accordingly, the organization's compliance with grant requirements may be tested at some future date. The amount, if any of grant expenditures which may be disallowed and required to be refunded to the granting agency cannot be determined at this time. However, the organization expects such amounts, if any, to be immaterial.

**14. Compensated Absences**

D-Dent allows full time employees to accrue annual leave of 8 hours per pay period. Annual leave may be accrued up to 160 hours per year. Upon termination, hours of accrued annual leave will be paid to the employee. Sick leave may accrue without limitation but is not payable upon the employee's termination. Annual leave is recorded as an expenditure and a liability as it is earned.