

AFT PART-TIME FACULTY UNITED, LOCAL 6286

Financial Statements

For the Year Ended December 31, 2018

(With Independent Accountant's Review Report Thereon)

AFT PART-TIME FACULTY UNITED, LOCAL 6286

FINANCIAL STATEMENTS

DECEMBER 31, 2018

Contents

	Page
Independent Accountant's Review Report	
Statement of Financial Position	1
Statement of Activities	2
Statement of Cash Flows	3
Notes to Financial Statements	4

Rita C. Villa
Certified Public Accountant

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Executive Board
AFT Part-Time Faculty United, Local 6286:

I have reviewed the accompanying financial statements of AFT Part-Time Faculty United, Local 6286 ("AFT Local 6286") which comprise the statement of financial position as of December 31, 2018, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of AFT Local 6286's management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, I do not express such an opinion.

Management's Responsibility for the Financial Statements

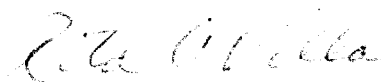
Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statements that are free from material misstatement whether due to fraud or error.

Accountant's Responsibility

My responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require me to perform procedures to obtain limited assurance as a basis for reporting whether I am aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. I believe that the results of my procedures provide a reasonable basis for my conclusion.

Accountant's Conclusion

Based on my review, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.



April 8, 2019

AFT PART-TIME FACULTY UNITED, LOCAL 6286
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2018

ASSETS:

CURRENT ASSETS:

Cash and cash equivalents	\$160,353
Accounts receivable (Note 3)	13,140
Prepayments	<u>391</u>
Total Current Assets	173,884
Furniture & Equipment (net)	<u>1,000</u>
Total Assets	<u><u>\$174,884</u></u>

LIABILITIES AND NET ASSETS:

CURRENT LIABILITIES:

Accrued expenses (Note 4)	\$207
Owed to Affiliates	<u>4,045</u>
Total Current Liabilities	<u>4,252</u>

NET ASSETS:

Unrestricted net assets	<u>170,632</u>
Total Net Assets	<u>170,632</u>
Total Liabilities and Net Assets	<u><u>\$174,884</u></u>

See accompanying notes and independent accountant's review report.

AFT PART-TIME FACULTY UNITED, LOCAL 6286
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2018

REVENUES:

Dues & fees	<u>\$101,592</u>
Total income	<u>101,592</u>

EXPENSES:

Affiliate per capita taxes	60,256
Office	4,194
Depreciation	533
Conferences and meetings	15,616
Member insurance	1,318
Personnel costs	32,459
Member benefits	2,153
Good and welfare	507
Insurance	391
Accounting	<u>7,500</u>
Total expenses	<u>124,927</u>
Change in net assets	(23,335)
NET ASSETS - beginning	<u>193,967</u>
NET ASSETS - ending	<u>\$170,632</u>

See accompanying notes and independent accountant's review report.

AFT PART-TIME FACULTY UNITED, LOCAL 6286
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2018

**CASH FLOWS FROM
OPERATING ACTIVITIES**

Decrease in net assets	(\$23,335)
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation	533
Increase in accounts receivable	(15)
Decrease in prepayments	1,982
Decrease in affiliate payables	(4,795)
Decrease in payroll taxes owed	<u>(1,344)</u>
Net cash provided by operating activities	<u>(26,974)</u>
CASH AT BEGINNING OF YEAR	<u>187,327</u>
CASH AT END OF YEAR	<u><u>\$160,353</u></u>

See accompanying notes and independent accountant's review report.

AFT PART-TIME FACULTY UNITED, LOCAL 6286
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2018

1. ORGANIZATIONAL PURPOSE

AFT Part-Time Faculty United, Local 6286 (“AFT Local 6286”) was formed to: support quality education, advance the cause of part-time faculty, provide services to members and to represent unit members in their employment relations with the Victor Valley Community College District (the “District”). Through its work and its affiliation with the broader labor movement, AFT Local 6286 seeks to promote quality public education and to support the rights of all workers. AFT Part-Time Faculty United is Local 6286 of the American Federation of Teachers. It is affiliated with the California Federation of Teachers and the AFL-CIO. AFT Local 6286 is the exclusive bargaining agent for part-time faculty of the District.

2. ACCOUNTING POLICIES

(a) Fund Accounting

To ensure observance of limitations and restrictions placed on the use of resources available to AFT Local 6286, the accounts of AFT Local 6286 are maintained in accordance with the principles of fund accounting. This is the procedure by which resources for various purposes are classified for accounting and reporting purposes into funds established according to their nature and purposes. The assets, liabilities and net assets of AFT Local 6286 are reported in one self-balancing, unrestricted net asset fund.

(b) Financial Statement Presentation

The financial statements of AFT Local 6286 report the amounts for each of three distinct classes of net assets and changes therein - permanently restricted net assets, temporarily restricted net assets and unrestricted net assets - based on the existence or absence of donor-imposed restrictions. AFT Local 6286 had no permanently or temporarily restricted assets for the year ended December 31, 2018.

The accompanying financial statements have been prepared on the accrual basis of accounting. Revenue is recognized when earned. Expenses are recognized when incurred.

The primary source of revenue of AFT Local 6286 is the dues paid by its members. Revenue is recognized on the accrual basis. The dues for members have been established at the rate of \$30 per pay period.

(c) Cash Equivalents

AFT Local 6286 defines cash equivalents as short-term, highly liquid (maturing in 90 days) instruments that are readily convertible to cash.

AFT PART-TIME FACULTY UNITED, LOCAL 6286
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2018

(d) Depreciation

Equipment purchases over \$1,000 are capitalized. Depreciation is computed by using the straight-line method over the estimated useful lives of the assets.

(e) Income Taxes

AFT Local 6286 is exempt from federal income taxes under Section 501(c)(5) of the Internal Revenue Code and state franchise taxes under Section 23701(a) of the Revenue and Taxation Code of the State of California.

(f) Use of Estimates

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

3. ACCOUNTS RECEIVABLE

Accounts receivable at December 31, 2018 consisted of dues collected by the District.

4. ACCRUED EXPENSES

Accrued expenses consisted of payroll taxes payable at December 31, 2018.

5. SUPPLEMENTAL CASH FLOW DISCLOSURES

AFT Local 6286 paid no interest or income taxes for the year ended December 31, 2018.

6. SUBSEQUENT EVENTS

AFT Local 6286 has evaluated subsequent events through April 8, 2019, the date the financial statements were available to be issued.