

Understanding Financial Health Using the IRS Form 990



Liquid Unrestricted Net Assets (LUNA)		
	Year: <u>2014</u>	Location in Form 990
Unrestricted Net Assets, End of Year	\$ 5,159,362	Part X, column (B), line 27
Subtract Net Fixed Assets	− \$ 1,725,538	Part X, column (B), line 10c
Add Mortgages:	+ \$ -	Part X, column (B), line 23
TOTAL LUNA:	\$ 3,433,824	
<i>Average Monthly Expenses</i>		
Total annual expense divided by 12:	\$ 692,979	Part IX, column (A), line 25 ÷ 12
MONTHS OF LUNA:		
Total LUNA divided by avg. monthly expenses:	5.0	
Months of Cash on Hand		
Cash, Non-Interest Bearing	\$ -	Part X, column (B), line 1
Add Savings and Temp. Cash Investments	+ \$ 3,747,291	Part X, column (B), line 2
TOTAL CASH & CASH EQUIVALENTS:	\$ 3,747,291	
<i>Average Monthly Expenses</i>		
Total annual expense divided by 12:	\$ 692,979	Part IX, column (A), line 25 ÷ 12
MONTHS OF CASH ON HAND:		
Total cash divided by avg. monthly expenses:	5.4	

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Operating Results		
	Year: <u>2014</u>	Location in Form 990
Unrestricted Net Assets, End of Year	\$ 5,159,362	Part X, column (B), line 27
Less Unrestricted Net Assets, Beginning of Year	— \$ 764,081	Part X, column (A), line 27
Change in Unrestricted Net Assets*	\$ 4,395,281	
<i>*Represents operating surplus or deficit for the year</i>		
Overhead Rate		
Management & General Expense + Fundraising Expense	\$ 1,120,419	Part IX, column (C), line 25 + Part IX, column (D), line 25
Total Functional Expenses	÷ \$ 8,315,742	Part IX, column (A), line 25
Overhead Rate	13%	
Indirect Cost Rate		
Management & General Expense + Fundraising Expense	\$ 1,120,419	Part IX, column (C), line 25 + Part IX, column (D), line 25
Program Service Expenses	÷ \$ 7,195,323	Part IX, column (B), line 25
Indirect Cost Rate	16%	