

**Association for Play Therapy, Inc.**

**Financial Statements**

**March 31, 2009 and 2008**



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June 10, 2009

To the Board of Directors  
Association for Play Therapy, Inc.  
Fresno, California

We have compiled the accompanying statements of assets, liabilities, and equity - income tax basis of Association for Play Therapy, Inc. (a nonprofit corporation) as of March 31, 2009 and 2008, and the related statements of revenues, expenses, and retained earnings - income tax basis for the years then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

A handwritten signature in cursive script that reads "Berry &amp; Homen".

BERRY & HOMEN  
Accountancy Corporation

**Association for Play Therapy, Inc.**  
**Fresno, California**  
**Statement of Assets, Liabilities and Equity - Income Tax Basis**  
**March 31, 2009 and 2008**

	2009	2008
<b>ASSETS</b>		
<b><u>Current Assets:</u></b>		
Cash and Cash Equivalents	\$ 451,844	\$ 383,848
Marketable Securities - at Market	301,559	416,954
Inventory - Cost	16,123	20,770
Prepaid Expenses	610	65
Accrued Earnings	1,480	2,937
Total Current Assets	771,616	824,574
<b><u>Property, Plant and Equipment:</u></b>		
Equipment	51,560	48,860
Less: Accumulated Depreciation	(44,382)	(41,340)
Total Property, Plant and Equipment	7,178	7,520
 Total Assets	 \$ 778,794	 \$ 832,094
<b>LIABILITIES AND EQUITY</b>		
<b><u>Current Assets:</u></b>		
Payroll Taxes Payable	\$ 336	\$ 0
Total Current Liabilities	336	0
<b><u>Equity:</u></b>		
Retained Earnings	778,458	832,094
 Total Liabilities and Equity	 \$ 778,794	 \$ 832,094

See Accountants' Report and Notes to Financial Statements

**Association for Play Therapy, Inc.**  
**Fresno, California**  
**Statement of Revenues, Expenses, and Retained Earnings - Income Tax Basis**  
**For the Years Ended March 31, 2009 and 2008**

	2009	2008
<b><u>Revenues:</u></b>		
Book Income - net	\$ 14,990	\$ 17,422
Conference - net	190,955	156,648
Dues - net	390,558	371,269
Rpts Apps	135,586	123,269
CE Provider Apps	43,310	24,310
Investment Income	19,104	44,254
Sundry Income	34,123	23,027
Total Revenues	<u>828,626</u>	<u>760,199</u>
<b><u>General Expenses</u></b>		
Accounting and Legal	8,976	8,011
Advertising	11,541	50,214
Bank Charges	25,690	22,105
Board Expenses	30,161	36,610
Depreciation	3,042	3,219
Employee Benefits	78,061	60,337
Equipment Rent	8,893	11,786
Insurance	11,347	12,984
Journal Expenses	29,164	24,032
Miscellaneous	28,199	22,758
Office Expense	8,238	15,211
Postage and Printing	16,232	13,143
Newsletter	40,528	38,528
Rent	24,597	21,499
Taxes	27,745	23,826
Salaries and Wages	338,850	297,807
Total General Expenses	<u>691,264</u>	<u>662,070</u>
Total Income (Loss) from Operations	137,362	98,129
<b><u>Other Income and Expenses</u></b>		
Unrealized Gain (Loss) on Securities	<u>(190,998)</u>	<u>(47,895)</u>
Total Other Income and Expenses	<u>(190,998)</u>	<u>(47,895)</u>
Total Income (Loss)	(53,636)	50,234
Retained Earnings, Beginning	<u>832,094</u>	<u>781,860</u>
Retained Earnings, Ending	<u>\$ 778,458</u>	<u>\$ 832,094</u>

See Accountants' Report and Notes to Financial Statements

**Association for Play Therapy, Inc.**  
**Fresno, California**  
**Notes to Financial Statements**

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Nature of Business.** Association for Play Therapy, Inc. is made up of professional members who use and promote play therapy in their practices. Play therapy, as described by the Association is the systematic use of a theoretical model to establish an interpersonal process wherein trained play therapists use the therapeutic powers of play to help clients prevent or resolve psychosocial difficulties and achieve optimal growth and development.

**Method of Accounting.** The Association's policy is to prepare its financial statements on the income tax basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles. Accordingly, revenue is recorded when received rather than when earned and expenses are recorded when paid rather than when the obligation is incurred.

**Inventories.** Inventories consist of books and products. Inventory is stated at the lower of cost or market, with cost determined using the last-in, first-out method.

**Property, Plant and Equipment.** Expenditures for fixed assets are included in the accounts at cost. Depreciation is computed using the straight-line and declining balance methods over the estimated useful life of the assets.

**Income Taxes.** The Association is exempt from income taxes under section 501(c)(6) of the Internal Revenue Code and California Franchise Tax Regulation Section 23701(e). Thus, no provision for taxes is included in these statements.

**Investment in Securities.** Investments in marketable equity securities are reflected at readily determinable fair values in the statements of assets, liabilities and net assets. Unrealized gains and losses are included in the change in net assets in the accompanying statements of revenue, expenses and retained earnings.

**CONCENTRATIONS OF CREDIT RISK**

The Association maintains cash balances in several accounts with financial institutions located in Fresno, California. The Federal Deposit Insurance Corporation (FDIC) insures total cash balances up to \$250,000 per bank. At March 31, 2009, the organization had accounts with combined balances of \$0 that were not FDIC insured.

**Association for Play Therapy, Inc  
Fresno, California  
Notes to Financial Statements**

**INVESTMENT IN SECURITIES**

Investment in securities as of March 31, 2009 and 2008, are summarized as follows:

	Cost	Unrealized Gain/(Loss)	Fair Value
Mutual Funds 2008	\$365,871	\$ 51,083	\$416,954
Mutual Funds 2008	\$441,473	\$ 139,914	\$301,559

The fair values of the investment securities are obtained from various quotation services.

There is an unrealized gain(loss) of value of \$(190,998) and \$(47,895) that is reported on the statement of revenue, expenses and retained earnings - income tax basis.

**LEASES**

The Association entered into a operating lease in 2003 for a Canon ImageRunner 5000i copier, which terminates in June 2009.

Future minimum lease payments on the copier are as follows:

Year Ending March 31, 2010	\$ 1,641
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On April 1, 2008 the Association entered into a new seven year office lease. Future minimum lease payments on the office are as follows:

Year Ending March 31, 2010	\$ 25,740
2011	\$ 26,652
2012	\$ 27,576
2013	\$ 28,500
2014	\$ 29,412
2015	\$ 30,336

Rent expense for the years ended March 31, 2009 and 2008, was \$24,597 and \$21,499, respectively.